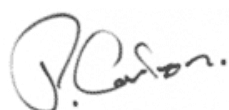


**SURF LIFE SAVING NEW ZEALAND INCORPORATED**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2022**

	<i>Note</i>	<b>2022 (Parent) \$</b>	<b>2021 (Parent) \$</b>	<b>2022 (Group) \$</b>	<b>2021 (Group) \$</b>
Represented by					
<b>CURRENT ASSETS</b>					
Cash and Cash Equivalents		6,946,759	3,921,804	6,983,375	3,995,964
Current Investments		34,000	0	34,000	0
Exchange Receivable & Accruals	<b>13</b>	259,670	445,491	259,670	445,491
Non-Exchange Receivables	<b>13</b>	96,250	69,298	96,250	69,298
Inventories	<b>14</b>	163,274	205,566	163,274	205,566
Goods & Services Tax Refund		362,475	421,724	362,475	421,724
Prepayments		124,671	258,888	124,671	258,888
<b>Total Current Assets</b>		<b>7,987,099</b>	<b>5,322,771</b>	<b>8,023,715</b>	<b>5,396,931</b>
<b>NON CURRENT ASSETS</b>					
Property, Plant & Equipment	<b>15</b>	1,022,140	1,055,959	1,022,140	1,055,959
Investments	<b>12</b>	0	0	711,240	711,206
Intangible Asset	<b>16</b>	19,261	22,587	19,261	22,587
Work In Progress	<b>17</b>	439,430	0	439,430	0
<b>Total Non Current Assets</b>		<b>1,480,831</b>	<b>1,078,546</b>	<b>2,192,071</b>	<b>1,789,752</b>
<b>TOTAL ASSETS</b>		<b>9,467,930</b>	<b>6,401,317</b>	<b>10,215,786</b>	<b>7,186,683</b>
<b>CURRENT LIABILITIES</b>					
Accounts Payable & Accruals	<b>18</b>	2,270,861	1,171,791	2,270,861	1,171,791
Funds Received in Advance	<b>19</b>	3,716,612	1,870,188	3,716,612	1,870,188
<b>Total Current Liabilities</b>		<b>5,987,473</b>	<b>3,041,979</b>	<b>5,987,473</b>	<b>3,041,979</b>
<b>Net Assets</b>		<b>3,480,457</b>	<b>3,359,338</b>	<b>4,228,313</b>	<b>4,144,704</b>
<b>EQUITY</b>					
Accumulated Funds		3,359,338	2,737,304	4,144,704	3,464,621
Net Operating Surplus		121,119	622,034	83,609	680,083
<b>TOTAL EQUITY</b>		<b>3,480,457</b>	<b>3,359,338</b>	<b>4,228,313</b>	<b>4,144,704</b>

For and on behalf of the Board of Surf Life Saving New Zealand Incorporated,  
which authorised the issue of the financial report on the 22nd of August 2022



Paul Carlyon  
Chairman



Mark Robberds  
Chair Audit and Risk Committee

**SURF LIFE SAVING NEW ZEALAND INCORPORATED**  
**CONSOLIDATED STATEMENT OF COMPREHENSIVE REVENUE & EXPENSE**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	<i>Note</i>	<b>2022</b> <b>(Parent)</b> <b>\$</b>	<b>2021</b> <b>(Parent)</b> <b>\$</b>	<b>2022</b> <b>(Group)</b> <b>\$</b>	<b>2021</b> <b>(Group)</b> <b>\$</b>
<b>INCOME</b>					
<b>Revenue from Exchange Transactions</b>					
Crown Funding (Ministry of Transport)	<b>5</b>				
Water Safety Services		9,236,228	8,183,250	9,236,228	8,183,250
Search & Rescue		988,533	733,314	988,533	733,314
Programmes & Services – Rescue & Education		2,780,953	2,366,496	2,780,953	2,366,496
Sponsorship	<b>6</b>	1,929,380	1,931,687	1,929,380	1,931,687
Sale of Merchandise		644,231	638,364	644,231	638,364
Programmes & Services – Sport		237,503	621,129	237,503	621,129
Water Safety NZ Inc.		150,000	175,000	150,000	175,000
Sundry Income	<b>7</b>	116,716	96,489	116,716	106,652
Gain on Sale of Assets		31,739	45,105	31,739	45,105
Licensing		0	409	0	409
<b>Revenue from Non-Exchange Transactions</b>					
NZ Lottery Grants Board		2,700,000	2,851,298	2,700,000	2,851,298
Other Community Grants		752,884	737,793	752,884	737,793
Fundraising	<b>8</b>	585,045	511,899	605,045	526,464
Sport New Zealand		100,000	97,219	100,000	97,219
Interest/Dividends		28,886	0	49,896	0
<b>TOTAL INCOME</b>		<b>20,282,098</b>	<b>18,989,452</b>	<b>20,323,108</b>	<b>19,014,180</b>
<b>EXPENDITURE</b>					
Club Support	<b>9</b>	11,645,569	10,258,401	11,645,569	10,258,401
Surf Life Saving Northern Region Incorporated - Support	<b>10</b>	998,744	993,120	998,744	993,120
NZ Search and Rescue (SLA Projects)	<b>11</b>	455,656	533,314	455,656	533,314
Life Saving		3,704,779	3,108,439	3,704,779	3,108,439
Sport		887,212	1,317,491	887,212	1,317,491
Income Generation		1,372,671	1,101,712	1,382,051	1,101,712
National Office		721,958	734,634	721,958	738,796
Depreciation	<b>15</b>	313,156	256,409	313,156	256,409
Audit Fees		27,322	24,798	27,322	24,798
Finance Expense		9,849	10,604	9,849	10,604
Legal Fees		20,738	25,170	20,738	25,170
Amortisation	<b>16</b>	3,325	3,326	3,325	3,326
<b>TOTAL EXPENDITURE</b>		<b>20,160,979</b>	<b>18,367,418</b>	<b>20,170,359</b>	<b>18,371,580</b>
<b>NET OPERATING SURPLUS</b>		<b>121,119</b>	<b>622,034</b>	<b>152,749</b>	<b>642,600</b>
<b>Other Comprehensive Income and Expenditure</b>					
Unrealised Gains/Losses on Investments				-69,140	37,483
<b>Other Comprehensive Income and Expenditure</b>		<b>0</b>	<b>0</b>	<b>-69,140</b>	<b>37,483</b>
<b>TOTAL OTHER COMPREHENSIVE INCOME &amp; EXPENDITURE</b>		<b>121,119</b>	<b>622,034</b>	<b>83,609</b>	<b>680,083</b>

**SURF LIFE SAVING NEW ZEALAND INCORPORATED**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	2022 (Parent) \$	2021 (Parent) \$	2022 (Group) \$	2021 (Group) \$
<b><u>OPERATING ACTIVITIES</u></b>				
<b>Cash Receipts</b>				
Cash from Exchange Transactions	18,050,657	15,086,581	18,050,657	15,086,581
Cash from Non-Exchange Transactions	4,222,674	5,211,761	4,242,674	5,226,426
Interest Income	28,886	7,786	49,896	17,849
<b>Total Cash Receipts</b>	<b>22,302,217</b>	<b>20,306,128</b>	<b>22,343,227</b>	<b>20,330,856</b>
<b>Less Cash Payments</b>				
Payments to Clubs, Suppliers & Employees	18,583,745	17,638,982	18,593,125	17,643,144
Net GST Movement - Negative	-59,249	347,028	-59,249	347,028
<b>Total Cash Payments</b>	<b>18,524,496</b>	<b>17,986,010</b>	<b>18,533,876</b>	<b>17,990,172</b>
<b>Net Cash Flow from Operating Activities</b>	<b>3,777,721</b>	<b>2,320,118</b>	<b>3,809,351</b>	<b>2,340,684</b>
<b><u>INVESTING ACTIVITIES</u></b>				
<b>Cash Receipts</b>				
Investment Redeemed	0	0	69,174	75,000
<b>Less Cash Payments</b>				
Asset Purchases	718,766	313,887	718,766	313,887
Investments	34,000	0	34,000	673,723
<b>Net Cash Flow from Investing Activities</b>	<b>- 752,766</b>	<b>- 313,887</b>	<b>- 821,940</b>	<b>- 912,610</b>
<b>Net Cash Flow from Activities</b>	<b>3,024,955</b>	<b>2,006,231</b>	<b>2,987,411</b>	<b>1,428,074</b>
<b>Represented by</b>				
Cash at start of Year	3,921,804	1,915,573	3,995,964	2,567,890
Cash at End of Year	6,946,759	3,921,804	6,983,375	3,995,964
<b>Net Movement</b>	<b>3,024,955</b>	<b>2,006,231</b>	<b>2,987,411</b>	<b>1,428,074</b>

**CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS**

**FOR THE YEAR ENDED 30 JUNE 2022**

	<b>2022 (Parent)</b>	<b>2021 (Parent)</b>	<b>2022 (Group)</b>	<b>2021 (Group)</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Opening Equity</b>	3,359,338	2,737,304	4,144,704	3,464,621
Total Comprehensive Income & Expenditure	121,119	622,034	83,609	680,083
<b>Closing Equity</b>	<u>3,480,457</u>	<u>3,359,338</u>	<u>4,228,313</u>	<u>4,144,704</u>

# SURF LIFE SAVING NEW ZEALAND

## Notes to the Consolidated Financial Statements

For the year ended 30 June 2022

### 1. Reporting Entity

Surf Life Saving New Zealand Incorporated (SLSNZ) is a New Zealand Incorporated Society formed under the Incorporated Societies Act 1908

SLSNZ is a Charity registered under the Charities Act 2005.

The Financial Statements for the "Parent" are for SLSNZ as a separate legal entity. The consolidated Financial Statements for the "Group" comprise SLSNZ and the Surf Life Saving New Zealand Foundation.

Surf Life Saving New Zealand Foundation is a registered Charitable Trust.

SLSNZ's principal activity is "To lead and support surf lifesaving in New Zealand". This remains unchanged during the period reported.

The financial statements are for the year ended 30 June 2022. The financial statements were authorised for issue by the Board on 22nd August 2022.

### 2. Basis of Preparation

#### **Basis of measurement**

The financial statements have been prepared on a historical cost basis except for assets and liabilities that have been measured at fair value. The accrual basis of accounting has been used unless otherwise stated and the financial statements have been prepared on a going concern basis.

#### **Presentation Currency**

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest dollar.

#### **Statement of compliance**

The financial statements have been prepared in accordance with NZ GAAP as required under the Charities Act 2005.

SLSNZ is a public benefit not-for-profit entity and is eligible to apply Tier 2 not-for-profit PBE IPSAS on the basis that it does not have public accountability and is not defined as large.

SLSNZ is deemed to be a public benefit entity for financial reporting purposes, as its primary objective is to provide services to the community for social benefit and has been established with a view to supporting that primary objective rather than a financial return.

The board has elected to report in accordance with Tier 2 not-for-profit PBE accounting standards and in doing so has taken advantage of all applicable Reduced Disclosure (RDR) disclosure concessions.

#### **Changes in Accounting Policy**

All accounting policies have been applied on a consistent basis with the prior year.

### 3. Significant Accounting Policies

The significant accounting policies used in the preparation of these financial statements, set out below, have been applied consistently to all years presented in these financial statements.

The significant accounting policies used in the preparation of these financial statements are summarised below:

#### **a) Foreign Currencies**

Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction.

At balance date foreign monetary assets and liabilities are translated at the closing rate and exchange variations arising from these are included in the Income Statement.

#### **b) Cash and Cash Equivalents**

Cash and the short-term deposits in the balance sheet comprise cash on hand, cash at bank and short-term deposits with time to maturity of three months or less.

#### **c) Financial Instruments**

Financial instruments and financial liabilities are recognised when the entity becomes a party to the contractual provisions of the financial instruments.

#### **Financial Liabilities**

The Entity's liabilities include Creditors and other payables (excluding GST and PAYE), employee benefits, and income in advance (in respect to grants whose conditions are yet to be complied with)

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value (through surplus or deficit)), and are measured subsequently at amortised cost using the effective interest method except for financial liabilities at fair value through surplus or deficit.

#### **Measurement of financial assets**

##### **\* Loans and Receivables**

Receivables are stated at their estimated realisable value less any provision for doubtful debts. Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition these are measured at amortised cost using the effective interest method, less any provision for impairment.

##### **\* Cash and Cash Equivalents**

Cash and Cash equivalents are measured at their fair values.

#### **Measurement of financial liabilities**

##### **\* Accounts Payables and other payables**

Account payables and other borrowings are subsequently measured at amortised cost using the effective interest method.

#### **d) Inventories**

Inventories are stated at the lower of cost or net realisable value, determined on a first-in first-out basis. An allowance for obsolescence has been assessed where appropriate. Inventories include uniforms, resource manuals and other surf lifesaving equipment that is on sold to Clubs or used for promotional purposes from time to time.

#### **e) Property, Plant and Equipment**

All property, plant and equipment are measured at cost less accumulated depreciation and any impairment losses.

- *Depreciation*

Depreciation is provided on all tangible assets on a straight line basis that will write off the cost of the assets over their estimated useful lives:

Office Furniture and Equipment  
Computers and Electronic Equipment  
Event Equipment  
Vehicles  
Radio Network  
Buildings

#### **f) Intangible Assets**

SLSNZ have numerous registered trademarks which have benefit to SLSNZ and are stated at cost less amortisation in the financial statements. Amortisation is provided on all intangible assets on a straight basis that will write off the cost of the asset over the estimated useful lives. The estimated useful life of the intangibles asset is 10 years.

#### **g) Work in Progress**

Work in progress is valued on the basis of expenditure incurred during the financial year and is not depreciated. The total cost of the project is transferred to the relevant asset class on its completion and then it is depreciated.

#### **h) Impairment**

The carrying values of non-financial assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable. If any such indication exists and where the carrying values exceed the estimated recoverable amount, the assets are written down to their recoverable amount. Any impairment losses are recognised in the income statement.

#### **i) Leases**

Lease costs relating to operating leases are recognised on a straight-line basis over the life of the lease. Finance leases, which effectively transfer to SLSNZ substantially all the risks and benefits of ownership of the leased assets, are capitalised at the lower of the leased asset's fair value or the present value of the minimum lease payments at inception of the lease. The leased assets and corresponding liabilities are recognised and the leased assets are depreciated over their estimated useful lives.

#### **j) Employee Entitlements**

- *Short term employee benefits*

Employee benefits that are expected to be settled within 12 months of reporting date are accrued and measured based on accrued entitlements at current rates of pay.

These include salaries and wages accrued up to the reporting date and annual leave earned, but not yet taken at the reporting date.

#### **k) Provisions**

A provision is recognised as a liability when the settlement amount or timing is uncertain; when there is a present legal or constructive obligation as a result of a past event; it is probable that expenditures will be required to settle the obligation; and a reliable estimate of the potential settlement can be made.

Provisions are not recognised for future operating losses.

#### **l) Revenue Recognition**

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the entity and revenue can be reliably measured.

Revenue is measured at the fair value of consideration received.

Revenue is derived from two broad categories - revenue from exchange transactions and revenue from non-exchange transactions.

Exchange transactions are transactions in which one entity receives assets or services, or has liabilities extinguished, and directly gives approximately equal value (primarily in the form of cash, goods, services or use of assets) to another entity in exchange.

Non-exchange transactions are transactions that are not exchange transactions. In a non-exchange transactions, an entity either receives value from another entity without directly giving approximately equal value in exchange, or gives value to another entity without directly receiving approximately equal value in exchange.

The following specific recognition criteria must be met before revenue is recognised:

#### **Revenue from Exchange Transactions**

##### **\* Sale of Goods**

Revenue from sale of goods is recognised when the entity has transferred to the buyer the significant risks and rewards of ownership of the goods supplied. Significant risks and rewards are generally considered to be transferred to the buyer when the customer has

taken delivery of the goods.

**\* Sponsorship**

Sponsorship is recognised as revenue when received and all associated obligations have been met. Sponsorship received for which the requirements and services have not been met are treated as 'income in advance' under current liabilities.

**Revenue from Non- Exchange Transactions**

**\* Donations and Grants**

Donations and Grants are recognised as revenue when received and all associated obligations have been met. Where grants have been given for a specific purpose, or with conditions attached, income is not recognised until agreed upon services and conditions have been satisfied. Revenue received for which the requirements and services have not been met are treated as "income in advance" under current liabilities.

**m) Income Tax**

SLSNZ has Charitable Status from Inland Revenue for income tax purposes. There is no requirement to provide for income tax.

**n) Goods and Services Tax (GST)**

All figures are stated exclusive of GST except receivables and payables which are stated inclusive of GST.

**o) Basis of Consolidation**

The Consolidation financial statements consolidate those of Surf Life Saving New Zealand and Surf Life Saving New Zealand Foundation. SLSNZ controls the Foundation as SLSNZ has the power to govern the financial and operating policies of the Foundation so as to obtain benefits from the Foundation activities.

All transactions between SLSNZ and the Foundation are eliminated on consolidation.

**4. Income and Expenditure**

The financial statements for the year ended 30 June 2022 have been reported on a function basis, with expenditure allocated on a factual or allocation basis where practical. This includes employment related expenditure, telephone and tolls, freight, postage and travel.



## 5. Crown Funding (Ministry of Transport)

	<b>Actual</b>	<b>Actual</b>
	<b>2022 \$</b>	<b>2021\$</b>
Water Safety Services		
Search & Rescue Services (SAR)	9,236,228	8,183,250
	<u>988,533</u>	<u>733,314</u>
	<b><u>10,224,761</u></b>	<b><u>8,916,564</u></b>

## 6. Sponsorship

Sponsorship contracts are determined by their terms as confidential. Actual amounts provided by individual sponsors have not been disclosed.

## 7. Sundry Income

During 2021/22 Sundry Income consisted of small contracts undertaken by SLSNZ. In previous years, Sundry Income consisted predominantly of contributions from Surf Lifesaving Clubs towards their insurance premiums.

## 8. Fundraising

Fundraising includes proceeds from appeals, direct mail, donations and bequests.

	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
	<b>(Parent) \$</b>	<b>(Parent)</b>	<b>(Group)</b>	<b>(Group) \$</b>
		<b>\$</b>	<b>\$</b>	
Direct Mail	180,655	262,341	180,655	262,341
Regular Giving	270,520	159,053	270,520	159,053
Bequests	1,000	5,000	21,000	19,565
Donations	<u>132,870</u>	<u>85,505</u>	<u>132,870</u>	<u>85,505</u>
	<b><u>511,899</u></b>	<b><u>605,045</u></b>	<b><u>605,045</u></b>	<b><u>526,464</u></b>

## 9. Club Support

### i) Crown Funding

#### Club rescue service costs by Surf Life Saving Club

	<b>Actual 2022 \$</b>	<b>Actual 2021 \$</b>
Bethells Surf Life Saving Club Incorporated	81,561	62,727
Brighton Surf Life Saving Club Incorporated	27,728	22,884
East End Surf Life Saving Club Incorporated	54,673	80,002
Far North Surf Rescue Society Incorporated	7,141	26,217
Fitzroy Surf Club Incorporated	40,503	106,158
Foxton Surf and Life Saving Club Incorporated	76,237	45,275
Hot Water Beach Lifeguard Service Incorporated	75,466	83,167
Kaka Point Surf Lifesaving Club Incorporated	17,523	43,998
Karekare Surf Lifesaving Club Incorporated	69,856	49,008
Kotuku Surf Life Saving Club Incorporated	39,896	35,588
Lyll Bay Surf Lifesaving Club Incorporated	26,554	25,444
Mairangi Bay Surf Life Saving Incorporated	99,302	95,285
Mangawhai Heads Volunteer Lifeguard Services Incorporated	98,478	50,333
Maranui Surf Life Saving Club Incorporated	46,977	106,292
Midway Surf Life Saving Club Gisborne Incorporated	35,662	44,054
Mt Maunganui Lifeguard Service Incorporated	129,995	110,622
Muriwai Volunteer Lifeguard Services Incorporated	45,333	94,940
Nelson Surf Life Saving Club Incorporated	37,943	37,540
New Brighton Surf Bathing & Life Saving Club Incorporated	47,818	64,484
New Plymouth Old Boy's Swimming and Surf Club Incorporated	81,668	90,373
Ngati Porou Surf Life Saving Incorporated	33,149	51,902
North Beach Surf Life Saving Club Incorporated	56,820	60,633
Ocean Beach Kiwi Surf Life Saving Club Incorporated	51,399	11,877
Omaha Surf Life Saving Incorporated	63,478	53,029
Omanu Surf Life Saving Club Incorporated	98,888	113,822
Onemana Beach Surf Life Saving Club Incorporated	37,980	1,647
Opotiki Surf Lifesaving Club Incorporated	21,645	94,308
Opunake Surf Life Saving Club Incorporated	40,774	37,597
Oreti Surf Life Saving Club Incorporated	39,248	41,016
Orewa Surf Life Saving Club Incorporated	62,222	83,507
Otaki Surf Life Saving Club Incorporated	60,424	56,006
Pacific Surf Life Saving Club Incorporated	29,220	25,295
Paekakariki Surf Lifeguards Incorporated	49,782	24,868
Palmerston North Surf Life Saving Club Inc	38,120	29,827
Papamoa Surf Life Saving Club Incorporated	132,703	98,668
Pauanui Surf Life Saving Club Incorporated	28,853	27,137
Piha Surf Life Saving Club Incorporated	100,368	97,421
Pukehina Surf Rescue Lifeguard Service Incorporated	40,457	33,588
Raglan Surf Life Saving Club Incorporated	76,364	131,410
Rarangi Surf Life Saving Club Incorporated	41,863	90,099
Red Beach Surf Life Saving Club Incorporated	82,999	150,285
Ruakaka Surf Life Saving Patrol Incorporated	31,741	92,622
South Brighton Surf Lifesaving Club Incorporated	44,431	66,882

(i) Crown Funding

Club rescue service costs by Surf Life Saving Club continued

	<u>Actual</u> <u>2022 \$</u>	<u>Actual</u> <u>2022 \$</u>
Spencer Park Surf Life Saving Club Incorporated	42,143	50,059
St Clair Surf Life Saving Club Incorporated	50,880	48,307
St Kilda Lifesaving Club 1939	40,457	34,252
Surf Life Saving Baylys Beach	86,359	0
Surf Life Saving Kariaotahi Incorporated	56,794	51,606
Surf Life Saving Maketu Club Incorporated	33,328	3,499
Sumner Surf and Life Saving Club Incorporated	81,895	62,029
Sunset Beach Lifeguard Service Incorporated	118,160	135,063
Tairua Surf Life Saving Club Incorporated	38,989	12,459
Taylors Mistake Surf Life Saving Club Incorporated	42,606	54,389
The Buller Volunteer Surf Rescue Society Incorporated	16,605	29,023
The Levin Waitarere Surf Life Saving Club	47,605	13,896
The Riversdale Surf and Life Saving Club	61,369	32,978
The Warrington Surf Life Saving Club Incorporated	71,535	10,138
Titahi Bay Surf Life Saving Club Incorporated	45,598	44,343
Tolaga Bay Surf Lifesaving Club Incorporated	20,650	55,209
United North Piha Surf Lifeguard Services (Incorporated)	102,788	147,090
Waihi Beach Life Guard Services Incorporated	133,304	141,095
Waikanae Surf Lifesaving Club Incorporated	14,551	31,729
Waikuku Beach Surf Life Saving Club Incorporated	57,793	42,471
Waimairi Surf and Lifesaving Club Incorporated	6,448	70,664
Waimarama Surf Life Saving Club Incorporated	109,283	76,487
Wainui Surf Life Saving Club Incorporated	68,602	16,597
Waipu Cove Surf Life-Saving Club Incorporated	61,950	77,010
Westshore Surf Lifesaving Club (Incorporated)	41,189	58,300
Whakatane Surf Lifesaving Club Incorporated	74,845	25,672
Whangamata Surf Life Saving Club Incorporated	99,284	76,137
Whanganui Surf Lifesaving Club Incorporated	41,918	109,736
Whangarei Heads Volunteer Surf Life Saving Patrol Incorporated	23,005	22,479
Whiritoa Lifeguard Service Incorporated	49,649	29,857
Worser Bay Life Saving Club Incorporated	50,556	44,979
Surf Life Saving Northern Region Incorporated	157,861	119,088
Surf Life Saving New Zealand (Administration costs)	155,563	22,413
Balance of Contingency Fund	0	0
	<u>4,506,801</u>	<u>4,496,891</u>

(ii) Crown Funding  
Operational funding for Capital purposes by Surf Life Saving Club

Completion of Projects 2020/21

	<u>Actual</u> <u>2022 \$</u>	<u>Actual</u> <u>2021 \$</u>
<b>Club</b>		
Foxton Surf and Life Saving Club Incorporated	66,943	806,632
Karekare Surf Lifesaving Club Incorporated	50,000	360,000
Lyall Bay Surf Lifesaving Club Incorporated	59,895	610,000
Otaki Surf Life Saving Club Incorporated	102,833	12,793
United North Piha Surf Lifeguard Services (Incorporated)	394,441	66,558
Contingency costs	0	0
<i>Sub-total</i>	<b>674,112</b>	<b>1,855,983</b>
<b>SLSNZ</b>		
Administration Costs	0	30,000
GNS - Sea Level rise study	0	47,000
National Facility Assessment Programme	39,480	75,774
<i>Sub-total</i>	<b>39,480</b>	<b>152,774</b>
<b>Total</b>	<b><u>713,592</u></b>	<b><u>2,008,757</u></b>

2021/22 Projects

<b>Club</b>		
Bethells Surf Life Saving Club Incorporated	0	75,000
Kotuku Surf Life Saving Club Incorporated	0	148,520
Muriwai Volunteer Lifeguard Services Incorporated	0	126,172
New Brighton Surf Bathing & Life Saving Club Incorporated	166,000	166,000
Opunake Surf Life Saving Club Incorporated	212,000	526,000
Papamoa Surf Life Saving Club Incorporated	318,744	345,018
Pauanui Surf Life Saving Club Incorporated	690,000	450,000
South Brighton Surf Lifesaving Club Incorporated	121,745	121,745
Sunset Beach Lifeguard Service Incorporated	75,000	75,000
Waipu Cove Surf Life-Saving Club Incorporated	65,683	57,000
Whangamata Surf Life Saving Club Incorporated	0	75,000
Whanganui Surf Lifesaving Club Incorporated	57,457	59,000
Worser Bay Life Saving Club Incorporated	155,328	149,858
Contingency costs	0	275,687
<i>Sub-total</i>	<b>1,861,957</b>	<b>2,650,000</b>
<b>SLSNZ</b>		
Administration Costs	98,475	100,000
<i>Sub-total</i>	<b>98,475</b>	<b>100,000</b>
<b>Total</b>	<b><u>1,960,432</u></b>	<b><u>2,750,000</u></b>

Any amounts that have not been spent as at 30 June 2022 have been carried forward to 2022/23 as Income in Advance. (see note 19)

	<b>Actual 2022 \$</b>	<b>Actual 2021 \$</b>
<i><u>(iii) Other Club Support Funding</u></i>	<u>4,464,744</u>	<u>3,752,753</u>
<b>TOTAL CLUB SUPPORT FUNDING</b>	<b><u>11,645,569</u></b>	<b><u>5,761,510</u></b>
<b><u>10. Surf Life Saving Northern Region Support</u></b>		
	<b>Actual 2022 \$</b>	<b>Actual 2021 \$</b>
Crown Funding - High Risk Revenue Replacement	700,000	700,000
Administration Support	<u>298,744</u>	<u>293,120</u>
	<b><u>998,744</u></b>	<b><u>993,120</u></b>
Crown Funding Club rescue service costs (already included in note 9 (i)).	<u>157,861</u>	<u>119,088</u>
<b>Total Support Funding</b>	<b><u>1,156,605</u></b>	<b><u>1,112,208</u></b>
<b><u>11. NZ Search and Rescue (NZSAR) -SLA Projects</u></b>		
	<b>Actual 2022 \$</b>	<b>Actual 2021 \$</b>
<b><u>Service Level Agreement Initiatives</u></b>		
Digital Radio Network	247,854	0
E-based SLSNZ volunteer learning programme	66,390	86,053
Fundraising Management	50,000	50,000
National Lifeguard SAR School	26,645	15,000
National SLSNZ & Coast Guard NZ (CGNZ) Operations & Communications Room	98,621	24,107
Personal Locator Beacons (PLBs) for SAR Squads	8,325	74,792
Powercraft maintenance workshops & annual safety licensing	651	15,000
SAR Call-out Application	0	0
SAR Management	130,000	130,000
Volunteer Development Management	120,000	120,000
Volunteer Health & Safety Application	0	0
Volunteer Strategy Development	<u>40,040</u>	<u>18,362</u>
	<b><u>788,526</u></b>	<b><u>533,314</u></b>
<b><u>General Funding</u></b>		
Board Appointment Panel	2,254	2,500
National Lifeguard School	14,254	12,500
IRB Maintenance Workshops	7,885	7,500
Critical Incident Training & Counselling	2,015	5,000
Core Personnel	<u>173,592</u>	<u>172,500</u>
	<b><u>200,000</u></b>	<b><u>200,000</u></b>
<b>Total Funding</b>	<b><u>988,526</u></b>	<b><u>733,314</u></b>

Any amounts that have not been spent as at 30 June 2022 have been carried forward to 2022/23 as Income in Advance. (see note 19)

## 12. Investments

	<u>2022 \$</u>	<u>2021 \$</u>
Fixed Interest Investments	157,023	130,695
Property	16,859	0
Equities	537,358	580,511
<b>Total</b>	<b><u>711,240</u></b>	<b><u>711,206</u></b>

## 13. Receivables and Accruals

	<u>2022 \$</u>	<u>2021 \$</u>
Accounts Receivable & Accruals from Exchange Transactions	259,670	445,491
Accounts Receivable & Accruals from non- Exchange Transactions	96,250	69,298
Less Provision for Bad Debts	0	0
<b>Total</b>	<b><u>355,920</u></b>	<b><u>514,789</u></b>

## 14. Inventories

	<u>2022 \$</u>	<u>2021 \$</u>
Uniform Stock & Merchandise	142,289	169,754
Engine Parts	20,985	35,812
Impairment write-down	0	0
<b>Total</b>	<b><u>163,274</u></b>	<b><u>205,566</u></b>

## 15. Property, Plant & Equipment

	<u>Costs (\$)</u>	<u>Accumulated Impairment &amp; Depreciation</u>	<u>Current Depreciation</u>	<u>Current Impairment</u>	<u>Book Value 2022</u>
<b>30 June 2022</b>					
Buildings	31,126	18,074	1,270	0	13,052
Computer Hardware/Software	853,545	719,234	107,721	0	134,311
Event Equipment	768,464	714,600	26,074	0	53,864
Event Safety Equipment	59,677	59,677	0	0	0
Other Equipment/Furniture	302,442	175,605	42,195	0	126,837
Radio Network	851,081	390,690	85,108	0	460,391
Vehicles	577,437	343,753	50,788	0	233,684
	<b><u>3,443,772</u></b>				<b><u>1,022,139</u></b>
<b>Total</b>	<b><u>2</u></b>	<b><u>2,421,633</u></b>	<b><u>313,156</u></b>	<b><u>0</u></b>	<b><u>9</u></b>

	<u>Costs (\$)</u>	<u>Accumulated Impairment &amp; Depreciation</u>	<u>Current Depreciation</u>	<u>Current Impairment</u>	<u>Book Value 2021</u>
<b>30 June 2021</b>					
Buildings	31,126	16,804	1,270	0	14,322
Computer Hardware/Software	786,915	611,516	75,998	0	175,399
Event Equipment	727,747	688,472	18,867	0	39,275
Event Safety Equipment	59,677	59,677	0	0	0
Other Equipment/Furniture	227,676	133,038	39,346	0	94,638
Radio Network	851,080	305,582	75,391	0	545,498
Vehicles	586,679	399,850	45,537	0	186,829
<b>Total</b>	<b><u>3,270,900</u></b>	<b><u>2,214,939</u></b>	<b><u>256,409</u></b>	<b><u>0</u></b>	<b><u>1,055,961</u></b>

*Reconciliation of Property, Plant & Equipment for the year ended 30 June 2022*

**15. Property, Plant & Equipment (cont)**

	<u>2022 \$</u>	<u>2021 \$</u>
Opening Balance as at 1 July	1,055,959	782,277
Plus Additions	279,337	313,887
Transferred from Work in Progress	0	216,204
Less Depreciation	<u>-313,156</u>	<u>-256,409</u>
<b>Closing Balance as at 30 June</b>	<b><u>1,022,140</u></b>	<b><u>1,055,959</u></b>

**16 Intangible Assets**

	<u>Costs (\$)</u>	<u>Accumulated Impairment &amp; Amortisation</u>	<u>Current Amortisation</u>	<u>Current Impairment</u>	<u>Book Value 2022</u>
<b><u>30 June 2022</u></b>					
CRM -PAM	434,765	434,765	0	0	0
Trademark Licences	<u>33,250</u>	<u>13,989</u>	<u>3,325</u>	<u>0</u>	<u>19,261</u>
<b>Total</b>	<b><u>468,015</u></b>	<b><u>448,754</u></b>	<b><u>3,325</u></b>	<b><u>0</u></b>	<b><u>19,261</u></b>

	<u>Costs (\$)</u>	<u>Accumulated Impairment &amp; Amortisation</u>	<u>Current Amortisation</u>	<u>Current Impairment</u>	<u>Book Value 2021</u>
<b><u>30 June 2021</u></b>					
CRM -PAM	434,765	434,765	0	0	0
Trademark Licences	<u>33,250</u>	<u>13,989</u>	<u>3,326</u>	<u>0</u>	<u>22,587</u>
<b>Total</b>	<b><u>468,015</u></b>	<b><u>448,754</u></b>	<b><u>3,326</u></b>	<b><u>0</u></b>	<b><u>22,587</u></b>

CRM is the Customer Relations Manager Software used by Surf life Saving New Zealand

**17. Work in Progress**

**Radio Network**

SLSNZ is building a regional radio network in various parts of the country to enhance the emergency communications capabilities of the movement.

	<u>2022 \$</u>	<u>2021 \$</u>
Opening Balance as at 1 July	0	216,204
Plus Additions	439,430	
Transfer to Property, Plant & Equipment		<u>216,204</u>
<b>Closing Balance as at 30 June</b>	<b><u>439,430</u></b>	<b><u>0</u></b>

**18. Accounts Payable and Accruals**

	<u>2022 \$</u>	<u>2021 \$</u>
Trade and other Payables	2,000,788	897,717
Employee Benefits	<u>270,073</u>	<u>274,074</u>
<b>Total</b>	<b><u>2,270,861</u></b>	<b><u>1,171,791</u></b>

### **19. Funds Received in Advance**

	<u>2022 \$</u>	<u>2021 \$</u>
Crown Funding (Ministry of Transport)		
Club Rescue Service Costs	632,434	503,139
Operational Funding for Capital Purposes	856,699	741,243
Fundraising	26,389	22,367
NZ Search and Rescue (SLA Projects)	1,459,911	77,437
High Performance Sport New Zealand	452,568	349,088
Grants Received in Advance	224,024	106,698
Other	64,587	70,216
	<u>3,716,612</u>	<u>1,870,188</u>

### **20. Related Party Transactions**

There were no related party transactions during the year (2021: \$0)

	<u>2022 \$</u>	<u>2021 \$</u>
Remuneration of Board members	28,900	26,100
Total number of Full Time Equivalent (7 Members)	0.41	0.37
Remuneration of other key management personnel	1,575,743	1,635,363
Total number of other key Management personnel	14	15

During the reporting period, there was no remuneration and compensation provided by the entity to employees who are close family members of key management personnel (2021:\$0)

### **21. Subsequent Events**

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of authorisation.

### **22. Commitments and Contingencies**

#### **Capital Commitments**

There are no Capital Commitments as at 30 June 2022

#### **Lease commitments**

Future minimum rentals payable under non-cancellable leases as at 30 June 2022 are as follows:

Within one year

After one year but not more than five years

More than five years

Lease commitments include rental of premises and equipment as follows:

#### **Leases**

Mt Maunganui  
Eastern Office (Omanu)  
Gisborne  
Wellington

Auckland  
Porirua Storage Shed  
Photocopier - Wellington Office  
Motor Vehicles

#### **Other Commitments**

SLSNZ has further committed expenditure over the next twelve months totalling **\$189,500**. This is in relation to the preordering and purchasing of uniforms (2021: \$184,027).

#### **Contingent Liabilities**

There were no contingent liabilities at balance date. (2021: Nil)

### **23. Financial Instruments**



	Cash & Cash equivalents	Loans & receivables	Liabilities at amortised cost	TOTAL
<b>As at 30 June 2022</b>				
<b><u>Classification of Financial Assets</u></b>				
Cash & Cash Equivalents	6,983,375			6,983,375
Investments	745,240			745,240
Trade debtors & Other receivables		355,920		355,920
<b>Total Financial Assets</b>	<b>7,728,615</b>	<b>355,920</b>	<b>0</b>	<b>8,084,535</b>

<b><u>Classification of Financial Liabilities</u></b>				
Trade creditors and other payables			2,270,861	5,987,473
Funds in Advance			3,716,612	0
<b>Total Financial Liabilities</b>	<b>0</b>	<b>0</b>	<b>5,987,473</b>	<b>5,987,473</b>

	Cash & Cash equivalents	Loans & receivables	Liabilities at amortised cost	TOTAL
<b>As at 30 June 2021</b>				
<b><u>Classification of Financial Assets</u></b>				
Cash & Cash Equivalents	3,995,964			3,995,964
Investments	711,206			0
Trade debtors & Other receivables		514,789		514,789
<b>Total Financial Assets</b>	<b>4,707,170</b>	<b>514,789</b>	<b>0</b>	<b>4,510,753</b>

<b><u>Classification of Financial Liabilities</u></b>				
Trade creditors and other payables			1,171,791	1,171,791
Funds in Advance			1,870,188	1,870,188
<b>Total Financial Liabilities</b>	<b>0</b>	<b>0</b>	<b>3,041,979</b>	<b>3,041,979</b>

**24. Reconciliation of Net Operating Surplus to Net Cash Flow from Operating Activities**

	<u>2022 \$</u>	<u>2021 \$</u>
<b>Net Operating Surplus</b>	83,609	680,083
<b><i>Statement of Financial Performance non-cash items:</i></b>		
Add Depreciation & Amortization	316,481	259,735
Less Unrealised Loss /(Gain) on Investment	69,140	-37,483
<b><i>Movements in Working Capital</i></b>		
<i>Add</i>		
<u><i>Cash Positive Movement in Current Assets/Current Liabilities</i></u>		
Goods & Services Tax Net Movement	59,249	
Exchange Receivables & Accruals	158,869	
Inventories	42,292	
Trade and other Payables	1,099,070	592,319
Prepayments	134,217	
Funds Received in advance	1,846,424	1,564,066
	<u>3,809,351</u>	<u>3,058,720</u>
<i>Less</i>		
<u><i>Cash Negative Movement in Current Assets/Current Liabilities</i></u>		
Exchange Receivables & Accruals		247,390
Inventories		32,597
Prepayments		91,021
Trade and other Payables		0
Fund Received in advance		0
Goods & Services Tax Net Movement		347,028
	<u>0</u>	<u>718,036</u>
<b>Net Cash Flow from Operating Activities</b>	<u><b>3,809,351</b></u>	<u><b>2,340,684</b></u>

# Independent auditor's report

## To the Members of Surf Life Saving New Zealand Incorporated and Group

### Opinion

We have audited the consolidated financial statements of Surf Life Saving New Zealand Incorporated ("Parent") and its subsidiaries (herein collectively referred to as "the Group") on pages 1 to 18, which comprise the consolidated statement of financial position as at 30 June 2022, and the consolidated statement of comprehensive revenue & expenses, consolidated statement of changes in net assets and consolidated statement of cash flows for the year then ended, and the statement of accounting policies and notes to the consolidated financial statements.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion section of our report the accompanying financial statements present fairly, in all material respects, the financial position of Surf Life Saving New Zealand Incorporated as at 30 June 2022, and its financial performance and its cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime (PBE Standards RDR).

### Basis for Qualified Opinion

In common with similar organisations, controls over cash prior to being recorded are limited and there are no practical audit procedures to determine the effect of these limited controls. Controls over the collection, processing and receipting of donations undertaken by a third-party organisation were not independently verified and were outside the scope of the engagement.

The effect of these limitations meant we were unable to determine or verify by alternate means the completeness of donations reported as \$173,504 and direct mail receipts reported as \$180,655 within fundraising income in the consolidated statement of comprehensive revenue and expenses. As a result of this matter, the scope of our audit was limited, and we were unable to determine whether any adjustment might have been found necessary in respect of the recorded or unrecorded donations and other receipts had we been able to obtain sufficient evidence these items.

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial statements' section of our report.

We are independent of the Group in accordance with Professional and Ethical Standard 1 (Revised) 'Code of ethics for assurance practitioners' issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than our capacity as auditor we have no relationship with, or interests in, Surf Life Saving New Zealand Incorporated.

### Other Matter

We had expressed a Qualification over the financial statements of the prior year because of the reasons described in the paragraphs below.

In common with similar organisations, controls over cash prior to being recorded are limited and there are no practical audit procedures to determine the effect of these limited controls. Controls over the collection, processing and receipting of donations undertaken by a third-party organisation were not independently verified and were outside the scope of the engagement.

The effect of these limitations meant we were unable to determine or verify by alternate means the completeness of donations reported as \$73,172 and direct mail receipts reported as \$259,010 within fundraising income in the consolidated statement of comprehensive revenue and expenses. As a result of this matter, the scope of our audit was limited, and we were unable to determine whether any adjustment might have been found necessary in respect of the recorded or unrecorded donations and other receipts had we been able to obtain sufficient evidence these items.

### **The Board's responsibilities for the financial statements**

The Board are responsible on behalf of the Parent and Group for the preparation and fair presentation of the financial statements in accordance with Public Benefit Entity Standards Reduced Disclosure Regime (PBE Standards RDR), and for such internal control as the Board determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board are responsible on behalf of Group for assessing the Parent and Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board either intend to liquidate the Parent and Group or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of these financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located at the XRB's website at <https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-3>.

This report is made solely to the members of the Group. Our audit has been undertaken so that we might state to the members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the members, for our audit work, for this report, or for the opinions we have formed.



**Moore Markhams Wellington Audit** | Qualified Auditors, Wellington, New Zealand  
22 August 2022