



*Matamata
Club (Inc.)*

Annual Report and Balance Sheet

For the year ended March 31 2023

To be presented at the 102nd Annual Meeting of members
To be held in the Matamata Club, Rawhiti Lounge, 13 Rawhiti Avenue on

Sunday 25 June 2023 at 2:00pm

Business

- 1 To confirm the Minutes of the Annual General Meeting, held 26th June 2022
- 2 To receive and adopt the Annual Report and Financial Statements
- 3 To elect a Patron, President, Vice-President, two Board Members, an Adjunct Committee, and an Appeals Committee
- 4 To appoint an Auditor
- 5 To set Subscriptions for year commencing 1st April 2024
- 6 General Business

NOTE: In accordance with Rules 13.5 a, b and c, nominations must be deposited with the General Manager at least two (2) days before the Annual General Meeting.

Nomination forms are available from the Club.

It is preferable to provide any General Business matters in writing to the General Manager by Friday 23rd June

D Oliver
GENERAL MANAGER

President's Report 2023

The 2022/23 Financials show a net profit of \$50,609. This profit has been used toward reducing the building loan by \$63,774. For 2023/24 the Board forecast a similar year to this year however the cost of living will mitigate any expected surplus. There are three main factors affecting projected profits – namely the cost of goods and services have increased by a minimum of 7 percent, the minimum wage increased providing a need to grade other staffing payrates accordingly, and finally interest rates have soared from 6 percent at the start of the financial year to 10.5 percent at the time of writing this report. We therefore expect at least a \$50,000 increase in interest costs for the building loan.

After the impact of Covid-19, confidence amongst the community appears to be returning with members patronising the Club more than during the previous two years. We are, however, still experiencing a reduction in room hireage for larger private events. Staffing levels have also continued to be affected by Covid-19 with illnesses, a shortage across the industry that had previously been filled by overseas workers, and by low unemployment across New Zealand.

A valuation of the Club land and building assets was undertaken this year resulting in a \$10.6 million value – a \$4.2 million increase. The previous valuation was in 2017 and had been deferred until this year due to Covid.

The Incorporated Societies Act 1908 has been updated with a new Incorporated Societies Act 2022. Clubs must reregister under the new Act and their Constitutions must meet the new requirements by November 2024. Clubs New Zealand have a model Constitution to support Clubs in this transition; the model is very aligned with Matamata Club's existing Constitution. Work will continue on this for the 2024 AGM.

The Board thank the Club's restaurant lessees Tony and Lara of Tony's Catering for their hard work and consistently great quality food that has helped to attract members to the Club. The Club is now a destination for dining. In addition Tony and Lara generously sponsor the Monday night 8-ball catering and the Rewa Bowling Club tea, coffee and biscuits.

The Club maintained its support of the community and this year contributed to the Matamata Girl Guides, Matamata Lions Club, the Kaimai Rangers, Drome Cycle Masters, Matamata College, Hinuera School, the Women's Club, Matamata Greypower, Rotary Club and many other community groups.

Finally, thank you to David and the staff for delivering great results – at a time where some other Clubs are struggling Matamata Club looks healthy. They have worked as a great team with each person going the extra mile to keep the Club running during short-staffing. Thank you also to the Board who do a lot of work behind the scenes and contribute their expertise and time generously.

Nominations are now open for President, Vice President, Board and Adjunct Committee. We welcome all nominations so please get them in to David Oliver by 7pm on **Friday 23rd June**.

Rene Thomson
PRESIDENT

*It is preferred if you can please provide any General Business matters in writing to the General Manager by **Friday 23rd June***

Minutes of the Annual General Meeting

Held at Matamata Club Inc on Sunday 26th June 2022 at 2:30pm

The President, Rene Thomson, welcomed everyone present to the AGM and declared the meeting open.

PRESENT:

Rene Thomson (chair) and 75 members as listed below.

Graham Allen, Shane Baker, Max Berriman, Dave Blackstock, John Bonenkamp, Blake Bottomley, Annie Bourne, Royce Burrell, Marie Casey, Paul Casey, Chas Clark, Brian Clouston, Peter Coleman, Paulene Coleman, Don Cox, Bill Crabb, Kevin Crighton, Betty Dalrymple, Gordon David, Debbie Davies, Martin Davies, Judith Doughty, Peter Doughty, Wendy Dye, Ben Furness, Mark Grice, Tricia Hague, Cliff Hazelton, Winston Hill, Ewan Hope, Don Howden, Bob Hughes, Christine Imlach, Allan Jeffries, Ivan Jenkins, Alan Jones, Dorothy Jones, Graeme Laing, Maree Lowe, Keith Lunn, Jayden Lunn, Lindsay Mackereth, Bruce Milne, James Neal, David Oliver, Paige Oliver, Theresa Oliver, Brian Palmer, Stephen Perry, John Rea, Liz Richardson, Liam Robben, Tim Rogers, Andrew Ross, Derek Ruffle, Sam Selak, Stu Settle, Bob Sheilds, Tony Sheldon, Mike Simpson, Errol Smith, Garry Stanley, Bruce Stewart, Merv Tarrant, Charlene Thomas, Miranda Thomson, Lara Timmo, Dot Veal, Graeme Waterson, Graham Wellington, Patsy West, Duncan Wiggins, Robert Williams, Russell Wright, Hayden Wright.

Rene acknowledged the Life Members: Chas Clark, Beryl Clark, Tom Fisher, Cliff Hazelton, David Lee and Mike Simpson.

Rene noted an amendment to the Annual Report as page 17 – Loan – Third Party Investor should read as secured by First Mortgage and not Second Mortgage.

APOLOGIES:

Keith Allison, Debbie Autridge, Linsay Bourne, Roger Bray, Susanne Bray, Judith Burrell, Beryl Clark, Alan Cossill, Hazel Cox, Kevin Dare, Murray Davis, Tom Fisher, Spencer Gower, Peter Hardy, Frank Healey, Patricia James, Terry James, David Lee, Jim Madgwick, Kevin Old, Jenna O'Sullivan, Jenny Palmer, Barry Patchett, Linda Patchett, Stephen Putt, Erin Riordan, Bryan Scott, Dianne Sinclair, Russell Sinclair, Brad Smith, Kevin Smith, Graeme Sowry, Sue Thomson, Ian Thomson, John Van Der Hulst, Estelle Walsh, Trevor Walsh, Clive Williams, Denise Williams, June Williams, Alex Wright.

Proposed: Graham Wellington **Seconded:** Jimmy Neal

“That the apologies be accepted.”

Carried

OBITUARIES:

Neil Algar, Toby Autridge, Graham Davison, Bruce Haley, Colleen Hedge, Wayne Holmes, Ronald Lines, Denis McFarlane, Bernie Montague, John Moorhead, Lynda Riddell, Ian Shearman, James Stichbury.

Those present stood for a minute's silence in respect of the above members who had passed away during the previous twelve months.

MINUTES OF PREVIOUS AGM:

Resolved that the minutes of the 2021 meeting held on the 27th June 2021 be received and be confirmed as a true and accurate record.

Moved: Peter Coleman

Seconded: Ivan Jenkins

Carried

MATTERS ARISING:

Nil.

PRESIDENTS REPORT:

Rene Thomson presented his report as printed in the Annual Report and Balance Sheet. Taken as read.

Proposed: Cliff Hazelton **Seconded:** John Bonenkamp

“That the Presidents Report as presented be adopted.”

Carried

ANNUAL REPORT AND BALANCE SHEET:

Proposed: Miranda Thomson **Seconded:** Garry Stanley **Carried**

“That the Financial Report and Annual Statement of Accounts be received.”

Keith Lunn, as a member of the Financial Committee was invited to speak.

Overall, the Club produced a net profit of \$76,672 – a great result considering Covid. Revenue for the 2023

Budget shows an increase of \$28k GST Excl. for the Mitre 10 rent. The rent is renewed three-yearly and the review was based on a CPI increase of 11.3 per cent. There is a restaurant lease revenue of \$25k per annum; losses were previously incurred in the kitchen. Under Item 8, some of the costs under the Building Budget of \$21,839 includes upgrading bar leaners and reupholstering bar stools. Social Expenses show an increase of \$7k – the last two years with Covid the Club had not spent the usual for entertainment so this is just bringing the cost back to normal.

Item 21: Loans – the term debt was reduced by \$83,224. Item 21: Total debt is \$2.5m - at 6 per cent this is \$150k – Mitre 10 rent is \$330k which leaves \$80k for contingencies after \$100k principal is paid. Gaming machines will be paid off in November which will save \$1700 a month. Repayments have commenced for the \$31k IRD Small Business Loan. The Overdraft has been reduced by \$30k since 31st March so looking good.

The Board is looking at putting the Mitre 10 building into a company. The banks have declined loan applications because the Club is involved with TAB and gaming machines. If the debt is in a separate company, the banks will look at taking on this loan. The Club also needs to build a reserve fund of \$50k for any capital expenditure.

Bill Crabb queried that the Westpac Loan appeared to have gone up \$80k. David advised the third party investor loan for Mitre 10 was increased by \$100k to \$1.4m - the extra \$100k was loaned from the bank to pay this extra back. \$20k has then been paid off.

Proposed: John Bonenkamp **Seconded:** Garry Stanley
"That the Financial Report as presented be adopted." Carried

ELECTION OF OFFICERS

Nominations were received and the following were elected as:-

Patron: Cliff Hazelton – As there was only one nomination Cliff Hazelton was declared elected Patron of the Matamata Club. Cliff thanked the members for election of this position.

President: Rene handed the floor to Jimmy Neal, Board Member.
As there was only one nomination Rene Thomson was declared elected President of the Matamata Club. Jimmy handed the floor back to Rene.
Rene took the floor.

Vice President: As there was only one nomination Alex Wright was declared elected Vice President of the Matamata Club.

Board of Management: (2 to be elected)
As there were only two nominations, Mark Grice and Jimmy Neal were duly elected Board Members of the Matamata Club.

Adjuncts Committee: Nominations were received for the following members to stand on the Adjuncts Committee. As all nominations complied with the rules all nominations were declared appointed:
Kevin Crighton, Bryan Scott, Robert Williams, Jayden Lunn, Annie Bourne, Maree Lowe

Appeals Committee: The following five nominees were declared elected to the Appeals Committee:
Cliff Hazelton, Kevin Dare, Kevin Smith, Bruce Milne, and Robert Williams

ELECTION OF AUDITOR:

Moved: Duncan Wiggins **Seconded:** Graham Wellington
"That GK Audit be appointed Auditor for the ensuing year." Carried

SUBSCRIPTIONS:

Rene Thomson proposed the following subscription fees for the 2023/24 year:

Joint Members – \$100	Full Members – \$65
Junior Members – \$20	One Month Members – \$10

If passed these subscriptions will come into effect 1 April 2023.

Moved: Peter Coleman **Seconded:** Robert Williams

“That subscription fees for the 2023/24 year be set at Joint Members \$100, Full Members \$65, Junior Members \$20, and One Month Members \$10.”

All in favour.

Carried

GENERAL BUSINESS:

David Oliver discussed an item raised by a member that the Mitre 10 road entrance is dark. DB Breweries were going to put signage at the entrance for \$20k as part of their contract extension. This did not go ahead as electricians have not been able to locate the power source. This will be followed up but will be a big project to locate the electricity. Peter Coleman queried if it is possible to run a sign off a solar panel. David advised this is another option that can be investigated.

Annie Bourne advised that sometimes trucks park near the entrance so perhaps it needs to be raised with the Council to put yellow lines there. As it is dark, there could also be reflectors on the entrance – David advised this has been tried but the trucks run over the reflectors. Have also tried painting out there.

Rene thanked the Board, Vice President, the Adjunct Committee, David, Christine and the staff for their efforts. Rene also thanked Tony’s Catering – Tony and Lara - for their work in the restaurant. Cliff Hazelton as Patron was also thanked.

The meeting closed at 2.57 p.m.

Matamata Club Incorporated

Contents of Performance Report

For the Year Ended 31 March 2023

Entity Information.....	7
Statement of Service Performance.....	8
Statement of Financial Performance	8
Statement of Financial Position	9
Statement of Cash Flows	10
Notes to and forming part of the Performance Report.....	11-20
Divisional Statements of Financial Performance	21
Statement of Changes in Accumulated Funds – Gaming	22
Audit Report.....	23-24

Matamata Club Incorporated

Performance Report

For the Year Ended 31 March 2023

Entity Information

Matamata Club Incorporated is a club, registered under the Incorporated Societies Act 1908.

Entity's Purpose or Mission	Provide services for the enjoyment of its members.
Address	9 Waharoa Road East, Matamata
Main Sources of Cash and Resources	Matamata Club's main sources of funds are through its member's subscription fees and purchasing beverages from the bars. Gaming revenue contributes toward the maintenance of buildings. Funds are also received from rental income.
Main Methods Used to Raise Funds	Chargeable goods and services
Entity's Reliance on Volunteers and Donated Goods or Services	Matamata Club is run by a volunteer Board who do not receive financial gain, and sporting adjuncts are co-ordinated by volunteers.
Auditors	GK Audit Services Limited, Auckland
Entity Structure	<p>A board of Management made up of six Board Members:</p> <ul style="list-style-type: none">1 x Elected President1 x Elected Vice-President2 x Elected Board Members2 x Appointed Board Members <p>The Board adhere to the Clubs Constitution and make decisions guided by the Clubs 10-Year Strategic Plan, Annual Work Programme, Annual Business Plan and Budget.</p>
Operational Structure	<p>Matamata Club's operations are managed by a team of 9 paid employees consisting of:</p> <ul style="list-style-type: none">1 x General Manager1 x Office Administrator5 x Bar Staff2 x Cleaning Staff
Accountants	CooperAitken Ltd, Chartered Accountants
Bankers	Westpac Bank, Matamata
IRD Number	010-848-555

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.



Statement of Service Performance

For the Year Ended 31 March 2023

Description of the Club's Outcomes

Providing a sustainable venue, entertainment and catering for the benefit of members, guests and affiliates.

	Actual 2023	Actual 2022
Membership		
Members on register 1st April	1047	1018
Plus New Members	210	210
Less Deaths & Resignations	53	57
Less Unofficial Struck Off	207	123
Members on register 31st March	997	1047
Entertainment (No. of Days)		
Karaoke	10	5
Live Music	21	13
Functions		
Functions with Catering	0	103
Room Hire Only	45	18
Rooms For Use By Community Groups	120	0

Additional Information:

In the current financial year, the club engaged an independent valuer to assess the value of the land and building of the Club. The overall value determined by the valuer was \$10million and these values have been reflected in the current year's performance report. This meant that the financial position of the Club is much stronger than previous years and reflects a more accurate value of the Club's property in the current economic climate. Details of the valuation have been reflected in note 17(a) & (b) of the performance report.

Statement of Financial Performance

For the Year Ended 31 March 2023

	Note	Unaudited Budget 2024 \$	Actual 2023 \$	Actual 2022 \$
Revenue				
Donations, fundraising and other similar revenue	2	46,950	53,618	212,781
Fees, subscriptions and other revenue from members	3	62,637	59,216	60,037
Revenue from providing goods or services	4	1,247,032	1,209,340	1,066,141
Interest, dividends and other investment revenue	5	111	132	5
Total Revenue		1,356,730	1,322,306	1,338,964
Less Expenses				
Expenses related to public fundraising	6	38,600	38,086	26,879
Volunteer and employee related costs	7	380,925	346,622	441,463
Costs related to providing goods or services	8	620,539	569,131	533,015
Grants and donations	9	6,500	5,865	6,527
Other expenses	10	270,843	280,641	254,408
Total Expenses		1,317,407	1,240,345	1,262,292
Trading Surplus before Income Tax		39,323	81,961	76,672
Income Tax Expense	11	39,742	31,352	32,178
Trading Surplus		(419)	50,609	44,494
Revaluation Surplus	17(b)	-	4,271,145	-
Trading Surplus after Revaluation Surplus		(419)	4,321,754	44,494



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

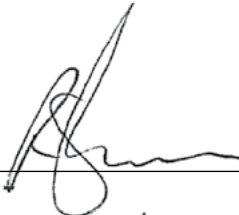
Statement of Financial Position


As at 31 March 2023

	Note	2023 \$	2022 \$
Current Assets			
Cash and Bank Accounts	13	64,715	55,417
Trade Receivables	14	(493)	(2,231)
Inventories	15	12,621	13,134
Current Investments	16	502	882
Total Current Assets		77,346	67,202
Non Current Assets			
Property, Plant & Equipment	17(a)	10,685,377	6,446,928
Total Assets		10,762,722	6,514,131
Current Liabilities			
Cash and Bank Account	18	55,117	53,548
Payables & Accruals	19	191,817	177,605
Current Portion of Lease & Hire Purchase Liabilities	20	-	13,820
Income Tax Payable	12	7,003	15,313
GST Payable		24,057	18,586
Total Current Liabilities		277,994	278,872
Non Current Liabilities			
Term Loans - Secured	21	2,430,646	2,502,915
Lease & Hire Purchase Liabilities	20	-	14
Total Non-Current Liabilities		2,430,646	2,502,929
Total Liabilities		2,708,640	2,781,801
Net Assets		8,054,083	3,732,330
Accumulated Funds			
Capital	22	8,054,083	4,466,684
Reserves	23	-	(734,354)
Total Accumulated Funds		8,054,083	3,732,330

Signed on Behalf of the Matamata Club Incorporated Board:

The Performance Report has been approved by the Members of the Committee, for and on behalf of the Matamata Club Incorporated:


 _____ President Date 23-5-23


 _____ Vice-President Date 23-5-23

GK Audit
Services
Limited

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Statement of Cash Flows

For the Year Ended 31 March 2023

	Note	2023 \$	2022 \$
Cash Flows from Operating Activities			
Cash was received from:			
Donations, fundraising and other similar receipts		53,617	212,782
Fees, subscriptions and other receipts from members		57,478	63,283
Receipts from providing good or services		1,209,853	1,069,678
Interest, dividends and other investment receipts		132	5
		1,321,080	1,345,748
Net GST		5,471	(3,231)
Cash was applied to:			
Payments to suppliers and employees		1,173,972	1,219,168
Donations or grants paid		5,865	6,527
Taxation		39,662	46,131
		1,219,499	1,271,826
Net Cash Flows from Operating Activities		107,052	70,691
Cash Flows from Investing Activities			
Cash was received from:			
Receipts from the sale of investments		380	2,084
		380	2,084
Cash was applied to:			
Payments to acquire property, plant and equipment		13,600	5,000
Repayments of loans borrowed from other parties		86,103	103,108
		99,703	108,108
Net Cash Flows from Investing Activities		(99,323)	(106,024)
Net Increase in Cash Held		7,729	(35,333)
Cash at the Beginning of the Year		1,870	37,203
Cash at the End of the Year		9,599	1,870
This is represented by:			
Cash On Hand		38,646	27,668
Westpac 00 Account		(55,117)	(53,548)
Westpac 02 Account		21,510	22,381
Westpac 04 Account		61	1,251
Westpac 06 Account		4,498	4,118
Westpac Transfer Account		1	-
Total Cash and Bank Accounts		9,599	1,870



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report

For the Year Ended 31 March 2023

1 Statement of Accounting Policies

Reporting Entity

Matamata Club Incorporated is a club, registered under the Incorporated Societies Act 1908.

The performance report of Matamata Club Incorporated has been prepared according to Generally Accepted Accounting Practice in New Zealand as determined by the External Reporting Board.

Statement of Compliance and Basis of Preparation

Matamata Club Incorporated is eligible to apply Tier 3 PBE Accounting Requirements : PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit), on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000. The club has elected to report in accordance with PBE SFR-A (NFP). All transactions in the Performance Report are reported using the accrual basis of accounting.

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a historical cost basis are followed by the club, unless otherwise stated in the Specific Accounting Policies.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$.

The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied:

(a) Inventories

Inventories are recognised at lower of cost and net realisable value, determined on a first-in first-out basis.

(b) Property, Plant & Equipment and Investment Property

Property, plant and equipment is recognised at cost less aggregate depreciation. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

All other repairs and maintenance are recognised as expenses in the Statement of Financial Performance in the financial period in which they are incurred.

Land & buildings have been valued based on a valuation completed by SGHU Valuations on 24 November 2022.

(c) Income Tax

Income tax is accounted for using the taxes payable method. The income tax expense recognised in the Statement of Financial Performance is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior years.

(d) Goods and Services Taxation (GST)

Revenue and expenses have been recognised in the performance report exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST. The club is registered for GST.

(e) Changes in Accounting Policies

IPSAS17 Property Plant & Equipment has been adopted. All other policies have been applied on a basis consistent with those from previous performance reports.



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

	Unaudited Budget		
	2024	2023	2022
	\$	\$	\$
2 Donations, fundraising and other similar revenue			
MSD Wage Subsidy	-	959	125,773
Inland Revenue Resurgence Support Payment	-	-	52,241
Raffle Income	46,950	52,659	34,767
Total Donations, fundraising and other similar revenue	46,950	53,618	212,781
3 Fees, subscriptions and other revenue from members			
Social Income	9,200	11,870	9,757
Subscriptions	53,437	47,346	50,280
Total Fees, subscriptions and other revenue from members	62,637	59,216	60,037
4 Revenue from providing goods or services			
Facilities Hire Income	8,767	8,914	5,183
Rent Received	339,487	339,080	303,515
Sales - Bar	592,832	550,979	411,934
Sales - Restaurant	-	557	106,178
Sales - Gaming	254,400	257,291	218,907
Courtesy Van Income	8,258	8,402	6,293
Sundry Income	17,992	18,814	7,370
Restaurant Lease	25,296	25,304	6,761
Total Revenue from providing goods or services	1,247,032	1,209,340	1,066,141
5 Interest, dividends and other investment revenue			
Interest Received	111	132	5
Total Interest, dividends and other investment revenue	111	132	5
6 Expenses related to public fundraising			
Raffle Expenses	38,600	38,086	26,879
Total Expenses related to public fundraising	38,600	38,086	26,879
7 Volunteer and employee related costs			
Wages - Bar	204,527	166,980	170,330
Wages - Gaming	-	-	2,171
Wages - Restaurant	-	-	90,125
President & VP Expenses	10,200	10,164	7,687
Staff Expenses & Training	5,650	2,930	1,471
Wages - Administration & Other	160,548	166,549	169,679
Total Volunteer and employee related costs	380,925	346,622	441,463



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

	Unaudited Budget		
	2024	2023	2022
	\$	\$	\$
8 Costs related to providing goods or services			
Opening Stock - Bar	18,000	13,134	14,932
Opening Stock - Restaurant	-	-	1,739
Closing Stock - Bar	(18,000)	(12,621)	(13,134)
Purchases - Bar	221,915	199,289	145,337
Purchases - Restaurant	-	-	41,448
Gaming Tax & Levies	63,600	62,032	52,299
Gaming Repairs & Other Direct Expenses	52,519	47,246	45,423
Restaurant Operating Expenses	880	422	11,225
Restaurant Promotion	-	-	4,015
Advertising	9,535	7,536	6,702
Bank Fees & Charges	5,860	4,939	5,152
Buildings, Furniture & Fittings	21,839	11,999	15,096
Cleaning & Laundry	6,600	4,557	4,571
Communication	6,369	5,630	5,937
Conference Expenses	5,800	6,036	-
Electricity & Gas	27,300	28,890	21,251
Grounds	3,913	3,981	6,597
Insurance & ACC	47,844	43,249	38,744
Member Social Expenses	78,183	80,542	66,265
Other Administration Expenses	11,675	8,518	7,003
Printing, Postage & Stationery	10,001	9,827	12,858
Plant & Equipment	12,926	11,633	12,064
Rates	20,000	18,201	16,145
Security Expenses	10,282	10,663	9,361
Vehicle Expenses	3,498	3,429	1,984
Total Costs related to providing goods or services	620,539	569,131	533,015
9 Grants and donations			
Donations	6,500	5,865	6,527
Total Grants and donations	6,500	5,865	6,527
10 Other expenses			
Gaming Loan Interest	-	508	2,250
Accountancy	13,468	15,220	13,490
Audit Fees	7,700	8,126	7,731
Bad Debts Written Off	-	(199)	15
Depreciation	34,759	46,296	61,997
Interest - Other	191,496	171,937	149,291
Lease - Till	9,600	8,870	8,870
Legal Fees - Deductible	-	7,154	-
Merchant Fees & Eftpos (GST incl)	3,236	2,976	2,282
Subscriptions, Licences & Permits	10,584	9,603	8,481
Valuation Fees	-	10,150	-
Total Other expenses	270,843	280,641	254,408



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

	2023 \$	2022 \$
11 Tax Reconciliation		
Surplus (Deficit) before Income Tax	4,353,106	76,672
Permanent Differences		
Revaluation Surplus	(4,271,145)	-
Tax Exempt Income	(983,094)	(1,035,444)
Tax Exempt Expenses	1,013,107	1,073,694
Non Taxable MSD Wage Subsidy	(959)	-
Non Deductible Wages Paid	959	-
Total Permanent Differences	(4,241,132)	38,251
Taxable Income	111,974	114,923
Tax Expense at 28%	31,352	32,178
Tax Expense	31,352	32,178
12 Income Tax		
Opening Balance	15,313	29,266
Plus:		
Provision For Taxation	31,352	32,178
Refunds	2,653	-
Totals	34,005	32,178
Less:		
Previous Year Provisional Tax Paid	11,610	-
Current Year Provisional Tax Paid	24,326	23,220
Terminal Tax Paid	6,355	22,911
Rwt Paid	23	1
	42,315	46,132
Income Tax Payable	7,003	15,313
Current Year Provisional Tax Paid After Balance Date was \$9,460.00 Therefore Total Current Year Provisional Tax Paid was \$33,786.00		
13 Cash and Bank Accounts		
Cash Balance		
Cash On Hand	38,646	27,668
Bank Account Balances		
Westpac 02 Account	21,510	22,381
Westpac 04 Account	61	1,251
Westpac 06 Account	4,498	4,118
Westpac Transfer Account	1	0
	26,069	27,749
Total Cash and Bank Accounts	64,715	55,417

There is a bank overdraft limit of \$60,000 with an interest rate of 15.35%



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

	2023 \$	2022 \$
14 Trade Receivable		
Accounts Receivable	(493)	(2,231)
Total Trade Receivable	(493)	(2,231)

All amounts are short-term and have been reviewed for indicators of impairment. The carrying value of trade receivables is considered a reasonable approximation of fair value.

15 Inventories		
Stock on Hand		
Stock On Hand	12,621	13,134
Total Inventories	12,621	13,134
16 Current Investments		
Horse Syndicate Clearing Account	(4,498)	(4,118)
Bond Deposit	5,000	5,000
Total Current Investments	502	882

	Opening Carrying Amount \$	Purchases/ (Sales or Disposals) \$	Depreciation & Impairment \$	Closing Carrying Amount \$
17(a) Property, Plant & Equipment				
Property, Plant & Equipment 2023				
Land & Development	3,086,943	3,563,350	5,293	6,645,000
Kitchen Equipment	335	-	75	260
Buildings - Club	594,897	-	374	594,523
Buildings - Mitre 10	2,644,915	714,435	4,350	3,355,000
Gaming Machines & Equipment	79,759	2,146	26,087	55,818
Plant & Machinery	25,720	-	5,729	19,991
Vehicles	877	-	263	614
Furniture & Fittings	7,254	-	1,432	5,822
Office Equipment	6,229	4,813	2,693	8,349
Total Property, Plant & Equipment	6,446,928	4,284,744	46,296	10,685,377
Property, Plant & Equipment 2022				
Land & Development	3,092,353	-	5,410	3,086,943
Kitchen Equipment	432	-	97	335
Buildings - Club	595,297	-	400	594,897
Buildings - Mitre 10	2,598,328	50,937	4,350	2,644,915
Gaming Machines & Equipment	112,968	5,000	38,209	79,759
Plant & Machinery	33,394	-	7,674	25,720
Vehicles	1,253	-	376	877
Furniture & Fittings	9,043	-	1,789	7,254
Office Equipment	9,921	-	3,692	6,229
Total Property, Plant & Equipment	6,452,989	55,937	61,997	6,446,928

GK Audit
Services
Limited

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

17b The amount of \$4,284,744 in Purchases /(Sales or Disposals) is made up of the following:

Land Revaluation	\$ 3,563,350
Building Revaluation	\$ 707,795
Subtotal	\$ 4,271,145
Plus	
Building Mitre 10 Additions	\$ 6,640
Gaming Machines & Equipment Additions	\$ 2,146
Office Equipment Additions	\$ 4,813
Total	\$ 4,284,744

The effective date of the revaluation is 24 November 2022

SGHU Valuations - an independent valuer based in Hamilton was used

The methods and significant assumptions applied in estimating the assets' fair values were as follows;

Mitre 10 Premises

In arriving at the market value of the property, the valuer used Income (occupied) Approach.

The market value of an investment property of this type is ultimately determined by the quality of the buildings, location, terms of the lease, security of the cashflow and tenant/owner occupier covenant.

The valuer had no details regarding the financial standing of the tenant/owner occupier. This valuation has been made on the basis that the tenant/owner occupier is sound, prudent and of sufficient financial standing to fulfil their lease obligations. Should this prove not to be the case, then a reassessment would be required.

Club Premises

In arriving at the market value of the property, the valuer used the Market Approach (Comparable Transactions Method). The valuer also commented that the property's value lies with its significant underlying land component. The buildings, although being well utilised, are largely obsolete/redundant by modern-day standards and of limited added value.

The extent to which the assets' fair values were determined directly by reference to observable prices in an active market or recent market transactions on arm's length terms, or were estimated using other valuation techniques; and

Mitre 10 Premises

Market value was assessed by looking at the most relevant Waikato/Hamilton office, retail/commercial and industrial sales evidence.

Club Premises

Market value was assessed subject to highest and best use. The valuer looked at recent sale evidence (Market land sales) to determine the asset's fair value.

The revaluation surplus, indicating the change for the period and any restrictions on the distribution of the balance to shareholders or other equity holders

The revaluation surplus from the valuation was \$4,271,145 and has no restrictions on the distribution of the balance to Club Members.

	2023	2022
	\$	\$
18 Cash and Bank Account		
Bank Account Balance		
Westpac 00 Account	55,117	53,548
Total Cash and Bank Account	55,117	53,548
19 Payables & Accruals		
Other Payables & Accruals		
Holiday Pay Accrued	52,582	43,788
Income In Advance	31,494	24,825
Accounts Payable	105,172	111,134
Westpac Credit Card	2,570	(2,142)
Total Payables & Accruals	191,817	177,605



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

	2023	2022
	\$	\$
20 Lease & Hire Purchase Liabilities		
Oxford Financing - Gaming Machines		
Non-Current Portion - Oxford Financing - Gaming Machines	489	503
Non-Current Portion - Less Unexpired Hire Purchase Charges	(489)	(489)
Non-Current Portion	-	14
Current Portion of Hire Purchase 959	-	13,820
	-	13,834
Interest Rate: 8.95%		
Secured By: Bubble Blast Gaming Machines x2		
Repayments: \$1,790.34 per month for 24 months		
Total Current Portion of Lease & Hire Purchase Liabilities	-	13,820
Total Non-Current Lease & Hire Purchase Liabilities	-	14
21 Term Loans – Secured		
Westpac Term Loan – 92		
Total Outstanding	792,141	837,535
Interest Rate: 9.70% (2022: 5.85%)		
Secured by: First Mortgage over Land & Improvements		
Repayments: Interest Only		
Westpac Term Loan – 95		
Total Outstanding	315,400	333,780
Interest Rate: 9.70% (2022: 6.00%)		
Secured by: First Mortgage over Land & Improvements		
Repayments: Interest Only		
Loan – Third Party Investor		
Total Outstanding	1,300,000	1,300,000
Interest Rate: 5.5%		
Secured by: First Mortgage over Land & Improvements		
Repayments: Interest Only		
Inland Revenue Small Business Loan		
Total Outstanding	23,105	31,600
Interest Rate: 0.00% if fully repaid within 2 years - 1 year left to be fully repaid		
Interest Rate: 3% for the entire term of the loan if not fully repaid within the 2 years		
Term: 5 years (60 months)		
Repayments are not compulsory in the first 24 months. After 24 months, requirement to make regular payments for both the principal and interest.		
Voluntary payments can be made at any time.		
Total Term Loans - Secured	2,430,646	2,502,915
22 Capital		
Opening Balance	3,732,330	4,422,189
Plus:		
Net Surplus	4,321,753	44,494
Total Capital	8,054,083	4,466,684



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

	2023	2022
	\$	\$
23 Reserves		
Land Revaluation Reserve		
Opening Balance	(734,354)	(734,354)
Movements for the period	734,354	-
Closing Balance	-	(734,354)
Total Reserves	-	(734,354)

24 Related Parties

The following related party transactions took place during the year:

- The \$1,300,000 loan owing to the third party investor was repaid on 5 May 2022. This was repaid by taking debt from three new third party investors over a period of two years.
- Some Club members including committee and staff have traded with the Club. The Club trades with businesses where several members have interest.
Electrical maintenance work carried out by a company solely owned by Jimmy Neal, Board Member.
Some alcohol products are purchased through Super Liquor Matamata which was owned by Mark Grice, Board Member until 31 October 2022.
Jimmy Neal Electrical and Super Liquor were used prior to the owner being board members.

Rene Thomson, President is a Director of Comag, and Alex Wright, Vice President is a Director of Wrightway Builders Ltd. Both providers used by Club.

The breakdown for each related party:

Name of Related Party	Value of transactions EXCL	Amount owing INC
Jimmy Neal Electrical	\$ 1,960.77	\$ 920.87
Super Liquor Matamata	\$ 29,353.33	\$ 0.00
Comag	\$ 5,106.56	\$ 158.13
Wrightway Builders Ltd	\$ 0.00	\$ 0.00

All transactions carried out are normally at arm's length.

25 Commitments

The club has no commitments as at 31 March 2023 (2022: Nil).

26 Contingent Liabilities and Guarantees

The club has no contingent liabilities and no guarantees as at 31 March 2023 (2022: Contingent Liabilities Nil, Guarantees Nil).

27 Events Occurring After Balance Date

There were no events that have occurred after the balance date that would have a significant impact on the Performance Report (2022: Nil).



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

28 Going Concern

In March 2020 there was a worldwide impact on most trading entities due to Covid-19 that has continued to have an impact during 2023. This required that the Board make a vigilant assessment of the Club's viability and continuance.

The Club has a working capital deficit of \$200,648 (i.e. Current Assets \$77,346 less Current Liabilities \$277,994). The Board are however satisfied that the Club will be able to pay its creditors as and when due for the ensuing 12 months based on the forecasts and budget prepared by the Club. The Club has sufficient cash reserves and equity to support itself. The Board and Management will continue to monitor the financial performance and position of the Club for the 12 months after these accounts have been signed off.

	2023 \$	2023 \$	2022 \$	2022 \$
29 Notes to Gaming Trading Account				
<i>Gaming Account</i>				
GROSS PROCEEDS		257,291		218,907
Direct Gaming Costs				
EMS	13,309		15,198	
Gaming license	14,507		14,676	
Gaming repairs	17,343		13,636	
Interest on Gaming Machine Loan	508		2,250	
Electricity	2,087		1,913	
	47,754		47,673	
Gaming Tax & Levies				
Gaming duty	59,046		50,336	
Problem gambling levy	2,985		1,963	
	62,032		52,299	
Direct Wages	-		2,171	
Total Direct Gaming Costs		(109,785)		(102,143)
Depreciation - Gaming Machines	26,087		38,209	
Loss on sale of Gaming Machines	-		-	
	26,087		38,209	
Indirect Gaming Costs				
Accounting fees	174		200	
Audit fees	600		200	
Insurance	3,027		2,712	
	3,801		3,112	
Total Indirect Gaming Costs		(29,888)		(41,321)
		117,617		75,443



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Notes to and forming part of the Performance Report (continued)

For the Year Ended 31 March 2023

	2023	2023	2022	2022
	\$	\$	\$	\$
29 Notes to Gaming Trading Account (continued)				
<i>Applied</i>				
Wages - Cleaning & admin	58,946		28,952	
Advertising	3,316		2,949	
Cleaning supplies & laundry	1,686		1,691	
Conference expenses	6,036		-	
Communication	2,083		2,197	
General expenses	4,387		3,244	
Heating & lighting	10,689		7,863	
Licenses & subscriptions	3,553		3,138	
President & VP expenses	-		-	
Printing & stationery	3,636		4,757	
Rates	6,734		5,974	
R&M non-gaming	4,304		4,464	
Security	3,945		3,464	
Staff training	903		500	
Staff uniform & expenses	750		359	
Sky	6,648	(117,617)	5,891	(75,443)
Undistributed Net Proceeds		-		-
<i>General Account</i>				
INCOME				
Donations, fundraising and other similar revenue	53,618		212,781	
Fees, subscriptions and other revenue from members	47,346		60,037	
Revenue from providing goods or services	963,919		847,234	
Other revenue	132		5	
Gross Income		1,065,016		1,120,057
OPERATING COSTS				
Expenses related to public fundraising	38,086		26,879	
Volunteer and employee related costs	346,622		439,292	
Costs related to providing goods and services	456,826		432,580	
Grants and donations	5,865		6,527	
Other expenses	253,272		213,550	
Gross Operating Costs	1,100,671		1,118,828	
Less Transferred from Gaming – Applied	117,617	983,054	75,443	1,043,385
Profit / (Loss) for year		81,961		76,672



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

Divisional Statement of Financial Performance

For the Year Ended 31 March 2023

	Note	2023 \$	2022 \$
BAR TRADING ACCOUNT			
Operating Revenue			
Revenue		550,979	411,934
Less Cost of Sales			
Opening Stock		13,134	14,932
Purchases		199,289	145,337
Closing Stock		(12,621)	(13,134)
Total Cost of Sales		199,802	147,134
Gross Surplus from Trading		351,177	264,800
Less Direct Costs			
Total Direct Costs		166,980	170,330
Gross Surplus		184,197	94,469
RESTAURANT TRADING ACCOUNT			
Operating Revenue			
Revenue		557	106,178
Less Cost of Sales			
Opening Stock		-	1,739
Purchases		-	41,448
Total Cost of Sales		-	43,187
Gross Surplus from Trading		557	62,991
Less Direct Costs			
Total Direct Costs		422	105,365
Gross Surplus (Deficit)		135	(42,375)
GAMING TRADING ACCOUNT			
Operating Revenue			
Revenue		257,291	218,907
Less Direct Costs			
Total Direct Costs		109,785	102,143
Gross Surplus		147,505	116,763

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.



Statement of Changes in Accumulated Funds

For the Year Ended 31 March 2023

	Note	2023 \$	2022 \$
Accumulated Funds			
Opening Balance		4,466,684	4,422,189
Net Surplus/(Deficit)		3,587,399	44,494
Less: Gaming Surplus/(Deficit)		-	-
Closing Balance		8,054,083	4,466,684
Gaming Funds			
These funds are the surplus funds from the Gaming Activities and are available for future Authorised Purposes			
Opening Balance		-	-
Net Surplus/(Deficit)		-	-
Closing Balance	29	-	-
Total Accumulated Funds			
Opening Balance		4,466,684	4,422,189
Net Increases/(Decreases)		3,587,399	44,494
Closing Balance		8,054,083	4,466,684



These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

INDEPENDENT AUDITOR'S REPORT

To: The Members of Matamata Club Incorporated.

Report on the Performance Report

We have audited the accompanying performance report of Matamata Club Incorporated on pages 7 to 22, which comprise the entity information, Statement of service performance, Statement of Financial Performance, Statement of Changes in Net Assets, Statement of Cashflows, Statement of Financial Position as at 31 March 2023, and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion,

- the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- the performance report on pages 7 to 22 present fairly, in all material respects the entity information, the service performance, the financial position, and its financial performance and cashflow for the year then ended in accordance with PBE SFR-A (NFP): Public Benefit Entity Simple Format Reporting – Accrual (Not-for-profit).

Executive Committee's Responsibility for the Performance Report

The Executive Committee is responsible on behalf of the entity for:

- a) the preparation and fair presentation of the performance report which comprise:
 - entity information
 - identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable to report in the statement of service performance;
 - the statement of Comprehensive Revenue and Expenses, Statement of Changes in Net Assets, Statement of Cashflows, Statement of Financial Position, Statement of accounting policies and notes to the performance reporting in accordance with Public Benefit Entity International Public Sector Accounting Standards (Tier 3- Not for Profit PBE IPSAS) issued in New Zealand.
- b) for such internal control as the Executive Committee determines is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the financial performance, the Club's officers are responsible for assessing the Club's ability to continue as a going concern, disclosing as applicable, matters relating to going concern and using the going concern basis of accounting unless the officers either intend to liquidate the Club or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities

Our objectives are to obtain reasonable assurance about whether the performance report as a whole is 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 economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Club and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Club to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with the Club's officers regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Our firm also carries out a review of the Gaming Income forecast for the Club. With this exception and other than our capacity as auditor, we have no other relationship with, or interests in Matamata Club Incorporated.

Other Matters

In the previous year, the performance report had a qualified audit report in relation to it's land and building values. No such qualification in the current year as the land and buildings were revalued to reflect the requirements under PBE IPSAS 17 (Property, Plant and Equipment).

Restriction on Use of Report

This report is made solely to the members of Matamata Club Incorporated, as a collective body. Our audit work has been undertaken so that we might state those matters which 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 of Matamata Club Incorporated, as a collective body, for our audit work, for this report or for the opinions we have formed.

GK Audit Services Limited

GK Audit Services Limited
Taupo, New Zealand
24 May 2023

www.gkaudit.co.nz