



ROYAL PORT NICHOLSON YACHT CLUB

Established 1883

Blue Ensign granted 1894

Royal Title granted 1921

134th ANNUAL REPORT

&

STATEMENT OF ACCOUNTS

103 Oriental Parade
PO Box 9674
Wellington
New Zealand

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ROYAL PORT NICHOLSON YACHT CLUB (INC)

134th ANNUAL GENERAL MEETING

19 JUNE 2017 AT 1900 HOURS

IN THE 'WARDROOM'

AGENDA

1. Apologies
2. Remembering those who have passed away
3. Confirmation of minutes of 133rd AGM held on 28th June 2016
4. Annual Report
5. Election of Officers for 2017-2018 season
6. Notices of Motion
7. General Business

Minutes of the 133rd Annual General Meeting 28 June 2016 at 1900hours RPNYC 'Wardroom'

PRESENT: There were 28 members present. 26 were eligible for voting

1. APOLOGIES: Mike Gallagher, Peter Sandford, Peter Thorne-George, Doug McKee, Matt Birchall, Arthur Stewart, Paul Davies, Meric Davies, Phil Bishop, Philip Gaunt, Dave Roberts, Roger Foley, Chris McCallum, Annabelle Tye, Geoff Herd, Hillary McWhinnie, Deb & Brent Dewhurst, Pedro Morgan

MOTION: THAT the apologies as received be accepted

MOVED: Ken Burt / Paul Atkins CARRIED

2. REMEMBERING THOSE WHO HAVE PASSED AWAY

Tribute was paid to Ron Legge and Michael Ryland.

3. CONFIRMATION OF MINUTES OF 132nd ANNUAL GENERAL MEETING HELD ON 24 JUNE 2015

MOTION: THAT the minutes of the 132nd Annual General Meeting be accepted as a true and correct record:

MOVED: Ken Burt / Nicci Wood CARRIED

Matters arising from the Minutes:

Action from previous meeting: RPNYC to revise and identify the split between WOSC and RPNYC for grants. This year's financial report separates out grants received.

4. ANNUAL REPORT

4.1 Commodores Report Mark Gordon spoke to the Commodores Report and Financial Statements. Five questions were received from the floor:

- How come the junior membership declined by 30? Some moved to senior membership, others have dropped off. Only 10 children for winter series this year.
- Is there an indication of how many crew members are not paid up? Probably four boats that have non members regularly racing. No results have been granted to some boats to enforce the membership.
- In relation to the earthquake strengthening the Council has been asked to submit clarification on the quality of the land the club is sitting on and the seawall behind it.
- Is it possible to put up safety messages and rules on the shed roofs as children are seen tearing along as fools with rollerblades and skateboards? This will be raised with the Wellington City Council.
- Would it be possible to look at economies of scale when replacing the roof? Total cost of the whole roof is \$80,000.-. RPNYC has not enough funding for the whole roof, a trade off would be to do part of the roof for \$25,000.- to prevent leaks and accidents with parts of the roof detaching in strong winds.

Nicci Wood - Thank you to Mike West for his work around Point Jerningham.

4.2 Vice Commodores Report Paul Atkins spoke to slides covering Participation, Refocussing the Season, Sailing Safety and Contribution. questions from the floor.

Discussion re. courses offered at WOSC. What courses would people like, timing, possible subsidies, how to communicate the courses and who would be included.

4.3 Rear Commodores Report The Rear Commodores Lynne Gallie resigned earlier this year due to personal reasons. There is no RC report, however there is a nomination for RC this year. No questions from the floor.

Nicci Wood – Thank-you to Katie Hakes for all the work she’s done.

MOTION: THAT the 133rd Annual Report and Statement of Accounts for the 2015-2016 year be accepted

MOVED: Ken Burt / Katie Hakes CARRIED

5. ELECTION OF OFFICERS

The Commodore advised the meeting that the election of officers were conducted in accordance with club Rule 9.

For the position of Commodore – 1 nomination, Mark Gordon.

For the position of Vice Commodore - 1 Nomination, Paul Atkins.

For the position of Rear Commodore – 1 nomination, Phillipa Durkin.

Two Board Member positions – 1 nomination, Joy Durrant.

Other Board members nominations from the floor? No.

Commodore Mark Gordon would nominate Philip Gaunt for the second open Board position, but as he’s not present this will be adjourned. Vesna Wells would second this nomination.

Sailing secretary. No nominations received. Nicci Wood was nominated from the floor.

MOTION: THAT persons nominated are appointed to their positions.

MOVED: Ken Burt / Kim Gottard CARRIED

The following people were nominated for the position of Patron, President, Vice President and Port Captains subject to their availability:

Patron Governor General of New Zealand Rt Hon Sir Jerry Mataparae

President Arthur Stewart

Vice Presidents

Chief Executive of Centreport Ltd

Derek Nind

Chairman of Centreport Ltd

Warren Larsen

Harbourmaster Wellington Regional Council

Mike Pryce

Mayor of Wellington

Celia Wade Brown

Chief of Navy

Rear Admiral John Martin

Minister of Sport & Recreation
Commodore Lowry Bay Yacht Club
Commodore Evans Bay Yacht & Motor Boat Club
Commodore Worsler Bay Boating Club
Commodore Mana Cruising Club

Hon Jonathan Coleman
Gareth Edwards
Paul Sara
Dean Stanley
John Setter

Port Captains

Auckland	Mike Ward has just moved from Auckland and is searching for a replacement.
Whitianga	Brian Parker
Tauranga	Les McDonald Jnr
Napier	Mark Sheldrake
Nelson	Doug McKee
Picton	Peter Thorne-George
Lyttleton	Peter Spackman

MOTION: That the persons indicated be appointed to the positions to which they have been nominated.

MOVED: Phil Taylor / Ken Burt CARRIED

MOTION: That the club reappoint Grieg, Gallagher & Co (Mike Gallagher) as the clubs honorary solicitor.

MOVED: Ken Burt / Nicci Wood CARRIED

MOTION: That Kevin Newson be reappointed as the club auditor.

MOVED: Ken Burt / Nicci Wood CARRIED

Notice of Motion

No notices of motion.

General Business

Item asked to be raised by Meric Davies involving a review of the club rules regarding membership available for racing.

General discussion occurred and Phil Taylor, Nicci Wood and Guy Dubois have volunteered to help.

Vesna Wells thanked Commodore Mark Gordon and the rest of the team for doing a fabulous job for the club.

AGM closed: 20:03pm

ROYAL PORT NICHOLSON YACHT CLUB (INC)

ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2017

1. Commodore's Report
2. Vice Commodore's Report
3. Rear Commodore's Report
4. Board Meeting Attendance
5. Membership Statistics

Message from the Commodore

The financial year ended 31 March 2017 has seen the Royal Port Nicholson Yacht Club continue to build towards greater financial stability. At the start of the year the Board set a number of priorities and that plan has seen growth across a number of areas in the club as well as increasing reliability in the club's revenue streams.

Through prudent financial management we have continued to reinvest in the club's assets while at the same time ensuring a healthy surplus for the year. There are further areas of opportunity, in particular through growing our membership and introducing new people to our sport and club.

The headline results for the year are positive.

Key financial results

- Revenue from the lease for Coene's Bar & Eatery through Wellington Hospitality Group and the outsourcing arrangement for the Food & Beverage services delivered by Black & Gold Events from the Wardroom has increased by 9% to \$193,931 for the period.
- Overall revenue from the Wellington Ocean Sports Centre was \$270,083 for the period, with total costs at \$241,000 resulting in a modest surplus for the period.
- Revenue from memberships totalled \$108,372 for the period, equating to 18% of total revenue. There has been a small decline in our total number of members, compared to the same time last year.
- Overall total reported revenue reduced by 7% to \$648,806 for the period. Offsetting this is the management of operating costs across all areas of the club saw reported expenses reduce by 20% to \$532,093.
- Reinvestment in club assets and general maintenance has occurred to the value of \$78,128 for the period.
- After depreciation the audited accounts resulted in a healthy surplus of \$102,787 for the period.

Club development

The partnership between Wellington Hospitality Group and the Club has continued to develop. The club operating model is delivering to the anticipated reliability in revenue and coupled with our management of operating costs has consequently reduced the level of our financial uncertainty.

The Wellington Ocean Sports Centre has delivered learn to sail and related courses to over 1,306 Wellingtonians. Additionally the Schools Safe Boating programme has been delivered to over 783 school children across the greater Wellington Region. It is worth noting that the WOSC continues to be the club's greatest source of new members while at the same time delivering the water safety message to the community.

Notwithstanding a reduction in revenue the Wellington Ocean Sports Centre returned to surplus, largely driven through a focus on reducing direct costs and ensuring better utilisation across the courses that are delivered.

The Asset Management & Maintenance Committee successfully delivered \$78,128 in improvements for the club, with \$8,850 funded from operating and \$69,278 funded through community grants. These items included Club building exterior maintenance, a new Infinity hot water system, new mast for one of the Muir Training boats and various other items.

Not included in the year end 31 March 2017 financial statements but worthy of mention is the completion of the first stage of the club house roof replacement (\$21,200), a long overdue item and able to be funded from club cashflow.

Following the success of the previous year, Charles Parsons Group Line 7 continued their marquee sponsorship of the club annual regatta. The weather for the regatta this year could best be described as challenging and the club is incredibly grateful to all of our regatta sponsors including Line 7, Crombie Lockwood, Ibis Hotels, Chris Coad Photography, Dancing Sands Distillery, Wellington Hospitality Group, Whittakers Chocolate, Mount Gay Rum and AON Insurance for their continued support.

The club also received sponsorship from Moore Wilsons for the Winter Series and Centre City Wines and Spirits for the Rum Race Series and we thank all of our sponsors for their valued support.

The Wellington Youth Scheme Trust was established to encourage youth involvement in sailing. Commonly referred to as the 'Youth Scheme' the trust is a separate entity to the club, although they sail under our burgee, participants are members of the club and many of the scheme supporters & volunteers are also long-time members of the club. One of the highlights for the Youth Scheme was qualifying to send a team to the Youth Worlds in Noumea and club members enthusiastically supported the fund raising efforts of these youth sailors.

Health & safety

The Board are committed to ensuring the Royal Port Nicholson Yacht Club is a safe organisation for everyone. We have established a Health & Safety Committee with oversight of our health & safety procedures, reporting and monitoring.

We also completed our work with Maritime NZ for the new Marine Operator Safety System (MOSS) certification for the services we deliver through the Wellington Ocean Sports Centre.

The opportunities and challenges ahead

Ensuring the continued partnership with the Wellington Hospitality Group and the Club is a key objective for the future. While the club is grateful for the support we receive from community grant funders, continuing to reduce our reliance on this funding is also a key driver for the future.

Growing our membership is an area where all existing members can directly assist. It's the small things that can help, e.g. making sure your fellow crew are all members, encouraging friends and colleagues to come down to the Wardroom and to come out for a race, promoting the sport and club within your company, etc.. Growing our membership is an opportunity where everyone can contribute.

We have seen continued participation in the schools safe boating programme and further opportunity exists with this and other programmes delivered through the Wellington Ocean Sports Centre.

The club is the proud owner of a significant asset base that requires constant investment to ensure it remains fit for purpose for members today and into the future. The first stage of the club roof house replacement is completed and the next stage will require additional funding before it can proceed. The estimates for this are circa \$60,000.

Work also continues in relation to the clubhouse earthquake strengthening which needs to be completed by 2029. We are underway with formal Quantity Survey assessments to firm up the costs of repairs. This is likely to be a considerable investment and an area of focus for the club financially over the coming period.

Finally, the Board of Governors would like to thank members and staff for their support and contribution to the club over the year, particularly those who actively volunteer their time. Like many sports clubs we are challenged to remain financially viable yet still offer an environment that is unique and something that people want to be part of.

On a personal note I have enjoyed the last two years as Commodore and I look forward to the continued development of our club from the incoming Flag Officers and Board members.

Mark Gordon
Commodore

Message from the Vice Commodore

I would like to thank you all for participating in an action packed season on the water. Ongoing commitment to sailing competitively in Wellington depends on every one of you dedicating time and effort to take to the water on a weekly basis.

Events that showcase your club

Line 7 Port Nic Regatta – We welcomed back Line 7 to RPNYC for the Port Nic regatta, in a dramatic change of weather from 2016. The weather built from sublime to fresh over the three days and provided for challenging racing for the 22 boat fleet. We were fortunate to see returning sponsors Line 7, WHG, Chris Coad Photography, Dancing Sands Distillery, Whittakers Chocolate and an epic prize pack from Mount Gay. The club welcomed new sponsors to the regatta Crombie Lockwood, the Ibis Hotel and we introduced the AON Young88 Series during the regatta. Thank you to Conny Rohr and the organising committee for tireless efforts in delivering the event and we all look forward to next season's addition.

RNI – In early March RPNYC hosted 19 boats for the Round North Island 2-handed race and we can thank the efforts of Geoff Herd, Deb Williams and Katie Hakes for making this event happen. John Henry brought the whole SSANZ traveling roadshow to town to finish the 550nm leg to Wellington. The feedback on the professionalism and entertainment of the volunteers, members and Black & Gold team in the Wardroom were a feature of the competitor's feedback. Thank you to all members who made a fantastic fleet wish they weren't leaving such a memorable stopover. Congratulations to Geoff & Phil (The Guarantee), Rebecca & Meric (Wedgetail), Matt & Craig (Satellite Spy) and applause for Tony & Vesna (Blink) for taking out trophies in 6 categories over the 1,300nm event.

Wine Race - The annual Wine Race from Tory Channel to RPNYC was superbly run by Waikawa Boating Club and well attended by 40 competing yachts. With over 150 competitors plus some members attending for the prizegiving the wardroom was overflowing as this event continues to grow in size every year. I look forward to seeing the fleet again this December '17 and encourage all RPNYC members to enter a boat or get onboard with one of the many visitors for the historic 32nm delivery dash.

Safety

Following last season introducing updates to safety management nationwide I'm pleased that the initial efforts to thoroughly check our processes have bedded in. Safety has become a task we are all constantly vigilant in addressing and remember there is never a bad time to raise a safety concern with club management to ensure it is addressed as quickly as possible for the safety of all members, competitors and the public alike. Safety starts with you and is everyone's responsibility.

Making RPNYC yours

YNZ Club Race Officials - I would like to congratulate Teresa Zandvliet, Paul Davies and Katie Hakes who continue to complete their various Club Racing and other race management certifications with Yachting NZ this season. Over the last few years between them they have achieved, or are completing, a range of certifications such as Club Race Officer, Race Assistant, and mark laying among others. These capabilities all start with volunteering at RPNYC and they recognise competence in racing capability to create opportunities to officiate at national championship regattas and other club racing nationwide. I continue to actively encourage all members to consider what opportunities are created simply by starting to volunteer for RPNYC race management.

The engine room - My special thanks to Nicci Wood who has tirelessly executed the role of Racing Secretary for the last few seasons. Please make sure you take the time to thank her for the contribution she has made to making sailing happen at the club. To all the Sailing Committee and those that did

volunteer themselves during the year, my sincerest thanks for your time, professionalism and valued input to running your club. We have revitalized a much closer working relationship with Lowry Bay and Evans Bay clubs over the last year. Of particular note has been Pedro's work in co-ordinating the sailing committee's new season planning period as all three clubs address the challenge of smaller fleets. We should all look forward to visitors racing and socialising with us and I look forward to seeing RPNYC members on the water with our neighbouring clubs next season.

Farewell

Enjoy the winter series racing. I'll continue to see you on the water and I look forward to supporting the incoming Flag Officers, new Board members and the Sailing Committee to make sailing at RPNYC the sport you want it to be.

To all Members, RPNYC is a large group of people with a wide range of interests in boating and sailing and is the product of what you individually and collectively contribute. There's a saying we use along the coastlines that "if you look after the boat, the boat will look after you", I encourage you to think the same way about your club.

Regards
Paul Atkins
Vice Commodore

Message from the Rear Commodore

2016

I have been in the role of Rear Commodore for a year and have enjoyed working with Annette from Black and Gold to achieve some good events that were well received by the members. It was great to be able to contribute to the social programme for our 134th Season.

There have been brain-storming ideas and shared emails resulting in some good suggestions from the social committee, with the Sailing and Major Events Committees to support their programmes. Our aim was to make the Wardroom a welcoming and social venue and I feel this is developing and there is an increase in participation. Events like our Tuatara beer and cheese tasting evening was an example of the growing interest in club activities over the year.

Following on, we had a successful and well celebrated Opening day, on the 17th September 2016, with a high turnout of Ambassadors and staff, all wanting to experience sailing. The wardroom had a good vibe for the coming year.

We supported the Wine Race organised by the Waikawa Rear Commodore Anna Gibbs in October. There were 29 boats entered and the prize giving was in our Wardroom with food supplied by Black & Gold. The Wine showcase continued in the Whare Waka. This was a huge success for all involved.

The Bond themed cocktail evening on October 29th had a good turnout. To encourage member participation, we held a "*Cocktail Boat matching*" competition with the winning cocktail being served on the night, this engaged the members in talking about the event and we got good feedback even from people unable to attend. I feel the membership enjoys a good dress-up event mid-year.

Christmas was celebrated with a Champagne Breakfast on the 4th December and was well attended. The feedback from members was to re-instate the Champagne Breakfast in the Social Calendar for next year. The Christmas themed party was a success with Hamish Willcox as guest speaker. Those who attended felt it was value for money with regard to food and beverages. We now look forward to, and are planning the next Champagne Breakfast complete with awards for Boat, Volunteer and Graduate of the year on the 30th July 2017.

2017

The Round the North Island two handed race arrived the weekend of 3rd – 5th March and the club welcomed the crews and support teams. Celebrations and Prize Giving was held in the Wardroom, this was mostly organised by the RNI Committee of Katie Hakes, Deb Williams and Geoff Herd.

Closely followed by the Line 7 regatta held on the 10th, 11th and 12th March. A major event at the club and organised by the Events Committee and Black & Gold. The weather played a big part in the socialising at the club as there was limited sailing on the Friday and therefore five racings on the Saturday, resulting in very tired club members who, although they enjoyed the Luau Party and the DJ, it all finished early.

The feedback painted a positive picture of the event, even though the weather and therefore the course length and number of races suffered.

Prize Giving was held on the 13th May and suggestions from the previous organising committee, sailing committee and black & Gold were all part of planning this year's event. For example, keeping the decorated tables to give the evening a point of difference, and responding to a request to provide a meal/supper after the awards, resulted in the evening being a huge success. Members were happy with the complimentary canapes designed to encourage mingling at the beginning of the evening, and not only was the price point of the meal well received but the food was complimented by the club members on the night, and later in emails. Also, another mid-year opportunity to dress up and enjoy a night out.

At this year's AGM scheduled for the 19th June, I will reluctantly step down as Rear Commodore. I will hand over to Katie Hakes and we will work together to make the Champagne Breakfast the success we know it can be, and continue to build the club spirit.

Regards

Phillipa Durkin.

BOARD MEETING ATTENDANCE 2016/17

		Meetings attended	Meetings Eligible to attend
Commodore	Mark Gordon	10	10
Vice Commodore	Paul Atkins	8	10
Rear Commodore	Phillipa Durkin	7	7
Board Member	Joy Durrant	8	10
Board Member	Philip Gaunt	6	10
Board Member	Hilary McWhinnie	4	10
Board Member	Mike West	9	10

Note: Hilary McWhinnie resigned in April 2017.

MEMBERSHIP STATISTICS

Membership	2015	2016	2017
RPNYC Business Club			
Associate			
Family	4	2	4
Family Associate	4	2	4
Family Junior	4	2	5
General	123	108	110
Honorary	28	20	15
Junior (inc Yth Scheme)	64	34	30
Life	15	15	15
Overseas	16	16	11
Patron	1	1	1
Senior	271	283	283
Special Life	1	1	1
Student	7	8	9
Veteran	58	56	53
Vice President	10	10	10
Total	606	558	551

ROYAL PORT NICHOLSON YACHT CLUB (INC)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2017

1. Auditors Report
2. Statement of Financial Performance
3. Statement of Movements in Equity
4. Statement of Financial Position
5. Notes to the Financial Statements

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**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ROYAL PORT
NICHOLSON YACHT CLUB INCORPORATED**

Opinion

I have audited the financial statements on pages 14 to 25 which comprise the Statements of Financial Performance and Movements in Equity for the year ended 31 March 2017, the Statement of Financial Position as at 31 March 2017 and a summary of significant accounting policies and other explanatory information.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph the financial statements on pages 14 to 25 present fairly in all material respects the financial position of the Club as at 31 March 2017 and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

Basis for Opinion

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 Club in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics.

The club's buildings, training yachts and Te Ruru have been revalued on the basis of depreciated replacement cost. This is a departure from FRS-3 Accounting for Property Plant and Equipment which requires the basis for revaluation to be fair value defined as the amount for which an asset could be exchanged between knowledgeable, willing parties in an arm's length transaction, The Standard notes that depreciated replacement cost is an acceptable estimate of the fair value of an asset only where the fair value of the asset is not able to be reliably determined using market based evidence. I am not in a position to assess the difference if any between the fair value as defined of the Club's property and depreciated replacement cost.

Responsibility of those Charged with Governance for the Financial Statements

The Board of Governors is responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the Board of Governors 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 of Governors is responsible on behalf of the club for assessing the club'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 intends to liquidate the Club or to cease operations or have no realistic alternative but to do so.


Auditor's Responsibilities for the Audit of the Financial Statements

My responsibility is 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 my 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 club'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 those charged with governance and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the club'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 financial statements 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.

We communicate with those charged with governance 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.



Kevin Newson
Chartered Accountant, Wellington NZ
14 June 2017

ROYAL PORT NICHOLSON YACHT CLUB (INC)**Statement of Financial Performance
For the Year Ended 31 March 2016**

	Note	2017 \$	2016 \$
Income			
Wellington Ocean Sports Centre	2	270,084	355,939
Club Events	3	6,896	17,342
Club Racing	4	8,252	12,890
Club Facilities Income	5	201,067	184,392
Subscriptions	1e	108,372	102,841
Other Income	6	54,135	27,051

Total Income		648,806	700,455
		-----	-----
Expenses			
Wellington Ocean Sports Centre	2	241,000	384,252
Club Events	3	7,782	18,226
Club Racing	4	14,624	14,308
Club Personnel		106,034	100,838
Club Administration		162,653	153,872
		-----	-----
Total Expenses		532,093	671,496
		-----	-----
Net Operating Surplus before depreciation		116,714	28,959
Less Depreciation	1b	(13,927)	(17,605)
		-----	-----
Net Operating Surplus		102,787	11,354
		-----	-----

The accompanying notes form part of and are to be read in conjunction with the financial statements.

ROYAL PORT NICHOLSON YACHT CLUB (INC)

Statement of Movements in Equity

For the Year Ended 31 March 2017

	2017 \$	2016 \$
Equity at 1 April 2016	1,864,442	1,853,087
	-----	-----
Net Surplus (Deficit) for the year	102,787	11,354
	-----	-----
Total recognised revenues and expenses for the year	102,787	11,354
	-----	-----
Equity at 31 March 2017	1,967,228	1,864,442
	-----	-----

The accompanying notes form part of and are to be read in conjunction with these financial statements.

ROYAL PORT NICHOLSON YACHT CLUB (INC)

Statement of Financial Position

As at 31 March 2017

	Note	2017 \$	2016 \$
Current Assets			
Westpac Current Accounts		108,452	205,021
Paypal		6,477	6,552
Accounts Receivable		38,163	30,220
Term Deposits		151,677	
		-----	-----
		304,770	241,793
Non-current Assets			
	8	1,812,368	1,823,352
		-----	-----
		2,117,137	2,065,145
		-----	-----
Current Liabilities			
Accounts Payable		28,829	29,553
Other Current Liabilities	13	121,080	171,150
		-----	-----
		149,909	200,703
Accumulated Funds			
General Funds	10	1,967,228	1,864,442
		-----	-----
		2,117,137	2,065,145
		-----	-----

For and on behalf of the Club

Commodore



15 June 2017

Club Manager



15 June 2017

The accompanying notes form part of and are to be read in conjunction with these financial statements.

ROYAL PORT NICHOLSON YACHT CLUB (INC)

Notes to the Financial Statements For the Year Ended 31 March 2017

1. Statement of Accounting Policies

Reporting Entity

The Royal Port Nicholson Yacht Club (Inc) is registered under the Incorporated Societies Act 1908. With the exception of the matter in 1 a) below these financial statements have been prepared in accordance with generally accepted accounting practice as set out in the NZ Financial Reporting Standards. The financial statements include the results for the year of the club and of its wholly owned subsidiary Wellington Spirit Limited.

Measurement Base

The accounting policies, recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis as amended by the revaluation of specific assets, are followed by the club.

Specific Accounting Policies

The following specific accounting policies, which materially affect the measurement of financial performance and financial position, have been applied:

a) Fixed Assets

Fixed assets are recorded at cost or valuation less accumulated depreciation. The club has begun a programme of asset revaluations to ensure the true value of assets is reflected in the accounts. The Club buildings, training yachts and Te Ruru have been revalued on the basis of depreciated replacement cost. This basis of valuation is not in compliance with FRS-3 Accounting for Property Plant and Equipment issued by the NZ Institute of Chartered Accountants. FRS 3 requires the basis of valuation to be at fair value which the standard defines as the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction. The Board of Governors considers that the use of depreciated replacement cost at this time is an acceptable and economic alternative to commissioning a market value based valuation.

b) Depreciation

With the exception of buildings, depreciation is provided at rates calculated to allocate the cost of an asset, less any estimated residual value over its useful life. For buildings the club has adopted a zero depreciation rate in line with the tax rate for depreciation on buildings which came into force from 1 April 2011.

The following depreciation rates are used:

Main clubhouse and alterations	nil	Revalued
Old Clubhouse	nil	Revalued
Te Ruru and training yachts	3.5%	DV
Other buildings	10%	DV
Furniture fittings & other assets	20%	DV
Ocean Sports Marina	5%	SL
Computers	48%	DV

c) Accounts Receivable

Accounts Receivable are stated at their net realisable values.

d) Subscriptions

Subscription income has been recorded on an accruals basis with a portion of unexpired subscriptions remaining on the balance sheet. The unexpired portion this year is \$37,252 (2016 \$40,717).

e) Income Tax

The club is exempt from tax under Section CW46 of the Income Tax Act 2007.

f) Goods and Services Tax

These financial statements have been prepared on a GST exclusive basis with the exception of receivables and payables, which are recorded inclusive of GST.

g) Differential Reporting

The club qualifies for differential reporting as it is not publicly accountable and it is not large under the terms of the differential reporting framework. The club has taken advantage of all available differential reporting exemptions.

h) Changes in Accounting Policies

There have been no changes in accounting policies used. All policies used are consistent with those used in previous years.

i) Supplementary Information

Following is a brief description of each operating activity:

Wellington Ocean Sports Centre

The WOSC provides training courses for both the general public, members and school students. The centre covers a range of different ocean sports at all levels. There is currently a focus on providing water and boating safety courses for schools from in and around the Wellington region.

Club Events

These include a range of regional national and international regattas.

Club Racing

The club provides a range of regular harbour and off shore races for club members to participate in.

Club Facilities Income

The club has a facilities management contract in place with Black and Gold for the Wardroom, the Boardroom and the Alan Martin room. Club lease arrangements include the restaurant and the Coene sheds.

Other Income

This includes income from interest, advertising and any other activities undertaken.

2 Wellington Ocean Sports Centre	2017	2016
	\$	\$
Revenue (also note 14)	263,027	296,734
WYST	7,056	8,225
	-----	-----
Total Revenue	270,083	304,957
	-----	-----
Personnel	149,917	192,924
Training Yachts	19,498	15,122
Operating	71,586	125,226
	-----	-----
Total Expenses	241,000	333,272
	-----	-----
Total WOSC	29,083	(28,314)
	-----	-----
3 Club Events		
Revenue	6,896	17,342
Less Expenses	7,782	18,226
	-----	-----
Total Club Events	(886)	(884)
	-----	-----
4 Club Racing		
Revenue	8,252	12,890
Less Expenses	14,624	14,308
	-----	-----
Total Racing	(6,372)	(1,417)
	-----	-----
5 Club Facilities Income		
Restaurant Rental	100,000	101,382
Coene Sheds	7,136	7,136
Wardroom	93,931	75,874
	-----	-----
Total Club Facilities Income	201,067	184,392
	-----	-----
6 Other Income	2017	2016
	\$	\$
Advertising	3,718	3,898
Interest	2,537	2,531
Other Income	2,536	6,220
Grant Income	44,613	13,875
Donations	730	527
	-----	-----
Total Other Income	54,135	27,051
	-----	-----

	2017	2016
	\$	\$

7 Expenses

Operating surplus from trading was arrived at after charging the following:

Audit Fee	7,500	7,500
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8 Property, plant & equipment

2017	2017 Cost or Valuation \$	2017 Accum Depn \$	2017 Book Value \$
Club Buildings	1,703,003	36,981	1,666,022
WOSC Equipment & Furnishings	149,074	86,536	62,538
Club Equipment & Furnishings	544,410	516,435	27,975
Club Racing Equipment	103,677	47,844	55,833
	----- 2,500,164	----- 687,796	----- 1,812,368

2016	2016 Cost or Valuation \$	2016 Accum Depn \$	2016 Book Value \$
Club Buildings	1,703,003	36,729	1,666,274
WOSC Equipment & Furnishings	146,131	83,522	62,609
Club Equipment & Furnishings	544,410	508,484	35,926
Club Racing Equipment	103,677	45,134	58,543
	----- 2,497,221	----- 673,869	----- 1,823,352

9 Overdraft Facilities

The Club has an overdraft facility of \$20,000 and a credit card facility of \$15,000 through Westpac Mastercard. The overdraft is secured over the assets of the club.

10 Accumulated Funds	2017	2016
	\$	\$
General Funds		
Opening Balance	1,864,442	1,853,087
Net Surplus (Deficit) for the year	102,787	11,354
	-----	-----
Total Accumulated Funds or Equity	1,967,228	1,864,442
	-----	-----

11 Related Parties

A relationship exists between the Royal Port Nicholson Yacht Club and the Wellington Youth Sailing Trust by the fact that both the Commodore and a nominated board member are Trustees of the Wellington Youth Sailing Trust.

As at the 31 March 2017 \$4,309 (2016 \$3,312) was owed by the Wellington Youth Sailing Trust to the Royal Port Nicholson Yacht Club and a nil amount was owed by the Club to the Trust. (2016 \$3,150)

	2017	2016
	\$	\$
Amounts owed to RPNYC at Year End	4,309	3,312
Amounts owing to WYST at Year End		3,150
	-----	-----
	4,309	162
	-----	-----

12 Contingent Liabilities

There were no contingent liabilities for this financial year.

13 Other Current Liabilities (Breakdown)

	2017	2016
	\$	\$
Membership Points		2,287
PAYE Outstanding	4,323	6,530
GST Outstanding	5,284	7,482
Grants received in advance	17,635	72,307
Subscriptions in Advance	37,252	40,717
Sundry Creditors	56,586	41,827
	-----	-----
	121,080	171,150
	-----	-----

	2017 \$	2016 \$
14. Grants and Sponsorship		
During the course of the 2016 2017 year there were \$159,907 in grants secured. As per below \$17,624 of these grants have been retained on the balance sheet for delivery in the current financial year		
WOSC Delivery of Water Safety Programme		
Infinity Foundation	64,677	33,625
NZ Community Trust	20,000	65,000
Mana Community Grant		20,000
Wellington Community Trust	10,000	10,000
Lion Foundation	4,655	
Pub Charity		25,000
	-----	-----
	99,332	153,625
	-----	-----
Club		
Four Winds Foundation	6,000	2,500
Infinity Foundation	54,575	13,875
	-----	-----
	60,575	16,375
	-----	-----
	-----	-----
Grants remaining on balance sheet for future delivery	17,624	72,307
	-----	-----
Sponsorship		
Centre Port for Youth Match Racing	5,000	5,000
Moore Wilsons for Winter Series	3,000	3,000
Crombie Lockwood - Regatta	500	
Charles Parsons – Line 7	2,000	2,000
	-----	-----
	10,500	10,000
	-----	-----

Other Sponsors

During the course of the year the club was very grateful to receive sponsorship in the form of products and vouchers from the following:

Bud Nalder and Bud Nalder Classics, Black and Gold, Centre City Wines and Spirits, Chris Coad, Dancing Sands Distillery, Seaview Sails and Rigging, Ibis Hotel, AON, Mount Gay Distillery, Whittakers Chocolate.