

Performance Report

Fencing New Zealand Incorporated
For the year ended 31 December 2020

Prepared by Chatfield & Co Ltd

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Compilation Report

Fencing New Zealand Incorporated For the year ended 31 December 2020

Compilation Report to the Directors of Fencing New Zealand Incorporated.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Fencing New Zealand Incorporated for the year ended 31 December 2020.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

Responsibilities

The Board Members are solely responsible for the information contained in this financial report and have determined that the accounting policies used are appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Independence

We have no involvement with Fencing New Zealand Incorporated other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

Disclaimer

We have compiled these financial statements based on information provided which has not been subject to an audit or review engagement. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on this financial report.



Chatfield & Co Limited

Level 7, 57 Symonds Street

Grafton, Auckland

Dated: 17 February 2021

Entity Information

Fencing New Zealand Incorporated For the year ended 31 December 2020

'Who are we?', 'Why do we exist?'

Legal Name of Entity

Fencing New Zealand Incorporated

(referred as "Fencing NZ")

Entity Type and Legal Basis

Incorporated society

Registration Number

223294

Entity's Purpose or Mission

- Be the lead body for the sport of Fencing in New Zealand to promote, develop, enhance and protect high performance, competitive and recreational fencing for the general public in New Zealand;
- Be an organization which any person with an interest in fencing can be a part of and promote membership of Fencing NZ.
- Promote and encourage participation in fencing by individuals of all ages and abilities (whether as a member or otherwise) including promoting and developing opportunities and programmes to enable, encourage and enhance the participation, enjoyment and performance in fencing in New Zealand:
- Develop, co-ordinate and manage high performance programmes for the members of Fencing NZ
- Promote, support, assist and build the capability of members to deliver competitive and recreation fencing in New Zealand;
- Act in good faith and loyalty with members to ensure the promotion and enhancement of Fencing in New Zealand including its standards, quality and reputation for the collective and mutual benefit of Fencing NZ and members;
- Encourage, promote and regulate fencing as a sport and activity to be undertaken in a manner which upholds the principles of fair play;
- In conjunction with Regional Coordinators and clubs affiliated to the Association, promote fencing in New Zealand as an integral and sustainable part of sport participation, health promotion, and development of education, recreation, sport and fitness;
- Establish, promote, develop and coordinate international, national, regional and other fencing competitions and events;
- Encourage the development of the sport of fencing in its broadest sense;
- Make available and enforce the Rules of Fencing as enacted by FIE and adopted by Fencing New Zealand;
- Maintain and enhance the reputation of fencing and Fencing NZ through the development of rules, standards and practices that fulfill these objects;
- Give and seek recognition for individual to obtain awards or public recognition for their services to fencing and/or Fencing NZ.
- Encourage and advocate for the development of facilities for all fencers
- Advocate for all fencer and organizations who participate in fencing to promote the interest of all fencer and to communicate and advocate those interests to government and other central and local authorities and to public;
- Be the member federation representing New Zealand on the FIE and be a member of an /or cooperators with other fencing bodies and internationally; and
- Be the National Sporting Organization and sole contact for international fencing organizations (such as the FIE and its members), central government organizations (such as Sport New Zealand, the Sports Tribunal and Drug Free Sport New Zealand), and other authorities.

Entity Structure

The affairs of Fencing NZ are managed by a Board, which has full responsibility for the management and organisation of Fencing NZ.

The Board comprises eight members: President, Secretary General and two other individual members elected at a General Meeting, and the four regional Presidents.

Main Sources of Entity's Cash and Resources

Fees and subscriptions received from the members.

Main Methods Used by Entity to Raise Funds

Fencing NZ received funding from the International Fencing Federation ("FIE") for assistance with fencing in New Zealand. Fencing NZ received funding from Sport NZ to assist with operational expenses during the Covid-19 pandemic.

Entity's Reliance on Volunteers and Donated Goods or Services

Fencing NZ relies on volunteers for their activities. The board members volunteer their time to set strategy, attend meetings and organise events and activities. Administration of tours, liaison with international organisations, treasury management and other day to day operational management is provided on a voluntary basis.

Physical & Postal Address

60 Porterfield Road, RD 1, Howick, New Zealand, 2571

Approval of Financial Report

Fencing New Zealand Incorporated For the year ended 31 December 2020

The Board Members are pleased to present the approved financial report including the historical financial statements of Fencing New Zealand Incorporated for year ended 31 December 2020.

APPROVED

Hopkins, Amanda
Secretary General

Date

Rance, Mark
President

Date

Statement of Service Performance

Fencing New Zealand Incorporated For the year ended 31 December 2020

'What did we do?', 'When did we do it?'

Description of Entity's Outcomes

Fencing NZ organized teams for the Junior and Cadet Asian Championships - to be held in late February 2020 in Jakarta, and the World Junior and Cadet Championships - to be held in Salt Lake City in April. Both competitions were cancelled due to the spread of Covid-19.

Organization continued for Olympic Qualifying and the Asian Senior Championships in South Korea before these competitions were cancelled.

All remaining international events after March 2020 were cancelled.

Domestically, some regions were able to hold a small number of local tournaments, but all National events were cancelled due to lockdowns, uncertainty around travel restrictions and health and safety concerns.

The regions rely on tournaments for income to cover operating expenses. Grants have assisted covering ongoing operational costs.

Fencing NZ agreed to support financially a series of camps across New Zealand from January 2021 to encourage fencers to return to the game and provide training opportunities for coaches and referees.

Fencing NZ Members participated in international virtual referee and coach training and the development of referee and coaching programs delivered by the Asian Fencing Confederation and Oceania Fencing Confederation.

Fencing NZ has been represented on the Oceania Fencing Board, Commonwealth Fencing and the FIE Veterans Commission.

International fencing events included:

- Australian Junior Fencing Championships, Melbourne;

In addition to the above, Fencing NZ assisted fencers to participate in World Cup, Grand Prix and Cadet Circuit events in Europe and Asia during the year.

	2020	2019
Description and Quantification of the Entity's Outputs		
Number of international competition events participated	9	8
Number of coach or training courses organised	1	3

Fencing NZ organizes the participation of selected athletes at the tournaments listed above, plus assists athletes to enter official tournaments overseas including World Cup, Grand Prix and Cadet Circuit events, which are non-selection events but require entry through the National Sports Organization.

In 2020, Fencing NZ sent a team to the Australian Junior Fencing Championships in Melbourne, Australia.

The remaining international competitions for our fencers were cancelled in 2020 due to the COVID19 pandemic.

Some virtual training was provided for referees in 2020 by the Asian Fencing Confederation.

Grants received in 2020 have allowed Fencing NZ to assist with the organization of training camps across New Zealand in 2021.

Statement of Financial Performance

Fencing New Zealand Incorporated For the year ended 31 December 2020

'How was it funded?' and 'What did it cost?'

	NOTES	2020	2019
Revenue			
Donations, fundraising and other similar revenue	1	13,856	8,399
Fees, subscriptions and other revenue from members	1	18,318	33,822
Interest, dividends and other investment revenue	1	300	566
Other revenue	1	1,324	128
Total Revenue		33,799	42,915
Expenses			
Volunteer and members related costs	2	11,824	35,604
Other expenses	2	11,794	7,880
Total Expenses		23,618	43,483
Surplus/(Deficit) for the Year		10,181	(568)

This statement has been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Financial Position

Fencing New Zealand Incorporated As at 31 December 2020

'What the entity owns?' and 'What the entity owes?'

	NOTES	31 DEC 2020	31 DEC 2019
Assets			
Current Assets			
Bank accounts and cash	3	79,436	60,392
Total Current Assets		79,436	60,392
Non-Current Assets			
Property, Plant and Equipment	4	2,922	5,845
Total Non-Current Assets		2,922	5,845
Total Assets		82,358	66,237
Liabilities			
Current Liabilities			
Unused donations and grants		5,940	-
Total Current Liabilities		5,940	-
Total Liabilities		5,940	-
Total Assets less Total Liabilities (Net Assets)		76,418	66,237
Accumulated Funds			
Accumulated surpluses or (deficits)	5	76,418	66,237
Total Accumulated Funds		76,418	66,237

This statement has been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Cash Flows

Fencing New Zealand Incorporated For the year ended 31 December 2020

'How the entity has received and used cash'

	2020	2019
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	19,796	8,399
Fees, subscriptions and other receipts from members	18,318	33,822
Interest, dividends and other investment receipts	300	566
Cash receipts from other operating activities	1,324	128
Payments to suppliers and members	(19,103)	(38,197)
Cash flows from other operating activities	(1,593)	(4,117)
Total Cash Flows from Operating Activities	19,043	601
Cash Flows from Investing and Financing Activities		
Payments to acquire property, plant and equipment	-	(7,014)
Total Cash Flows from Investing and Financing Activities	-	(7,014)
Net Increase/(Decrease) in Cash	19,043	(6,413)
Bank Accounts and Cash		
Opening cash	(60,392)	(66,805)
Closing cash	(79,436)	(60,392)
Net change in cash for period	(19,043)	6,413

This statement has been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Accounting Policies

Fencing New Zealand Incorporated For the year ended 31 December 2020

'How did we do our accounting?'

Basis of Preparation

The entity has elected to apply 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 equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is not registered for GST. Therefore all amounts are stated inclusive of GST (if any).

Income Tax

Fencing New Zealand Incorporated is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Tier 3 PBE Accounting Standards Applied

This performance report has been prepared in accordance with the Public Benefit Entity Simple Format Reporting – Accrual (Not-for-profit) PBE SFR-C (NFP) published by the Chartered Accountants of Australia and New Zealand.

Changes in Accounting Policies

There have been no specific changes in accounting policies and they have been applied on a consistent basis with those of the previous period.

Notes to the Performance Report

Fencing New Zealand Incorporated For the year ended 31 December 2020

	2020	2019
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Donations, Grants & Sponsorship	13,856	8,399
Total Donations, fundraising and other similar revenue	13,856	8,399
Fees, subscriptions and other revenue from members		
Affiliation/Membership Fees	16,168	21,711
International Licence Fees	500	1,769
Nomination Fees	1,650	10,042
Tournament & Competition Fees	-	300
Total Fees, subscriptions and other revenue from members	18,318	33,822
Interest, dividends and other investment revenue		
Interest Income	300	566
Total Interest, dividends and other investment revenue	300	566
Other revenue		
Insurance Income	1,324	-
Sundry Income	-	128
Total Other revenue	1,324	128
	2020	2019
2. Analysis of Expenses		
Volunteer and employee related costs		
Management, Coaching & Training Expenses	1,166	9,614
Competition & Tournament Expenses	4,451	13,613
Equipment & Hall Hire Expense	-	508
Levies, Licenses & Fees	1,458	3,942
Medals & Prizes	2,033	1,430
Grants to Athletes	1,644	4,225
Traveling Cost	-	1,781
Website Expense	1,073	490
Total Volunteer and employee related costs	11,824	35,604
Other expenses		
Administration Expenses	1,506	3,385
Bank Fees	87	732
Depreciation	2,922	1,169
Insurance Expense	7,279	2,594
Total Other expenses	11,794	7,880

	2020	2019
3. Analysis of Assets		
Bank accounts and cash		
ANZ Bank Current Account	48,413	29,896
ANZ Bank Savings Account	24,757	24,354
ANZ Term Deposit	6,241	6,118
Pay Pal Transaction Account	25	25
Total Bank accounts and cash	79,436	60,392

	2020	2019
4. Property, Plant & Equipment		
Fencing Website		
Website	7,014	7,014
Less: Accumulated Depreciation	(4,091)	(1,169)
Total Fencing Website	2,922	5,845
Total Property, Plant & Equipment	2,922	5,845
	2020	2019

5. Accumulated Funds		
Accumulated Funds		
Opening Balance	66,237	66,805
Accumulated surpluses or (deficits)	10,181	(568)
Total Accumulated Funds	76,418	66,237
Total Accumulated Funds	76,418	66,237

6. Commitments

There are no commitments as at 31 December 2020 (Last year - nil).

7. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 December 2020 (Last year - nil).

8. Significant Grants and Donations

3 grants were received during 2020 year:

1. \$6,272 was received from the International Fencing Federation to provide assistance to fencing in NZ.
2. \$11,880 was received from Sport NZ to assist with operational costs during the pandemic, 50% of it was recorded as income for 2020 year, and the remaining balance was recorded as a liability to cover 2021 operational costs.
3. \$1,644 was received from the Oceania Fencing Confederation to cover costs of one fencer participating in the World Fencing Championships in 2018.

9. Related Parties

There were no transactions involving related parties during the financial year.

10. Events After the Balance Date

The World Health Organisation declared the coronavirus (COVID-19) to be a global pandemic on 11 March 2020 and the outbreak has spread across many countries causing significant disruption to business and economic activity. The Entity does not believe this constitutes an "Adjustable Event". The impact on the carrying value of assets and liabilities of the Entity has not been determined as the impact of the pandemic is far-reaching and widespread and will be assessed in subsequent reporting periods. There were no events that have occurred after the balance date that would have a material impact on the Performance Report (Last year - nil).

11. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.