



SNOW SPORTS NEW ZEALAND INCORPORATED

ANNUAL REPORT FOR THE
12 MONTHS ENDED 30 JUNE 2020





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DIRECTORY

Nature of Business

National Sporting Organisation

Registered Office

78 Anderson Road, Wanaka

Incorporation Number

216247

IRD Number

42-198-749

Auditors

Crowe
173 Spey St
Invercargill

Bankers

Bank of New Zealand
11 Rees St
Queenstown

Board Members

David Wallace (Chair)
Hetty Van Hale (resigned Oct 2019)
Jan Shearer (resigned Jul 2019)
Mat Woods
Michelle Trapski
Richard Leggat
Richard Thomas
Jacqueline Cheyne (appointed Oct 2019)
Tamsin Chittock (elected Oct 2019)

CHAIRPERSON'S REPORT

For the 12 months ended 30 June 2020

While we are currently dealing with unprecedented times, I would like to begin by thanking a number of key stakeholders who often do not get the recognition they deserve.

Firstly, the resorts without which our sport could not thrive. Cardona continues to be a key partner for our Park and Pipe programme and without which we would not have access to world class facilities. NZ Ski as host of a number of events across its three resorts and of course the other resorts including Snowplanet and Ruapehu Alpine Lifts which hold events that allow skiers and snowboarders to participate in entry-level events and find a passion for competition on snow. Their coaching programmes and coaches continue to be key to nurturing the future talent for our sports.

Secondly, the Snow Sports NZ team who have had to adapt their programmes and plan, but continue to be committed to delivering the best for the competitive snow sports community. While our CEO, Jan Shearer is leaving us shortly after the AGM, she leaves behind a stronger organisation and more cohesive community. I wish Jan all the best for wherever her career takes her.

Thirdly, our key funders including Sport NZ and High Performance Sport NZ without which we would not have an organisation that is able to do so much for our able bodied and para athletes across our disciplines.

Fourthly, our tireless volunteers without whom snow sports events would not happen and aspiring athletes would not have the opportunity to compete and have a pathway to achieve their goals.

Finally, our athletes who were again delivering fantastic results on the world stage over the summer period. As I write this report it is unclear what the northern hemisphere competition environment is going to look like let alone an ability to safely travel internationally.

Again, in this year's report we have included a list of results and an infographic of Performance Indicators. These tell the story of our sport. We congratulate all athletes across all codes and their support teams knowing that they have represented New Zealand with the pride and commitment that we expect as a country.

Our financial result for the year shows a \$427k surplus compared to last year's \$301k loss. About half of this surplus is due to our international programmes being cut short plus some other savings achieved and will be committed to the next financial year. The balance relates to recognising funding for capital expenditure as income, with the depreciation being incurred over future years.

Our net equity position at year end remains strong however the board recognises that we have a couple of tough years ahead in terms of balancing our income and expenses going forward and a number of unknowns as Covid-19 impacts our sports in different ways.

To close I would like to personally thank the Board for its time and energy. As you are aware, I am not re-standing at this year's AGM so we have two board positions up for election this year. Michelle Trapski will be stepping up to the Chair's role and I leave knowing Michelle and the board are incredibly capable and the organisation has strong foundations and can thrive no matter what changes in the future.

If you decide to travel to the northern hemisphere, travel safely and we look forward to seeing the results of your performances on the world stage.

David Wallace
Chairperson

Snow Sports New Zealand, Inc.

CHIEF EXECUTIVE'S REPORT

For the 12 months ended 30 June 2020

This Covid-19 year has been somewhat different to what anyone anticipated, including me. One of the biggest lessons learnt was how important it is to be ready and willing to adapt to change within an uncharted and fast-moving environment. However, despite the challenges of today, we are preparing for the opportunities of tomorrow as we navigate our pathway, deliver our services and work through this Olympic cycle.

I am proud of the way the team and the stakeholders responded to the COVID-19 global pandemic. Whether it meant putting the needs of athletes and communities ahead of their own fears or working collaboratively to find an innovative solution to a new problem –people have shown courage and determination at every turn. We are currently unsure of what international event calendars will look like, however FIS are working very hard to ensure where possible racing can go ahead.

Again, we can reflect on the successes of our athletes, the Snow Sports NZ team and the programmes we run, all supported by our funders and providers.

Earlier in the year Alpine skier Alice Robinson won the Emerging Talent Award at the 57th ISPS Handa Halberg Awards, which was recognition for an outstanding season where she claimed two Alpine GS World Cup titles. While there are too many outstanding results to mention, some truly elite performances were Zoi Sadowski-Synnott winning the Euro X-Games in SS; Tiarn Collins winning his first SS World Cup; Adam Hall winning four WPAS races; Corey Peters winning a NORAM race and two WPAS races; and Piera Hudson winning three Alpine races at the Far East Cup events. On the Freeride World Tour Jess Hotter won the Kicking Horse stop and took the Rookie of the Year title which reflected her outstanding season, plus Craig Murray won the Fieberbrunn stop. Additionally, we have a strong pipeline of athletes including Margaux Hackett and Aaron Ewen who are poised and will undoubtedly make international podiums at pinnacle events in the very near future.

The Winter Youth Olympic Games were held in Switzerland in January with NZ well represented. Luca Harrington came back with a bronze medal in Freeski and Campbell Wright finished a very credible 4th in Nordic.

Congratulations to Winter Games NZ for managing to pull off the Obsidian event, demonstrating how to adapt to the disrupted world we are living in. They continue to showcase our sport and NZ to the world.

Thank you to our Board who work as volunteers providing strong governance and support for the organisation, especially as we navigate these uncertain times of change.

A huge thank you to our funding partners (FIS, HPSNZ, Sport NZ) our Gaming, Community, and Charitable Trust supporters (Community Trust South, Otago Community Trust, NZ Community Trust, Pub Charity, Lion Foundation, Southern Trust, Racing Industry Transition Agency, Halberg Foundation, Foundation North), our resort partners (Cardrona, Coronet Peak, Mt Hutt, Treble Cone) and sponsors (Snowvision, Cooke Howlison Holden, Mons Royale, North Face, One Studio) the funding and in-kind support you provide enables Snow Sports NZ to support our athlete pathways from entry level through to high performance.

Jan Shearer
Chief Executive



Craig Murray – FWT Freeski Gold
Fieberbrunn – credit Jeremy Bernard

RESULTS

For the 12 months ended 30 June 2020

Athlete	Date	Venue	Discipline
Alice Robinson	26 Oct 19	Solden	Giant Slalom
Jess Hotter	12 Feb 20	Kicking Horse	FWT Freeski
Alice Robinson	15 Feb 20	Kranjska Gora	Giant Slalom
Tiarn Collins	16 Feb 20	Calgary	SB Slopestyle
Craig Murray	8 Mar 20	Fieberbrunn	FWT Freeski
Zoi Sadowski-Synnott	8 Mar 20	Hafjell	SB Slopestyle
Hank Bilous	25 Jan 20	Hakuba	FWT Freeski
Nico Porteous	9 Feb 20	Copper	FS Superpipe
Hank Bilous	8 Mar 20	Fieberbrunn	FWT Freeski



INTERNATIONAL LEVEL

North American Cup		
1st	Corey Peters	Super-G USA
2nd	Corey Peters	Slalom USA
3rd	Adam Hall	Slalom USA
3rd	Corey Peters	Super-G USA
3rd	Corey Peters	Giant Slalom USA
Southern Hemisphere Cup		
1st	Adam Hall	Giant Slalom NZL
1st	Adam Hall	Slalom NZL
1st	Adam Hall	Super-G NZL
1st	Adam Hall	Super-G NZL
1st	Corey Peters	Slalom NZL
1st	Corey Peters	Super-G NZL
2nd	Aaron Ewen	Slalom NZL
2nd	Corey Peters	Giant Slalom NZL
3rd	Aaron Ewen	Super-G NZL
3rd	Gemma Fletcher	Giant Slalom NZL
3rd	Gemma Fletcher	Slalom NZL

Freeride 4 Star			
1st	Claire McGregor	Le Rosiere	FRA
1st	Claire McGregor	Les Arcs	FRA
1st	Claire McGregor	Silvretta Montafon	AUT
1st	Jess Hotter	The Remarkables	NZL
1st	Julian Hampton	The Remarkables	NZL
2nd	Benjamin Ewens	Silvretta Montafon	AUT
2nd	Claire McGregor	The Remarkables	NZL
2nd	Hank Bilous	The Remarkables	NZL
3rd	Craig Murray	The Remarkables	NZL
3rd	Maria Kuzma	Silvretta Montafon	AUT

Far East Cup			
1st	Piera Hudson	Giant Slalom	CHN
1st	Piera Hudson	Slalom	CHN
1st	Piera Hudson	Giant Slalom	CHN
3rd	Piera Hudson	Giant Slalom	CHN
3rd	Piera Hudson	Slalom	CHN
FIS Youth Event			
1st	Luke Wilkins	U14 Slalom	BIH
1st	Olivia Flight	U16 Giant Slalom	BIH
2nd	Michol Hinton	U16 Giant Slalom	BIH
3rd	Aidan Wilkins	U16 Slalom	BIH
3rd	Alec Jackson	U16 Slalom	CRO

Youth Olympic Games	
3rd	Luca Harrington Freeski Halfpipe SUI



NATIONAL TITLES

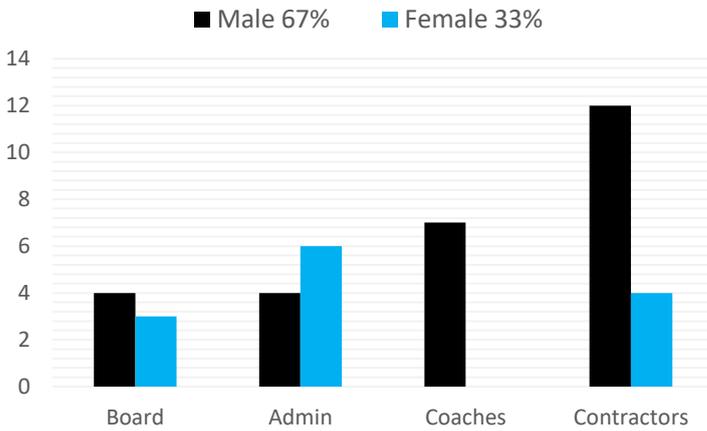
Freeski & Snowboard Junior Nationals Winners				Freeski & Snowboard Slopestyle Series Winners	
Freeski Women		Freeski Men		Snowboard Men	
Cassandra Addis	U8	Riley Hein	U8	Olivia Hein	Freeski U14 Women
Michaela Bridgens	U10	Ollie Wilton	U10	Finley Melville-Ives	Freeski U14 Men
Grete Mia Meentalo	U12	Luke Harrold	U12	Lucia Georgalli	Snowboard U14 Women
Sylvia Trotter	U14	Finley Melville Ives	U14	Rocco Jamieson	Snowboard U14 Men
Ruby Andrews	U16	Angus Falconer	U16	Laura Molly Jane Wotton	Freeski Open Women
Mia Callingham	U18	Harry Cookson	U18	Connor Addis	Freeski Open Men
				Cool Wakushima	Snowboard Open Women
				Sam Finnemore	Snowboard Open Men

National Alpine Winners		National Alpine Junior Champions		NZ 4 Star National Winners		NZ Junior Freeride Tour Overall	
Alice Robinson	Womens SL	Katy Crawford	U21 Womens SL	Jess Hotter	Freeski Women	Sam Wilton	Ski Men U10
Alice Robinson	Womens GS	Sam Hadley	U21 Mens SL	Julian Hampton	Freeski Men	G Chambers, P Freeman & R Hewitt	Ski Women U14
Willis Feasey	Mens SL	Snowvision NZ Alpine Youth Champions		Claire McGregor	Snowboard Women	Ethan McLean	Ski Men U14
Willis Feasey	Mens GS	Ruby Fullerton	U14 Women	Roland Morley-Brown	Snowboard Men	Cameron Marshall	Ski Men U16
		Hemi Miekle	U14 Men			Lola Crump	Ski Women U18
		Mikayla Smyth	U16 Women			Lach Powell	Ski Men U18
		Alec Jackson	U16 Men			Eliot Danzer	Snowboard

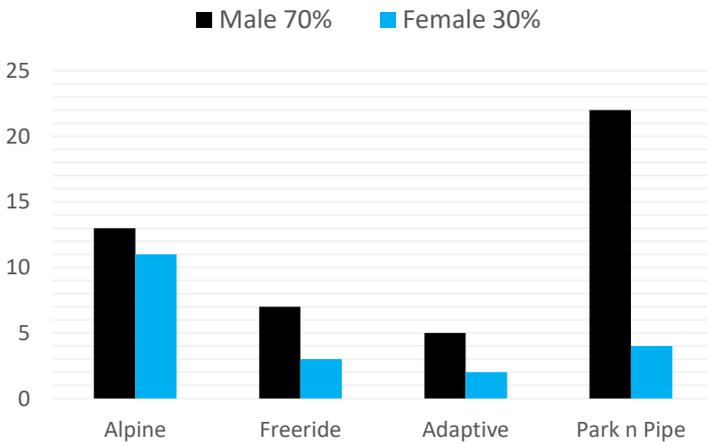
PERFORMANCE INDICATORS

For the 12 months ended 30 June 2020

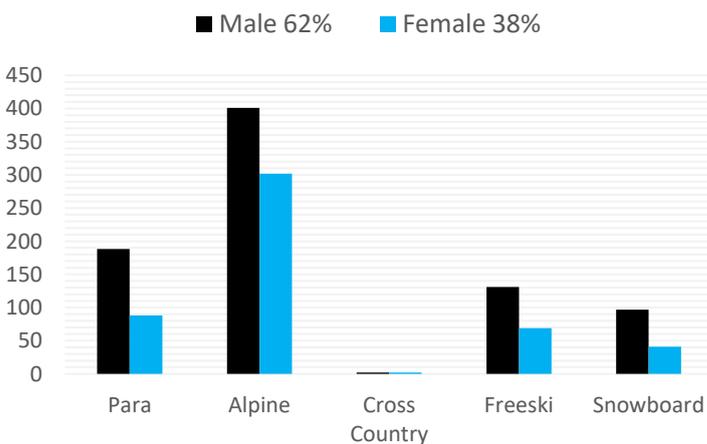
**Staff Gender Diversity
(40 Total)**



**Athlete Gender Diversity
(67 Total)**



**Membership Gender Diversity
(1,321 Total)**



Trust Funding

OTAGO Community Trust	\$
NZCT	\$
RACING INDUSTRY TRANSITION AGENCY	\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$
snowvision	\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$\$
Halberg Foundation	\$\$\$\$\$\$\$\$\$\$\$\$
FOUNDATION NORTH	\$\$\$\$\$\$\$\$\$\$\$\$
THE LION FOUNDATION	\$\$\$\$\$\$\$\$
Pub Charity	\$\$\$\$\$\$\$\$
the southern trust	\$\$\$\$
Community Trust South	\$\$\$\$

	Events Held	Camps Run
ALPINE	65	1
FREERIDE	14	5
CROSS COUNTRY	14	-
PARK & PIPE	30	2
ADAPTIVE	4	3
TOTAL	127	11

512 ADAPTIVE VOLUNTEER DAYS

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENDITURE

For the 12 months ended 30 June 2020

	Notes	2020 \$	2019 \$
Revenue			
Exchange	6	452,169	322,614
Non exchange	7	4,285,231	3,946,059
Total revenue		4,737,400	4,268,673
Expenses			
Administration		330,264	391,052
Events		222,558	174,610
Non-cash items		154,927	194,291
Operations		3,108,449	3,186,305
Scholarships		493,812	623,790
Total expenses	8	4,310,010	4,570,048
Total surplus (deficit) for the year		427,390	(301,375)
Other comprehensive revenue and expenses		-	-
Total surplus (deficit) for the year		427,390	(301,375)

Alice Robinson
World Cup GS Gold
Sölden
credit Erich Spiess



Snow Sports New Zealand, Inc.

STATEMENT OF CHANGES IN NET ASSETS

For the 12 months ended 30 June 2020

	Notes	2020 \$	2019 \$
Opening balance		870,754	1,172,129
Surplus (deficit) for the year		427,390	(301,375)
Other comprehensive income		-	-
Closing equity		1,298,144	870,754



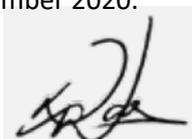
Luca Harrington – Youth Olympic Games Freeski Halfpipe Bronze – Lausanne

STATEMENT OF FINANCIAL POSITION

As at 30 June 2020

	Notes	2020 \$	2019 \$
Equity			
Accumulated comprehensive revenue and expenses		1,298,144	870,754
Total net assets		1,298,144	870,754
Current assets			
Cash and cash equivalents	10	748,835	276,797
Investments	11	-	358,640
Prepayments		95,829	58,168
Receivables from exchange transactions		33,428	45,960
Receivables from non exchange transactions		28,560	2,150
Total current assets		906,652	741,715
Non-current assets			
Property, plant and equipment	12	636,781	417,479
Intangible assets	13	20,367	563
Total non-current assets		657,149	418,042
Total assets		1,563,801	1,159,757
Current liabilities			
Trade and other creditors	14	140,869	67,949
Employee entitlements		57,138	43,021
GST payable		51,044	86,947
Grants in advance	15	16,606	91,086
Total current liabilities		265,657	289,003
Net assets		1,298,144	870,754

Signed for and on behalf of the Board Members who have authorised these financial statements for issue on 18 September 2020.



Chairperson

18 September 2020



Board Member

18 September 2020

CASH FLOW STATEMENT

For the 12 months ended 30 June 2020

	Notes	2020	2019
		\$	\$
Cash flows from operating activities			
<i>Receipts</i>			
Receipts from HPSNZ grants		2,344,026	2,512,000
Receipts from Sport NZ grants		405,727	189,168
Receipts from International Ski Federation (FIS)		263,219	307,100
Receipts from Trust grants		191,396	159,661
Receipts from Commercial Sponsorship		50,000	
Receipts from Winter Games NZ		17,029	16,499
Receipts from donations		5,172	9,792
Receipts from scholarships		685,009	817,207
Receipts from membership fees		44,931	48,347
Receipts from events		108,785	102,214
Receipts from other exchange transactions		219,065	213,648
Receipts from other non exchange transactions		36,977	9,357
Interest received		9,717	7,629
		4,381,053	4,392,622
<i>Net movement in GST</i>		(33,432)	6,389
<i>Payments</i>			
Payments to suppliers		2,078,234	2,448,049
Payments to employees		1,314,109	1,364,324
Grants and scholarships paid		450,182	748,631
Interest paid		65	170
		3,842,590	4,561,174
Net cash flows from operating activities		505,031	(162,163)
Cash flows from investing activities			
<i>Receipts</i>			
Investments in short term deposits		358,640	
<i>Payments</i>			
Purchase of property, plant and equipment		391,633	122,872
Investments in short term deposits		-	8,640
		391,633	131,512
Net cash flows from investing activities		(32,993)	(131,512)
Net cash flows from financing activities		-	-
Net increase (decrease) in cash equivalents		472,038	(293,675)
Cash and cash equivalents at 1 July		276,797	570,472
Cash and cash equivalents at 30 June	10	748,835	276,797

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

1 Reporting entity

The reporting entity is Snow Sports NZ which is domiciled in New Zealand and is a charitable organisation registered under the Incorporated Societies Act 1908.

The financial statements comprising of Snow Sports NZ and its controlled entity, Snow Sports NZ Charitable Trust, together the "Group", are presented for the year ended 30 June 2020.

These Group financial statements and the accompanying notes summarise the financial results of activities carried out by the Group. The Group provides sporting services to people living in the wider New Zealand area.

Snow Sports NZ Charitable Trust is a charitable organisation registered under the Charitable Trusts Act 1957 and the Charities Act 2005. Snow Sports NZ is the sole Trustee of the Snow Sports NZ Charitable Trust.

The consolidated financial statements have been approved and were authorised for issue by the Board Members on 18 September 2020.

2 Statement of compliance

The Group financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP). They comply with Public Benefit Entity Standards Reduced Disclosure Regime (PBE Standard) as appropriate for Tier 2 Not For Profit (NFP) Public Benefit Entities, for which all disclosure exemptions have been adopted.

The Group is eligible to report in accordance with Tier 2 PBE (NFP) Standards on the basis that it does not have public accountability and annual expenditure does not exceed \$30 million.

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

3 Changes in accounting policies

The accounting policies are consistent with those of the previous financial year.

4 Summary of accounting policies

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

4.1 Basis of measurement

The consolidated financial statements have been prepared on the basis of historical cost.

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

4.2 Functional and presentational currency

The consolidated financial statements are presented in New Zealand dollars (\$), which is the Group's functional currency. All financial information presented in New Zealand dollars has been rounded to the nearest dollar.

4.3 Basis of consolidation

Controlled entities are all those entities over which the controlling entity has the power to govern the financial and operating policies so as to benefit from its activities. The controlled entities are consolidated from the date on which control is transferred and are de-consolidated from the date that control ceases. In preparing the consolidated financial statements, all inter entity balances and transactions, and unrealised gains and losses arising within the consolidated entity are eliminated in full. The accounting policies of the controlled entity are consistent with the policies adopted by the Group and have a 30 June 2020 reporting date.

4.4 Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to The Group and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from non exchange transactions

Donations

Donations are recognised as revenue upon receipt and include donations from the general public, donations received for specific programmes and services.

In kind income

In kind income includes income received for goods, services, and volunteer time and is recognised in revenue and expense when the service or good is received. Donations in-kind are measured at their fair value as at the date of acquisition, ascertained by reference to the expected cost that would be otherwise incurred by the Group.

Grant Revenue

Grant revenue includes grants given by High Performance Sport NZ, Sport NZ other charitable organisations, philanthropic organisations and businesses. Grant revenue is recognised when the conditions attached to the grant have been complied with. Where there are unfulfilled conditions attached to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to revenue as the conditions are fulfilled.

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

Revenue from exchange transactions

Membership fees

Fees and subscriptions received in exchange for annual access to member services are initially recorded as income in advance and recognised in revenue over the membership period.

Registration fees

Registration fees for functions and events are recorded as revenue when received.

Athlete contributions

Athlete contributions to development camps are recorded as revenue when received.

Interest income

Interest revenue is recognised as it accrues, using the effective interest method.

4.5 Financial instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument.

The Group derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- The Group has transferred substantially all the risks and rewards of the asset; or
- The Group has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

Financial assets

Financial assets within the scope of NFP PBE IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets. The classifications of the financial assets are determined at initial recognition.

The categorisation determines subsequent measurement and whether any resulting income and expense is recognised in surplus or deficit or in other comprehensive revenue and expenses. The Group's financial assets are classified as either financial assets at fair value through surplus or deficit, or loans and receivables. The Group's financial assets include: cash and cash equivalents, short-term investments, receivables from non-exchange transactions, receivables from exchange transactions and investments.

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

All financial assets except for those at fair value through surplus or deficit are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

Financial assets at fair value through surplus or deficit.

Financial assets at fair value through surplus or deficit include items that are either classified as held for trading or that meet certain conditions and are designated at fair value through surplus or deficit upon initial recognition.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Group's cash and cash equivalents, short-term investments, receivables from non-exchange transactions, receivables from exchange transactions and non-equity investments fall into this category of financial instruments.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account. The amount of the loss is recognised in the surplus or deficit for the reporting period.

In determining whether there is any objective evidence of impairment, the Group first assesses whether there is objective evidence of impairment for financial assets that are individually significant, and individually or collectively significant for financial assets that are not individually significant. If the Group determines that there is no objective evidence of impairment for an individually assessed financial asset, it includes the asset in a group of financial assets with similar credit risk characteristics and collectively assesses them for impairment. Assets that are individually assessed for impairment and for which an impairment loss is or continues to be recognised are not included in a collective assessment for impairment.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed by adjusting the allowance account. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognised in surplus or deficit.

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

Financial Liabilities

The Group's financial liabilities include trade and other creditors (excluding GST and PAYE), loans and borrowings and deferred income (in respect to grants whose conditions are yet to be complied with).

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

4.6 Cash and cash equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

4.7 Short term investments

Short term investments comprise term deposits which have a term of greater than three months and therefore do not fall into the category of cash and cash equivalents.

4.8 Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

Depreciation is charged on a straight line and diminishing value basis over the useful life of the asset. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

- Event equipment 10% – 100% DV
- Leasehold improvements 10% – 30% DV and straight line over lease term
- Motor vehicles 25% – 67% DV
- Office equipment 10% – 67% DV
- Training equipment 10% – 67% DV

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

4.9 Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition.

Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired.

The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits or service potential embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates.

The amortisation expense on intangible assets with finite lives is recognised in surplus or deficit as the expense category that is consistent with the function of the intangible assets.

The Group does not hold any intangible assets that have an indefinite life.

The amortisation periods for the Group's assets are as follows:

- Website 20% - 25% SL
- App 25% SL

4.10 Leases

Payments on operating lease agreements, where the lessor retains substantially the risk and rewards of ownership of an asset, are recognised as an expense on a straight-line basis over the lease term.

4.11 Employee benefits

Liabilities for wages and salaries and annual leave are recognised in surplus or deficit during the period in which the employee provided the related services. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.

4.12 Income tax

The Group is exempt from income tax.

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

4.13 Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except for receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to Inland Revenue is included as part of receivables or payables in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to Inland Revenue is classified as part of operating cash flows.

4.14 Equity

Equity is the community's interest in the Group, measured as the difference between total assets and total liabilities. Equity is made up of accumulated comprehensive revenue and expenses since the formation of the Group.

4.15 New standards adopted and interpretations not yet adopted

All mandatory, new or amended accounting standards and interpretations were adopted in the current year. The Group has not yet assessed the impact of the following new standards and interpretations on issues which have yet to be adopted:

- 2016 omnibus amendments to PBE (NFP) standards
- PBE IFRS 9: Financial Instruments

The board expects to adopt the above standards in the period in which they become mandatory. The Board anticipate that the above standards are not expected to have a material impact on the financial statements in the period of initial application, however a detailed assessment of the impact is yet to be performed.

5 Significant accounting judgements, estimates and assumptions

The preparation of the Group's consolidated financial statements require management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Judgements

In the process of applying the Group's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the consolidated financial statements:

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

Operating lease commitments

Vehicle, premise and photocopier leases

The Group has determined, based on an evaluation of the terms and conditions of the arrangements, such as the lease term not constituting a substantial portion of the economic life of the leased assets, that it does not retain all the significant risks and rewards of ownership of these assets and accounts for the contracts as operating leases.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are described below. The Group based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of The Group. Such changes are reflected in the assumptions when they occur.

Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to determine potential future use and value from disposal:

- The condition of the asset
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the asset
- Changes in the market in relation to the asset

The estimated useful lives of the asset classes held by The Group are listed in Notes 4.8 and 4.9

6 Group information Subsidiaries

The consolidated financial statements of the Group include the following subsidiaries:

Name of subsidiary	Principal activities	Country of incorporation	Percentage equity interest		Sporting Body – carrying value of investment (at cost)	
			2020	2019	2020	2019
Snow Sports NZ Charitable Trust	Increase snow sports participation in NZ	NZ	1%	1%	Nil	Nil

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

The reporting date of Snow Sports NZ and Snow Sports NZ Charitable Trust is 30 June.

There are no significant restrictions on the ability of Snow Sports NZ Charitable Trust to transfer funds to Snow Sports NZ in the form of cash distributions or to repay loans or advances.

6 Revenue from exchange transactions

Revenue from exchange transactions received during each reporting period are made up of the following:

	2020	2019
	\$	\$
Athlete contributions	160,179	147,860
Commercial Sponsorship	50,000	
Event Fees	61	
Exchange gain	5,740	105
Gain on disposal of fixed assets	-	996
Insurance proceeds	23,249	899
Interest received	6,048	11,302
Membership income	44,930	48,347
Merchandise sales	1,215	1,110
Other income	38,370	15,781
Registration fees	99,854	96,214
Scholarships Received – International Olympic Committee (IOC)	22,523	
	452,169	322,614

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

7 Revenue from non exchange transactions

Revenue from non exchange transactions received during each reporting period are made up of the following:

	2020	2019
	\$	\$
High Performance Sport NZ (HPSNZ) grants	2,507,586	2,399,100
HPSNZ Performance Enhancement Grants (PEGs)	504,375	530,625
Sport NZ grants	386,000	99,786
HPSNZ Prime Minister's Scholarships	197,294	145,332
Paralympics NZ Performance Enhancement Grants (PEGs)	-	60,000
Federation of International Ski (FIS) financial support	263,219	307,100
Winter Games NZ income	17,029	16,499
Central Lakes Trust grant	4,400	3,000
Community Organisation Grant Scheme grant	-	2,000
Community Trust South grant	5,000	6,000
Disabled Snowsports NZ grant	-	2,000
Foundation North grant	11,892	-
Four Winds Foundation grant	2,000	1,000
Halberg Disability Foundation grant	12,000	12,000
Lion Foundation grant	10,000	8,000
NZ Community Trust grant	41,000	45,000
Racing Industry Transition Agency grant (formerly NZ Racing Board)	15,000	10,000
One Foundation grant	2,504	1,875
Otago Community Trust grants	52,600	51,500
Pub Charity grant	10,000	10,000
Sky City Queenstown grant	2,000	286
Snowvision grant	15,000	
Southern Trust grant	5,000	8,000
Trust Waikato grant	1,500	1,000
Whanganui Community Foundation grant	1,500	1,000
Donations received	8,444	11,459
Event sponsorship	8,870	6,000
Other income	37,494	44,128
Other scholarships received	4,314	-
In kind income	159,210	163,369
	4,285,231	3,946,059

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

8 Components of total expenses

Surplus (Deficit) for the year includes the following specific expenses:

	2020	2019
	\$	\$
Administration		
ACC levies	17,806	19,002
Audit fees	7,992	7,392
Bank and credit fees	7,840	16,289
Computer, communications and IT	40,081	45,794
Insurance	30,362	26,729
Legal	-	618
Marketing	6,124	40,115
Occupancy	127,397	126,576
Office costs	12,603	16,044
Recruitment and staff costs	19,162	30,977
Subscriptions	1,532	2,146
Vehicle expenses	59,365	59,370
	330,264	391,052
Events		
Alpine events	31,391	15,110
Freeski and Snowboard Continental Cup	20,691	20,210
Freeski and Snowboard Junior Series	12,406	9,275
Junior Nationals	53,264	45,576
NZ Junior Freeride Tour	5,000	
Snow Sports NZ annual awards	32,271	23,108
Registration fees paid	67,535	61,331
	222,558	174,610
Non cash items		
Amortisation	996	17,668
Depreciation	152,101	174,884
Loss on disposal of fixed assets	1,830	1,739
	154,927	194,291

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

Operations		
Contractors	549,669	379,658
Facility access	298,295	284,040
FIS and international federation fees	50,205	27,556
Innovation	2,971	
Salaries	1,328,225	1,299,620
Science and medical	2,963	17,104
Technology and equipment	50,410	58,498
Travel	825,711	1,119,829
	3,108,449	3,186,305
Scholarships		
Performance Enhancement Grants (PEGs)	476,783	607,291
Winter Games NZ grant	17,029	16,499
	493,812	623,790
Total expenses	4,310,010	4,575,256

9 Auditor's remuneration

Crowe New Zealand Audit Partnership provides audit services to the Group. The total amount recognised as an audit fees expense is \$7,992 (2019: \$7,992).

No non-audit services are provided by Crowe New Zealand Audit Partnership.

10 Cash and cash equivalents

Cash and cash equivalents include the following components:

	2020	2019
	\$	\$
BNZ deposits	702,092	267,039
BNZ credit cards	(4,963)	(9,745)
FIS current account (31,517 Swiss Francs)	51,706	19,503
	748,835	276,797

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

11 Investments

	2020	2019
	\$	\$
Term deposits – maturing within 12 months of balance date	-	358,640

12 Property, plant and equipment

Several assets classified in 2019 as event equipment have been reclassified in 2020 as training equipment to represent the assets' use more fairly. The reclassifications have been done as at asset purchase dates to make the 2019 disclosure consistent with 2020.

2020	Cost / Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
Event Equipment	393,939	(317,737)	76,202
Lease Improvements	578,833	(273,349)	305,484
Motor Vehicles	1,626	(1,438)	188
Office Equipment	82,423	(59,001)	23,422
Training Equipment	551,560	(320,075)	231,485
Total	1,608,381	(971,600)	636,781

2019	Cost / Valuation	Accumulated Depreciation	Net Book Value
	\$	\$	\$
Event Equipment	381,445	(291,057)	90,388
Lease Improvements	271,349	(259,684)	11,665
Motor Vehicles	1,626	(1,353)	273
Office Equipment	79,319	(52,952)	26,367
Training Equipment	521,885	(233,098)	288,787
Total	1,255,624	(838,144)	417,480

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

Reconciliation of the carrying amount at the beginning and end of the period:

2020	Opening Balance	Additions	Disposals	Depreciation	Net Book Value
	\$	\$	\$	\$	\$
Event Equipment	90,388	22,351	(1,754)	(34,783)	76,202
Lease Improvements	11,665	307,484	-	(13,665)	305,484
Motor Vehicles	273	-	-	(85)	188
Office Equipment	26,367	13,723	(76)	(16,592)	23,422
Training Equipment	288,787	29,674	-	(86,976)	231,485
Total	417,480	373,232	(1,830)	(152,101)	636,781

2019	Opening Balance	Additions	Disposals	Depreciation	Net Book Value
	\$	\$	\$	\$	\$
Event Equipment	98,193	42,926	(4,705)	(46,026)	90,388
Lease Improvements	14,480	-	-	(2,815)	11,665
Motor Vehicles	2,306	-	(1,878)	(156)	273
Office Equipment	7,574	37,126	(335)	(17,998)	26,367
Training Equipment	338,327	58,349	-	(107,889)	288,787
Total	460,880	138,401	(6,917)	(174,884)	417,480

13 Intangible assets

	2020	2019
	\$	\$
Cost (website and app)	118,289	97,489
Accumulated amortisation	(97,922)	(96,926)
Net book value	20,367	563

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

Reconciliation of the carrying amount at the beginning and end of the period:

	2020	2019
	\$	\$
Opening balance	563	18,230
Additions (website and app)	20,800	-
Disposals	-	-
Amortisation	(996)	(17,667)
Net book value	20,367	563

14 Trade and other creditors

	2020	2019
	\$	\$
Trade creditors	153,869	67,949
Net book value	153,869	67,949

15 Grants in advance

	2020	2019
	\$	\$
Membership fees	9,734	11,165
Other income	-	2,417
Other scholarships	4,764	-
Trust grants	2,108	77,504
Net book value	16,606	91,086

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

16 Related party transactions

Richard Leggat (Board Member) is trustee of Winter Games NZ Trust. The Group has a close business relationship with Winter Games NZ Trust due to both entities operating in the same industry. There were numerous transactions between the two entities during the year relating to events, fees payable to overseas bodies and lease of office space. All transactions occurred on an arm's length basis.

Mat Woods (Board Member) is the Head of Sales at Cardrona Alpine Resort and Treble Cone Investments Ltd. The Group has a close business relationship with Cardrona Alpine Resort and Treble Cone Investments Ltd due to the entities operating within the same industry. There were numerous transactions between the entities during the year relating to the landing bag, facility hire and ski passes, as well as general transactions occurring in the normal course of business. Cardrona and Treble Cone have also provided in-kind support for access to their alpine areas.

Tamsin Chittock (Board Member) contracts physiotherapy services to High Performance Sport NZ. The Group is funded by High Performance Sport NZ and has many close working relationships with High Performance Sport NZ and its contractors.

An officer of the Wanaka Ski and Snowsports Club, and contractor to Winter Games NZ Trust, is the wife of David Wallace (Board Chair). The Group has a close business relationship with the Wanaka Ski and Snowsports Club and Winter Games NZ Trust due to the entities operating within the same industry. Athlete grants from the club were administered by the Group and there were numerous Winter Games NZ Trust transactions occurring on an arm's length basis.

Key Management Personnel

The key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, are the members of the governing body which is comprised of the Board Members, Chief Executive and Key Management Personnel, which constitutes the governing body of the Group. No remuneration is paid to Board Members. The aggregate remuneration of key management personnel and the number of individuals, determined on a full-time equivalent basis, receiving remuneration is as follows:

	2020	2019
	\$	\$
Total remuneration	460,295	402,848
Full Time Equivalent (FTE)	3.6	3.5

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

17 Leases

As at the reporting date, the Board Members have entered into the following non-cancellable operating leases:

	2020 \$	2019 \$
Not later than one year	146,797	150,451
Later than one and no later than five years	178,439	155,814
Later than five years	-	-
	325,236	306,265

18 Categories of financial assets and liabilities

Classification of financial instruments:

All financial assets held by the entity are classified as “loans and receivables” and are carried at cost less accumulated impairment losses.

All financial liabilities held by the organisation are carried at amortised cost.

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	2020 \$	2019 \$
Financial assets		
<i>Financial assets</i>		
Deposits	-	358,640
<i>Loans and receivables</i>		
Cash and cash equivalents	748,835	267,797
Receivables from exchange transactions	111,117	45,960
Receivables from non exchange transactions	28,560	2,150
	888,512	674,547
Financial liabilities		
Trade and other creditors	135,869	67,949
	135,869	67,949

NOTES TO THE FINANCIAL STATEMENTS

For the 12 months ended 30 June 2020

19 Capital commitments

A grant from Sport NZ of up to \$59,625 has been approved for capital expenditure in 2020. The funding is for the purchase, installation and maintenance of sports infrastructure (2019: \$93,552).

A grant from High Performance Sport NZ of up to \$21,192 has been approved for capital expenditure in 2020. The funding is for innovation projects (2019: \$Nil)

20 Contingent assets and liabilities

There are no contingent assets or liabilities at the reporting date (2019: \$Nil).

The Group has a credit card facility with a maximum value of \$51,500 (2019: \$48,500).

The Group has a \$120,000 BNZ letter of credit in favour of Datacom Employer Services Ltd for payroll purposes.

21 Events after the reporting date

The Board Members and management are not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly, or may significantly, affect the operations of the Group, other than the following:

Sport NZ have committed \$407,219 of relief funding to the 2021 financial year from their national partner support fund. The funding is to enable the Group to ensure the provision of an athlete daily training environment at Cardrona Alpine Resort during the 2020 winter season (2019: \$nil).

22 Going Concern

In order to continue operations in their current format, the Group is reliant on funding from their main supporters, High Performance Sport New Zealand, Sport New Zealand and the International Ski Federation, as well as receiving funds and in-kind support from other organisations.

As a Tier 2 sport, High Performance Sport New Zealand have committed four years of funding for the 2019 to 2022 financial years. For the subsequent four financial years 2023 to 2026 High Performance Sport New Zealand have committed a minimum 60% of current funding.

The Group is aware that COVID-19 was declared a global health emergency on 31 January 2020 by the World Health Organization and the subsequent announcement by the NZ Government that all non-essential businesses were to close effective 25 March 2020. Beyond the lockdown period travel remains restricted, which impacts the events our athletes can compete in. However, in the current environment training can be undertaken. At this point in time it is not possible to quantify the financial impact of this pandemic on future operations.

BREAKDOWN BY DEPARTMENT

For the 12 months ended 30 June 2020

	Capital Expenditure	High Performance	Sport Development	Total
	\$	\$	\$	\$
Income				
Athlete contributions	-	153,364	6,815	160,179
Commercial sponsorship	-	-	50,000	50,000
Donations received	1,116	-	7,328	8,444
Event sponsorship	-	-	8,870	8,870
Exchange gain	-	-	5,737	5,737
FIS financial support	-	-	263,219	263,219
Grants received - HPSNZ	56,462	2,451,124	-	2,507,586
Grants received - Sport NZ	250,793	997	134,210	386,000
Grants received - Trusts	44,892	-	146,504	191,396
In kind income	-	32,638	126,572	159,210
Insurance proceeds	-	22,874	375	23,249
Interest received	-	4,836	1,212	6,048
Membership income	-	-	44,930	44,930
Merchandise sales	-	-	1,215	1,215
Other income	-	62,727	13,139	75,866
Registration fees	-	-	99,915	99,915
Scholarships	1,343	712,164	32,029	745,536
Total income	354,606	3,440,724	942,070	4,737,400
Administration expenses				
ACC levies paid	-	14,270	3,535	17,805
Audit fees	-	6,394	1,598	7,992
Bank and credit fees	-	3,533	4,307	7,840
Computer, communications and IT	-	26,543	13,538	40,081
Insurance	-	24,652	5,710	30,362
Marketing	-	424	5,699	6,123
Occupancy	-	104,229	23,169	127,398
Office costs	-	8,962	3,641	12,603
Recruitment and staff costs	-	16,593	2,570	19,163
Subscriptions	-	942	590	1,532
Vehicle expenses	-	45,449	13,915	59,364
Events expenses	-	-	222,558	222,558
Non-cash expenses				
Amortisation	996	-	-	996
Depreciation	152,101	-	-	152,101
Loss on disposal of fixed assets	1,830	-	-	1,830
Operations expenses				
Contractors	-	371,779	177,890	549,669
Facility access	-	194,378	103,917	298,295
FIS expenses	-	21,587	28,618	50,205
Salaries	-	1,100,322	227,904	1,328,226
Science and medical	-	5,933	-	5,933
Technology and equipment	-	37,923	12,486	50,409
Travel	-	788,561	37,151	825,712
Scholarships	-	476,784	17,029	493,813
Total expenses	154,927	3,429,258	905,825	4,310,010
Surplus (Deficit)	199,679	191,466	36,245	427,390