

Russell Boating Club Inc

Financial Statements

For the Year Ended 31 March 2017

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As at 31 March 2017

Nature of Business	Yachting & Boating Club
Address	Matawhi Bay Russell
Auditor	Hartnell Grond Walker Chartered Accountants 6 Redan Road Kaitia
Bankers	Westpac Bank Pahia
IRD Number	49-546-130

Russell Boating Club Inc

Divisional Statement of Financial Performance

For the Year Ended 31 March 2017

	Note	2017	2016
		\$	\$
BAR			
Operating Revenue			
Bar Sales		56,262	58,090
Less Cost of Sales			
Opening Stock		7,324	4,010
Purchases		22,374	29,540
Closing Stock		(4,406)	(7,324)
Total Cost of Sales		25,292	26,226
Gross Surplus from Trading		30,970	31,864
Less Direct Costs			
Depreciation		195	124
Wages - Bar Staff		17,326	15,172
Gas		2,386	1,537
Miscellaneous		333	340
Licences		415	1,017
Repairs & Maintenance		72	32
ACC Levies		127	114
Total Direct Costs		20,854	18,336
Gross Surplus		10,115	13,528
Gross Surplus %		17.98%	23.29%

Russell Boating Club Inc

Divisional Statement of Financial Performance (continued)

For the Year Ended 31 March 2017

	Note	2017	2016
		\$	\$
KITCHEN			
Operating Revenue			
Sales		35,343	40,018
Less Cost of Sales			
Opening Stock		1,478	664
Purchases		19,101	21,865
Closing Stock		(833)	(1,478)
Total Cost of Sales		19,746	21,051
Gross Surplus from Trading		15,597	18,967
Less Direct Costs			
Depreciation		1,546	1,643
Wages - Kitchen Staff		19,852	18,157
Gas		1,039	1,152
Miscellaneous		1,165	910
Licences		270	270
Repairs & Maintenance		1,116	553
ACC Levies		154	142
Total Direct Costs		25,142	22,827
Gross Deficit		(9,545)	(3,860)
Gross Surplus %		-27.01%	-9.65%

Divisional Statement of Financial Performance (continued)

For the Year Ended 31 March 2017

	Note	2017	2016
		\$	\$
TALL SHIPS REGATTA			
Operating Revenue			
Entries		2,244	2,268
Bar Sales		13,068	11,999
Donations / Koha		814	1,083
Misc Income		316	917
Hangi Sales		10,043	8,174
Tall Ships Merchandise		3,362	2,937
Total Revenue		29,847	27,378
Less Cost of Sales			
Opening Stock		1,532	1,443
Closing Stock		(1,046)	(1,532)
Total Cost of Sales		486	(89)
Gross Surplus from Trading		29,361	27,467
Less Direct Costs			
Tall Ships - Racing		833	898
Bar - Cost of Sales		6,440	5,297
Band Hire		1,550	1,775
Cost of Tall Ships Merchandise		1,909	1,452
Food		5,174	4,175
Marquee & Lighting		2,671	2,570
Licences		1,010	510
Hospitality		355	-
Miscellaneous		238	435
Total Direct Costs		20,180	17,112
Gross Surplus		9,181	10,355
Gross Surplus %		30.76%	37.82%

Russell Boating Club Inc

Divisional Statement of Financial Performance (continued)

For the Year Ended 31 March 2017

	Note	2017	2016
		\$	\$
JUNIOR SAILING			
Operating Revenue			
Donations		1,448	321
Less Direct Costs			
Depreciation		547	593
Repairs, Maintenance & Running Costs		35	150
Total Direct Costs		582	743
Gross Surplus (Deficit)		866	(422)
Gross Surplus %		59.81%	-131.46%

Divisional Statement of Financial Performance (continued)

For the Year Ended 31 March 2017

	Note	2017	2016
		\$	\$
CLUB MERCHANDISE			
Operating Revenue			
Club Merchandise		624	365
Less Cost of Sales			
Opening Stock		619	941
Closing Stock		(256)	(619)
Total Cost of Sales		363	322
Gross Surplus from Trading		261	43

Combined Statement of Financial Performance**For the Year Ended 31 March 2017**

	Note	2017	2016
		\$	\$
Divisional Revenue			
Surplus from Bar		10,115	13,528
Deficit from Kitchen		(9,545)	(3,860)
Surplus from Tall Ships Regatta		9,181	10,355
Surplus (Deficit) from Junior Sailing		866	(422)
Surplus from Club Merchandise		261	43
Total Divisional Revenue		10,879	19,644
Less Expenses			
Racing Expenses			
Rescue Boat		765	46
Racing - Miscellaneous		259	12
Racing - Repairs and Maintenance		-	766
Trophies & Prizes		947	934
		1,971	1,758
Slip Grid & Moorings			
Mooring Fees		772	754
Mooring - Repairs & Maintenance		4,466	7,677
Slip Grid - Misc		405	12
Depreciation Slip Grid & Mooring		-	1,033
Slip Grid - Repairs and Maintenance		1,962	-
		7,605	9,476
Social Expenses			
Bands		1,184	2,211
Hospitality		1,283	220
Social Events		424	305
		2,891	2,736
Administration Expenses			
ACC Levies		54	52
Advertising		100	-
Audit Fee		2,200	2,100
Bank Fees & Charges		52	56
Club House Concessions		400	-
Bookkeeping		1,218	1,672
Miscellaneous		699	2,163
Printing & Stationery		548	318
Program Printing		854	854
YNZ Levies		5,393	5,063
Telephone & Internet		1,224	857
Wages - Bookkeeping		7,100	6,448
		19,842	19,583

Combined Statement of Financial Performance (continued)**For the Year Ended 31 March 2017**

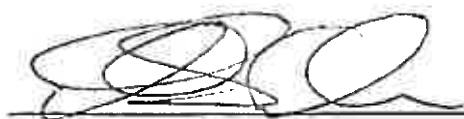
	Note	2017	2016
		\$	\$
Club House Running Costs			
40K/40yr Building Fund Expenses		173	144
Cleaning		2,060	1,987
Electricity		5,930	5,327
Club - Gas		446	437
Insurance		4,699	3,951
Permits and Licences		298	692
Rates		1,389	1,429
Repairs & Maintenance		15,778	2,262
Contract - Cleaning		3,688	3,726
		34,461	19,955
Non Cash Expenses			
Depreciation - Club House		4,798	3,531
Depreciation - Lounge Furnishings		-	570
		4,798	4,101
Total Expenses		71,568	57,609
Operating Deficit before Other Revenue		(60,689)	(37,965)
Other Revenue			
Interest Received		1,654	1,122
Internet Revenue		518	78
Mooring Fees		4,726	3,210
Donations (Jetty)		441	8,010
Slip, Grid & Mast Crane		2,839	-
Subscriptions/Joining Fees		15,922	13,791
Racing Fees		1,152	1,096
Raffles		677	1,474
Other Donations		2,478	1,180
Shower Box		2,135	2,436
Hall Hire		348	435
Social Event Income		397	1,998
40K/40yr Building Fund		10,331	4,587
Programme Advertising		2,668	2,539
Pool Table		95	470
Total Other Revenue		46,381	42,426
Net (Deficit) Surplus		(14,308)	4,461

Russell Boating Club Inc

Statement of Financial Position

As at 31 March 2017

	Note	2017 \$	2016 \$
General Funds			
Opening Balance		143,073	138,612
Net Surplus (Deficit)		(14,308)	4,461
Total General Funds		128,765	143,073
Represented by:			
Current Assets			
Cash on Hand		500	500
Cash at Bank - Westpac Cheque 00 A/c		13,085	13,007
Cash at Bank - Westpac Savings A/c		9,344	13,546
Cash at Bank - Westpac Cheque 01 A/c		14,363	-
Accounts Receivable		276	430
Stock on Hand		6,541	10,953
Current Investments	2	21,051	35,862
Total Current Assets		65,160	74,298
Non-Current Assets			
Property, Plant & Equipment		71,419	77,131
Total Assets		136,579	151,429
Current Liabilities			
Payables & Accruals		6,835	7,616
GST Payable		979	740
Total Liabilities		7,814	8,356
Net Assets		128,765	143,073



Commodore

Date 22 June 2017



Treasurer

Date 22 June 2017

Russell Boating Club Inc

Depreciation Schedule

For the Year Ended 31 March 2017

	Rate & % PVT Type USE	Cost on Hand	Opening WDV	Additions	Date of Addition	Sale Price	Profit (Loss)	Disposal Date	Cost Private	Capital Gain/Loss	DEPN	ACC DEPN	Private Depn	Accum Private	Closing WDV
Building Improvements															
Pay Shower System	15.00D	608	24	-	01/01/01	-	-	-	-	-	4	588	-	-	20
Carpark and Driveway	4.80D	1,656	732	-	01/01/01	-	-	-	-	-	35	959	-	-	697
Vinyl Flooring	21.60D	1,664	33	-	01/01/01	-	-	-	-	-	7	1,638	-	-	26
New Colour Steel Roof	4.00P	12,427	4,972	-	01/01/01	-	-	-	-	-	497	7,952	-	-	4,475
Rugs	26.40D	359	4	-	01/01/01	-	-	-	-	-	1	356	-	-	3
Subfloor	4.00D	14,110	8,559	-	01/01/01	-	-	-	-	-	342	5,893	-	-	8,217
Bathroom Renovations 2005	11.40D	2,365	613	-	01/01/01	-	-	-	-	-	70	1,822	-	-	543
Lighting on Reserve	11.40D	2,130	525	-	01/01/01	-	-	-	-	-	60	1,665	-	-	465
		35,319	15,462	560							1,016	20,873			14,446
Buildings, Slip & Grid															
Clubhouse	6.00D	28,000	7,253	-	01/01/01	-	-	-	-	-	435	21,182	-	-	6,818
Wharf & Jetty (Existing)	4.00D	36,500	14,968	-	01/01/01	-	-	-	-	-	599	22,131	-	-	14,369
Wharf Improvements & Pontoons	6.00D	15,280	4,106	-	01/01/01	-	-	-	-	-	246	11,420	-	-	3,860
Slipway & Grid	15.00D	4,800	138	-	01/01/01	-	-	-	-	-	21	4,683	-	-	117
Grundfos Pump	21.60D	594	12	-	01/01/01	-	-	-	-	-	3	585	-	-	9
Dinghy Dock Pontoon	6.00D	32,109	15,205	-	01/01/01	-	-	-	-	-	912	17,816	-	-	14,293
Sewerage Pump - Wallace	16.20P	1,204	-	-	21/02/07	-	-	-	-	-	-	1,204	-	-	-
Pontoon Ramp Dinghy Dock	3.00P	1,739	1,683	-	02/03/15	-	-	-	-	-	52	108	-	-	1,631
Sewerage Pump - Culter	13.50P	560	-	560	25/07/16	-	-	-	-	-	57	57	-	-	503
		120,766	43,365	560							2,325	79,186			41,600
Boats & Moorings - at cost															
Rescue Boat, Outboard & Trailer	12.00D	4,320	265	-	01/01/01	-	-	-	-	-	32	4,087	-	-	233
PVC Boat Cover	21.60D	441	24	-	01/01/01	-	-	-	-	-	5	422	-	-	19
Moorings # 1103	.00D	1,000	1,000	-	01/01/01	-	-	-	-	-	-	-	-	-	1,000
VHF Aerial	21.60D	152	-	-	01/01/01	-	-	-	-	-	4	152	-	-	31
Club Racing Buoy	11.40D	333	35	-	01/01/01	-	-	-	-	-	1	302	-	-	4
VHF Radio - Uniden MC 535	26.40D	337	1	-	01/01/01	-	-	-	-	-	1	337	-	-	4
VHF Radio	21.60D	306	5	-	01/01/01	-	-	-	-	-	1	302	-	-	4
Floats	39.60D	879	-	-	01/01/01	-	-	-	-	-	-	879	-	-	-

Russell Boating Club Inc

Depreciation Schedule (continued)

For the Year Ended 31 March 2017

	Rate & % PVT Type USE	Cost on Hand	Opening WDV	Additions	Date of Addition	Sale Price	Profit (Loss)	Disposal Date	Cost	Capital Gain/Loss	DEPN	ACC DEPN	Private Depn	Accum Private	Closing WDV
Floats	39.60D	492	-	-	01/01/01	-	-	-	-	-	-	492	-	-	-
Mooring # 1141	.00D	1,778	1,778	-	13/12/06	-	-	-	-	-	-	-	-	-	1,778
Outboard Motor Yamaha 15hp	30.00P	3,275	2,210	-	17/03/15	-	-	-	-	-	982	2,047	-	-	1,228
Mooring - 1004	.00P	375	375	-	01/01/01	-	-	-	-	-	-	-	-	-	375
Mooring - 1039	.00P	375	375	-	01/01/01	-	-	-	-	-	-	-	-	-	375
Mooring - 1080	.00P	375	375	-	01/01/01	-	-	-	-	-	-	-	-	-	375
VHF Radio - ICOM IC304	30.00P	814	-	814	29/09/16	-	-	-	-	-	142	142	-	-	672
		15,252	6,443	814							1,167	9,162			6,090
Plant & Fittings - Kitchen - at cost															
Bottle Cooler	15.00D	900	26	-	01/01/01	-	-	-	-	-	4	878	-	-	22
Freezer - Large	15.00D	450	13	-	01/01/01	-	-	-	-	-	2	439	-	-	11
Kitchen Appliances - Various	26.00D	1,030	1	-	01/01/01	-	-	-	-	-	1	1,030	-	-	-
Crockery, Cutlery, Pans etc	50.00D	900	-	-	01/01/01	-	-	-	-	-	-	900	-	-	-
Cupboards & Fittings	12.00D	1,000	62	-	01/01/01	-	-	-	-	-	7	945	-	-	55
Stainless Steel Stockpots x 5	15.00D	668	26	-	01/01/01	-	-	-	-	-	4	646	-	-	22
Stockpot - 20 litres	15.00D	156	6	-	01/01/01	-	-	-	-	-	1	151	-	-	5
Gas Bottle, 9kg - BBQ	39.60D	89	-	-	01/01/01	-	-	-	-	-	-	89	-	-	-
Ventilator Fan	14.40D	318	21	-	01/01/01	-	-	-	-	-	3	300	-	-	18
Fridges (2)	26.40D	1,634	11	-	01/01/01	-	-	-	-	-	3	1,626	-	-	8
Microwave	31.20D	621	1	-	01/01/01	-	-	-	-	-	1	621	-	-	-
Starline Dishwasher	31.20D	3,695	31	-	01/01/01	-	-	-	-	-	10	3,674	-	-	21
F & P Freezer N388	26.40D	1,626	36	-	01/01/01	-	-	-	-	-	10	1,600	-	-	26
Deep Fryer - Secondhand	10.50P	1,000	20	-	13/12/06	-	-	-	-	-	20	1,000	-	-	-
Gas Range & Convection Oven	17.50P	8,460	6,615	-	23/01/15	-	-	-	-	-	1,480	3,325	-	-	5,135
		22,547	6,869								1,546	17,224			5,323
Plant & Furnishings - Lounge - at cost															
Extractor Fan	12.00D	1,050	64	-	01/01/01	-	-	-	-	-	8	994	-	-	56
Wood Burner	7.50D	850	154	-	01/01/01	-	-	-	-	-	12	708	-	-	142
Power Ripple	15.00D	650	19	-	01/01/01	-	-	-	-	-	3	634	-	-	16
Piano	7.50D	250	46	-	01/01/01	-	-	-	-	-	3	207	-	-	43

Russell Boating Club Inc

Depreciation Schedule (continued)

For the Year Ended 31 March 2017

	Rate & % PVT Type USE	Cost on Hand	Opening WDV	Additions	Date of Addition	Sale Price	Profit (Loss)	Disposal Date	Cost	Capital Gain/Loss	DEPN	ACC DEPN	Private Depn	Accum Private	Closing WDV
Trophies, Furnishings etc	18.00D	2,200	29	-	01/01/01	-	-	-	-	-	5	2,176	-	-	24
Cupboards - Entrance	21.60D	528	8	-	01/01/01	-	-	-	-	-	2	522	-	-	6
Display Stand	21.60D	130	1	-	01/01/01	-	-	-	-	-	1	130	-	-	-
Office Shelving	11.40D	436	58	-	01/01/01	-	-	-	-	-	7	385	-	-	51
Trestle Tables (3)	18.00D	280	16	-	01/01/01	-	-	-	-	-	3	267	-	-	13
Chairs (40)	18.00D	4,904	273	-	01/01/01	-	-	-	-	-	49	4,680	-	-	224
Rubberwood Tables (3)	18.00D	912	53	-	01/01/01	-	-	-	-	-	10	869	-	-	43
Security System	18.00D	820	59	-	01/01/01	-	-	-	-	-	11	772	-	-	48
Safe	18.00D	300	22	-	01/01/01	-	-	-	-	-	4	282	-	-	18
Industrial Vacuum Cleaner	39.60D	304	-	-	01/01/01	-	-	-	-	-	-	304	-	-	-
Carpet	10.20P	4,213	92	-	13/09/06	-	-	-	-	-	92	4,213	-	-	-
		17,827	894								210	17,143			684
Plant & Furnishings - Bar - at cost															
Coolroom, Beer System & Fittings	22.00D	2,750	12	-	01/01/01	-	-	-	-	-	3	2,741	-	-	9
Fridge Freezer	18.00D	1,467	184	-	01/01/01	-	-	-	-	-	33	1,316	-	-	151
Glasswasher	22.00D	1,350	5	-	01/01/01	-	-	-	-	-	1	1,346	-	-	4
Safe & Glassware	15.00D	1,050	31	-	01/01/01	-	-	-	-	-	5	1,024	-	-	26
Till - Sharp XE-A212	39.60D	845	5	-	01/01/01	-	-	-	-	-	2	842	-	-	3
Beer System	15.00D	7,895	342	-	01/01/01	-	-	-	-	-	51	7,604	-	-	291
Mugs & Glassware	60.00D	296	-	-	01/01/01	-	-	-	-	-	-	296	-	-	-
Cupboard Doors - Bar	21.60D	529	8	-	01/01/01	-	-	-	-	-	2	523	-	-	6
Shelving Tonon 4 Tier	13.50P	729	721	-	16/03/16	-	-	-	-	-	98	106	-	-	623
		16,911	1,308								195	15,798			1,113
Junior Sailing Club - at cost															
Lifejackets - Adults x 3	39.60D	145	-	-	01/01/01	-	-	-	-	-	-	145	-	-	-
Lifejackets - Childrens x 9	39.60D	402	-	-	01/01/01	-	-	-	-	-	-	402	-	-	-
Optimists x 7	12.00D	3,300	202	-	01/01/01	-	-	-	-	-	24	3,122	-	-	178
Optimist Spas & Sails	14.40D	3,553	537	-	01/01/01	-	-	-	-	-	77	3,093	-	-	460
Jolly Boat Mains (2)	14.40D	782	120	-	01/01/01	-	-	-	-	-	17	679	-	-	103
Rescue Boat, Outboard & Trailer	26.40D	9,859	263	-	01/01/01	-	-	-	-	-	69	9,665	-	-	194

Russell Boating Club Inc

Depreciation Schedule (continued)

For the Year Ended 31 March 2017

	Rate & % PVT Type USE	Cost on Hand	Opening WDV	Additions	Date of Addition	Sale Price	Profit (Loss)	Disposal Date	Cost	Capital Gain/Loss	DEPN	ACC DEPN	Private Depn	Accum Private	Closing WDV
Lifejackets (15)	36.00P	1,153	-	-	25/05/06	-	-	-	-	-	-	1,153	-	-	-
Laser "Ok!"	15.60P	1,261	638	-	26/02/13	-	-	-	-	-	197	820	-	-	441
2 x Laser Sailing Yachts	15.60P	1,043	581	-	04/06/13	-	-	-	-	-	163	625	-	-	418
		21,498	2,341								547	19,704			1,794
Club House Equipment - at cost															
Trailer	14.40D	392	53	-	01/01/01	-	-	-	-	-	8	347	-	-	45
Cash Manager Software	48.00D	591	1	-	01/01/01	-	-	-	-	-	1	591	-	-	-
CCTV Security Cameras	13.50P	525	395	-	03/06/14	-	-	-	-	-	71	201	-	-	324
		1,508	449								80	1,139			369
TOTAL		251,648	77,131	1,374							7,086	180,229			71,419

1 Statement of Accounting Policies

Reporting Entity

Russell Boating Club Inc is a club, registered under the Incorporated Societies Act 1908.

The special purpose financial report was authorised for issue by Russell Boating Club Inc.

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with A Special Purpose Framework for use by For-Profit Entities (SPFR for FPEs) published by the New Zealand Institute of Chartered Accountants.

The financial statements have been specifically prepared for internal use.

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

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

Specific Accounting Policies

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

(a) Inventories

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

(b) Accounts Receivable

Accounts Receivable are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less an allowance for any uncollectable amounts. Individual debts that are known to be uncollectable are written off in the period that they are identified.

(c) Property, Plant & Equipment

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

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

Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007.

(d) Income Tax

The entity is not liable for income tax, in terms of section CW46 of the Income Tax Act 2007.

For the Year Ended 31 March 2017

(e) Investments

Investments in listed companies are stated at valuation. Other non-current investments are stated at cost.

(f) Goods and Services Taxation (GST)

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

(g) Comparative Figures

The comparative figures in the financial statements relate to a period of twelve months. Comparative figures may have been altered where not consistent with the current years presentation, but such alterations have not affected the previously reported financial position.

(h) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

2 Current Investments

Term Deposit

Term Deposit - Westpac 20

Term Deposit - Westpac 21

Term Deposit - Westpac 18

Term Deposit - Westpac 19

Total Current Investments

2017	2016
\$	\$
-	10,000
10,000	-
11,051	10,501
-	15,361
21,051	35,862

4 Related Parties

There were no significant transactions or transactions that were on terms and conditions that are likely to be different from the terms and conditions of transactions in similar circumstances, involving related parties during the financial year. (2016 Nil).

5 Capital Commitments

The club has no capital commitments as at 31 March 2017, (2016 Nil).

6 Contingent Liabilities

The club has no contingent liabilities and no guarantees as at 31 March 2017. (2016: Contingent Liabilities Nil. Guarantees Nil.)

For the Year Ended 31 March 2017

7 Events Occurring After Balance Date

There were no events occurring after balance date which require disclosure in these financial statements.

Russell Boating Club Inc

6 Redan Road

Independent Auditor's Report

PO Box 166

Kaitia 0441

For the Year Ended 31 March 2017

p. 09 408 0950

f. 09 408 0955

To the members of the Russell Boating Club Inc.

e. info@hgwkaitia.co.nz

We have audited the financial statements of the Russell Boating Club Inc on pages 2 to 16 which comprise the statement of financial position as at 31 March 2017, and the statement of financial performance for the year then ended, and a summary of significant accounting policies and other explanatory information. The financial statements have been prepared as special purpose reports.

Committee's Responsibility for the Financial Statements

The Committee is responsible for the preparation of these financial statements in accordance with special purpose reporting and for such internal control as the Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

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

Other than in our capacity as auditor we were engaged to format the financial statements from the client's general ledger. We have no other relationship with, or interest in, the Russell Boating Club Inc.

Matter of Emphasis

In common with other organisations of a similar nature, control over revenue from Fundraising Activities and Donations prior to its being recorded is limited, and there are no practical audit procedures to determine the effect of this limited control.

Opinion

In our opinion, the financial statements on pages 2 to 16 of the Russell Boating Club Inc for the year ended 31 March 2017 are prepared in, all material respects, in accordance with special purpose reporting.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw your attention to the Notes to and forming part of the Financial Statements - Statement of Accounting Policies - Reporting Entity, which describes the basis of accounting. The financial statements are prepared as special purpose reports. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Russell Boating Club Inc and should not be distributed to parties other than Russell Boating Club Inc.



22 June 2017

Hartnell Grond Walker
Chartered Accountants
Kaitia