



**Wellington Tramping  
and Mountaineering Club Inc.**

**Financial Report**

**for the year ended 31 January 2016**

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# Wellington Tramping and Mountaineering Club Inc.

## Statement of Financial Performance

for the year ended 31 January 2016

		This year	Last year
		\$	\$
<i>The Club received its income from:</i>			
Membership subscriptions and sundry income	Note 2	23,839	20,119
Social activities and door money	Note 3	2,405	1,222
Transport and other fares	Note 4	48,336	38,016
Ruapehu Lodge income	Note 5	64,649	71,073
Interest		8,621	7,994
<b>Total income</b>		<b>147,850</b>	<b>138,425</b>
<i>The Club's expenses were:</i>			
Social activities and club room rental	Note 3	2,447	2,476
Transport and vehicle expenses	Note 4	48,186	41,995
Ruapehu Lodge expenses	Note 5	76,314	68,823
Club operating costs	Note 6	28,951	17,688
<b>Total expenses</b>		<b>155,898</b>	<b>130,983</b>
<b>Net surplus / (loss) – transferred to General Equity</b>		<b>(8,048)</b>	<b>7,442</b>

## Statement of Movements in Equity

for the year ended 31 January 2016

	This year	Last year
	\$	\$
General Equity		
<i>Balance at beginning of year</i>	311,935	304,493
Surplus / (Loss) from Statement of Financial Performance	(8,048)	7,442
<b>Balance at end of year</b>	<b>303,886</b>	<b>311,935</b>

*This statement is to be read in conjunction with the notes to the financial statements.*

**Wellington Tramping and Mountaineering Club Inc.**  
**Statement of Financial Position**  
**as at 31 January 2016**

	This year	Last year
	\$	\$
<i>The Club owned:</i>		
<i>Current assets</i>		
Cash at bank	10,422	17,305
Deposits at call	40,148	82,262
Prepaid expenses	6,577	6,294
Interest accrued	817	244
	57,964	106,104
 <i>Non-current assets</i>		
Term deposits	200,000	140,000
Ruapehu Lodge (DoC) prepayments	23,731	26,585
King Country Energy Ltd shares	7,965	7,169
	231,696	173,753
 <i>Fixed assets at cost less accumulated depreciation</i> Note 9	 36,490	 53,577
 <b>TOTAL ASSETS</b>	 <b>326,150</b>	 <b>333,435</b>
 <i>The Club owed:</i>		
<i>Current liabilities</i>		
Accrued expenses	3,043	4,140
Income Received In Advance	11,059	10,034
GST	197	157
<b>Total Liabilities</b>	<b>14,299</b>	<b>14,331</b>
 <i>Leaving equity of:</i>		
Unrecognised capital gain	7,965	7,169
General equity	303,886	311,935
<b>Total Equity</b>	<b>311,851</b>	<b>319,104</b>
 <b>TOTAL EQUITY AND LIABILITIES</b>	 <b>326,150</b>	 <b>333,435</b>

*This statement is to be read in conjunction with the notes to the financial statements.*

*A. Wells*  
 -----  
 A. Wells  
 26/02/16

*S.A.A*  
 -----  
 S. Austin  
 26/02/16

**Wellington Tramping and Mountaineering Club Inc.**  
**Notes to the Financial Statements**  
**for the year ended 31 January 2016**

**Note 1      *Statement of Accounting Policies***

**a) *General Accounting Policies***

The financial statements have been prepared on the basis of historical cost accounting and in accordance with generally accepted accounting practice. The financial statements do not reflect the value of the Club's assets. Accrual accounting is used to match revenue with expenses.

The Wellington Tramping and Mountaineering Club Incorporated is an incorporated society established under the Incorporated Societies Act 1908.

**b) *Particular Accounting Policies***

**i *Accounts receivable***

Accounts receivable are stated at expected realisable value.

**ii *Goods & Service Tax***

The financial statements are prepared on a GST exclusive basis.

**iii *Depreciation of Fixed Assets***

Club assets are depreciated on a straight-line basis at rates which will write off the cost of those assets over their estimated economic life. The principal annual rates in use are:

Motor vehicles	12.5%	8 years
Tramping and climbing equipment	25%	4 years
Other equipment	15–25%	4 to 6 years
Office equipment	25–33%	3 to 4 years
Ruapehu assets	25%	4 years
Ruapehu curtains	12.5%	8 years
Ruapehu alterations	10%	10 years

**c) *Changes in Accounting Policies***

There have been no changes in accounting policies. All policies have been applied on the bases consistent with those used in previous years.

# Wellington Tramping and Mountaineering Club Inc.

## Notes to the Financial Statements

for the year ended 31 January 2016

	This year	Last year
	\$	\$
<b>Note 2</b>		
<i>Membership subscriptions and sundry income</i>		
Gear hire & equipment sales	1,386	757
Membership subscriptions and joining fees	17,183	13,670
Members' training income	4,011	4,605
Sundry income	674	250
Paua Hut fees	585	837
Total income	<u>23,839</u>	<u>20,119</u>
<b>Note 3</b>		
<i>Social activities operating account</i>		
<i>Income:</i>		
Door money	2,405	1,222
<i>Less expenses:</i>		
Club room rental — 50% of total cost	1,784	1,519
Club night supplies	663	957
	<u>2,447</u>	<u>2,476</u>
Net surplus / (loss) on social activities	<u>(43)</u>	<u>(1,254)</u>

# Wellington Tramping and Mountaineering Club Inc.

## Notes to the Financial Statements

for the year ended 31 January 2016

	This year	Last year
	\$	\$
<b>Note 4</b>		
<i>Transport and tramping activities operating account</i>		
<i>Income:</i>		
Trip fares – North Island	27,175	19,587
Trip fares – South Island	21,160	18,429
	<hr/>	<hr/>
	48,336	38,016
<i>Less expenses:</i>		
Diesel & oil	4,346	4,493
Insurance	1,802	1,927
Registration & WOF fees	716	619
Road user charges	1,616	1,737
Garaging	1,302	1,377
Depreciation	9,167	9,167
Repairs & maintenance	9,266	4,759
Van hire – North Island	2,366	3,497
Accommodation / Equipment hire	1,713	1,130
Ferries & van hire/shuttles – South Island	15,892	13,289
	<hr/>	<hr/>
	48,186	41,995
	<hr/>	<hr/>
Net surplus / (loss) on transport and tramping activities	150	(3,979)
	<hr/>	<hr/>

# Wellington Tramping and Mountaineering Club Inc.

## Notes to the Financial Statements

for the year ended 31 January 2016

	This year \$	Last year \$
<b>Note 5</b>		
<i>Ruapehu Lodge operating account</i>		
<i>Income:</i>		
Lodge fees	63,927	70,674
Dividends	723	399
	<hr/>	<hr/>
	64,649	71,073
 <i>Less expenses:</i>		
Depreciation	8,165	9,656
DOC bunk levy	3,178	4,006
DOC project levy & amortisation	3,260	2,514
Electricity	11,747	11,147
Insurance	14,272	14,502
Food supplies purchased	19,779	17,332
Paypal deposit fee	1,420	804
Rates	4,524	4,692
Repairs & maintenance	5,098	1,085
Telephone & tolls and Internet fees	2,243	1,896
IQP lodge inspections	1,608	1,079
Sundry	1,019	110
	<hr/>	<hr/>
	76,314	68,823
 Net surplus / (loss) for Ruapehu Lodge	<hr/> <hr/>	<hr/> <hr/>
	(11,664)	2,251

**Wellington Tramping and Mountaineering Club Inc.**  
**Notes to the Financial Statements**  
**for the year ended 31 January 2016**

	This year \$	Last year \$
<b>Note 6</b>		
<i>Club operating costs</i>		
Advertising & promotion	460	-
Affiliation fees	3,668	2,983
Bank charges	5	137
Club room rental – 50% of total cost	1,837	3,038
Depreciation — gear and equipment	1,177	567
Insurance	763	741
Journal	4,707	2,964
Leadership & members' training	9,817	716
Newsletter printing costs	248	1,068
Hut tickets / Computer supplies	461	363
Paua Hut / Tararua Hut Maintenance & Licence	945	962
Postage, printing & stationery	2,648	2,699
Gear maintenance	1,634	63
Donation	(500)	744
Sundry	1,082	643
Total operating costs	28,951	17,688



**Wellington Tramping and Mountaineering Club Inc.**  
**Notes to the Financial Statements**  
**for the year ended 31 January 2016**

**Note 7**

*Reservation of General funds*

Reservation of funds as part of the General Equity of the Club are as follows:

	This year \$	Last year \$
<i>Ruapehu lodge reserve</i>		
Funds previously reserved	36,349	34,098
Reservation of General funds from this year	(11,664)	2,251
	24,685	36,349
<i>Transport/vehicle replacement reserve</i>		
Funds previously reserved	-	-
Reservation of General funds from this year	150	(3,979)
Transfer from General Funds	-	3,979
	150	-
<i>Celebrations reserve</i>		
Funds previously reserved	6,845	6,845
	6,845	6,845
<i>Total funds reserved</i>	31,680	43,194
<i>Total funds not reserved</i>	272,206	268,741
<i>Total General Equity</i>	303,886	311,935

**Wellington Tramping and Mountaineering Club Inc.**  
**Notes to the Financial Statements**  
**for the year ended 31 January 2016**

**Note 8**

*Term deposits*

The Club has invested funds in term deposits with Kiwibank. These funds do not represent any particular allocation of the General funds owned by the Club.

**Note 9**

*Fixed assets at cost less accumulated depreciation*

	Cost \$	Depreciation current year \$	Accumulated depreciation \$	Net book value this year \$	Net book value last year \$
Climbing gear	13,495	-	13,495	-	-
Equipment	30,168	634	29,709	460	1,093
Tents and flies	13,068	-	13,068	-	-
Tramping gear	2,613	-	2,613	-	-
Trophies	20	-	20	-	-
Vehicles	73,334	9,167	65,460	7,875	17,042
Paua Hut modifications	4,477	543	2,256	2,221	1,341
Ruapehu assets	80,831	107	80,831	-	107
Ruapehu alterations	111,087	8,058	85,151	25,936	33,994
Work In Progress	-	-	-	-	-
	<b>329,093</b>	<b>18,509</b>	<b>292,603</b>	<b>36,491</b>	<b>53,577</b>

**Note 10**

*Assets purchased during the year*

	This year \$	Last year \$
Paua Hut modifications: Wood burner	1,423	-
	<b>1,423</b>	<b>-</b>

**Wellington Tramping and Mountaineering Club Inc.**  
**Notes to the Financial Statements**  
**for the year ended 31 January 2016**

**Note 11**

*Stock*

As at 31 January 2016, an estimated \$1,250 worth of stock, comprising items such as tinned food and cleaning fluids, was held at the Ruapehu Lodge (2015, \$1,250).

**Note 12**

*Lodge Sewerage System*

The Department of Conservation has completed the construction of the sewerage system at Iwikau Village at a total cost of \$50,281. The Committee has treated this contribution as a prepayment and amortises it over a period of 20 years. The current year's amortisation charge is reflected in the expenses of the Ruapehu Lodge operating account.

*Iwikau Village recycling centre upgrade & waste water upgrade*

The Department of Conservation has completed the waste water & recycling centre upgrades at Iwikau Village at a total cost of \$2,992. The Committee has treated this contribution as a prepayment and amortises it over a period of 10 years. The current year's amortisation charge is reflected in the expenses of the Ruapehu Lodge operating account.

**Note 13**

*Huts and lodges*

The Club has exclusive use of Paua Hut in the Orongorongo Valley and a Lodge at Iwikau Village on Mount Ruapehu. The Club does not have the right of sale or transfer for either of these facilities. The valuation for insurance purposes of the Lodge at Iwikau Village was independently updated in April 2013 and stands at \$1,270,000 (Previous valuation was \$1,163,000 as at April 2010).

**Note 14**

*Shares*

King Country Energy became a limited liability company on 1 April 1999 subsequent to the passing of the Electricity Industry Reform Act 1998. As a result, the Club was allocated 1,770 fully-paid ordinary shares in June 1999, the number of shares being based on the amount of electricity used at the Ruapehu Lodge.

Over the year, the price of King Country Energy Ltd shares increased 11% to \$4.50 as at 31 January 2016 (2015, \$4.05). The value of this shareholding reflected in the Club's accounts is \$7,965 (2015, \$7,169). Dividends received in the financial year ended 31 January 2016 were credited to the Ruapehu Lodge income account.

**Note 15**

*Commitments and Contingencies*

Other than as disclosed in the financial statements or notes thereto, the Club has no contingent liabilities or future commitments at 31 January 2016 (2015, nil).



Edward Juchnowicz  
Chartered Accountant  
PO Box 12-053  
Wellington

# **AUDIT REPORT**

## **WELLINGTON TRAMPING and MOUNTAINEERING CLUB INCORPORATED**

To the readers of the financial report of the Wellington Tramping and Mountaineering Club Incorporated.

I have audited the attached financial report. The financial report provides information about the past financial performance and financial position of the Wellington Tramping and Mountaineering Club Incorporated as at 31 January 2016. This information is stated in accordance with the accounting policies as attached.

### **MANAGEMENT RESPONSIBILITIES**

The management is responsible for the preparation of a financial report which gives a true and fair view of the financial position of the Wellington Tramping and Mountaineering Club Incorporated as at 31 January 2016, and the results of its operations for the year ended 31 January 2016.

### **AUDITOR'S RESPONSIBILITIES**

It is my responsibility to express an independent opinion on the financial report presented by the management and report my opinion to you.

### **BASIS OF OPINION**

An audit includes examining, on a test basis, evidence relevant to the accounts and disclosures in the financial report. It also includes assessing:

- the significant estimates and judgements made by the management in the preparation of the financial report; and
- whether the accounting policies are appropriate to the Wellington Tramping and Mountaineering Club Incorporated's circumstances, consistently applied and adequately disclosed.

I conducted the audit in accordance with generally accepted auditing standards in New Zealand. I planned and performed the audit so as to obtain all the information and explanations which I considered necessary. I obtained sufficient evidence to give reasonable assurance that the financial report is free from material misstatements, whether caused by fraud or error. In forming my opinion, I also evaluated the overall adequacy of the presentation of information in the financial report.

Other than in my capacity as auditor, and as a member of the Club, I have no relationship with or interests in the Wellington Tramping and Mountaineering Club Incorporated.

## UNQUALIFIED OPINION

I have obtained all the information and explanations I have required.

In my opinion:

- proper accounting records have been kept by the Wellington Tramping and Mountaineering Club Incorporated as far as appears from my examination of those records; and
- the financial report as attached:
  - complies with generally accepted accounting practice;
  - gives a true and fair view of the financial position of the Wellington Tramping and Mountaineering Club Incorporated as at 31 January 2016, and the results of its operations for the year ended on that date.

The audit was completed on 26<sup>th</sup> February 2016 and my unqualified opinion is expressed as at that date.



Edward Juchnowicz  
Chartered Accountant  
Wellington

