

Sport New Zealand Group

Financial Results

For the three months ended 30 September 2016

For the three months ended 30 September 2016, the Sport NZ Group reported a surplus of \$5.7m, compared to an original budget surplus of \$11.2m, a variance of \$5.5m.

Sport NZ Group Operating statement by line item For the period ended 30 September 2016	YEAR TO DATE				FULL YEAR
	Actual	Org Budget	Variance		Org Budget
	\$000	\$000	\$000	%	\$000
REVENUE					
Crown funding					
Sport & Rec	11,151	11,151	-	0%	19,151
High Performance	28,721	28,721	-	0%	62,192
PM Scholarships	2,125	2,125	-	0%	4,250
NZLGB	-	-	-	-	41,739
NZLGB - WSNZ	2,084	2,054	29	1%	2,084
Interest Revenue	140	184	(44)	(24)%	889
Other Revenue	1,162	591	571	97%	4,550
Total Revenue	45,382	44,825	557	1%	134,855
INVESTMENTS AND GRANTS					
Investment Consulting	158	423	265	63%	1,187
Sector Investments	29,738	21,638	(8,100)	(37)%	91,722
World Cups Office	-	-	-	-	-
Facilities Investment	5	400	395	99%	4,338
Total investments and grants	29,900	22,461	(7,440)	(33)%	97,247
OPERATING EXPENDITURE					
Direct Personnel	5,883	5,957	73	1%	23,840
Board Fees	56	55	(1)	(2)%	230
Other Fees	26	15	(11)	(73)%	60
Travel	587	623	35	6%	1,931
Office & Property	875	896	21	2%	3,350
Depreciation	390	404	14	4%	1,665
Information Systems	452	545	93	17%	1,589
Telecommunications	78	62	(16)	(26)%	251
Information Services	55	25	(30)	(122)%	81
Marketing and Communications	68	226	158	70%	816
Professional and Technical Services	1,031	1,798	767	43%	6,663
Programme Resources	216	358	142	40%	2,197
Sector Training	82	157	76	48%	1,214
Total Operating Expenditure	9,798	11,119	1,321	12%	43,888
Total expenditure	39,698	33,580	(6,118)	(18)%	141,135
Net surplus / (deficit)	5,684	11,246	(5,561)	(49)%	(6,280)

The significant variance relates to the earlier payment of Sector Investments than originally phased (\$7.4m), partially offset by timing delays affecting marketing, consultancy and programme resources expenditure (\$1.1m).

Corporate and business operations expenditure continues to be within our target of 7.5% making up 6.2% for the first quarter.

The Sport NZ Group cash/term deposit position at 30 September was \$33.2m with closing equity of \$35.1m.

STATEMENT OF FINANCIAL POSITION <i>As at 30 September 2016</i>	Actual 30/09/2016 \$000	Budget Jun 16 \$000
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	1,194	889
Trade and other receivables	1,504	12,837
Prepayments	-	20
Inventories	33	-
Term Deposits	32,000	11,060
Total Current assets	34,731	24,806
NON-CURRENT ASSETS		
Property, plant and equipment	3,194	2,831
Intangible assets	979	919
Loans	111	235
Total Non-current assets	4,284	3,985
Total Assets	39,015	28,791
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	1,796	9,415
Interentity	-	-
Revenue received in advance	525	480
Employee entitlements	1,487	1,386
Provisions	147	-
Total Current liabilities	3,955	11,281
Total Liabilities	3,955	11,281
Net assets	35,060	17,510
Represented by:		
Public equity	29,376	23,790
Total Comprehensive income	5,684	(6,280)
Total Public equity	35,060	17,510

The significantly high cash/term deposit levels and corresponding equity is largely due to the phasing of Crown funding and equity carried over from previous years for ring-fenced commitments.

STATEMENT OF CASH FLOWS For the year ended 30 September 2016	Actual Sep 16 \$000's	Budget Jun 16 \$000's
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash inflows		
Receipts from Crown revenue	41,997	85,593
- New Zealand Lotteries Grants Board	15,744	42,682
- Sundry revenue	1,103	5,092
Interest Received	80	889
Goods and services tax (net)	215	-
Total Cash inflows	59,139	134,256
Cash outflow		
Payments to suppliers		
- Sector investment	32,765	95,177
- Other payments	4,033	19,767
Total Payments to suppliers	36,798	114,944
Payments to employees	6,090	23,060
Total Cash outflows	42,888	138,004
Net cash inflow / (outflow) from operating activities	16,251	(3,748)
CASH FLOW FROM INVESTING ACTIVITIES		
Cash inflows		
Loan repayments	-	20
Investments maturing	-	4,424
Total Cash inflows	257,103	4,444
Cash outflow		
Purchase of property, plant and equipment	81	756
Purchase of intangible assets	36	195
Acquisitions of investments	32,000	-
Total Cash outflows	32,117	951
Net cash inflow / (outflow) from investing activities	(32,117)	3,493
Net increase / (decrease) in cash held	(15,865)	(255)
Opening cash balance as at 1 July	17,059	1,144
Closing cash balance as at 30 June	1,194	889
MADE UP OF		
Cash and cash equivalents	1,194	889
Total Cash and cash equivalents	1,194	889