

Ruapehu Snow Sports Incorporated

Treasurers Report for the Financial Year Ended 31 March 2013

For the financial year ended 31 March 2013, Ruapehu Snow Sports Inc (“RSS”) recorded a deficit of \$821. This is an improvement on the previous year where the deficit was \$17,209. Several non-cash items including write-off of uniforms and depreciation negatively impacted on the outcome.

While on the face of it the financial performance of the club was much improved, it is disappointing to note that the cost of the training programmes was not covered by the fees collected. The RSS run programmes all performed close to budget, however revenue from the school programmes was significantly below what was expected, and this was the main cause of the shortfall in training fees.

The shortfall on training was compensated for by two significant donations, plus income from membership dues and a small surplus on the race programme.

The latest result was also assisted by the reversal of excess depreciation charged in the previous financial year on our gates. The reviewer used by the club in the 2012 financial year applied a 70% depreciation rate to the gates, which is obviously too high - the gates don't wear out in one and a half years! This year we have applied a depreciation rate of 10%, which is that used by Ruapehu Alpine Lifts Ltd. In addition we have adjusted the depreciation on the gates for the 2012 year, and the excess that was charged in that year has been written back in this year's accounts.

The club has continued to build its asset base, and now is very well resourced going forward. Major items of capital expenditure this year were another set of gates, radio equipment, and iPads for the coaches.

Looking forward, from a financial viewpoint the club remains adequately positioned for the coming season, with \$16,108 of cash resources as at the start of the current financial year, and fixed assets of in excess of \$35,000.

Mark Benseman
Treasurer