

BASIN RESERVE TRUST

ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2021

BASIN RESERVE TRUST
ANNUAL REPORT
For the year ended: 30 June 2021

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BASIN RESERVE TRUST
ENTITY INFORMATION
For the year ended: 30 June 2021

Legal name

Basin Reserve Trust ("the Trust").

Type of entity and legal basis

The Trust is incorporated in New Zealand under the Charitable Trusts Act 1957 and also registered with the Charities Commission, registration number CC29029. The Trust was established by the Wellington City Council ("WCC") and Cricket Wellington ("CW") and is a Council Controlled Organisation ("CCO") as defined by Part 1, section 6 of the Local Government Act 2002.

The Trust's purpose or mission

The primary objective of the Trust is to manage, administer, plan, develop, maintain, promote and operate the Basin Reserve for recreational activities and for the playing of cricket, for the benefit of the inhabitants of Wellington.

Structure of the Trust's operations, including governance arrangements

The Trust comprises a Board of four Trustees who oversee the governance of the Trust. The Trustees delegate the daily operation of the Trust to CW pursuant to a Management Agreement dated 13 May 2019. The Trust's financial affairs are managed by an external Accountant, who also attends Trustee meetings and partakes in financial discussions.

Main sources of the Trust's cash and reserves

Operating grants received from the WCC are the primary sources of funding to the Trust. The terms under which this funding is provided are contained in a Management Deed dated 16 March 2005.

Contact details

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BASIN RESERVE TRUST
STATEMENT OF SERVICE PERFORMANCE
For the year ended: 30 June 2021

Introduction

The Basin Reserve has a rich history from its inception as a safe harbour for ships in 1840 to its current status as one of the most revered cricket grounds in the world. The Basin Reserve, as we know it today, was formed by an earthquake that struck the Wellington region in 1855. This had a profound effect on the landscape, turning the Basin from a haven for ships into swampland. In 1857 citizens began to petition the Provincial Council for a site to create a permanent cricket ground. With the city growing rapidly, cricket fields were being built upon as quickly as they were developed and the English settlers' passion for the game would not abate. The Council eventually approved the petition and gave them the site they desired, the formerly known "Basin" in Te Aro.

It was no small task turning the swampy land into a suitable ground for cricket and recreation, with prisoners from the nearby Mt Cook barracks supplying the majority of the labor to drain and flatten the area. In 1866 the land was finally leased for cricket activity and so crickets love affair with the Basin Reserve began.

The Basin Reserve's long association with cricket began on January 11 1868, when the Wellington Volunteers played the crew of the HMS Falcon. From there, cricketers invested heavily in the ground so, by the 1880's, the Basin Reserve was almost unrecognisable from a decade before; picket fences, the Caledonian Stand, and a vastly improved playing surface meant cricket was here to stay. In 1998, the Basin Reserve was listed as a Heritage Area, becoming the first sports ground to receive such a designation and further enhancing its heritage significance.

Today, the Basin Reserve has seen more New Zealand Test matches, and Test victories, than any other ground. It has also been the venue for some of the most remarkable performances in our cricketing history; from JR Reid's 15 sixes in a first-class innings, to Martin Crowe and Andrew Jones' World Record partnership of 467 in 1991, and Brendan McCullum's historic score of 302 in 2014. But the ground not only hosts cricket games, but sporting fixtures of every variety. It has hosted national events and competitions including VE Day celebrations, Royal Tours, exhibitions, Scout jamborees, concerts and festivals.

The Basin Reserve plays a role in assisting Wellington City Council ("WCC") to achieve the recreation and leisure participation aims signalled in the 2018-28 Ten Year plan and the "Living WELL" Wellington Sport and Active Recreation Strategy. The redevelopment has repositioned the Basin as New Zealand's premier cricket venue and help attract national and international events to Wellington.

The day to day management of the Basin Reserve is undertaken by Cricket Wellington ("CW"), under a management agreement with the Basin Reserve Trust ("BRT").

This Statement of Service Performance highlights the achievements of the BRT for the period July 2020 to June 2021.

Objectives

The objectives of the Trust are stated in the Trust Deed as agreed between the WCC and the BRT and are highlighted below:

1. To manage, administer, plan, develop, maintain, promote and operate the Basin Reserve for recreation and leisure activities and for the playing of cricket for the benefit of the inhabitants of Wellington;
2. To establish a long term policy for the further development of the Basin Reserve as a recreational facility and as a facility for the playing of cricket, other sports and as a venue for other community based activities;

BASIN RESERVE TRUST
STATEMENT OF SERVICE PERFORMANCE
For the year ended: 30 June 2021

3. To enter into management agreements and other contracts that are necessary or desirable to achieve the objects of the Trust;
4. To promote and co-ordinate the raising of funds to assist the management, administration, maintenance, planning, promotion and further development of the Basin Reserve;
5. Generally, to do all acts, matters and things that the Trustees consider necessary or conducive to further or attain the objects of the Trust set out above for the benefit of the public of Wellington;
6. To operate as a successful undertaking, managed on a not-for profit basis;
7. To preserve and enhance the significant and recognised heritage value of the Basin Reserve;
8. To comply with all legislative and regulatory provisions relating to its operation and performance, including statutory and general Council objectives for Council Controlled Organisations, and to acknowledge the Councils contribution where appropriate.

2020/21 Highlights

There were several significant highlights during the 2020/21 year, they include:

- Full turf renovation completed in 2020
- Convincing BLACKCAPS Test Match victory vs West Indies
- Return of international white ball cricket to the Basin Reserve, with the BLACKCAPS beating Bangladesh in March
- Strong crowds for the Super Smash men's and women's double-headers with a record domestic crowd for the Dream 11 Super Smash Grand Final double-header, with the Firebirds winning back-to-back titles
- Another successful Beers at the Basin event, showing the best craft breweries, local wineries, street food and music to a sold-out crowd
- Hosted the Peachy Keen concert, that showcased the best kiwi female musicians to an enthusiastic Wellington crowd of approximately 4,500
- A wide range of corporate functions and conferences, with 113 held throughout the year
- Continuation of junior winter sports with football and rugby fixtures being played at the venue

2020/21 Performance

In-line with the objectives of the Trust and the 2020/21 Statement of Intent, the BRT performed well in a challenging year due to the ongoing impact of Covid-19. The BRT remains committed to the ongoing management and evaluation of risks associated with the enduring Covid-19 global pandemic. The Trust has worked to ensure robust and innovative plans are in place to respond effectively if, and when, alert levels shift. This includes our continued acknowledgement of the responsibility we have for the social wellbeing of Wellingtonians, finding new ways to operate more efficiently and improving our ability to diversify engagement with local audiences.

BASIN RESERVE TRUST
STATEMENT OF SERVICE PERFORMANCE
For the year ended: 30 June 2021

The table below provides a comparison between 2020/21 targets and actuals and 2019/20 actuals.

		2021	2021	2020
Measure	Measurement			
Number of event days		<u>Target</u>	<u>Actual</u>	<u>Actual</u>
Cricket Events	Cricket days	33	51	48
Other Sports Events	Sports days	20	15	12
Practice Facility Usage	Practice days	100	111	67
Community Events	Other days	20	17	7
Functions	Number of functions	15	113	76
Numbers attending events	Attendance figures	15,000	55,000	54,415
Event income (\$)		79,100	285,611	203,856
Council operating grant (\$)		694,659	694,659	430,438
Cash subsidy (grant) per attendance (\$)		46.30	12.60	7.90

Non-financial Performance Measures

These targets are how the Trust is evaluated in the public eye. These measures are broken down into two areas, being number of event days and numbers attending events.

- Number of event days:
 - Cricket days
 - Other Sports days
 - Practice Facility days
 - Community Event days
 - Number of functions
- Numbers attending events

These measures simply summarise all events staged at the ground and the number of spectators attending these events. For high profile ticketed events such as Concerts, International and Domestic Cricket, accurate data is gained from the ticketing agents. These types of events represent approximately 90% of the total annual attendance. For smaller 'open to public' events such as rugby and football, we make an estimate of attendance based on head counts. Community events are events that are open to the public, whereas function events are generally private events and are booked through the Trust's Concessionaire and are held in the Long Room.

Thousands of people walk and cycle through and around the Basin each year. Obviously the Trust is not able to measure the actual numbers, but it does highlight that the ground is used substantially by a large number of Wellingtonians.

2/16

BASIN RESERVE TRUST
STATEMENT OF SERVICE PERFORMANCE
For the year ended: 30 June 2021

The Trust records usage of the venue's Cricket Practice Facilities. Following considerable investment in these practice facilities over the years, it is important to gauge their level of use. Of note, the usage of the Practice Facilities includes international cricket practices for matches at Sky Stadium. With no Practice Facilities of its own, Sky Stadium contracts the BRT to provide these facilities on its behalf. This is perhaps a good example of the close and positive relationship between the two venues.

Working alongside the simple metrics of events and attendance, the Trust is focused upon attaining a high level of customer satisfaction from its users. To assess customer satisfaction, the Trust relies upon a range of sources. For international and domestic cricket, online reporting tools provide an accurate and measurable review of the venue's performance both on and off the field. For other events, the Trust has relied upon feedback from non-independent sources and feedback was not received on all events.

In terms of on-field, the Basin Reserve continues to be recognised as the premier cricket venue in the country. The outfield drainage, which received an upgrade at the beginning of this financial year, now offers an excellent playing surface for both cricket and other sports. The Cricket block itself is world renowned for its pace and bounce, key aspects for delivering high quality cricket entertainment to the public.

Event Days, Practice Days and Functions

The Basin Reserve continues to be a very well utilised community venue. In 2020/21 the Basin Reserve hosted 83 event days, 111 practise days and 113 functions. An overview of the wide range of events is outlined below;

Community Events

The Beers at the Basin, a popular festival that showcases Wellington's craft beer and wine industry, has become an annual feature on the BRT's event calendar and the November event was one of the most successful yet, with a sold-out crowd of 6,500 enjoying beer, wine, food and music on a fantastic Wellington day.

The venue welcomed back a music festival for the first time in several years, with an energetic crowd of 4,500 fans enjoying acts from some of the best homegrown female musicians. The Basin Reserve wants to be a venue for everyone and hosting different events like this a key priority for the BRT.

In addition, the BRT continues to partner with Wellington Rugby and Capital Football to bring junior sport to the venue during the winter months. The venue also continues to host a wide range of community cricket events throughout the year when available. However, due to the venue hosting the Peachy Keen concert in April 2021, there was a reduced number of community cricket events able to be hosted.

Domestic Cricket

The Basin is the home of CW and the home ground of the Wellington Firebirds in the Plunket Shield, Ford Trophy and Men's Super-Smash, as well as the Wellington Blaze in the Hallyburton Johnston Shield and Women's Super-Smash. The Basin also accommodates CW development teams. The Basin Reserve was the host venue for the Super Smash Grand final again in 2021, with a near sold out crowd of 5,545 treated to two exceptional games of entertaining cricket.

The Basin Reserve also contains an indoor practise facility that features two training nets that were developed and maintained by CW. These facilities are in use for most of the year and are accessible to players and teams of all ages and abilities.

BASIN RESERVE TRUST
STATEMENT OF SERVICE PERFORMANCE
For the year ended: 30 June 2021

International Cricket

The lively and entertaining calypso style of cricket graced the Basin Reserve in December when the BLACKCAPS took on the West Indies in a Test Match. The venue was packed to the brim with fans enjoying another victory for the BLACKCAPS. In March, white ball cricket returned to the Basin, with the BLACKCAPS taking on Bangladesh in the first One Day International at the venue since 2019. A strong crowd of over 7,000 fans enjoyed a century by local player Devon Conway on a beautiful Wellington day.

The Basin Reserve pitch again received a good rating from the ICC and New Zealand Cricket were pleased with the event delivery and venue presentation across all international matches.

Other Sports Events

In recent years the BRT has repositioned the Basin Reserve as a multi-sport venue providing year-round access to the community. Through a partnership with Wellington Rugby and Capital Football, 63 junior rugby and 65 junior girls football events were held during the 2021 winter months. Over 100 games were played with approximately 2,600 children involved with many more parents and caregivers enjoying, from the side-lines, their children playing on the Basin Reserve.

Functions

The BRT has contracted Black and Gold Events (a division of KAPURA) to manage and promote the recently refurbished Norwood Room and Long Room in the R A Vance Stand as a venue for conferences, meetings, wedding celebrations, Christmas functions and team building workshops. In total 113 functions were held in 2020/21, with a significant increase in venue use arising from the Norwood Room being utilised as a Blood Donor centre for four weeks from 9 November - 4 December 2020.

Basin Reserve Redevelopment

The Old Pavilion Stand was completed in June 2020 and the BRT's focus is committed to working with the WCC on the redevelopment of the Basin Reserve and its infrastructure.

Key projects that the BRT are working with the WCC to complete are as follows:

- Embankment toilet upgrade
- Perimeter fence and gate upgrades
- Media box extension
- Picket fence upgrade
- Permanent camera stands and sightscreen upgrades
- Ground lighting to support 24*7 access
- Additional groundsman storage (between Practice Cage and Old Pavilion)

The BRT continues to strive towards presenting the ground to a high standard every year, driving a comprehensive maintenance programme and ensuring the Basin Reserve remains one of the most picturesque grounds in the world.

ICC Women's Cricket World Cup 2022

New Zealand is hosting the ICC Women's Cricket World Cup in 2022. The tournament was previously scheduled to be hosted in 2021, but due to the ongoing global pandemic, it was postponed to enable all qualifying teams to participate in a safer tournament. Eight nations are competing across 31 matches in six host cities around the country from 4 March - 3 April 2022.

BASIN RESERVE TRUST
STATEMENT OF SERVICE PERFORMANCE
For the year ended: 30 June 2021

The Basin Reserve has been selected as one of the six host venues and has secured the following fixtures

- New Zealand v Australia, Sunday 13 March
- Australia v Qualifier, Tuesday 15 March
- Australia v South Africa, Tuesday 22 March
- South Africa v Qualifier, Thursday 24 March
- Australia v Qualifier, Friday 25 March
- England v Qualifier, 27 March
- Semi Final, Wednesday 30 March

The venues exclusivity period for this event commences on 20 February 2022 and concludes on 9 April 2022.

Sponsorship and Fundraising

The BRT remains committed to obtaining fundraising and sponsorship. To date the Trust has raised \$951k of funding towards various projects at the venue, with an additional \$175k of approved funding withdrawn due to Covid-19 in 2020.

Key opportunities that the BRT continue to explore:

- Class 4 Gaming - the Trustees have established positive relationships with numerous leading community funding trusts and will continue to build on these relationships to aid future projects
- New Zealand Lotteries Commission - this presents another key funding vehicle for the BRT
- Naming Rights Partner - the Trust is in the final stages of confirming a Naming Rights Partner for the venue after an extensive three-year search
- Digital Billboards - the Trust are also investigating digital billboard opportunities at the Basin Reserve to grow a more sustainable revenue base. This will enable the BRT to gain additional income to support the redevelopment and on-going maintenance of the venue
- Additional Revenue Opportunities - the Trust has partnered with Parkable to provide a software platform and supporting services for the management of the carparks at the venue. This is estimated to generate an additional \$6k of revenue per annum.

Wellington Regional Stadium Trust ("WRST") Turf Services Partnership

The BRT continued its positive partnership with the WRST. Under a partnership agreement the WRST provides all turf management services that ensure the Basin Reserves outfield, wicket blocks and practice wickets are maintained to international standards.

BASIN RESERVE TRUST
STATEMENT OF COMPLIANCE AND RESPONSIBILITY
For the year ended: 30 June 2021

SUMMARY OF ANNUAL PERFORMANCE

The Basin Reserve hosted over 132 Community Junior Club Rugby and Junior Girls Club Football games, a successful Beers at the Basin event, a BLACKCAPS Test Match and One Day International and a music festival. As well as this it also held a wide range of corporate functions and a Super Smash men's and women's double headers.

The Basin Reserve continues to be a very well utilised community venue. In 2020/21 the Basin Reserve hosted 83 event days, 111 practise days and 113 functions.

The Basin Reserve has been selected as one of the six host venues for the ICC Women's Cricket World Cup 2022 and will hold 7 fixtures in March 2022.

The Basin Reserve pitch again received a good rating from the ICC and New Zealand Cricket were pleased with the event delivery and venue presentation across all international matches.

The BRT performed well in 2020/21 and exceeded all targets except for Other Sports Events and Community Events. The Other Sports Events didn't quite meet the Target due to outfield renovations and the Community Events were disrupted due to the venue hosting the Peachy Keen musical festival.

The Old Pavilion Stand was completed in June 2020 and the BRT's focus is committed to working with the WCC on the redevelopment of the Basin Reserve and its infrastructure. They are currently working to complete 7 key projects.

COMPLIANCE

The Board and management of the BRT confirm that all statutory requirements of the Local Government Act 2002 regarding financial and operational management have been complied with, except there was a Breach of Compliance of Statutory Deadline of the completion of audited financial statements and service performance information as disclosed in Note 19 on Page 18.

RESPONSIBILITY

The Board and management of the Trust accept responsibility for the preparation of the annual Financial Statements and the judgements used in them.

The Board accepts responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of the financial reporting and performance information of the Trust.

In the opinion of the Board and management, the Annual Report for the year ended 30 June 2021 fairly reflects the financial position, results of operations and service performance achievements of the Trust.



Alan Isaac
Chairman
Date: 30 May 2022



Michael Horsley
Trustee
Date: 30 May 2022

BASIN RESERVE TRUST
STATEMENT OF FINANCIAL PERFORMANCE
For the year ended: 30 June 2021

	Notes	Actual 2021	Budget 2021	Actual 2020
		\$	\$	\$
Revenue				
Council funding	1	694,659	694,659	680,438
Other grants		231,700	-	720,000
Sales of goods and services	2	285,611	117,700	203,856
Interest revenue		261	360	284
Total Revenue		1,212,231	812,719	1,604,578
Expenses				
Depreciation of property, plant and equipment	8	92,692	118,000	102,739
Costs related to providing goods and services	3	683,972	684,200	627,336
Other expenses	4	130,947	147,080	148,956
Vesting of capital grants	5	231,000	-	720,000
Total Expenses		1,138,611	949,280	1,599,031
Surplus/(Deficit) for the Year		73,620	(136,561)	5,547

Explanations of major variances against budget are provided in note 17

BASIN RESERVE TRUST
STATEMENT OF FINANCIAL POSITION
As at 30 June 2021

	Notes	Actual 2021	Budget 2021	Actual 2020
Assets				
Current Assets				
Bank accounts and cash	6	400,360	34,506	223,259
Debtors and prepayments	7	49,968	35,200	87,116
Total Current Assets		450,328	69,706	310,375
Non-Current Assets				
Property, plant and equipment	8	405,424	442,940	466,478
Total Non-Current Assets		405,424	442,940	466,478
Total Assets		855,752	512,646	776,853
Liabilities				
Current Liabilities				
Creditors and accrued expenses	10	188,462	110,707	182,735
Income received in advance		10,952	12,000	11,400
Total Current Liabilities		199,414	122,707	194,135
Total Liabilities		199,414	122,707	194,135
Total Assets less Total Liabilities		656,338	389,939	582,718
Trust Equity				
Contributed capital	11	100	100	100
Accumulated surpluses	11	656,238	389,839	582,618
Total Trust Equity		656,338	389,939	582,718

Explanations of major variances against budget are provided in note 17

BASIN RESERVE TRUST
STATEMENT OF CASH FLOWS
For the year ended: 30 June 2021

	Note	Actual 2021 \$	Budget 2021 \$	Actual 2020 \$
Cash Flows from Operating Activities				
Receipts of council funding		694,659	692,659	713,255
Receipts of other grants		231,700	-	710,000
Receipts from sale of goods and services		272,062	147,700	261,957
Interest receipts		261	360	284
Payments to suppliers and employees		(804,926)	(841,280)	(784,185)
Payments of other grants		(231,000)	-	(720,000)
GST (net)		45,983	(20,000)	(42,803)
Net Cash Flows from Operating Activities		208,739	(20,561)	138,508
 Cash Flows from Investing and Financing Activities				
Payments to acquire property, plant and equipment		(31,638)	(75,000)	(67,056)
Net Cash Flows from Investing and Financing Activities		(31,638)	(75,000)	(67,056)
 Net Increase/(Decrease) in Cash for the Year		177,101	(95,561)	71,452
 Add opening bank accounts and cash		223,259	130,067	151,807
Closing Bank Accounts and Cash	6	400,360	34,506	223,259

Explanations of major variances against budget are provided in note 17

BASIN RESERVE TRUST
STATEMENT OF ACCOUNTING POLICIES
For the year ended: 30 June 2021

ACCOUNTING POLICIES APPLIED

BASIS OF PREPARATION

The Board has elected to apply FDE OF 18-A (10) Public Benefit Entity Simple Format Reporting Accrual (Public Sector) on the basis that the Trust does not have public accountability (as defined) and has total annual expenses of less than \$2 million.

All transactions in the financial statements are reported using the accrual basis of accounting.

The financial statements are prepared on the assumption that the Trust will continue to operate in the foreseeable future.

GOODS AND SERVICES TAX

The Trust is registered for GST. All amounts in the financial statements are recorded exclusive of GST, except for debtors and creditors, which are stated inclusive of GST.

INCOME TAX

The Trust is registered with the Charities Commission and is thus exempt from income tax under the Income Tax Act 2007. The Trust is not exempt from the need to comply with indirect tax obligations such as Goods and Services, Fringe Benefit and Entertainment and accordingly complies with those obligations that are applicable.

SIGNIFICANT ACCOUNTING POLICIES

Revenue

Grants

Council and other grants are recognised as revenue when the funding is received unless there is an obligation to return the funds if the conditions of the grant are not met ("use or return condition"). If there is such an obligation, the grant is initially recorded as a liability and recognised as revenue when conditions of the grant are satisfied.

Sale of goods

Revenue from the sale of goods is recognised when the goods are sold to the customer.

Sale of services

Revenue from the sale of services is recognised by reference to the stage of completion of the services delivered at balance date as a percentage of the total services to be provided.

Donated Assets

Revenue from donated assets is recognised upon receipt of the asset if the asset has a useful life of 12 months or more, and the value of the asset is readily obtainable and significant.

Interest revenue

Interest revenue is recorded as it is earned during the year.

BASIN RESERVE TRUST
STATEMENT OF ACCOUNTING POLICIES
For the year ended: 30 June 2021

Administration and overhead costs

These are expensed when the related service has been received.

Bank accounts and cash

Bank accounts and cash comprise cash on hand, cheque or savings accounts, and deposits held at call with banks.

Debtors

Debtors are initially recorded at the amount owed. When it is likely the amount owed (or some portion) will not be collected, a provision for impairment is recognised and the loss is recorded as a bad debt expense.

Property, plant and equipment

Property, plant and equipment is recorded at cost, less accumulated depreciation and impairment losses.

Donated assets are recognised upon receipt of the asset if the asset has a useful life of 12 months or more, and the current value of the asset is readily obtainable and significant. Significant donated assets for which current values are not readily obtainable are not recognised.

For an asset to be sold, the asset is impaired if the market price for an equivalent asset falls below its carrying amounts.

For an asset to be used by the Trust, the asset is impaired if the value to the Trust in using the asset falls below the carrying amount of the asset.

Depreciation is provided on a straight-line basis at rates that will write off the cost of the assets over their useful lives. The useful lives and associated depreciation rates of major classes of assets have been estimated as follows:

Leasehold improvements	4 to 45.5 years	(2.20% to 25.20%)
Drainage works	14 to 18 years	(5.50% to 7.20%)
Furniture & fittings	2.5 to 8.5 years	(12.00% to 48.00%)
Plant	3 to 6.5 years	(16.20% to 33.00%)

Creditors and accrued expenses

Creditors and accrued expenses are measured at the amount owed.

Budget figures

The budget figures are derived from the statement of intent as approved by the Board at the beginning of the financial year. The budget figures have been prepared in accordance with Tier 3 standards, using accounting policies that are consistent with those adopted by the Board in preparing these financial statements.

Tier 2 PBE Accounting Standards applied

The Trust has not applied any Tier 2 Accounting Standards in preparing its financial statements.

CHANGES IN ACCOUNTING POLICIES

There have been no changes in accounting policies from those used in the previous financial year.

BASIN RESERVE TRUST
NOTES TO THE FINANCIAL STATEMENTS
For the year ended: 30 June 2021

1 Council funding

	2021	2020
	\$	\$
Operational grant WCC	694,659	400,438
Turf management grant WCC		250,000
Total council funding	694,659	680,438

2 Sales of goods and services

	2021	2020
	\$	\$
Ground hire income	229,500	180,238
Concession income	39,044	22,500
Rental income	13,538	-
Picket fence income	3,529	1,118
Total sales of goods and services	285,611	203,856

3 Costs related to providing goods and services

	2021	2020
	\$	\$
Building expenses	57,637	43,789
Ground expenses	366,169	370,891
Occupancy expenses	175,001	152,913
Event running expenses	84,070	59,378
Picket fence expenses	1,095	365
Total costs related to providing goods and services	683,972	627,336

4 Other expenses

	2021	2020
	\$	\$
Audit fee for the financial statement audit	14,778	14,500
Management fee	100,000	100,000
Marketing	1,175	4,363
Other administrative expenses	14,994	30,103
Total other expenses	130,947	148,956

5 Vesting of capital grants

This entry relates to the transfer of these funds to the WCC. The Trust has transferred funds of \$231,000 (2020 \$720,000) to the Council to support the ~~Museum Stand Redevelopment~~

RA VANCE STAND UPGRADE
(MIG) (2020: MUSEUM STAND UPGRADE)

MIG

BASIN RESERVE TRUST
NOTES TO THE FINANCIAL STATEMENTS
For the year ended: 30 June 2021

6 Bank accounts and cash

	2021	2020
	\$	\$
Cheque account	31,481	31,117
Savings accounts	368,879	192,142
Total bank accounts and cash	400,360	223,259

7 Debtors and prepayments

	2021	2020
	\$	\$
Gross debtors	58,646	82,056
Provision for doubtful debts	(13,743)	-
Net debtors	44,903	82,056
Prepayments	5,065	5,060
Total debtors and prepayments	49,968	87,116

8 Property, plant and equipment

	Plant	Furniture & Fittings	Drainage Works	Leasehold Improvements	Total
	\$	\$	\$	\$	\$
Carrying amount at 1 July 2019	59,757	19,841	44,216	425,126	548,940
Additions	10,968	3,267	-	6,042	20,277
Disposal (net of accumulated depreciation)	-	-	-	-	-
Depreciation expense	(29,189)	(6,862)	(10,190)	(56,498)	(102,739)
Carrying amount at 30 June 2020	41,536	16,246	34,026	374,670	466,478
Carrying amount at 1 July 2020	41,536	16,246	34,026	374,670	466,478
Additions	20,817	10,821	-	-	31,638
Disposal (net of accumulated depreciation)	-	-	-	-	-
Depreciation expense	(21,476)	(7,759)	(18,189)	(45,268)	(92,692)
Carrying amount at 30 June 2021	40,877	19,308	15,837	329,402	405,424

The land and buildings that the ground is situated on are owned by the WCC and are occupied under a lease agreement with them.

9 Operating lease commitments

The arrangements concerning occupation of the Basin Reserve are governed through a registered lease between the WCC and the WRST. The lease of the ground is from 1 July 1999 and for a lease term of 33 years, with a right of renewal for 33 years expiring in 2065. A registered variation to the lease allows for an assignment of the lease in favour of the Basin Reserve Trust, which assignment awaits execution and registration. There is a nominal \$1.00 rent payable per annum throughout the term of the lease, including the right of renewal.

MLG

BASIN RESERVE TRUST
NOTES TO THE FINANCIAL STATEMENTS
For the year ended: 30 June 2021

10 Creditors and accrued expenses

	2021	2020
	€	€
Creditors	160,627	166,735
Accrued expenses	18,825	16,000
Total creditors and accrued expenses	188,462	182,735

11 Equity

	2021	2020
	\$	\$
Contributed capital		
Balance at 1 July	100	100
Balance at 30 June	100	100
Accumulated surpluses		
Balance at 1 July	582,618	577,071
Surplus (Deficit) for the year	73,620	5,547
Balance at 30 June	656,238	582,618
Total equity	656,338	582,718

12 Commitments

There were no material operating or capital commitments as at 30 June 2021 (2020 Nil).

13 Contingent liabilities

There were no material contingent liabilities or assets as at 30 June 2021 (2020 Nil).

14 Related-party transactions

Related-party disclosures have been made for transactions with related parties that are within a normal supplier or client/recipient relationship on terms and conditions no more or less favourable than those that it is reasonable to expect the Trust would have adopted in dealing with the party at arm's length in the same circumstances.

WCC are a related-party of the Trust because the Trust is a Council Controlled Organisation and also the Trust has assumed an Operating lease commitment, with the WCC pursuant to Note 9 above.

Mr J P Greenwood is a Trustee of the Trust and also a Consultant to Greenwood Roche Lawyers.

CW is a related party of the Trust as well, as they appoint two Trustees to the Trust.

The Trust paid the WRST for Turf Management. WRST are a related-party of the Trust because they are also a Council Controlled Organisation of the WCC.

Sean Rush, a Trustee, is a Councillor and a Trustee of the WRST.

BASIN RESERVE TRUST
NOTES TO THE FINANCIAL STATEMENTS
For the year ended: 30 June 2021

14 Related-party transactions (continued)

Related-party transactions significant to the Trust requiring disclosure

1. WCC made a grant of \$694,659 (2020 \$430,438 towards the costs of operating the Trust and \$250,000 towards the cost of turf management) to the Trust as a contribution towards the costs of operating the Trust.
2. The Trust paid WCC the sum of \$231,000 (2020 \$720,000) as a contribution to the R A Vance upgrade.
3. The Trust paid legal fees to Greenwood Roche totaling \$950 (2020 \$11,580). This amount was 50% of the market rate.
4. The Trust paid a management fee to CW of \$100,000 (2020 \$100,000) during the year under review. As at balance date there was an amount of \$0 (2020 \$57,500) due from the Trust to CW.
5. The Trust paid the WRST the sum of \$340,723 (2020 \$339,113) for Turf Management during the year under review. As at balance date there was an amount of \$125,435 (2020 \$67,830) due from the Trust to the WRST.
6. The Trust has received revenue from CW for the sale of goods and services. Because these are on an arms length basis, the Trust has elected not to disclose the \$ value.

15 Trustee fees

In the year to 30 June 2021, the Trustees did not receive any remuneration in regard to their duties as Trustees (2020 Nil).

16 Events after the balance date

There were no significant events after the balance date (2020 Nil).

17 Explanations of major variances against budget

Explanations for major variances from the Trust's budgeted figures in the 30 June 2021 statement of intent are as follows:

Statement of financial performance

1. The budget didn't include any International cricket or other event hosting due to Covid-19. Whereas the Trust received \$143,850 from these events in this financial year.
2. Other grants of \$231,000 were received from third parties to pay to the WCC as a contribution to the public upgrade of the R A Vance Stand, which is situated at the Ground. This was not budgeted for.
3. The budget didn't include the Vesting of capital grants expense of \$231,000, which was paid to the WCC as a contribution to the public upgrade of the ~~Old Pavilion~~, which is situated at the Ground.

RA VANCE STAND

Statement of financial position

1. The Bank accounts and cash were higher than budgeted for due to the Opening balance and the Receipts from the sale of goods and services being higher than budgeted for, as disclosed in the Statement of cash flows disclosure below.

BASIN RESERVE TRUST
NOTES TO THE FINANCIAL STATEMENTS
For the year ended: 30 June 2021

17 Explanations of major variances against budget (continued)

Statement of financial position

- Equity is higher than budgeted for due to the receipt of income from International cricket and other event hosting in the financial year and also Opening equity being higher than budgeted for.

Statement of cash flows

1. The Receipts from the sale of goods and services was larger than budgeted for due to the hosting of International cricket and other events in the financial year.
2. The Opening bank accounts and cash was larger than budgeted for due to the fact that expenditure wasn't as large in the last financial year due to the ground being closed due to Covid-19.

18 COVID-19 disclosure

On 11 March 2020, the World Health Organisation declared the outbreak of COVID-19 a pandemic and the effect of this was still felt in this financial year, though not nearly as much as in the previous year, as no events had to be cancelled and crowds were allowed in the ground. However the Trust remains committed to the ongoing management and evaluation of risks associated with the enduring Covid-19 global pandemic. The Trust has worked to ensure robust and innovative plans are in place to respond effectively if, and when, alert levels shift. This includes our continued acknowledgement of the responsibility we have for the social wellbeing of Wellingtonians, finding new ways to operate more efficiently and improving our ability to diversify engagement with local audiences. Unfortunately in the year ended 30 June 2022 the effects of the Covid-19 pandemic were felt more than in the 2020/21 financial year, with crowds unable to attend six of the Womens World Cup matches and the allocation of a South African Test match being moved to Christchurch. Hence the numbers attending events will be lower than anticipated in that financial year. Revenue generation has also been affected, but the Board believes this can be managed and the Trust remains a going concern.

19 Breach of statutory deadline

The Trust was required under section 67(5) of the Local Government Act 2002 to complete its audited financial statements and service performance information by 30 November 2021. This timeframe was not met because Audit New Zealand was unable to complete the audit within this timeframe due to an auditor shortage and the consequential effects of Covid-19, including lockdowns.

Independent Auditor's Report

To the readers of the Basin Reserve Trust's financial statements and performance information for the year ended 30 June 2021

The Auditor-General is the auditor of the Basin Reserve Trust (the Trust). The Auditor-General has appointed me, Matthew Geddes, using the staff and resources of Audit New Zealand, to carry out the audit of the financial statements and performance information of the Trust on his behalf.

Opinion

We have audited:

- the financial statements of the Trust on pages 9 to 18, that comprise the statement of financial position as at 30 June 2021, the statement of financial performance and statement of cash flows for the year ended on that date and the notes to the financial statements that include accounting policies and other explanatory information; and
- the performance information of the Trust on pages 2 to 7.

In our opinion:

- the financial statements of the Trust on pages 9 to 18:
 - present fairly, in all material respects:
 - its financial position as at 30 June 2021; and
 - its financial performance and cash flows for the year then ended; and
 - comply with generally accepted accounting practice in New Zealand in accordance with the Public Benefit Entity Simple Format Reporting – Accrual (Public Sector) Standard; and
- the performance information of the Trust on pages 2 to 7 presents fairly, in all material respects, the Trust's actual performance compared against the performance targets and other measures by which performance was judged in relation to the Trust's objectives for the year ended 30 June 2021.

Our audit was completed late

Our audit was completed on 30 May 2022. This is the date at which our opinion is expressed. We acknowledge that our audit was completed later than required by section 67(5) of the Local

Government Act 2002. This was due to an auditor shortage in New Zealand and the consequential effects of Covid-19, including lockdowns.

The basis for our opinion is explained below. In addition, we outline the responsibilities of the Board of Trustees and our responsibilities relating to the financial statements and the performance information, we comment on other information, and we explain our independence.

Basis for our opinion

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the Professional and Ethical Standards and the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board. Our responsibilities under those standards are further described in the Responsibilities of the auditor section of our report.

We have fulfilled our responsibilities in accordance with the Auditor-General's Auditing Standards.

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

Responsibilities of the Board of Trustees for the financial statements and the performance information

The Board of Trustees is responsible on behalf of the Trust for preparing financial statements that are fairly presented and that comply with generally accepted accounting practice in New Zealand. The Board of Trustees is also responsible for preparing the performance information for the Trust.

The Board of Trustees is responsible for such internal control as it determines is necessary to enable it to prepare financial statements and performance information that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements and the performance information, the Board of Trustees is responsible on behalf of the Trust for assessing the Trust's ability to continue as a going concern. The Board of Trustees is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the Board of Trustees intends to liquidate the Trust or to cease operations or has no realistic alternative but to do so.

The Board of Trustees' responsibilities arise from the Local Government Act 2002 and the Basin Reserve Trust Deed.

Responsibilities of the auditor for the audit of the financial statements and the performance information

Our objectives are to obtain reasonable assurance about whether the financial statements and the performance information, as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit carried out in accordance with the Auditor-General's Auditing Standards will always detect a material misstatement when it exists. Misstatements are differences or omissions of amounts or disclosures and can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of readers, taken on the basis of these financial statements and the performance information.

For the budget information reported in the financial statements and the performance information, our procedures were limited to checking that the information agreed to the Trust's statement of intent.

We did not evaluate the security and controls over the electronic publication of the financial statements and the performance information.

As part of an audit in accordance with the Auditor-General's Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement of the financial statements and the performance information, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- We obtain an understanding of internal control relevant to the audit 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 Trust's internal control.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Trustees.
- We evaluate the appropriateness of the reported performance information within the Trust's framework for reporting its performance.
- We conclude on the appropriateness of the use of the going concern basis of accounting by the Board of Trustees and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements and the performance information or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.

- We evaluate the overall presentation, structure and content of the financial statements and the performance information, including the disclosures, and whether the financial statements and the performance information represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Our responsibilities arise from the Public Audit Act 2001.

Other Information

The Board of Trustees is responsible for the other information. The other information comprises the information included on pages 1 and 8, but does not include the financial statements and the performance information, and our auditor's report thereon.

Our opinion on the financial statements and the performance information does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the financial statements and the performance information, our responsibility is to read the other information. In doing so, we consider whether the other information is materially inconsistent with the financial statements and the performance information or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on our work, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independence

We are independent of the Trust in accordance with the independence requirements of the Auditor-General's Auditing Standards, which incorporate the independence requirements of Professional and Ethical Standard 1: International Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board.

Other than the audit, we have no relationship with, or interests in, the Trust.

Matthew Geddes

Matthew Geddes
Audit New Zealand
On behalf of the Auditor-General
Wellington, New Zealand