

**Gore Harness Racing Club Incorporated**

**Performance Report**

**For the Year Ended 31 May 2025**

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**Gore Harness Racing Club Incorporated**

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## **Gore Harness Racing Club Incorporated**

### **Entity Information**

#### **For the Year Ended 31 May 2025**

<b>Legal Name</b>	Gore Harness Racing Club Incorporated.
<b>Type of Entity and Legal Basis</b>	Gore Harness Racing Club Incorporated is a club, registered under the Incorporated Societies Act 1908.
<b>Entity's Purpose or Mission</b>	The primary objective of the Club is to promote, conduct and control harness racing and is registered with the Harness Racing New Zealand Code ("the Code") consistent with the Code's constitution. The Club is a recognised industry organisation in accordance with the Racing Industry Act 2020.
<b>Nature of Business</b>	Harness Racing Club
<b>Incorporated Society Number</b>	225309
<b>IRD Number</b>	010-270-219
<b>Entity Structure</b>	<p>The Club operates as a single unit. The Club is incorporated under the Incorporated Societies Act 1908 and is a recognised industry organisation in accordance with the Racing Industry Act 2020.</p> <p>As the Club is primarily involved in the conduct and promotion of race meetings - rather than the generation of profit - it is considered a not-for-profit entity for financial reporting purposes. Nonetheless, any profit generated provides the Club with more resources that make future operations more sustainable; these resources are held as cash reserves and available for use by the Club as the need arises.</p> <p>The Club is party to various agreements with other racing clubs with respect to the operation of assets (race tracks) that are jointly owned and operated by member Clubs. These arrangements, however, do not create a separate legal entity that the Club controls; the extent of the operation recognised by the Club is limited to its share of the assets and its own costs spent on the use and maintenance of the assets.</p>

#### **Contact Details**

**Physical Address:**

C/- Southern Harness Racing  
Ascot Park Racecourse  
107-113 Racecourse Road  
Invercargill 9810

**Postal Address:**

C/- Southern Harness Racing  
General Manager Jason Broad  
PO Box 96  
Invercargill

Phone: (03) 217-9117

Email: [admin@southernharness.co.nz](mailto:admin@southernharness.co.nz)

## Gore Harness Racing Club Incorporated

### Entity Information (continued)

#### For the Year Ended 31 May 2025

<b>Auditor</b>	Audit Professionals Limited Chartered Accountants, Dunedin
<b>Bankers</b>	SBS Bank Westpac Bank, Gore
<b>Solicitors</b>	Murray Little Cruickshank Pryde, Invercargill
<b>Entity's Governance Arrangements</b>	<p>The Club is primarily engaged in a service activity with focus on conducting and promoting race meetings consistent with existing racing rules and regulations.</p> <p>The Club's leadership and management team - along with a good number of volunteer members and staff - are involved in ensuring that race meetings are conducted as planned and to a level expected by participants, members and regulators alike. Committee members: C Wilson (President), L Barrie, K Adams, R Cleland, P Baynes, G McClymont, CC Bristow, T Cross, M Bradford, S McDougall, AJ Ryan, K Baynes, B Wallace, T Holland, E Adams and C Dickson.</p>
<b>Entity's Reliance on Volunteers and Donated Goods or Services</b>	<p>The Club is a recipient / beneficiary of various goods and services in kind. These proceeds are vital in the Club's race meeting events.</p> <p>Certain donated goods include real properties made in favour of the Club and which are used in the conduct of the Club's operations. In some instances, donated goods have attached conditions which the Club has to satisfy before full entitlement over the goods is vested in the Club. Until such time, the donated goods, though available for use by the Club, are presented as a present obligation in the Club's statement of financial position.</p> <p>Services in kind come in the form of volunteers both during race meeting events and off-season. Volunteers (mostly members of the Club) are involved in the set-up of race meeting events, various activities during the event to ensure orderly conduct of the race, and in the day-to-day upkeep and maintenance of the Club's premises.</p> <p>Without these donated goods and services, the Club would have required more funds to defray costs and expenses which would have potentially made the conduct of race meeting events even more challenging. On this basis, the Club highly values these donated goods and services and considers them a vital part of its operations.</p>

## Gore Harness Racing Club Incorporated

### Statement of Service Performance

#### For the Year Ended 31 May 2025

#### Description of the Club's Medium to Long-Term Objectives

The Club is primarily engaged in the conduct and promotion of harness racing in the Eastern Southland area.

Four race meetings were held in the 2024/2025 Racing Season, three were at the Gore Raceway and one at Gore Grass Track.

To ensure that the Club meets its goals, prize money (stakes) is accumulated from various sources that consequently enables a more attractive race participation.

The Club's management has also been actively working with Southern Harness Racing and the Code to ensure that industry funding remains a steady source of operational funding for race meetings.

Description of Key Activities	Quantity	
	Actual 2025	Actual 2024
Number of Race Meetings Held	4	4
Number of Races	40	42
Number of Horses Started	415	429
Total Stakes Offered	\$526,500	\$543,000
Total Stakes Paid	\$511,100	\$524,344

Race meetings were held on 22 August 2024, 26 September 2024 and 27 December 2024 at Gore Raceway and 16 February 2025 at Gore (Grass).

# Gore Harness Racing Club Incorporated

## Statement of Financial Performance

For the Year Ended 31 May 2025

	Notes	2025 \$	2024 \$
<b>Revenue</b>			
Racing Revenue	1	633,848	647,478
Sponsorship		18,775	20,128
Revenue from other commercial activities	3	143,463	115,727
Members' subscriptions and other member-related fees		2,168	1,762
Grants, subsidies, and donations	4	11,023	53,054
Finance Revenue	5	10,643	10,056
<b>Total Revenue</b>		<b>819,920</b>	<b>848,205</b>
<b>Less Expenses</b>			
Stakes Paid		511,100	524,344
Racing Expenses	2	94,216	84,558
Expenses directly related to commercial activities	3	102,401	90,884
Salaries and outsourced personnel		28,786	25,438
Repairs and maintenance		11,682	35,128
Administration expenses	6	29,162	27,672
Advertising		8,142	5,520
Depreciation	10	7,667	3,292
Other expenses		1,180	2,100
<b>Total Expenses</b>		<b>794,336</b>	<b>798,936</b>
<b>Surplus for the year</b>	12	<b>25,584</b>	<b>49,269</b>

The accompanying notes form part of these financial statements.


# Gore Harness Racing Club Incorporated

## Statement of Financial Position

As at 31 May 2025

	Notes	2025 \$	2024 \$
<b>Current Assets</b>			
Cash and Short-term Deposits	7	106,081	90,649
Trade and Other Receivables	8	120,243	102,745
Inventory - Livestock on Hand	3	-	71,750
Investments	9	95,460	90,000
<b>Total Current Assets</b>		<b>321,784</b>	<b>355,144</b>
<b>Non Current Assets</b>			
Property, Plant & Equipment	10	154,708	162,375
Investments	9	101,278	101,278
<b>Total Non Current Assets</b>		<b>255,986</b>	<b>263,653</b>
<b>Total Assets</b>		<b>577,770</b>	<b>618,797</b>
<b>Current Liabilities</b>			
Accounts Payable	11	20,852	87,463
<b>Total Current Liabilities</b>		<b>20,852</b>	<b>87,463</b>
<b>Total Liabilities</b>		<b>20,852</b>	<b>87,463</b>
<b>Net Assets</b>		<b>556,918</b>	<b>531,334</b>
<b>Accumulated Funds</b>			
Accumulated Surpluses	12	556,918	531,334
<b>Total Accumulated Funds</b>		<b>556,918</b>	<b>531,334</b>

This performance report has been approved by the committee members

  
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President

31-8 2025

The accompanying notes form part of these financial statements.

# Gore Harness Racing Club Incorporated

## Statement of Cash Flows

For the Year Ended 31 May 2025

	2025	2024
	\$	\$
<b>Cash Flows from Operating Activities</b>		
<b>Operating receipts:</b>		
Industry Profit Distribution & Other Race Meeting Receipts	122,748	132,309
Grants, subsidies and donations Receipts	29,798	73,228
Membership fees and subscriptions	2,168	1,717
Gross sales from commercial activities	129,433	32,927
Net GST movement	13,710	4,845
	<b>297,857</b>	<b>245,026</b>
<b>Less Operating payments:</b>		
Payment related to commercial activities	(254,173)	(270,004)
Employee remuneration and other related payments	(28,786)	(25,438)
Donations Paid	(1,180)	(2,100)
	<b>(284,139)</b>	<b>(297,542)</b>
<b>Net Cash Flows(to)/from Operating Activities</b>	<b>13,718</b>	<b>(52,516)</b>
<b>Cash Flows from Other Activities</b>		
<b>Cash was received from:</b>		
Interest Receipts	7,174	2,531
Dividend	-	-
	<b>7,174</b>	<b>2,531</b>
<b>Cash was applied to:</b>		
Reinvestment/New bank term deposits	(5,460)	(190,000)
	<b>(5,460)</b>	<b>(190,000)</b>
<b>Net Cash Flows from/(to) Other Activities</b>	<b>1,714</b>	<b>(187,469)</b>
Net (Decrease)/ Increase in Cash Held	15,432	(239,985)
Opening Cash	90,649	330,634
<b>Closing Cash</b>	<b>106,081</b>	<b>90,649</b>

The accompanying notes form part of these financial statements.

# **Gore Harness Racing Club Incorporated**

## **Statement of Accounting Policies**

### **For the Year Ended 31 May 2025**

#### **Reporting Entity**

Gore Harness Racing Club ("the Club") is incorporated under the Incorporated Societies Act 1908. The primary objective of the Club is to promote, conduct and control harness racing and is registered with Harness Racing New Zealand ("the Code") consistent with the Code's constitution. The Club is a recognised industry organisation in accordance with the Racing Industry Act 2020.

#### **Statement of Compliance and Basis of Preparation**

The financial statements have been prepared in accordance with the Racing Industry Act 2020, which requires compliance with generally accepted accounting practice in New Zealand ("NZ GAAP").

As the primary objective of the Club is not towards making financial returns but the promotion, conduct and control of harness racing, it has designated itself as a not-for-profit public benefit entity (PBE) for financial reporting purposes.

The Club has elected to apply the XRB's Tier 3 (NFP) Standard on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$5,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the Club will continue to operate in the foreseeable future.

Where a specific transaction is not covered by XRB's Tier 3 (NFP) Standard, the Club applied guidelines under Tier 2 PBE Accounting Standards (Reduced Disclosure Regime).

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

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

#### **Specific Accounting Policies**

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

##### **(a) Revenue Recognition**

Revenue is recognised when there is a legal right to receive cash either in the current period or in the future. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duty.

Revenue from the sale of goods is recognised when the inventories are sold while revenue from the sale of services is recognised as revenue by reference to the stage of completion of the service at balance date, based on the actual service provided as a percentage of the total service to be provided.

Revenue arising from grants, donations, subsidies and items of similar nature (collectively, revenues from non-exchange transactions) is recognised as revenue upon receipt of the asset unless a documented expectation over its use is attached; in which case, a liability is initially recognised and upon satisfaction of the expectation, the liability is reduced and revenue is recorded.

## Gore Harness Racing Club Incorporated

### Statement of Accounting Policies (continued)

#### For the Year Ended 31 May 2025

##### (a) Revenue Recognition (Continued)

The Club also receives services-in-kind from various volunteers and members in conducting race meeting events. Although these are highly valued by the Club, these are difficult to measure and hence, not included in the Performance Report. Goods received in kind are recorded as assets when they are received.

##### (b) Expenses

Expenses are recognised when there is a legal obligation to pay cash either in the current period or in the future. This is the point where the expense is incurred by the Club.

##### (c) Trade Receivables

Receivables are recognised by the Club once it has the legal right to collect the cash in the future. Receivables are initially recorded at the amount owed and adjusted for impairment when there is likelihood that the amount (or some portion of it) will not be collected. The Club's receivables are normally collectible within 30 days.

##### (d) Property, Plant & Equipment

Property, plant and equipment items are recognised at cost less accumulated depreciation. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation where these are incurred. All property, plant and equipment are depreciated except for land, including the All Weather Track.

Subsequent to initial recognition, property, plant and equipment is measured using the cost model. Under the cost model, the item is carried at cost net of accumulated depreciation and any impairment losses.

Depreciation is recorded to spread the cost of the asset over the expected useful life of the asset, using the straight line method. The expected useful life, depreciation method and any significant residual value are reviewed on a regular basis.

The following estimated useful lives have been used:

Buildings	33 years
Plant & Equipment	15 – 20 years
Motor Vehicles	10 years

The Club recognises impairment loss on its property, plant and equipment when it is assessed to exist usually indicated when the assets can no longer be used (or no longer serviceable for the intended purposes) in the normal operations of the Club other than those held for resale. Such loss is recorded as an adjustment to the value of the asset and recognised in the statement of financial performance.

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

Gains and losses on disposal of property, plant and equipment are taken into account in determining the net result for the year.

**Gore Harness Racing Club Incorporated**  
**Statement of Accounting Policies (continued)**  
**For the Year Ended 31 May 2025**

**(e) Income Tax**

The Club is an Incorporated Society and is therefore exempt from income tax in accordance with the provisions of Section CW 47(2) of the Income Tax Act 2007.

**(f) Investments**

Investments are recognised upon purchase and initially measured at the amount paid. The Club's investments include investment in shares in other entities, term deposits and other debt instruments. Investments are carried at cost less impairment.

**(g) Goods and Services Taxation (GST)**

The Club is registered for GST. Revenue and expenses have been recognised in the performance report 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.

**(h) Subscriptions**

Subscriptions are recognised on an accrual basis.

**(i) Trade Creditors**

Payables represent amounts owing by the Club to suppliers for goods or services received. These are classified as current if they are due to be settled within the next 12 months from the year end reporting date. These are recorded at the amount owing and are normally non-interest bearing.

**(j) Cash and Short Term Deposits**

Cash and Short-Term deposits in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

**(k) Inventory - Agricultural Assets**

Biological assets are measured at fair value less cost to sell.

**Changes in accounting policies**

The Club adopts the new XRB's Tier 3 (NFP) standards which replaces the former PBE SFR - Accrual (NFP) standards from 1 April 2024. There are no changes to the figures reported in the performance report arising from the adoption of these new standards. Other than that, there have been no changes in accounting policies adopted since the prior year.

## Gore Harness Racing Club Incorporated

### Notes to the Performance Report

#### For the Year Ended 31 May 2025

#### 1 Racing Revenue

	2025	2024
	\$	\$
	(4 race meetings)	(4 race meetings)
Stakes Funding – HRNZ	511,100	524,344
Venue Funding – HRNZ	122,748	122,557
Total Stakes and Venue Funding	<u>633,848</u>	<u>646,901</u>
Sundry Revenue (site fees)	-	577
<b>Total</b>	<b><u>633,848</u></b>	<b><u>647,478</u></b>

#### 2 Racing Expenses

	2025	2024
	\$	\$
	(4 race meetings)	(4 race meetings)
Club's Contribution to Stakes	26,000	17,500
Entertainment & Sponsors Expenses	5,387	8,648
Other Raceday Expenses (includes Trophies)	3,703	3,480
Race Meeting Services (includes Security)	11,998	15,502
Racebooks Expenses	5,565	5,274
Rent – Racecourse & Facilities	34,000	25,500
Sponsorship & Promotions	7,563	8,654
<b>Total</b>	<b><u>94,216</u></b>	<b><u>84,558</u></b>

#### 3 Revenue and Expenses from Other Commercial Activities

	2025	2024
	\$	\$
<b>Revenue</b>		
Farm Sales - Silage	38,681	32,927
Farm Sales - Livestock	100,000	82,800
Other revenue (Punters Club and others non Raceday Income)	4,782	-
<b>Total Revenue from Other Commercial Activities</b>	<u>143,463</u>	<u>115,727</u>
<b>Expenses</b>		
Insurance	(669)	(645)
Rates	(4,911)	(4,493)
Farm Expenses – Hay/Baleage	(4,493)	(683)
Fertiliser & Sowing	(10,950)	(11,174)
Farm Expenses – Other (incl sales commission)	(6,861)	-
Punters Club and Trainers Prize	(2,767)	(2,589)
Purchase of Cattle	-	(143,050)
Livestock Movements	(71,750)	71,750
<b>Total Expenses directly related to Commercial Activities</b>	<u>(102,401)</u>	<u>(90,884)</u>
<b>Net Surplus</b>	<b><u>41,062</u></b>	<b><u>24,843</u></b>

## Gore Harness Racing Club Incorporated

### Notes to the Performance Report (continued)

#### For the Year Ended 31 May 2025

<b>4 Grants, Subsidies and Donations</b>	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
Racing Safety Development Fund (towards track resurface project)	-	17,500
Gore Work-out Committee	-	15,554
The Trusts Community Foundation (Raceday grant)	5,000	10,000
Trillian Trust Ltd (Raceday grant)	6,000	10,000
Donations	23	-
<b>Total</b>	<b>11,023</b>	<b>53,054</b>

Grants were from Trillian Trust Ltd \$6,000 and The Trusts Community Foundation \$5,000 towards race meeting expenses. The Committee would like to express appreciation for this financial support.

<b>5 Finance Revenue</b>	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
Interest Revenue	10,643	10,056
<b>Total</b>	<b>10,643</b>	<b>10,056</b>

<b>6 Administration Expenses</b>	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
Annual Meeting & Committee Costs	3,081	2,036
Acc Levies	64	77
Review/Audit Fee	2,200	2,100
Conference Expenses	1,673	1,474
Postage, Printing & Stationary	644	485
Secretarial Fees	21,500	21,500
<b>Total</b>	<b>29,162</b>	<b>27,672</b>

<b>7 Cash and Short-Term Deposits</b>	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
SBS Bank – Current Account	-	29,429
Westpac Saver Account	32,207	30,954
Westpac Non-Profit Organisation Account	73,874	30,266
<b>Total</b>	<b>106,081</b>	<b>90,649</b>

**Gore Harness Racing Club Incorporated**

**Notes to the Performance Report (continued)**

**For the Year Ended 31 May 2025**

**8 Trade and other Receivables**

	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
Accrued Interest	10,993	7,525
Owing for Lives stock sales	109,250	95,220
<b>Total</b>	<b>120,243</b>	<b>102,745</b>

**9 Investments**

	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
<u>Current Assets</u>		
Westpac Term Deposit	95,460	90,000
<b>Total</b>	<b>95,460</b>	<b>90,000</b>
<u>Non-Current Asset</u>		
Westpac Term Deposit	100,000	100,000
Farming Shares - Ballance Shares	1,272	1,272
Silver Fern Farms Shares	6	6
<b>Total</b>	<b>101,278</b>	<b>101,278</b>

Interest revenue from investments in term deposits with banks was recognised during the term of the investment. These investments had original maturities of more than 90 days and are rolled on a continuing basis unless used by the Club for its operational cash requirements.

Investment valuation							
2025							
Asset Class	Valuation Method	Opening Carrying Amount \$	Purchases \$	Sales \$	Income \$	Gains/(Losses) or Impairment \$	Closing Carrying amount \$
Bank Term Deposits	Cost less Impairment	190,000			5,460		195,460
Farming Shares	Cost less Impairment	1,278					1,278
<b>Total</b>		<b>191,278</b>			<b>5,460</b>		<b>196,738</b>

2024							
Asset Class	Valuation Method	Opening Carrying Amount	Purchases \$	Sales \$	Income \$	Gains/(Losses) or Impairment \$	Closing Carrying amount \$
Bank Term Deposits	Cost less Impairment		190,000				190,000
Farming Shares	Cost less Impairment	1,278					1,278
<b>Total</b>		<b>1,278</b>	<b>190,000</b>				<b>191,278</b>

**Gore Harness Racing Club Incorporated**

**Notes to the Performance Report (continued)**

**For the Year Ended 31 May 2025**

<b>10 Property, Plant &amp; Equipment</b>	<b>Opening Carrying Amount</b>	<b>Purchases/ (Sales or Disposals)</b>	<b>Depreciation &amp; Impairment</b>	<b>Closing Carrying Amount</b>
<b>2025</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Land	138,445	-	-	138,445
Buildings	4,743	-	212	4,531
Plant & Equipment	18,054	(5,391)	1,837	10,286
Motor Vehicles	1,133	-	227	906
<b>Total</b>	<b>162,375</b>	<b>(5,391)</b>	<b>2,276</b>	<b>154,708</b>
<b>2024</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Land	138,445	-	-	138,445
Buildings	4,955	-	212	4,743
Plant & Equipment	20,851	-	2,797	18,054
Motor Vehicles	1,417	-	283	1,133
<b>Total</b>	<b>165,668</b>	<b>-</b>	<b>3,292</b>	<b>162,375</b>

The property owned by the Club is in Racecourse Road, Gore, and has a latest rateable value of land \$930,000 (2024: \$930,000), buildings \$25,000 (2024: \$25,000), total \$955,000 at 1 July 2022(2024: \$955,000).

<b>11 Accounts Payable</b>	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
Owing for livestock Purchases	-	82,512
Owing for track maintenance	2,192	-
GST Payable	18,661	4,951
<b>Total</b>	<b>20,853</b>	<b>87,463</b>

<b>12 Accumulated Surpluses</b>	<b>2025</b>	<b>2024</b>
	<b>\$</b>	<b>\$</b>
Opening Balance	531,334	482,065
Surplus for the Year	25,584	49,269
<b>Closing Balance</b>	<b>556,918</b>	<b>531,334</b>

## Gore Harness Racing Club Incorporated

### Notes to the Performance Report (continued)

For the Year Ended 31 May 2025

#### 13 Transactions & Balances with Key Management Personnel & Close Members of their Family

Key management personnel (KMP) of the Club include the members of the Committee and various sub-committees of the Club, the Chief Executive and Executive Management Team who exercise control or significant influence over the financial and operating decision-making of the Club. For purposes of financial reporting disclosures, the Club also considers transactions with close members of families of KMP as related party transactions.

##### Transactions

KMP are also members of the Club and pay membership fees and other fines and charges on the same rate and terms as charged to other members who are not KMP. In addition, members of the Club may have an interest in racing through ownership, breeding, training, driving or similar capacity. KMP and close members of their family may also join races and be eligible for stake money from the Club under normal trade terms and conditions applicable to other persons not otherwise considered KMP.

With the exception of the regular fees and charges, compensation and race-related transactions under normal terms, there have been no other transactions between the Club and its KMP and close family members during the year (2024: Nil).

#### 14 Arrangement with Southern Harness Racing Incorporated

Harness Racing Clubs in the Southland and Otago regions developed a regionalised model which was introduced for the 2017 financial year. Under the Heads of Agreement a new structure was developed with the commissions on Off Course and Fixed Odds betting turnover and Group Race subsidies being paid to Southern Harness Racing, this was part of a bulk funded agreement with Harness Racing New Zealand and the New Zealand Racing Board. There have been subsequent changes to this model since 2017.

From 1 August 2020 Club's hosting Race Meetings now receive a Venue Payment per race day rather than any bulk funded commissions, this is to assist them with their race meeting running costs. Southern Harness Racing are responsible for race programming and the allocation of stakes funding. HRNZ are responsible for the payment of all stakes. A key aim of this structure is to ensure consistent race programming and increased stakes across all meetings.

The effect this has had on the financial statements is shown below:

##### Income:

2024 Industry Stakes Funding - \$510,345  
2024 Industry Venue Funding - \$122,557  
2025 Industry Stakes Funding - \$511,205  
2025 Industry Venue Funding - \$122,748

##### Expenses:

2024 Stakes Paid out - \$524,344  
2025 Stakes Paid out - \$511,100

## Gore Harness Racing Club Incorporated

### Notes to the Performance Report (continued)

#### For the Year Ended 31 May 2025

#### 15 Race Meeting Performance

	2025	2024
	\$	\$
	(4 race meetings)	(4 race meetings)
<b><u>Race Meeting Revenue</u></b>		
Stakes Funding – HRNZ	511,100	524,344
Venue Funding – HRNZ	122,748	122,557
Total Stakes and Venue Funding	633,848	646,901
Sponsorship Revenue	18,775	20,128
Punters Club income	2,606	-
Sundry Revenue (site fees)	-	577
Donations & Grants	11,000	20,000
<b>Total</b>	<b>666,229</b>	<b>687,606</b>
<b><u>Race Meeting Costs &amp; Expenses</u></b>		
Stakes Paid	511,100	524,344
Club's Contribution to Stakes	26,000	17,500
Total Stakes Paid	537,100	541,844
Advertising, Entertainment & Sponsors Expenses	13,528	14,168
Other Raceday Expenses (includes Trophies)	3,703	3,480
Punters Club and Trainers Prize	2,767	2,589
Race Meeting Services (includes Security)	11,998	15,502
Race Meeting Wages	14,005	13,094
Racebooks Expenses	5,565	5,274
Rent – Racecourse & Facilities	34,000	25,500
Sponsorship & Promotions	7,654	8,654
Tote Wages	14,781	12,344
<b>Total</b>	<b>645,101</b>	<b>642,449</b>
<b>Race Meetings surplus</b>	<b>21,128</b>	<b>45,157</b>

#### 16 Related Parties

There are no significant transactions that were on terms and conditions that are likely to be different from the terms and conditions or transactions in similar circumstances, involving related parties during the financial year (2024: Nil).

#### 17 Commitments

The Club has no commitments as at 31 May 2025 (2024: Nil).

#### 18 Contingent Liabilities and Guarantees

The Club has no contingent liabilities and no guarantees as at 31 May 2025 (2024: Contingent Liabilities Nil. Guarantees Nil.)

#### 19 Events Occurring After Balance Date

There were no events that have occurred after the balance date that would have a significant impact on the Performance Report.

## ***Independent Assurance Practitioner's Review Report*** to the members of Gore Harness Racing Club Incorporated

### ***Report on the Performance Report***

We have reviewed the accompanying performance report of Gore Harness Racing Club Incorporated which comprise the statement of financial position as at 31 May 2025, and the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year then ended, and the statement of accounting policies and the notes to the performance report that include other explanatory information.

### ***Committee Members' Responsibility for the Performance Report***

The Committee members are responsible, on behalf of the Club for:

- (a) identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- (b) the preparation and fair presentation of the performance report which comprises the entity information, the statement of service performance, statement of financial performance, statement of financial position, statement of cash flows, and the accounting policies and notes to the performance report in accordance with the Tier 3 (NFP) Standard adopted by the Club; and
- (c) for such internal controls as the Committee members consider are necessary to enable the preparation of performance report that are free from material misstatement, whether due to fraud or error.

### ***Assurance Practitioner's Responsibility***

Our responsibility is to express a conclusion on the accompanying performance report. We conducted our review in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ))2400, *Review of Historical Financial Statements Performed by an Assurance Practitioner who is the not the Auditor of the Entity* and the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Those standards require us to conclude whether anything has come to our attention that causes us to believe that the performance report, taken as a whole, is not prepared in all material respects in accordance with the applicable financial reporting framework. Those standards also require us to comply with relevant ethical requirements.

A review of the performance report in accordance with ISRE (NZ) 2400 and ISAE (NZ) 3000 (Revised) is a limited assurance engagement. We perform procedures, primarily consisting of making enquiries of management and others within the entity as appropriate, applying analytical procedures and evaluating the evidence obtained. The procedures selected depend on our judgement, including the areas identified where a material misstatement is likely to arise and includes performance procedures to obtain evidence and evaluating whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand) and ISAE (NZ) 3000 (Revised). Accordingly, we do not express an audit opinion on this performance report.

Our firm has provided accounting assistance with the preparation and presentation of the performance report. This assistance has not impaired our independence as reviewers of the Society.

### ***Conclusion***

Based on our review, nothing has come to our attention that causes us to believe that:

- (a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are not suitable;
- (b) the performance report for the year ended 31 May 2025 does not present, in all material respects, the financial position of Gore Harness Racing Club Incorporated as at 31 May 2025, and its financial performance and cash flows for the year then ended, in accordance with the Tier 3 (NFP) Standard.

### ***Restriction on Distribution or Use***

This report is made solely to the Club's members, as a body. Our review work has been undertaken so that we might state to the members those matters which we are required to state to them in a review report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Club's and Club's members, as a body, for our review procedures, for this report or for the conclusion we have formed.



Chartered Accountants

1 September 2025

Dunedin