



ADVANCING THE SPORT OF MOTORCYCLING

Motorcycling New Zealand - Board Newsletter

Dear Stakeholders / Members

Recently you may have either read or heard that the valuable investments made by Sport New Zealand over many years into MNZ has been reduced for the next four year forecast.

Sport New Zealand has been working through a process of aligning its contestable funding investments with their new policy called "Community Sport Strategy,"

This signals a significant change to the way Sport NZ now invests its moneys into the sport and recreation sector and there has been a relocation of focus within the Sport NZ toward a plan for Young people, Maori, Asian and Pasifika groups.

MNZ has taken a pro-active approach to these changes to ensure that as many qualifying criteria's could be met and we can confirm that we have secured funding for the full four years 2016-2020 to the value of \$50,000 for each of those four years. Whilst this is a positive result the amount is nevertheless half of what we have previously been granted.

The decrease in funding is not a reflection of our previous or current performance as an organisation, but is a shift in focus by Sports NZ. This shift in focus by Sport NZ sees an increase in their investment toward sports that they see as best placed to impact in their focus areas, these sports included Basketball, Waka Ama, Badminton, Table Tennis, Volleyball, Softball, Touch football and Tennis.

A number of sporting organisations have been affected and as an organisation the management and board of MNZ have been monitoring the process closely.

We can confirm that we are prepared for this situation and as advised at last years MNZ AGM we have specifically allocated controls relating to portions of our financial reserves. We have also been modifying budgets and examining internal expenses to better control this change in our funding stream.

Additionally we have this year established and signed off on a new strategic plan with an further focus on seeking alternative income streams. This will hopefully allow MNZ to continue to be financially sustainable and ensure that we maintain a comfortable financial reserve position level that will be durable in the medium term and continue to alleviate any undue pressure on our key stakeholders and members for the longer term.

With our budgeting completed for 2016, the outlook is positive and we will be continue

through the process of rolling budget reviews to examine all areas expenditure for cost savings with the intention of not compromising services or delivery of programmes. During this budgeting process, we have reviewed the MNZs membership (licence) fee and it has been determined that there will be very likely no increase in the fee for the 2016-2017 season (1st July to 30th June).

MNZ thanks Sports NZ for continuing to be a funding provider.

If any stakeholders have questions regarding MNZ budgets strategic or business plans they can contact us on 07 828 7852 email admin@mnz.co.nz

Yours in Motorcycling

MNZ President,
Chief Governing Officer,
General Manager Operations,
Board of MNZ