

Performance Report

Ngāti Te Whiti Whenua Tōpu Trust
For the year ended 31 March 2021

Prepared by BDO Taranaki Limited

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Entity Information

Ngāti Te Whiti Whenua Tōpu Trust For the year ended 31 March 2021

Legal Name of Entity

Ngāti Te Whiti Whenua Tōpu Trust

Entity Type and Legal Basis

Registered Charitable Trust

Registration Number

CC46331

Entity's Purpose or Mission

The Ngati Te Whiti Whenua Topu Trust seeks to provide for the use, management, and alienation of the lands and any other property or assets of the trust to the best advantage of the beneficiaries. It also seeks to provide grants and loans to its members, and to provide education.

Entity Structure

Charitable Trust

Main Sources of Entity's Cash and Resources

Ngati Te Whiti Whenua Topu Trust receives the majority of it's revenue from the lease of commercial property.

Main Method Used by Entity to Raise Funds

Ngati Te Whiti Whenua Topu Trust is actively applying for grants from other major charitable organisations for assistance with funding of project work.

Entity's Reliance on Volunteers and Donated Goods or Services

The Trust has very little reliance on volunteers and donations.

Physical Address

131 South Road
Spotswood
New Plymouth
4310

Postal Address

PO Box 681
Taranaki Mail Centre
New Plymouth
4340

Accountant

BDO Taranaki Limited
10 Young Street
New Plymouth

Auditor

Silks Audit Chartered Accountants Limited
156 Guyton Street
Whanganui

INDEPENDENT AUDITORS REPORT

To the Trustees of Ngati Te Whiti Whenua Topu Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Ngati Te Whiti Whenua Topu Trust (the Trust) on pages 9 to 20, which comprise the statement of financial position as at 31 March 2021, and the statement of financial performance and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as at 31 March 2021, and its financial performance and its cash flows for the year then ended in accordance with Public Benefit Entity Simple Format Reporting Standard – Accrual (Not-For-Profit).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Trust in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Trust.

Other information

The Trustees is responsible on behalf of the Trust for the other information. The other information comprises the Entity Information and Statement of Service Performance but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If based, on the work we have performed, 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.



Trustees' Responsibilities for the Financial Statements

In preparing the financial statements, the Trustees are responsible on behalf of the Trust for assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

Auditors Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of the auditors responsibilities for the audit of the financial statements is located at the External Reporting Board's website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/>



Cameron Town
Silks Audit Chartered Accountants Ltd
Whanganui, New Zealand

Date: 11 September 2021



Approval of Financial Report

Ngāti Te Whiti Whenua Tōpu Trust For the year ended 31 March 2021

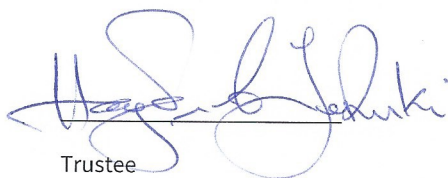
The Trustees are pleased to present the approved financial report including the historical financial statements of Ngati Te Whiti Whenua Topu Trust for year ended 31 March 2021.

APPROVED



Trustee

Date 11 September 2021



Trustee

Date 11 September 2021

Statement of Service Performance

Ngāti Te Whiti Whenua Tōpu Trust For the year ended 31 March 2021

Description of Entity's Outcomes

The Trust assisted the Ngati Te Whiti Hapu Society Inc in providing separate office space from the Trust, the use of all office equipment, internet, photocopying, tea, coffee, sugar, cleaning materials and toilet paper to enable the Hapu board and members to progress in building membership of the Society and to achieve financial stability. The Society's office space was also provided to the Wahia Tapu Committee who work with the New Plymouth District Council on the 10 year district plan Operational and the Proposed District Plan.

The Trust office was also able to be used by Ngati Te Whiti whanau upon request.

	2021	2020
Description and Quantification of the Entity's Outputs		
Lease income	325,089	340,842
Rental	13,260	12,965
Number of kaumatua receiving assistance	-	-
Number of education grants	1	3

Statement of Financial Performance

Ngāti Te Whiti Whenua Tōpu Trust For the year ended 31 March 2021

	NOTES	2021	2020
Revenue			
Donations, fundraising and other similar revenue	1	25,000	10,000
Revenue from providing goods or services	1	346,673	367,647
Interest, dividends and other investment revenue	1	18,067	18,598
Total Revenue		389,741	396,245
Expenses			
Volunteer and employee related costs	2	21,527	46,200
Costs related to providing goods or service	2	42,228	23,025
Grants and donations made	2	500	1,420
Other expenses	2	117,312	58,292
Total Expenses		181,568	128,936
Surplus for the Year		208,173	267,309

Statement of Financial Position

Ngāti Te Whiti Whenua Tōpu Trust As at 31 March 2021

	NOTES	31 MAR 2021	31 MAR 2020
Assets			
Current Assets			
Bank accounts and cash	3	365,057	205,690
Debtors and prepayments	3	2,426	17,790
Investments	3	459,237	-
Total Current Assets		826,720	223,480
Other Current Assets			
Taxation	3	-	9,965
Total Other Current Assets		-	9,965
Non-Current Assets			
Property, Plant and Equipment	4	7,063,627	7,044,590
Investments	3	154,645	611,900
Other non-current assets	3	889,633	856,577
Total Non-Current Assets		8,107,905	8,513,067
Total Assets		8,934,625	8,746,513
Liabilities			
Current Liabilities			
Creditors and accrued expenses	5	43,947	35,960
Goods and services tax	5	7,962	13,721
Other current liabilities	5	2,933	25,223
Total Current Liabilities		54,842	74,904
Total Liabilities		54,842	74,904
Total Assets less Total Liabilities (Net Assets)		8,879,782	8,671,609
Accumulated Funds			
Accumulated surpluses or (deficits)	6	6,014,729	5,806,556
Reserves	6	2,865,053	2,865,053
Total Accumulated Funds		8,879,782	8,671,609

Statement of Cash Flows

Ngāti Te Whiti Whenua Tōpu Trust For the year ended 31 March 2021 Cash Basis

	NOTES	2021	2020
Statement of Cash Flows			
Cash Flows from Operating Activities			
Cash was received from			
Donations, fundraising and other similar receipts		-	35,000
Receipts from providing goods or services		362,091	357,359
Interest, dividends and other investment receipts		17,396	18,598
Goods and Services Tax received		-	3,960
Cash was applied to			
Payments to suppliers and employees		(135,014)	(102,363)
Donations or grants paid		(500)	(1,439)
Goods and Services Tax paid		(5,759)	-
Total Cash Flows from Operating Activities		238,214	311,115
Cash Flows from Investing and Financing Activities			
Cash was applied to			
Payments to acquire property, plant and equipment		(76,867)	(8,181)
Payments to purchase investments		(1,982)	(301,427)
Total Cash Flows from Investing and Financing Activities		(78,849)	(309,608)
Bank accounts and cash			
Opening cash		205,690	204,183
Closing cash		365,057	205,690
Net change in cash for period		159,367	1,507

Statement of Accounting Policies

Ngāti Te Whiti Whenua Tōpu Trust For the year ended 31 March 2021

Basis of Preparation

The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Tier 2 PBE Accounting Standards Applied

The Trust has adopted PBE IPSAS 12 Property, Plant & Equipment for the recognition and measurement of Land and Buildings.

Historical cost

This Performance Report has been prepared on a historical cost basis, except for certain assets which have been revalued as identified in specific accounting policies below. The Performance Reports are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Trust and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from goods and services

Ngati Te Whiti Whenua Topu Trust receives revenue from the lease of commercial and residential property. Revenue is recognised in the period the goods and services are provided.

Donations, fundraising, and other similar revenue

Grant revenue is recognised when the conditions attached to the grant has been compiled with. Where there are unfulfilled conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to income as the conditions are fulfilled.

Interest Received

Interest revenue is recognised as it accrues, using the effective interest method.

Bank Accounts and Cash

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

Property, Plant and Equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, except for land & buildings. Land & buildings (other than vested land) have been revalued using the ratings valuation dated 1 September 2019. Vested land has been recorded at the vested value by the Maori Land Court as at 01/09/2004. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is donated to the entity, its cost is measured at its current value as at the date of acquisition.

Depreciation is charged on a straight line or diminishing value basis over the useful life of the asset, except for land. Land is not depreciated. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

Buildings 2%

Computer equipment 25%-67%

Furniture & fittings 16%-40%

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

The Trust has elected to adopt Tier 2 IPSAS 17 Property, Plant & Equipment for valuing land (other than vested land) and buildings.

Intangible Assets

Externally acquired intangible assets that have finite useful lives are measured at cost less accumulated amortisation and accumulated impairment losses. Intangible assets are amortised on a straight-line basis in the Statement of Financial Performance over their estimated useful lives, from the date that they are available for use. The estimated useful lives for the current and comparative periods are as follows:

Website 5 years

Land video 10 years

Amortisation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate

Investment

Investments are stated at cost.

Income Tax

Ngāti Te Whiti Whenua Topu Trust is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Changes in Accounting Policies

Some prior years figures have been reclassified on a basis consistent with current disclosure. All other accounting policies have been applied on a consistent basis with those of the previous reporting period.

COVID-19 Pandemic

In August 2021 the country experienced a Covid 19 outbreak of the Delta Variant in Auckland and Wellington. The NZ Government ordered a lockdown for the whole country - severely restricting economic activity. During the lockdown the trust was unable to operate at its expected level of activity. Some regions of NZ are moving back down the alert levels, with expected decreasing impact on economic activity, but Auckland remains in level 4 lockdown until at least 14 September 2021. During this period, the trust has been able to operate at reduced levels and trustees have put in place strategies to enable its survival and assist its recovery.

Going concern

As outlined above, the Covid-19 pandemic continues to affect the trust and at the time of signing the financial reports, there is uncertainty about how long the period of reduced economic activity will last due to uncertain global demand and supply chains.

The trustees have assessed the likely impact of Covid-19 on the business and have concluded that, for the 12 months from the date of signing the financial reports, Covid-19 will not impact the ability of the trust to continue operating. That conclusion has been reached because, to date, the pandemic has had limited impact on the trust operations and the trustees have in place strategies to maintain reserves - including potential support from trustees.

Notes to the Performance Report

Ngāti Te Whiti Whenua Tōpu Trust For the year ended 31 March 2021

	2021	2020
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Grant income	25,000	10,000
Total Donations, fundraising and other similar revenue	25,000	10,000
Revenue from providing goods or services		
Lease income	325,089	340,842
Reimbursement of expenses - leased premises	8,324	13,841
Residential rental income	13,260	12,965
Total Revenue from providing goods or services	346,673	367,647
Interest, dividends and other investment revenue		
Interest received	14,286	14,733
Investment income	3,781	3,865
Total Interest, dividends and other investment revenue	18,067	18,598
	2021	2020

2. Analysis of Expenses

Volunteer and employee related costs		
Trustee payments	6,600	10,600
Wages	14,927	35,600
Total Volunteer and employee related costs	21,527	46,200
Costs related to providing goods or services		
Insurance	31,465	16,625
Legal fees	2,470	2,028
Power	579	-
Rates	3,875	3,792
Repairs and maintenance	3,539	57
Rubbish and cleaning	299	522
Total Costs related to providing goods or services	42,228	23,025
Grants and donations made		
Education grants	500	1,220
Koha	-	200
Total Grants and donations made	500	1,420
Other expenses		
ACC levies	66	87
Accounting - additional services	10,494	-
Accounting - compliance	2,673	6,935
AGM expenses	7,002	3,030
Amortisation of intangible assets	191	-
Audit fees	4,450	5,950

Bank charges	47	35
Catering	-	123
Courier & postage	178	170
Depreciation	25,200	21,937
Impairment of historic tax expense	9,965	-
Interest	37	-
Management services	40,350	-
Marketing and branding	355	-
Office expenses	3,706	1,429
Penalties - Inland Revenue	5	-
Professional and consulting fees	1,457	834
Stationery and printing	869	-
Subscriptions	8,034	6,215
Telecommunications	1,733	1,849
Travel and accommodation	-	2,946
Valuation expenses	500	6,752
Total Other expenses	117,312	58,292
	2021	2020

3. Analysis of Assets

Bank accounts and cash

Friends of Ngamotu Marae	7,837	7,809
Premier Cheque (Income)	196,938	197,881
TSB term deposit maturing 90 days after balance date	160,282	-
Total Bank accounts and cash	365,057	205,690

Debtors and prepayments

Accounts receivable	2,426	17,173
Prepayments	-	617
Total Debtors and prepayments	2,426	17,790

Investments

TSB term deposit	459,237	-
Total Investments	459,237	-

Other current assets

Taxation

Opening Balance	9,965	9,965
Prior year tax refund/(payment) outstanding	(1,148)	-
Tax Refunds	(4,763)	-
RWT	(4,054)	-
Total Taxation	-	9,965

Total Other current assets	-	9,965
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	2021	2020
Investments		
TSB term deposit	104,645	561,900
Property Investments - Centuria Funds Management	50,000	50,000
Total Investments	154,645	611,900
Other non-current assets		
Intangible assets	2,294	-
Marae Development Costs - work in progress	887,338	856,577
Total Other non-current assets	889,633	856,577

2021 2020

4. Fixed Assets and Depreciation

Land

Opening carrying value	1,083,145	1,083,145
Closing carrying value	1,083,145	1,083,145

Land (revaluation)

Opening carrying value	2,053,855	486,855
Purchases	-	1,567,000
Closing carrying value	2,053,855	2,053,855

Vested Land

Opening carrying value	2,940,000	2,940,000
Closing carrying value	2,940,000	2,940,000

Buildings

Opening carrying value	190,987	196,575
Purchases	44,237	-
Current year depreciation & impairment	(6,263)	(5,588)
Closing carrying value	228,961	190,987

Buildings (revaluation)

Opening carrying value	764,994	798,503
Additions	-	-
Reversals	-	(23,394)
Correction of prior period revaluation	-	2,876
Current year depreciation & impairment	(16,578)	(12,991)
Closing carrying value	748,416	764,994

Office Equipment

Opening carrying value	4,044	6,787
Purchases	-	-
Current year depreciation & impairment	(1,530)	(2,743)
Closing carrying value	2,514	4,044

Furniture and Fittings

Opening carrying value	7,565	-
Purchases	-	8,181
Current year depreciation and impairment	(829)	(616)
Closing carrying value	6,736	7,565

Total	7,063,627	7,044,590
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2021 2020

5. Analysis of Liabilities

Creditors and accrued expenses

Accounts payable

Accounts Payable	5,885	278
Sundry accounts payable	38,062	35,682
Total Accounts payable	43,947	35,960

	2021	2020
Goods and Services Tax		
GST	7,962	13,721
Total Goods and Services Tax	7,962	13,721
Other current liabilities		
PAYE Liability	-	89
Wages Liability	-	134
Income in Advance	2,933	-
Provision for unearned income	-	25,000
Total Other current liabilities	2,933	25,223
Total Creditors and accrued expenses	54,842	74,904
	2021	2020

6. Accumulated Funds

Accumulated Funds		
Opening Balance	5,806,556	5,539,248
Accumulated surpluses or (deficits)	208,173	(3,294,163)
Adjustment for prior period errors	-	(178,479)
Transfer to revaluation reserve	-	3,739,951
Total Accumulated Funds	6,014,729	5,806,556
Revaluation reserves		
Revaluation reserves		
Land revaluation reserve	2,053,855	2,053,855
Building revaluation reserve	811,198	811,198
Total Revaluation reserves	2,865,053	2,865,053
Total Revaluation reserves	2,865,053	2,865,053
Total Accumulated Funds	8,879,782	8,671,609

7. Commitments

The Trust has incurred \$887,348 (2020: \$867,845) to date on the Marae development upgrade. The Trust are currently assessing how the development can proceed with the current lines of funding available. The Trust is in the process of getting new costings done and then the Trustees will have more information in relation to moving this forward. The Trustees are of the view that the expenditure incurred can be classified as continued work in progress until the funding can be investigated. The Resource Management consent is in place until 21 May 2025. The Trust is endeavoring to find the funds from all available funding agencies.

8. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 March 2021. (2020: nil)

	2021	2020
9. Related Parties		
Purchases		
Pauline Lockett (Advisory Trustee) receives a management fee as Administration Manager of the Trust	40,350	-
Accounts payable		
Pauline Lockett (Advisory Trustee) receives a management fee as Administration Manager of the Trust	5,000	-

10. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

11. Subsequent events

As stated in the Covid-19 Accounting Policy, at balance date stringent controls remained in place at the border around people entering the country in response to Covid-19 and, since then, the country entered a further period of lockdowns. As stated in the Going Concern Accounting Policy, the trust has continued to operate however the future impact of Covid-19 is currently unknown and has not been recognised in this year's financial reports.