

Te Ahu Charitable Trust

2022 Performance Report

Te Ahu Charitable Trust

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For the Year Ended 30 June 2022

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Te Ahu Charitable Trust

Report on the Engagement to Approve the Performance Report

For the Year Ended 30 June 2022

APPROVAL REPORT TO THE TRUSTEES

Reporting Scope

The Board of Trustees of the Te Ahu Charitable Trust are responsible for preparing this report and financial statements.

In our view this Annual Report fairly reflects the financial position and operating results of the Trust for the year ended 30 June 2022.

Responsibilities

The Board of Trustees of the Te Ahu Charitable Trust accept responsibility for the preparation of the annual financial statements and the judgements used in them.

The Board of Trustees of the Te Ahu Charitable Trust accept responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial reporting.

In the opinion of the Board of Trustees of the Te Ahu Charitable Trust, the annual financial statements for the year ended 30 June 2022 fairly reflect the financial position and operations of the Te Ahu Charitable Trust.

Signed by:

Signed: 8BA13F4A708C8673

CHAIR - TE AHU CHARITABLE TRUST

Date: 22/9/2023

Signed by:

Signed: 350006D2C0B4A0EE

TRUSTEE - TE AHU CHARITABLE TRUST

Date: 22/9/2023

Harrison Gillespie
Chartered Accountants
Kaitaia
22 September 2023

Te Ahu Charitable Trust

Entity Information

As at 30 June 2022

Te Ahu Charitable Trust is a Discretionary Trust registered under the Charities Act 2005.

Entity's Purpose or Mission	<p>The Te Ahu Charitable Trust's VISION is to:</p> <p>"Create a landmark meeting place for our people and visitors that nurtures and shares the stories and culture of our community"</p>
Nature of Business	Community Trust
Address	Cnr Matthews Ave & State Highway 10 KAITAIA
Entity Structure	<p>The trust comprises a Board of 7 to 9 trustees who oversee the Governance of the Trust.</p> <p>Three of these trustees are appointed, one by Far North District Council, one by Te Rarawa and one by the Museum Trust, with all other trustees appointed or removed by the board of trustees.</p> <p>They also employ a General Manager to oversee the day-to-day running of the trust's affairs.</p>
Main Sources of Cash and Resources	The main sources of income were lease income and income from operating the Cinema, Venues for Hire and Cafe. Other income includes event income and ticket sales, other grants and interest.
Main Methods Used to Raise Funds	The main methods to raise funds were operating a Cinema, Cafe, Venues for hire and events, along with providing spaces for lease to tenants and obtaining grant funding.
Entity's Reliance on Volunteers and Donated Goods or Services	The Trust relies on its trustees who volunteer their time to oversee the organisation.
Trustees:	Mike Mitcalfe David Collard Abraham Witana Adele Gardner Sheryl Bainbridge Mark Tan Keri Hokai Rachel Baucke Bartlett
Accountants	Harrison Gillespie Chartered Accountants 5 Puckey Avenue Kaitaia
Bankers	ASB Bank, Kaitaia
IRD Number	094-870-534
Registered Charity Number	CC11072

Te Ahu Charitable Trust

Statement of Service Performance

For the Year Ended 30 June 2022

Description of the Trust's Outcomes

The Te Ahu Charitable Trust provided and managed the facilities and infrastructure to be accessed and enjoyed by local and visiting people.

Description of the Entity's Outputs

	Actual 2022	Actual 2021
The Te Ahu Charitable Trust has achieved the following during the year:		
Operated a Cafe that is open to the public	5 days per week	5 days per week
Operated a cinema that is open to the public	10,363 admissions	11,281 admissions
Housed the Far North Regional Museum and opened to the public	5 days per week	5 days per week
Hired out spaces and venues to the public and other organisations	13,898 attendees	35,592 attendees
Rented space to the Far North District Council	\$397,879	\$328,522
Provided an electric vehicle charging station to the public	Available 24/7	Available 24/7

These financial statements are to be read in conjunction with the accompanying Notes.

Te Ahu Charitable Trust

Statement of Financial Performance

For the Year Ended 30 June 2022

	Note	Actual 2022 \$	Actual 2021 \$
Revenue			
Donations, fundraising and other similar revenue	2	50,000	-
Revenue from providing goods or services	3	741,412	681,892
Interest, dividends and other investment revenue	4	1,999	-
Total Revenue		793,411	681,892
Less Expenses			
Volunteer and employee related costs	5	252,746	261,966
Costs related to providing goods or services	6	219,704	279,953
Other Expenses	7	148,584	139,243
Depreciation	8	435,338	434,336
Total Expenses		1,056,372	1,115,498
Deficit For The Year		(262,961)	(433,605)

These financial statements are to be read in conjunction with the accompanying Notes.

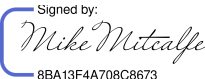
Te Ahu Charitable Trust

Statement of Financial Position


As at 30 June 2022

	Note	2022	2021
		\$	\$
Current Assets			
Cash & Bank Balances	9	504,432	408,312
Trade Receivables	10	56,120	41,512
Total Current Assets		560,552	449,824
Non-Current Assets			
Property, Plant & Equipment	11	8,547,578	8,938,695
Total Assets		9,108,130	9,388,519
Current Liabilities			
Creditors - Accounts Payable		29,339	41,083
Payroll Liability		3,308	3,555
Accrued Expenses		11,500	12,639
GST Payable		4,509	8,807
Total Liabilities		48,656	66,084
Net Assets		9,059,474	9,322,435
Accumulated Funds			
Trust Capital	12	9,059,474	9,322,435
Total Accumulated Funds		9,059,474	9,322,435

The Performance Report has been approved by the Trustees, for and on behalf of the Te Ahu Charitable Trust:


 Signed by: *Mike Mitcalfe*
 8BA13F4A708C9673

Trustee _____ Trustee Date 22/9/2023


 Signed by: *Sheryl Bainbridge*
 350006D2C0B4A0EE

Trustee _____ Trustee Date 22/9/2023

Te Ahu Charitable Trust

Statement of Cash Flows

For the Year Ended 30 June 2022

Note	2022	2021
	\$	\$
Cash Flows from Operating Activities		
Cash was received from:		
Receipts from interest	1,999	-
Receipts from donations	50,000	-
Receipts from providing goods and services	728,387	647,245
	780,386	647,245
Net GST	(7,704)	11,760
Cash was applied to:		
Payments of suppliers and employees	619,456	671,160
	619,456	671,160
Net Cash Flows from Operating Activities	153,226	(12,155)
Cash Flows from Investing Activities		
Cash was applied to:		
Payments for property, plant & equipment	57,106	16,121
	57,106	16,121
Net Cash Flows from Investing Activities	(57,106)	(16,121)
Net Increase in Cash Held	96,120	(28,276)
Cash at the Beginning of the Year	408,312	436,588
Cash at the End of the Year	504,432	408,312
This is represented by:		
Cash & Bank Balances	504,432	408,312

These financial statements are to be read in conjunction with the accompanying Notes.

1 Statement of Accounting Policies

Reporting Entity

The Te Ahu Charitable Trust (the Trust) is a charitable trust incorporated in New Zealand under the Charitable Trusts Act 2005 and is domiciled in New Zealand.

Statement of Compliance and Basis of Preparation

Te Ahu Charitable Trust is eligible to apply Tier 3 PBE Accounting Standards : PBE SFR-A (PS) Public Benefit Entity Simple Format reporting - Accrual (Public Sector), on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000. The trust has elected to report in accordance with PBE SFR-A (PS). All transactions in the Financial Statements are reported using the accrual basis of accounting.

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

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

Going Concern

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

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

SALE OF GOODS AND SERVICES

Revenue from the sale of goods is recognised in the Statement of Financial Performance when the significant risks and rewards of ownership have been transferred to the buyer. Revenue from the sale of services is recognised in the Statement of Financial Performance in line with the delivery of services.

GRANTS, BEQUESTS AND DONATIONS

Grants and bequests are recognised as revenue when control over the assets is obtained or when all conditions have been met. If the conditions of a grant received have not been met the grant is held as revenue received in advance and recognised as revenue when the conditions are met. Where a physical asset is acquired for nil or nominal consideration the fair value of the asset received is recognised as revenue when control over the asset is obtained.

THIRD PARTY/AGENCY INCOME

Where revenue is derived by acting as an agent for another party, the revenue that is recognised is the commission or fee on the transaction.

INTEREST

Interest income is recognised as it is earned.

RENT REVENUE

Rent Revenue is recognised as income on a straight line basis over the term of the lease.

For the Year Ended 30 June 2022

(b) Property, Plant & Equipment and Investment Property

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

Property, plant and equipment consists of operational assets. These include buildings, improvements, heritage assets and plant and equipment.

ADDITIONS

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that the future economic benefits or service potential associated with the item will flow to the Te Ahu Charitable Trust and the cost of the item can be measured reliably.

Additions are recorded at cost.

DISPOSALS

Gains and losses are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposals are included in the Statement of Financial Performance.

DEPRECIATION

Depreciation is provided for on a straight-line and diminishing value basis on all property, plant and equipment, other than land, at rates that will write off the cost of the assets to their estimated residual values over their useful lives. Assessed economic life is calculated using the methodology in the New Zealand Institute of Asset Management (NZIAM) manual.

Land is not depreciated.

IMPAIRMENT OF PROPERTY, PLANT AND EQUIPMENT

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

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.

The following estimated depreciation rates/useful lives have been used:

Buildings	2.00% to 6.67% SL
Fixtures & Fittings	5.00% to 14.29% SL and 10.00% to 67% DV
Site Works	5.00% SL
Heritage Assets	Non Depreciating
Plant & Equipment	16.00% DV

(c) Income Tax

Te Ahu Charitable Trust is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

(d) Provisions

The Trust recognises for future expenditure of uncertain amount or timing when there is a present obligation as a result of a past event, it is probable that expenditure will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Te Ahu Charitable Trust

Notes to and forming part of the Performance Report (continued)

For the Year Ended 30 June 2022

(e) Goods and Services Taxation (GST)

The Trust is registered for GST. All items in the financial statements are stated exclusive of GST, with the exception of Debtors and Creditors. Where GST is not recoverable as an input tax then it is recognised as part of the related asset or expense.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department (IRD) is included as part or receivables or payables in the Statement of Financial Position.

Commitments and contingencies are disclosed exclusive of GST.

(f) Equity

Equity is the community's interest in the Trust, and is measured by the difference between total assets and liabilities.

(g) Debtors and prepayments

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

(h) Creditors and accrued expenses

Creditors and accrued expenses are measured at the amount owed.

(i) Bank accounts and cash

Bank accounts and cash includes cash in hand and deposits held at call with banks. Bank overdrafts are shown within borrowings in current liabilities in the Statement of Financial Position.

(j) Advertising, marketing, administration, overheads and fund raising costs

These are expensed when the related service has been received.

(k) Lease expense

Lease payments are recognised as an expense on a straight line basis over the term of the lease.

(l) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

2 Donations, fundraising and other similar revenue

Council Grant

Total Donations, fundraising and other similar revenue

2022	2021
\$	\$
50,000	-
50,000	-

Te Ahu Charitable Trust

Notes to and forming part of the Performance Report (continued)

For the Year Ended 30 June 2022

3 Revenue from providing goods or services	2022	2021
	\$	\$
Council Rent	223,797	209,548
Event & Ticket Sales	-	6,894
Cafe Sales	50,660	91,824
Cinema Sales	153,768	150,631
Cafe Catering Sales	10,282	13,654
Cinema Screen Advertising	1,300	1,702
Facility Hire	37,704	64,735
Cinema - Vodafone Rewards	49	86
MSD Wage Subsidy - Covid-19	60,118	23,844
Resurgence Support Payments	29,652	-
Occupancy Recoveries	174,082	118,974
Total Revenue from providing goods or services	741,412	681,892
4 Interest, dividends and other investment revenue	2022	2021
	\$	\$
Interest Received	1,999	-
Total Interest, dividends and other investment revenue	1,999	-
5 Volunteer and employee related costs	2022	2021
	\$	\$
ACC Levies	733	989
General Management	52,500	54,687
Human Resources	1,006	1,405
Kiwisaver Employer Contributions	4,507	2,793
Staff Training	-	98
Uniforms	-	367
Wages & Salaries	194,000	201,627
Total Volunteer and employee related costs	252,746	261,966

These financial statements are to be read in conjunction with the accompanying Notes.

Te Ahu Charitable Trust

Notes to and forming part of the Performance Report (continued)

For the Year Ended 30 June 2022

6	2022	2021
	\$	\$
Cafe Stock Purchases	32,464	55,387
Cinema Stock Purchases	25,208	18,332
Film Hire	38,517	38,288
Advertising	3,520	4,265
Cleaning	23,347	64,684
Computer Expenses	-	3,542
EFTPOS Fees	761	744
Entertainment	-	648
Event Expenses	-	6,470
Freight & Courier	188	58
General Expenses	1,400	1,761
Licences & Fees	532	977
Pest Control	885	1,023
Plant & Machinery	195	-
Power & Light	19,584	15,393
Printing & Stationery	2,489	3,437
Repairs & Maintenance	58,940	51,177
Security Expenses	2,174	4,506
Subscriptions	-	525
Venue Booking System	3,217	2,719
Waste & Recycling	5,608	5,572
Website	675	445
Total Costs related to providing goods or services	219,704	279,953
7	2022	2021
	\$	\$
Accountancy Fees	11,277	13,995
Audit Fee	11,866	9,762
Bank Fees & Charges	540	798
Insurance	37,611	35,945
Land Lease Te Rarawa	14,750	14,750
Land Lease FNDC	48,060	45,000
Rates	20,801	15,422
Telephone & Internet	3,679	3,571
Total Other Expenses	148,584	139,243
8	2022	2021
	\$	\$
Depreciation	435,338	434,336
Total Depreciation	435,338	434,336

These financial statements are to be read in conjunction with the accompanying Notes.

Te Ahu Charitable Trust

Notes to and forming part of the Performance Report (continued)

For the Year Ended 30 June 2022

9 Cash & Bank Balances	2022	2021
	\$	\$
Bank Account Balances		
Cash at Bank - ASB Cheque Account	234,319	197,335
Cash at Bank - ASB Cinema Account	101,706	96,044
Cash at Bank - ASB Cafe Account	4,390	8,601
Cash at Bank - ASB Operations Account	164,017	106,332
Total Cash & Bank Balances	504,432	408,312

10 Trade Receivable	2022	2021
	\$	\$
Trade Debtors - Accounts Receivable	56,120	41,512
Total Trade Receivable	56,120	41,512

All amounts are short-term and have been reviewed for indicators of impairment. The carrying value of trade receivables is considered a reasonable approximation of fair value.

11 Property, Plant & Equipment

	Opening Carrying Amount	Purchases / (Sales or Disposals)	Depreciation & Impairment	Closing Carrying Amount
Property, Plant & Equipment 2022	\$	\$	\$	\$
Buildings	7,113,799	-	237,421	6,876,378
Fixtures & Fittings	954,323	44,222	195,357	803,188
Site Works	7,794	-	1,636	6,158
Heritage Assets	858,633	-	-	858,633
Plant & Equipment	4,145	-	924	3,221
Total Property, Plant & Equipment	8,938,694	44,222	435,338	8,547,578

	Opening Carrying Amount	Purchases / (Sales or Disposals)	Depreciation & Impairment	Closing Carrying Amount
Property, Plant & Equipment 2021	\$	\$	\$	\$
Buildings	7,351,220	-	237,421	7,113,799
Fixtures & Fittings	1,132,176	16,120	193,972	954,324
Site Works	9,430	-	1,636	7,794
Heritage Assets	858,633	-	-	858,633
Plant & Equipment	5,452	-	1,307	4,145
Total Property, Plant & Equipment	9,356,911	16,120	434,336	8,938,695

These financial statements are to be read in conjunction with the accompanying Notes.

Te Ahu Charitable Trust

Notes to and forming part of the Performance Report (continued)

For the Year Ended 30 June 2022

12 Trust Capital	2022	2021
	\$	\$
Opening Balance	9,322,435	9,756,041
Less:		
Net Deficit	262,961	433,605
Total Trust Capital	9,059,474	9,322,436

In terms of accounting standards, the Far North District Council is the parent of the Trust.

14 The effects of COVID-19 on the Te Ahu Charitable Trust

On 11 March 2020, the World Health Organisation declared the outbreak of COVID-19 a pandemic and two weeks later the New Zealand Government declared a State of National Emergency.

From this, the country was in lockdown at Alert Level 4 for the period 17 August to 31 August and remained in lockdown at Alert Level 3 (except Auckland and Northland), thereafter, until 2 September.

During this period, Te Ahu Charitable Trust closed all of their operations.

The effect on our operations is reflected in these financial statements based on the information available to the date these financial statements are signed.

At this time, it is difficult to determine the full on-going effect of COVID-19 and therefore some material uncertainties remain.

There could also be other matters that affect Te Ahu Charitable Trust going forward that we are not yet aware of.

We have also disclosed in the financial statements our significant assumptions and judgements regarding the future potential impacts that may have a material impact on the trust.

These uncertainties may have a material impact on the trust going forward.

The main impacts on Te Ahu Charitable Trust's financial statements due to COVID-19 are explained below:

Sales revenue

Revenues from Cafe, Cinema and Venues for Hire were effectively nil over the period of lockdown and slowly came back on stream as we were able to open again as alert levels dropped.

Operating expenses

As a result of COVID-19, Te Ahu Charitable Trust did not incur any significant additional expenditure but did however carry staff on full normal pay through the lockdown which was supported by the respective Covid-19 Wage Subsidies that were available.

15 Related Party Note

The Far North District Council and Te Runanga o Te Rarawa are both considered related parties of Te Ahu Charitable Trust, due to having representation from trustees, who are members on the board.

During the year, Te Ahu Charitable Trust made lease payments to both The Far North District Council and Te Runanga o Te Rarawa. Refer to the below commitments note.

Te Ahu Charitable Trust

Notes to and forming part of the Performance Report (continued)

For the Year Ended 30 June 2022

16 Commitments

	2022	2021
	\$	\$
Te Rununga o Te Rarawa Lease		
This represents the lease of land from Te Rununga o Te Rarawa for a period of 13 years. (2021: 14 years) The annual lease payment is \$14,750 (2021 \$14,750)	191,750	206,500
Far North District Council		
This represents the lease of land from Far North District Council for a period of 27 years. (2021: 28 years) The annual lease payment is \$48,060 (2021 \$45,000).	1,297,620	1,260,000

17 Contingent Liabilities and Guarantees

The trust has no contingent liabilities and no guarantees as at 30 June 2022 (2021: Contingent Liabilities Nil, Guarantees Nil).

18 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 (2021: Nil).

INDEPENDENT AUDITOR'S REPORT
TO THE READERS OF TE AHU CHARITABLE TRUST'S
FINANCIAL STATEMENTS AND PERFORMANCE INFORMATION FOR THE YEAR ENDED 30 JUNE
2022

The Auditor-General is the auditor of Te Ahu Charitable Trust (the Trust). The Auditor-General has appointed me, Angela Edwards, using the staff and resources of BDO Northland, 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 5 to 15, that comprise the statement of financial position as at 30 June 2022, the statement of comprehensive income, statement of changes in equity 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 4 to 4.

In our opinion:

- the financial statements of the Trust on pages 5 to 15:
 - present fairly, in all material respects:
 - its financial position as at 30 June 2022; 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 *Public Benefit Entity Simple Format Reporting Standard - Accrual (Public Sector)* and;

- the performance information of the Trust on pages 4 to 4 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 2022.

Our audit was completed on 22 September 2023. This is the date at which our opinion is expressed.

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

KERIKERI PARTNERS: Solomon Dalton Angela Edwards Joanne Roberts Robyn Terlesk

WHANGAREI PARTNERS: Greg Atkins Scott Kennedy Adelle Wilson

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.

Emphasis of Matter - COVID 19

We draw attention to Note 14 to the financial statements, which outlines the Trusts assessment of the effects of the COVID-19 pandemic on the future operations of the Trust. Our opinion is not modified in respect of this matter.

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

The Trustees are 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 Trustees are also responsible for preparing the performance information for the Trust.

The Trustees are responsible for such internal control as they determine is necessary to enable them 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 Trustees are responsible on behalf of the Trust for assessing the Trust's ability to continue as a going concern. The Trustees are also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the Trustees intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

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.

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.

- 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 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 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 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.

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.

Signed by:

4D5BB9B9BDC541A2

Angela Edwards
BDO Northland
On behalf of the Auditor-General
Kerikeri, New Zealand