

Performance Report

The Whanganui Trust
For the year ended 30 June 2020

Prepared by Doyle and Associates The Accountants Ltd

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Entity Information

The Whanganui Trust For the year ended 30 June 2020

Legal Name of Entity

The Whanganui Trust

Entity Type and Legal Basis

The Whanganui Trust is a Discretionary Trust, established by a trust deed dated 26 March 1965

Entity's Purpose or Mission

The support of the educational and cultural aims of the Maori people in the District. Operations are governed by its Rules that aligns to and supports the requirements of the Charities Act.

Address

C/- Doyle and Associates The Accountants Limited
PO Box 641
Whanganui

Entity Structure

Trustees are the members of the Morikau Incorporation Committee of Management and one Trustee appointed by shareholders at Annual General Meeting.

Trustees

Automatically appointed as Morikaunui Incorporation CoM members:

- Hari Benevides
- Turama Hawira
- Jimmy Edmonds
- Robert Gray
- William Konui
- Kataraina Millin
- Harvey Bell
- Te Aroha McDonnell (Shareholder appointee)

Main Sources of Entity's Cash and Resources

Koha and Grants, and yields from Investments

Main Methods Used by Entity to Raise Funds

Apart from the above "Main Sources of Cash", the Trust does not fund raise.

Entity's Reliance on Volunteers and Donated Goods or Services

The trust does not rely on Volunteers and Donated Good or Services.

GST

Not Registered

Secretary

Harvey Bell

Accountants

Doyle & Associates The Accountants Limited
Chartered Accountants
32 Taupo Quay
Whanganui 4500

Auditor

Spooner Hood & Redpath Limited
Chartered Accountants
162 Wicksteed Street Whanganui
4500

Bankers

Bank of New Zealand
124 Victoria Avenue
Whanganui 4500

Solicitors

Tripe Matthews & Feist
Level 2, 38-42 Waring Taylor Street
Wellington 6011

Registered Charity Number

CC39278

Approval of Performance Report

The Whanganui Trust

For the year ended 30 June 2020

The Trustees are pleased to present the approved Performance Report including the historical Performance Report of The Whanganui Trust for year ended 30 June 2020.

For and on behalf of the Trustees



Trustee

29/10/2020

Date



Trustee

29/10/2020

Date

Statement of Service Performance

The Whanganui Trust
For the year ended 30 June 2020

Description of Trust Outcomes

The Whanganui Trust will action the principles of the Mission Statement by:

- assisting participation in education and learning
- fostering self-development
- assisting in Community projects where they have the potential of benefiting Shareholders and Uri
- growing a capital base from which income is derived

	2020	2019
Description and Quantification of the Entity's Outputs		
Education Purposes & Scholarships Grants given (# of individuals)	52	71
Education Purposes & Scholarships Grants given (\$ value of funding)	33,767	33,936
Others Grants (# of grants)	2	11
Others Grants (\$ value of grants)	10,000	5,856
Total number of Applications	54	82

Statement of Financial Performance

The Whanganui Trust
For the year ended 30 June 2020

	NOTES	2020	2019
Revenue			
Donations, fundraising and other similar revenue	1	12,500	12,500
Interest, dividends and other investment revenue	2	73,897	89,608
Total Revenue		86,397	102,108
Expenses			
Costs related to providing goods or service	3	19,623	23,753
Grants and donations made	4	44,367	39,792
Other expenses	3	4,139	4,082
Total Expenses		68,129	67,627
Surplus/ (Deficit) for the Year		18,267	34,481

The Financial Statements are to be read in conjunction with the accompanying notes. These statements have been audited.

Statement of Financial Position

The Whanganui Trust
As at 30 June 2020

'What the entity owns?' and 'What the entity owes?'

	NOTES	30 JUN 2020	30 JUN 2019
Assets			
Current Assets			
Bank accounts and cash	5	342,574	103,571
Accrued Interest Receivable		-	5,279
Other Current Assets			
Current assets	5	43,090	54,799
Investments (current)		-	155,640
Total Other Current Assets		43,090	210,439
Total Current Assets		385,664	319,289
Non-Current Assets			
Investments	5	117,351	117,351
Morikaunui Incorporation Advance		1,573,000	1,573,000
Total Non-Current Assets		1,690,351	1,690,351
Total Assets		2,076,016	2,009,640
Liabilities			
Current Liabilities			
Creditors and accrued expenses	6	5,018	-
Total Current Liabilities		5,018	-
Non-Current Liabilities			
Loans	6	1,137,900	1,094,810
Total Non-Current Liabilities		1,137,900	1,094,810
Total Liabilities		1,142,918	1,094,810
Total Assets less Total Liabilities (Net Assets)		933,098	914,830
Accumulated Funds			
Trust Capital	7	933,098	914,830
Total Accumulated Funds		933,098	914,830

The Financial Statements are to be read in conjunction with the accompanying notes. These statements have been audited.

Statement of Cash Flows

The Whanganui Trust

For the year ended 30 June 2020

	2020	2019
Cash Flows from Operating Activities		
Cash was received from		
Donations, Fundraising and Other Receipts	25,000	-
Interest, Dividends and other Investment Receipts	79,175	95,890
Cash was applied to		
Payments to suppliers and Employees	19,344	27,835
Donations or Grants Paid	43,767	39,792
Net cash flow from operating activities	41,064	28,263
Cash flows from Investing & Financing Activities		
Cash was received from		
Morikaunui Incorporation Unclaimed dividends	42,299	23,761
BNZ Term Deposit (matured)	155,640	-
Net cash flow from investing & financing activities	197,939	23,761
Net increase/(decrease) in cash	239,003	52,024
Opening cash and cash equivalents	103,571	51,547
Cash at the end of the year	342,574	103,571
Cash and Bank Balances	342,574	103,571

The Financial Statements are to be read in conjunction with the accompanying notes. These statements have been audited.

Statement of Accounting Policies

The Whanganui Trust

For the year ended 30 June 2020

1. Statement of Compliance and Basis of Preparation

The Whanganui Trust is eligible to apply Tier 3 PBE Accounting Requirements : 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. The trust has elected to report in accordance with PBE SFR-A (NFP). All transactions in the Performance Report 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 \$.

The Performance Report is prepared under the assumption that the entity 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

Interest received is recognised as interest accrues, gross of refundable tax credits received.
Dividends received are recognised on receipt, net of non-refundable tax credits.

(b) Expenses

Expenses have been classified by their business function.

(c) Trade Receivables

Trade Receivables are recognised at estimated realisable value.

(d) Income Tax

The Trust has charitable status and is exempt from income tax.

(e) Investments

Investments (including Shares and Bonds) are valued at cost.

(f) Goods and Services Taxation (GST)

The amounts recorded in the performance report are inclusive of GST (if any). The trust is not registered for GST.

(g) 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 performance report.

Notes to and forming part of the Performance Report

The Whanganui Trust
For the year ended 30 June 2020

	2020	2019
1. Donations, fundraising and other similar revenue		
Donations, fundraising and other similar revenue		
Morikaunui Tribal Purposes Grant	12,500	12,500
Total Donations, fundraising and other similar revenue	12,500	12,500
	2020	2019
2. Interest & Dividends		
Dividends Received	3,697	3,583
Interest Received	70,199	86,025
Total Interest & Dividends	73,897	89,608
	2020	2019
3. Costs related to providing goods and services		
Costs related to providing goods or services		
Accountancy & Administration	12,904	13,737
Committee Expenses	-	2,432
General Expenses	153	1,042
Secretarial Fees	6,000	6,000
Shareholder Meeting Expenses	565	542
Total Costs related to providing goods or services	19,623	23,753
Other expenses		
Audit Fee	4,139	4,082
Total Other expenses	4,139	4,082
	2020	2019
4. Grants and donations		
Donations, Koha & General Grants	-	5,856
Marae Grants	10,000	-
Education Purposes	34,367	33,936
Total Grants and donations	44,367	39,792

These financial statements have been audited.

	2020	2019
5. Analysis of Assets		
Bank accounts and cash		
BNZ 30 Account	341,232	99,024
BNZ Cheque Account	1,343	4,547
Total Bank accounts and cash	342,574	103,571
Other current assets		
Morikaunui Incorporation - Current Account	-	12,500
Morikaunui Incorporation - Unclaimed Dividends (current year)	43,090	42,299
BNZ - Term Deposits	-	155,640
Total Other current assets	43,090	210,439
Investments		
Fixed Interest Investments - NZ Post Group Finance Ltd - Bonds @ 4.23% due 15/11/2039	100,000	100,000
Shares - Atihau Whanganui Incorporation - 3407.38 Shares	6,537	6,537
Shares - Morikaunui Incorporation - 456.09877 Shares	10,815	10,815
Total Investments	117,351	117,351
	2020	2019
6. Analysis of Liabilities		
Creditors and accrued expenses		
Accounts Payable	5,018	-
Total Creditors and accrued expenses	5,018	-
Loans		
Morikaunui Incorporation - Unclaimed Monies	1,137,900	1,094,810
Total Loans	1,137,900	1,094,810
	2020	2019
7. Trust Capital		
Accumulated Funds		
Opening Balance	914,830	880,350
Current year surpluses or (deficits)	18,267	34,481
Total Trust Capital	933,098	914,830
	2020	2019
8. Related Party Transactions with Morikaunui Incorporation		
Donations Received	12,500	12,500
Interest Received	63,371	72,849
Total Related Party Transactions with Morikaunui Incorporation	75,871	85,349

These financial statements have been audited.

	2020	2019
9. Related Party Assets or (Liabilities)		
Other Receivables from Morikaunui Incorporation	43,090	54,799
Advance to Morikaunui Incorporation	1,573,000	1,573,000
Morikaunui Incorporation Unclaimed Dividends to Shareholders	(1,137,900)	(1,094,810)
Total Related Party Assets or (Liabilities)	478,190	532,989

10. Related Party Information

Morikaunui Incorporation is the settlor of The Whanganui Trust (the Trust). Under the terms of the Trust Deed all but one of the Trustees are members of the Morikaunui Incorporation board and the Trust holds shares in the Incorporation.

Distributions are made from the Incorporation to the Trust annually as disclosed in the Statement of Financial Performance.

Unclaimed dividends owing to Incorporation's shareholders are held in trust by the Trust as term liabilities. The advance to Morikaunui Incorporation is unsecured and repayable on demand.

From time to time Trustees have and disclose interests in, or a relationship with individual applicants and/or grantee organisations and abstain from those decisions.

11. Commitments

The trust has no commitments as at 30 June 2020, (2019 Nil)

12. Contingent Liabilities and Guarantees

The trust has no contingent liabilities and no guarantees as at 30 June 2020. (2019: Contingent Liabilities Nil. Guarantees Nil.)

13. Events After the Balance Date

On March 11, 2020, the World Health Organisation declared the outbreak of COVID-19 (a novel Coronavirus) a pandemic. Two weeks later, on 26 March, New Zealand increased its' COVID-19 alert level to level 4 and a nationwide lockdown commenced. The lockdown has since ended and currently New Zealand has set its' COVID-19 alert level to level 1. Entity operations have returned to normal.

At this time the full financial impact of the COVID-19 pandemic is not able to be determined, but the Trustees believe there will be no significant negative impact to the entity.

INDEPENDENT AUDITOR'S REPORT

To the Trustees of The Whanganui Trust

Opinion

We have audited the performance report of The Whanganui Trust, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 30 June 2020, the statement of financial position as at 30 June 2020, and the statement of accounting policies and other explanatory information.

In our opinion:

- a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b) the accompanying performance report presents fairly, in all material respects:
 - the entity information for the year then ended;
 - the service performance for the year then ended; and
 - the financial position of The Whanganui Trust as at 30 June 2020, and its financial performance, and cash flows for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Performance Report section of our report. We are independent of The Whanganui 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 we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 Whanganui Trust.

Restriction on Responsibility

This report is made solely to the Trustees, as a body, in accordance with section 42F of the Charities Act 2005. Our audit work has been undertaken so that we might state to the Trustees those matters we are required to state to them in an auditor's 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 Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Trustees' Responsibility for the Performance Report

The Trustees are responsible on behalf of the entity for determining that the Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) framework is acceptable in the entity's circumstances and, 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; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board, and
- (c) For such internal control as the Trustees determine is necessary to enable the preparation of a performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Trustees are responsible on behalf of the entity for assessing the entity'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 entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report is 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 decisions of users taken on the basis of this performance report.

A further description of the auditor's responsibilities for the audit of the financial statements is located at the XRB's website at

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



Spooner Hood & Redpath Ltd

Whanganui

29 October 2020