

Summary Financial Statements

Consolidated Statement of Comprehensive Revenue and Expenses

For the year ended 31 March 2019

	Group	
	2019	2018
	\$000	\$000
	Note	
Revenue from exchange transactions		
Other Income	71	17
Investment Income	10,655	11,613
Total Income	10,726	11,630
Expenses		
Trust Activities	(307)	(347)
Investment Activities	(802)	(787)
Depreciation	(21)	(23)
Employee Remuneration	(351)	(267)
Trustee Fees and expenses	(137)	(150)
Total Expenses	(1,618)	(1,574)
Surplus / (Deficit) for the year	9,108	10,056
Other Comprehensive revenue and expense		
Available-for-sale fair value reserve - Net change in fair value	353	(97)
Artwork revaluation	300	-
Other comprehensive revenue and expense for the year	653	(97)
Total comprehensive revenue and expense for the year	9,761	9,959

Statement of changes in Trust funds

For the year ended 31 March 2019

	Group	
	2019	2018
	\$000	\$000
Opening Trust funds	151,118	141,808
Total comprehensive income for the year	9,761	9,959
Grants approved	(4,347)	(649)
Closing Trust funds	156,532	151,118



Statement of Financial Position

As at 31 March 2019

		Group	
		2019	2018
		\$000	\$000
	Note		
Perpetual capital reserve		139,210	137,144
Artwork Revaluation reserve		1,267	967
Available-for-sale reserve		1,630	1,277
Grants reserve		212	559
Accumulated Income reserve		14,213	11,171
TOTAL TRUST FUNDS		156,532	151,118
<i>Represented by:</i>			
Current Assets			
Cash and cash equivalents		437	139
Total current assets		437	139
Non-current assets			
Investments		155,602	149,446
Property, plant and equipment		557	545
Artwork		3,209	2,909
Loans to community organisations			3
Total non-current assets		159,368	152,903
TOTAL ASSETS		159,805	153,042
Current liabilities			
Creditors		48	58
Employee Entitlements		14	16
Grants	6	2,461	1,850
Total current liabilities		2,523	1,924
Non-current liabilities			
Grants	6	750	-
Total non-current liabilities		750	-
TOTAL LIABILITIES		3,273	1,924
NET ASSETS		156,532	151,118

Statement of cash flows

For the year ended 31 March 2019

		Group	
		2019	2018
		\$000	\$000
Net cash Inflow/(outflow) from operating activities		328	(2,290)
Net cash Inflow/(outflow) from Investing activities		(30)	698
Net (decrease)/increase in cash and cash equivalents		298	(1,592)
Cash and cash equivalents at the beginning of the year		139	1,731
Cash and cash equivalents at the end of the year		437	139



Notes to the Summary Financial Statements

1. Reporting entity

The Rotorua Energy Charitable Trust (the "Trust") is a charitable trust established on 3 June 1994, pursuant to the Energy Companies Act 1992 and was incorporated under the Charitable Trusts Act 1957 on 2 November 1995. The Trust and its subsidiaries were registered as charitable entities under the Charities Act 2005 on 30 June 2008.

The Rotorua Energy Charitable Trust is involved in the management of assets held in trust and the distribution of income from these assets for the long-term benefit of the Rotorua District community.

2. Summary Financial Statements

These are the summary financial statements of Rotorua Energy Charitable Trust as at and for the year ended 31 March 2019 and comprise the operations of the Trust and its subsidiaries (together referred to as the "Group"). The specific disclosures included in these summary financial statements have been extracted from the full annual financial statements approved by Trustees on 17 June 2019.

These summary financial statements are presented in New Zealand dollars (\$NZD), which is the Group's functional currency. All financial information presented in New Zealand dollars has been rounded to the nearest thousand dollars.

The summary financial report cannot be expected to provide as complete an understanding as provided by the full financial statements of the statement of comprehensive income and expenses, changes in trust funds, statement of financial position and cash flows of the Group.

These summary financial statements are in compliance with IPSAS 43 - Summary financial statements.

An unmodified audit opinion has been received on the full financial statements for the year ended 31 March 2019. A copy of the full Group financial statements for the year ended 31 March 2019 is available on the Trust website www.rotoruatrust.org.nz or alternatively may be obtained by contacting the Trust on (07) 347 6239.

3. Basis of preparation

(a) Statement of compliance

The full financial statements, from which this summary has been extracted from, have been prepared in accordance with the provisions of section 9(b) of the Trust Deed and New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). They comply with the Public Benefit Entity Accounting Standards Reduced Disclosure Regime ("PBE Standards RDR") as appropriate for Tier 2 not-for-profit public benefit entities, for which all reduced disclosure regime exemptions have been adopted.

The Group qualifies as a Tier 2 reporting entity as in one of the previous two years it has had between \$2m and \$30m operating expenditure and is not publicly accountable.

The financial statements were approved by Trustees on 17 June 2019.

(b) Specific accounting policies

All specific accounting policies have been applied on the same bases as those used in the full financial statements of the Group.



4. Trustee fees and expenses

Trustee fees and expenses paid during the year or due and payable are as follows:

In thousands of New Zealand dollars	2019	2018
T G Coffey	22	22
S J Edward	39	39
S M Kai Fong	22	22
J M La Grouw	22	22
M Raukawa-Tait	22	22
B T Yates	9	22
	<u>137</u>	<u>150</u>

5. Related Parties

Key management personnel of the Group include Trustees and Senior Management.

All compensation paid to key management personnel of the Group comprised short-term benefits. No post-employment, termination benefits, share-based payments or other long term benefits were paid to these parties during the year (2018: nil).

6. Grants

Grants approved have been accounted for on the following basis:

In thousands of New Zealand dollars	2019	2018
Opening Balance - Grants payable	1,850	5,334
Grants Written back	(48)	(1,454)
Grants Paid	(2,986)	(4,133)
Grants Approved	4,395	2,103
Closing Balance - Grants payable	<u>3,211</u>	<u>1,850</u>
Represented by:		
Current grants		
Current	2,461	1,850
Non-Current	750	-
	<u>3,211</u>	<u>1,850</u>





Independent Auditor's Report

To the Beneficiaries of Rotorua Energy Charitable Trust

Report on the summary consolidated financial statements

Opinion

In our opinion, the accompanying summary consolidated financial statements of Rotorua Energy Charitable Trust (the Trust) and its subsidiaries (the Group) on pages 1 to 4:

- i. Has been correctly derived from the audited Group financial statements for the year ended on that date; and
- ii. Is a fair summary of the Group financial statements, in accordance with PBE FRS 43 Summary Financial Statements.

The accompanying summary consolidated financial statements comprises:

- The summary consolidated statement of financial position as at 31 March 2019;
- The summary consolidated statements of comprehensive revenue and expenses, changes in Trust funds and cash flows for the year then ended; and
- Notes, including a summary of significant accounting policies and other explanatory information.



Basis for opinion

We conducted our audit in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

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



Use of this Independent Auditor's Report

This report is made solely to the Beneficiaries as a body. Our audit work has been undertaken so that we might state to the Beneficiaries those matters we are required to state to them in the Independent 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 Beneficiaries as a body for our audit work, this report, or any of the opinions we have formed.



Responsibilities of the Trustees for the summary Consolidated Financial Statements

The Trustees, on behalf of the Trust, are responsible for:

- The preparation and fair presentation of the summary consolidated financial statements in accordance with PBE FRS 43 Summary Financial Statements; and
- Implementing necessary internal control to enable the preparation of a summary consolidated set of financial statements that is correctly derived from the audited consolidated financial statements.



Auditor's Responsibilities for the summary Consolidated Financial Statements

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with (or are a fair summary of) the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) (ISA (NZ)) 810 (Revised), *Engagements to Report on Summary Financial Statements*.

We expressed an unmodified audit opinion on the consolidated financial statements in our audit report dated 17 June 2019.

The summary consolidated financial statements do not contain all the disclosures required for a full set of consolidated financial statements under generally accepted accounting practice in New Zealand. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of the Group.

A handwritten signature of the KPMG firm, written in blue ink.

Tauranga

17 June 2019