

Summary Financial Statements

Consolidated Statement of Comprehensive Revenue and Expenses

For the year ended 31 March 2020

Revenue from exchange transactions

Other Income

Investment Income

Total Income

Expenses

Trust Activities

Investment Activities

Depreciation

Interest

Employee Remuneration

Trustee Fees and expenses

Total Expenses

Surplus / (Deficit) for the year

Other Comprehensive revenue and expense

Available-for-sale fair value reserve - Net change in fair value

Artwork revaluation

Other comprehensive revenue and expense for the year

Total comprehensive revenue and expense for the year

Group

Note

2020	2019
\$000	\$000
6	71
(2,192)	10,655
(2,186)	10,726
(422)	(307)
(850)	(802)
(29)	(21)
(3)	-
(275)	(351)
4 (134)	(137)
(1,713)	(1,618)
(3,899)	9,108
708	353
(181)	300
526	653
(3,372)	9,761

Statement of changes in Trust funds

For the year ended 31 March 2020

Group

Opening Trust funds

Total comprehensive income for the year

Grants approved

Closing Trust funds

2020	2019
\$000	\$000
156,532	151,118
(3,372)	9,761
(12,817)	(4,347)
140,342	156,532

Statement of Financial Position

For the year ended 31 March 2020

	Group	
	2020	2019
	\$000	\$000
Note		
Perpetual capital reserve	142,723	139,210
Artwork Revaluation reserve	1,086	1,267
Available-for-sale reserve	2,338	1,630
Grants reserve	1,095	212
Accumulated income reserve	(6,899)	14,213
TOTAL TRUST FUNDS	140,342	156,532
<i>Represented by:</i>		
Current Assets		
Cash and cash equivalents	701	437
Other Assets	28	-
Total current assets	729	437
Non-current assets		
Investments	148,182	155,602
Property, plant and equipment	540	557
Artwork	3,028	3,209
Total non-current assets	151,750	159,368
TOTAL ASSETS	152,479	159,805
Current liabilities		
Creditors	73	48
Employee Entitlements	18	14
Grants	5,034	2,461
Loans & Borrowings	7	-
Total current liabilities	5,132	2,523
Non-current liabilities		
Grants	7,000	750
Loans & Borrowings	5	-
Total non-current liabilities	7,005	750
TOTAL LIABILITIES	12,137	3,273
NET ASSETS	140,342	156,532

Statement of cash flows

For the year ended 31 March 2020

	Group	
	2020	2019
	\$000	\$000
Net cash inflow/(outflow) from operating activities	265	328
Net cash inflow/(outflow) from investing activities	(13)	(30)
Net cash inflow/(outflow) from financing activities	12	-
Net (decrease)/increase in cash and cash equivalents	264	298
Cash and cash equivalents at the beginning of the year	437	139
Cash and cash equivalents at the end of the year	701	437

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 2020 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 xx June 2020.

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 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 2020. A copy of the full Group financial statements for the year ended 31 March 2020 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 22 June 2020.

(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	2020	2019
G Brown	7	-
T G Coffey	22	22
S J Edward	39	39
S M Kai Fong	15	22
M Keefe	7	-
J M La Grouw	22	22
M Raukawa-Tait	22	22
B T Yates	-	9
	<u>134</u>	<u>137</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 (2019: nil).

6. Grants

Grants approved have been accounted for on the following basis:

In thousands of New Zealand dollars	2020	2019
Opening Balance - Grants payable	3,211	1,850
Grants Written back	(104)	(48)
Grants Paid	(3,994)	(2,986)
Grants Approved	<u>12,921</u>	<u>4,395</u>
Closing Balance - Grants payable	<u>12,034</u>	<u>3,211</u>
Represented by:		
Current grants		
Current	5,034	2,461
Non-Current	<u>7,000</u>	<u>750</u>
	<u>12,034</u>	<u>3,211</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 2020;
- The summary consolidated statements of comprehensive revenue and expenses and cash flows for the year the 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 22 June 2020.

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.

KPMG
Tauranga

22 June 2020