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23 August 2022

The Trustees  
Colville Junction Charitable Trust  
2311 Colville Road  
Colville, RD4  
Coromandel, 3584

Emailed to: manager@colvillejunction.co.nz  
Attention: Larisa Webb

Dear Trustees,

## Colville Junction Charitable Trust - Audit Management Letter 2022

We have now completed the Audit of your Performance Report for the year ended 31 March 2022 and would like to thank your team and your external accountant for their assistance during the process.

The primary aim of our audit is to form an opinion as to whether your Performance Report fairly reflects the results of your organisation's activities for the reporting period and its financial position at balance date. The Audit Report expresses this opinion.

In forming our audit opinion, we conducted detailed tests of selected transactions and reviewed the key controls in place to ensure the effective operation of your accounting systems and internal controls. To ensure you receive maximum benefit from our audit, we provide feedback from our evaluation of your systems and highlight areas of potential weakness or where we believe improvements can be made. This is the major purpose of this letter.

### Required Communications

As required by the Auditing Standards we affirm that:

- We have had no disagreements with management during our audit, nor have we had any serious difficulties in dealing with management.
- We have not identified any instances of fraud involving management or any other frauds that have caused a material misstatement in the Performance Report.
- We have not noted any significant risks or exposures that are required to be separately disclosed in the Performance Report.

We reaffirm, we are independent of your organisation, and we have no relationship with your organisation that impairs our independence.



## Audit Report

- **Audit Report Qualification – Control over Cash Income**

The Audit Report mentions there are no practical procedures for economically auditing cash income prior to its incorporation into your accounting records. This is a common qualification applicable to organisations such as yours, which have limited internal controls in place regarding recording of cash income.

This qualification of the Audit Report is in no way intended as an adverse comment on the personnel involved in this area.

## Specific Matters

There are a number of matters arising and observations from our audit work which we now bring to your attention:

- **Moehau ki te Moana Funding Audit Report**

This year we completed a Funding Report for the Moehau ki te Moana Funding. In the Report we noted minor observations:

- When reimbursements were made to some Farmers, it was on a basis of a Farmland Statement and the original invoice was not attached (we note the Farmland Statements include detail of each item purchased so the appropriateness could be assessed). Best practice would be to request the actual invoice to support the payment.
- When reimbursements were made for mileage, the forms have not always been signed by the claimant. Best practice is all reimbursement forms are signed by the claimants confirming the appropriateness of the expenditure.
- GST is claimed on a phone reimbursement expense however the actual invoice is not obtained as part of the reimbursement process. In order to claim the GST portion, a GST invoice must be obtained.

In addition, to those costs directly attributable to the project there is a portion of the funding which has been allocated to covering Colville Junction Administration Costs (Rental Expense, Office Expenses such as photocopying etc, wages for staff involved in the Project etc).

We completed a thorough review of these costs and while we consider them reasonable and in line with the budgets set out in the Deed, the full transaction cost does not fully relate to the Project (i.e. on occasion a full month's rent is allocated as a project cost when in reality a portion of each month's rent would be appropriate).

Consideration should be given to discussing with the Ministry whether it is possible to allocate a percentage of the Contract (the percentage agreed between the two parties) to overheads instead of accounting for the overhead costs on a line-by-line basis, as it



is time intensive and the way it is currently being managed, is not reflective of the actual project cost. We are aware this is a complex contract and due to how the reporting categories have been set up, it may not be possible to change to a percentage basis at this point in time, but we recommend Colville Junction consider this when negotiating future contracts.

- **Timesheets**

We are aware Timesheets are only required to be completed when an employee works outside their standard contracted hours. As payroll costs are a significant cost to the Trust, best practice would be to have **all** staff complete timesheets every pay run (the timesheet assists with showing compliance with legislation see below).

The timesheet should include:

- Detail of the pay period covered by the timesheet.
- Detail of the hours worked / leave taken.
- Detail of meal breaks provided – at a minimum, documentation of the main break should be included on the timesheet. The Employment Relations Amendment Act 2018 (the Act) requires that employees must have paid rest and unpaid meal breaks. Including this information on the timesheet stops any future disputes over whether staff were given their break.
- The employee should sign the timesheet confirming they have worked the hours documented.
- The Manager should sign the timesheet confirming staff have worked the hours documented.

- **Audit Fee**

The time required to complete the Audit significantly increased this year from prior years. The chargeable time spent this year on the Audit was in excess of \$10,000 plus GST and while we have increased the fee to reflect the increase, we have discounted the Audit Fee to \$5,000 plus GST.

The increase in fee reflects the following:

- Increase in the size of the Trust. For the 2022 year the Revenue and Expenditure has increased by over 100% on the prior year. As a direct result of the increase, the level of sampling required also increased.
- This year we were requested to complete the Moehau ki te Moana Funding Audit Report in addition to the Audit. While an element of the funding would have been incorporated into the standard Audit, the level of assurance required by the Funder was extremely high compared to just an Audit. The funder required a Confidence Level of 90% and a Margin of Error of 5% which resulted in increased sample sizes for the Moehau ki te Moana Funding. We note the Contract is also complex due to the number of parties involved (i.e. the Trust, the Farmers, and the other relevant Funders).
- Finally, over the past two to three years the overall cost of completing an audit has increased due to wage/insurance and generally operating expenses increases.



For the year ending 31 March 2023 Audit, if the Trust's Revenue and Expenditure remains consistent with this year and the Moehau ki te Moana Funding Audit Report is required again, we will cap the fee at the discounted rate of \$5,000 plus GST. If there is significant change (either an increase or decrease) then we will discuss the fee with you at that point in time.

## Summary of Identified Adjustments and changes to the Performance Report

We requested two small journals (total of both were under \$1,000) and minor formatting changes. The changes were all incorporated into the final signed Performance Report.

Please find attached a copy of the signed Performance Report and the signed Letter of Representation. We look forward to working with you again next year.

Yours faithfully,



Sarah Dillon - Director  
Absolute Auditing Ltd



# Annual Report

Colville Junction Charitable Trust  
For the year ended 31 March 2022

Prepared by Coromandel Accounting Limited

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# Compilation Report

## Colville Junction Charitable Trust For the year ended 31 March 2022

Compilation Report to the Trustees of the Colville Junction Charitable Trust.

### Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Colville Junction Charitable Trust for the year ended 31 March 2022.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

### Responsibilities

The Trustees are solely responsible for the information contained in this financial report and have determined that the accounting policies used are appropriate to meet their needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

### Audit or Review Engagement

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures.

Absolute Auditing Limited have performed an audit on these financial statements.

### Independence

We have no involvement with Colville Junction Charitable Trust other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

### Disclaimer

We have compiled these financial statements based on information provided which has been subject to an audit.

However, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on this financial report.

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Coromandel Accounting Limited

Whangapoua, Coromandel

Dated: 08 June 2022

# Entity Information

## Colville Junction Charitable Trust For the year ended 31 March 2022

'Who are we?', 'Why do we exist?'

### Legal Name of Entity

Colville Junction Charitable Trust

(name change from Colville Social Service Collective Charitable Trust 13 January 2022)

### Entity Type and Legal Basis

Charitable Trust incorporated under the Charitable Trusts Act 1957 on 15 June 1999

### Registration Numbers

966235

CC20405

NZBN: 9429042956068

### Entity's Purpose or Mission

**Vision:** The remote communities in the Northern Coromandel Peninsula are strong and vibrant.

**Mission:** To strengthen and build connections, capacity and wellbeing with our communities..

#### Values:

Encouragement – Whakamanawa

Our actions are supportive.

Connection – Whanaungatanga

We respect and work together with our community.

Responsiveness – Manaakitanga

We respond to the needs and aspirations of our community.

Integrity – Pono

We behave with integrity and our actions take account of Te Tiriti o Waitangi, and being sustainable – environmentally, socially and economically.

Collaboration – Whakakotahi

We work strategically with others.



## Entity Structure

The Colville Junction Charitable Trust Board is the legal authority for the organisation. New Trustees are appointed to the Board by existing Board members. Decision making is by unanimous agreement. Trust Board membership consists of not fewer than three members. When appointing new Trustees, the Trust Board seeks to maintain fair representation of the people from the wider Colville area (everywhere North of Papa Aroha in the south west and Tuatēawa in the south east). Induction processes exist for new trustees.

The Trustees represent the interests of the Trust's beneficiaries. The role of the Trustees is governance, which includes focusing on strategic direction and regular consideration of policy matters (including their development and review). The Trustees ensure the Trust is run in accordance with the Trust Deed and the requirements of the relevant government Acts. Trustees are expected to attend Trust Board Meetings and devote sufficient time to preparing for these meetings, including reading reports and other material provided prior to the meeting, in order to progress Trust business in a timely and efficient manner. The Trust Board operates sub-committees made up of a smaller number of Trustees who meet outside the regular Trust meeting as necessary and who make recommendations to the Trust. Such committees form an important part of the Trust's ongoing review processes including supporting development and review of Risk Management and Health and Safety. The management/day-to-day administration of the organisation (including development and review of its operational procedures which must meet policy requirements), is the role of the manager and staff.

The Trust recognises the value of working with other organisations.

Trustees are:

Bronwyn Blair (Chairperson) - 14 May 2013

Janet Palmer - 15 May 2012

Frederick Church - 01 August 2016

## Main Sources of Entity's Cash and Resources

Colville Junction Charitable Trust's activities are funded through Government Outcome Agreements, grants from philanthropic organisations, and donations and fundraising, and income is raised from educational activities and the Native Plant Nursery.

## Main Methods Used by Entity to Raise Funds

Donations are sought and received at the Colville Junction Charitable Trust office and at Colville Junction Charitable Trust community events.

Koha is received for second-hand goods through the Colville Junction Charitable Trust op-shop/recycling centre.

## Entity's Reliance on Volunteers and Donated Goods or Services

Colville Junction Charitable Trust relies on gifts of volunteer time and expertise to complete work in many essential roles, including:

- governance (Trust Board )
- running community events, workshops and programmes
- Steering Committee membership (Colville Junction Charitable Trust supports a number of community-led initiatives)
- participation in working bees
- youth group support
- managing the community centre front desk
- organising recycled/second-hand clothing/goods

- folding & delivering the Panui (community newsletter)
- maintaining the community library
- maintaining the Colville Junction Charitable Trust Community Centre grounds
- IT support

Colville Junction Charitable Trust also receives donated goods to support community events and the op shop/recycling centre.

### **Physical Address**

2311 Colville Road

Colville

Coromandel 3584

### **Postal Address**

C/o Postal Delivery Centre, Colville 3547

email: [info@colvillejunction.co.nz](mailto:info@colvillejunction.co.nz)

Website: [www.cssc.net.nz](http://www.cssc.net.nz)



# Approval of Financial Report

## Colville Junction Charitable Trust For the year ended 31 March 2022

The Trustees are pleased to present the approved financial report including the historical financial statements of Colville Junction Charitable Trust for year ended 31 March 2022 showing a surplus of \$59,393.

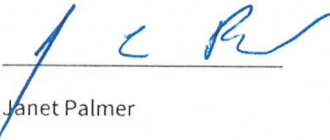
APPROVED



Bronwyn Blair

Chairperson

Date 16-08-2022



Janet Palmer

Trustee

Date 16-08-2022

# Statement of Service Performance

## Colville Junction Charitable Trust For the year ended 31 March 2022

'What did we do?', 'When did we do it?'

### Description of Entity's Outcomes

**Goal 1:** *To enable and support a range of services and community led development opportunities.*

#### **i. Colville Harbour Care (CHC)**

Continued to manage the CHC project. In the last year CHC:

- Grew 19,000 (2021: 16,250) native eco-sourced seedlings
- Planted 4000 native plants (the rest were purchased for planting in the area)
- Hosted two potting parties

Environmental outcomes have continued to be delivered to the area through the nursery, which is project legacy for the community.

#### **ii. Moehau ki te Moana (MktM)**

Colville Junction signed a deed with the Ministry for the Environment in June 2021 to revitalise the waters around Moehau. The project includes fencing, riparian planting, environmental monitoring and pest control. In the last year MktM:

- Fenced 1.942km
- Purchased 11 water tanks and 37 troughs
- Conducted bi-annual SMI index and monthly servicing of 357 rodent traps.
- Serviced 66 possum traps.
- Monitored water quality, shellfish density (MM2 programme in conjunction with Colville School) and bi-annual bird numbers.

#### **iii. Colville and Beyond (CAB)**

Continued to support CAB promoting the northern Coromandel. CAB Trails Packs continue to be sold at various local outlets. New opportunities to promote the area through a mobile information centre have continued to be on hold due to Covid.

#### **iv. Services for Older Persons**

Colville Junction continued to support older persons through:

- Advocacy for individuals and groups.
- Supporting the ongoing delivery of the Enliven programme in the community with an average of 7 people (2021: 10) attending the social gathering each week.

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This statement has been subject to an audit, and should be read in conjunction with the attached Audit Report.

**v. Child/Youth Support**

Continued to provide programmes targeted to support young people at risk, with a focus on resilience, positive relationships, and self-management and practical life skills:

- Delivered Colville Youth Group
- Delivered activities and initiatives to rangatahi
- Delivered a Youth Mentoring programme to 5 young people in the community (2021: 5)
- Supported the Youth Sailing Academy – Colville.

**vi. Colville Community Easter Festival**

This was able to take place again the year after no festival during the 2021 financial year due to the covid-19 restrictions in 2020.

Colville Junction hosted a three day festival over the 2021 Easter weekend. The festival included a range of workshops and evening performances. Opening night featured local musicians singing country.

**vii. Colville Event: Show Me Shorts Film Festival**

Due to Covid restrictions the Show Me Shorts Festival was not hosted during the 2022 financial year.

(2020: three screenings of the Show Me Shorts Film Festival - two mixed selection and one children's one.)

**viii. Colville Junction Community Centre**

Continued to open a community drop in centre enabling access to a community library, DVD library, community op-shop/recycling centre, a range of IT resources, and information and advice.

**x. Community Support**

Continued to provide targeted support to individuals, families and groups seeking support in a range of areas, including advocacy, parenting support and family issues.

**xi. Colville Water Supply Society (CWSS)**

Colville Junction continued to manage CWSS's finances and as part of MktM managed the possum control programme servicing 36 Timms traps to protect the water quality of the Colville water catchment with 76 possums caught in the last year. (2021: 81 possums).

*Goal 2: Ensure our trust is financially sustainable for the long-term benefit of our communities.*

**i. Grant applications**

Continued to apply for and secure grants to support programme and project delivery.

**ii. Funding streams**

Continued to instigate development of a funding plan based on a 7 funding streams model.

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**Goal 3:** Facilitate training, workforce development and other opportunities to strengthen our local communities and organisations, including Colville Junction Board & staff.

**i. Community training opportunities**

Provided six training opportunities within our community with a specific focus on community wellbeing. (2021: four)

**ii. Colville Junction Board and Staff training**

Staff and Trustees participated in eight various training opportunities during the last year. (2021: ten)

**iii. Continued to support the development, growth and ongoing sustainability of existing groups including:**

- Colville Water Supply Society (water delivery)
- Colville Water Supply Society - Riparian care of village water source project (working under our umbrella) through pest control
- Colville & Beyond (CAB) Steering Group (working under our umbrella)
- CAB Trails Development Group (subgroup of CAB) (working under our umbrella)
- The Colville Project (partnership).

**Goal 4:** Develop and maintain strategic relationships and networks to achieve positive outcomes for our communities and form relationships with hapū and whānau in recognition of their mana whenua status.

**i. Relationships with other organisations**

Investigated opportunities for, developed and/or maintained formal relationships with government, service providers and other professionals in order to provide services and opportunities targeted to meet the needs of our communities (including MSD, Caps Hauraki, Hauraki Māori Trust Board, Ministry for the Environment).

**ii. Networking**

Continued to network to support Colville Junction delivery for community outcomes.

**iii. Tangata Whenua**

Sought opportunities to engage with people with mana whenua status – with more than 35 engagements, (2021: 34)

**Goal 5:** To be a partner in the development and implementation of The Colville Project (TCP), as outlined in the current Memorandum of Understanding.

- Colville Junction worked closely with the Colville Community Health Trust and Colville Health Clinic on the progression of TCP.

**Goal 6:** Develop and deliver a communication plan that engages key stakeholders, raises our profile and promotes access to our services.

**i. Communication planning**

Continued to develop, implement and review communications planning.

**ii. Monthly newsletter**

Continued to prepare and deliver a monthly community newsletter, the Pānui.

**iii. Awareness about Colville Junction**

Continued to develop and promote awareness about the Trust, its services and initiatives, in order to build relationships that benefit our communities.

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## Description and Quantification of the Entity's Outputs

Description and Quantification (to the extent practicable) of the Entity's Outputs:*	Actual*	Budget	Actual*
	This Year	This Year	Last Year
Number of formalised agreements signed or under discussion with other entities in order to provide services to our communities.	30	29	34
Number of community events facilitated and/or supported, that created interaction and networking opportunities amongst our community.	21	39	14
Number of community initiatives facilitated and/or supported, that created interaction and networking opportunities amongst our community.	38	39	43
Number of training events/programmes and/or mentoring relationships undergone by Trustees and/or staff.	41	31	94
Number of training opportunities provided within the community (all ages).	12	14	10
Number of initiatives aimed at increasing awareness and understanding of our communities of the northern Coromandel peninsula.	8	8	15
Number of projects underway which include the intention of increasing employment opportunities in our communities.	11	11	11
Number of initiatives underway that target increasing awareness about our Trust locally and amongst visitors, key stakeholders and funders.	21	19	15
Number of meetings and community activities Colville Junction staff, volunteers and/or Trustees have participated in for the development and implementation of The Colville Project (excepting the TCP Trustees)	32	35	45
Number of actions that Trustees, Staff and/or Volunteers have undertaken to support the forming of relationships with hapū and whānau in recognition of their mana whenua statuses.	35	15	34

This statement has been subject to an audit, and should be read in conjunction with the attached Audit Report.

### Additional Output Measures

	This Year	Last Year
Number of visitors to our services	2,477	2,634
Number of visitors to our Information and Advice services	235	219
Number of people attending community information workshops	63	74
Number of youth enrolled in youth group	21	25
Number of families engaged in family support	11	16
Number of Volunteers	124	136
Volunteer hours	3,634	3,493

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This statement has been subject to an audit, and should be read in conjunction with the attached Audit Report.



# Statement of Financial Performance

## Colville Junction Charitable Trust For the year ended 31 March 2022

'How was it funded?' and 'What did it cost?'

	NOTES	2022	2021
<b>Revenue</b>			
Donations, fundraising and other similar revenue	1	126,870	106,623
Revenue from providing goods or services	1	310,288	69,947
Interest, dividends and other investment revenue	1	1,593	1,269
Other revenue	1	12,447	27,594
<b>Total Revenue</b>		<b>451,197</b>	<b>205,433</b>
<b>Expenses</b>			
Expenses related to public fundraising	2	14,292	3,426
Volunteer and employee related costs	2	153,337	110,605
Costs related to providing goods or service	2	214,851	75,456
Other expenses	2	9,324	8,380
<b>Total Expenses</b>		<b>391,804</b>	<b>197,866</b>
<b>Surplus/(Deficit) for the Year</b>		<b>59,393</b>	<b>7,566</b>

This statement has been subject to an audit, and should be read in conjunction with the attached Audit Report.

# Statement of Financial Position

## Colville Junction Charitable Trust

As at 31 March 2022

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

	NOTES	31 MAR 2022	31 MAR 2021
<b>Assets</b>			
<b>Current Assets</b>			
Bank accounts and cash	3	436,600	242,917
Debtors and prepayments	3	8,911	938
<b>Total Current Assets</b>		<b>445,511</b>	<b>243,855</b>
Non-Current Assets		7,150	11,823
<b>Total Assets</b>		<b>452,661</b>	<b>255,678</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Creditors and accrued expenses	4	4,387	6,752
Employee costs payable	4	15,824	7,472
Unused donations and grants with conditions	14	229,724	98,660
<b>Total Current Liabilities</b>		<b>249,935</b>	<b>112,884</b>
<b>Total Liabilities</b>		<b>249,935</b>	<b>112,884</b>
<b>Total Assets less Total Liabilities (Net Assets)</b>		<b>202,726</b>	<b>142,794</b>
<b>Accumulated Funds</b>			
Opening Balance		142,794	135,228
Capital Gain		539	-
Surplus/(Deficit)	6	59,393	7,566
<b>Total Accumulated Funds</b>		<b>202,726</b>	<b>142,794</b>

This statement has been subject to an audit, and should be read in conjunction with the attached Audit Report.

# Statement of Cash Flows

## Colville Junction Charitable Trust For the year ended 31 March 2022

'How the entity has received and used cash'

	2022	2021
<b>Cash Flows from Operating Activities</b>		
Donations, fundraising and other similar receipts	123,217	112,375
Receipts from providing goods or services	424,718	114,684
Interest, dividends and other investment receipts	1,593	1,171
Cash receipts from other operating activities	9,886	27,084
GST	(6,415)	5,182
Payments to suppliers and employees	(361,056)	(188,646)
<b>Total Cash Flows from Operating Activities</b>	<b>191,944</b>	<b>71,849</b>
<b>Cash Flows from Investing and Financing Activities</b>		
Payments to acquire property, plant and equipment	1,739	(1,485)
<b>Total Cash Flows from Investing and Financing Activities</b>	<b>1,739</b>	<b>(1,485)</b>
<b>Net Increase/ (Decrease) in Cash</b>	<b>193,683</b>	<b>70,364</b>
<b>Cash Balances</b>		
Cash and cash equivalents at beginning of period	242,917	172,553
Cash and cash equivalents at end of period	436,600	242,917
Net change in cash for period	193,683	70,364

This statement has been subject to an audit, and should be read in conjunction with the attached Audit Report.





# Statement of Accounting Policies

## Colville Junction Charitable Trust For the year ended 31 March 2022

'How did we do our accounting?'

### 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.

### 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.

### Income Tax

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

### 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.

### Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Trust and the revenue can be reliably measured. Revenue is measured at the fair value of consideration received.

The following specific recognition criteria must be met before revenue is recognised.

### Donations and Grants

Donations and Grants are recognised in the Statement of Financial Performance when received unless a restriction or return condition exists. Where donations and grants have such a condition they are held as deferred income until such time as the condition is satisfied.

Donated assets are recorded at their value at the date of donation. Like many other charitable organisations the Trust often receives the benefit of people's time and service carried out free of charge. This type of donation cannot be readily quantified and hence is not recorded in the financial statements.

### Contract Income

Revenue from services rendered is recognised in the financial statements in proportion to the stage of completion of the transaction at the reporting date. The stage of completion is assessed by reference to the length of time of the contract for the work performed. Under this method, revenue is recognised in the accounting periods in which the services are provided.

### Property, Plant, Equipment and Depreciation

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

Upon derecognition, the asset revaluation reserve relating to the asset disposed shall be transferred to retained earnings.

### Depreciation

Account	Method	Rate
Equipment	Diminishing Value	40-48%

### Changes in Accounting Policies

There have been no changes in accounting policies during the year.

# Notes to the Performance Report

## Colville Junction Charitable Trust For the year ended 31 March 2022

2022 2021

### 1. Analysis of Revenue

#### Donations, fundraising and other similar revenue

##### Capital Grants

Capital Grant - TCDC Community Board	-	1,500
<b>Total Capital Grants</b>	-	<b>1,500</b>

##### Donations

Donation Received - Nursery	740	-
Donation Received - Tindall Foundation	2,000	1,000
Donation Received - Tindall Rural Community Event Fund	500	-
Donations Received - Sundry	1,001	1,466
Fundraising - Community Festival	20,549	-
<b>Total Donations</b>	<b>24,790</b>	<b>2,466</b>

##### Grants

Grant Received - COGS	6,000	6,678
Grant Received - DV Bryant Trust	5,000	1,500
Grant Received - Len Reynolds Trust	6,195	-
Grant Received - NZ Lottery Grants Board	34,000	34,305
Grant Received - Ruby NZ Community Grants	1,979	-
Grant Received - Sky City	-	5,000
Grant Received - TCDC - Creative Community Scheme	2,000	712
Grant Received - Trust Waikato	17,750	16,000
Grant Received - Trust Waikato Community Festival	3,000	3,000
Grant Received - WWF	14,572	15,604
Grant Received - Waikato Regional Council	11,584	19,858
<b>Total Grants</b>	<b>102,080</b>	<b>102,657</b>

<b>Total Donations, fundraising and other similar revenue</b>	<b>126,870</b>	<b>106,623</b>
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#### Revenue from providing goods or services

Contract - MSD Oranga Tamariki	20,139	19,111
Contract - MSD Oranga Tamariki YM & Young People	7,483	-
Contract - MSD Info & Advice	1,617	6,093
FIF Farmers Contribution	36,975	-
Grant Received - FIF - CJ	95,614	1,670
Grant Received - FIF - Farmers	86,275	-
Grant Received - Len Reynolds Rural Trust	-	11,667
Income - Community Education & Activities	1,826	3,604
Income - Nursery	59,625	27,099
Tourism & Economic Growth Promotion Income	734	1,304
<b>Total Revenue from providing goods or services</b>	<b>310,288</b>	<b>70,547</b>



	2022	2021
<b>Interest, dividends and other investment revenue</b>		
Interest Received and PIE Income	1,593	1,269
<b>Total Interest, dividends and other investment revenue</b>	<b>1,593</b>	<b>1,269</b>
<b>Other revenue</b>		
Depreciation Recovered	852	-
Recoveries - Panui	351	778
Recoveries - Photocopier/Phone/Internet	278	325
Recoveries - Phone/Internet	-	172
Recoveries - Power Costs	826	739
Recoveries - Sundry	8,222	1,150
Subsidy - covid-19 wages	1,918	23,830
<b>Total Other revenue</b>	<b>12,447</b>	<b>26,994</b>
	2022	2021

## 2. Analysis of Expenses

### Expenses related to public fundraising

Community Festival Costs	14,292	3,426
<b>Total Expenses related to public fundraising</b>	<b>14,292</b>	<b>3,426</b>

### Volunteer and employee related costs

ACC Levies	417	374
FIF Volunteer Costs	489	-
HR Support & Trustee Training	295	6,849
Kiwisaver	4,016	2,849
Recruitment Costs	204	25
Staff Training & Development	2,465	853
FIF Travel Costs	989	-
Travel & Volunteer Costs	2,604	1,893
Wages	141,858	97,762
<b>Total Volunteer and employee related costs</b>	<b>153,337</b>	<b>110,605</b>

### Costs related to providing goods or services

Accounting Fees	850	850
Bank Fees	10	21
Charities Commission Fee	44	44
Community Education & Activities	1,490	2,933

**Contractors & Consultants**

Consultant Fees	-	11,914
EIF Contractors	-	9,886
Grant Writer	108	1,944
Nursery Costs - Labour	10,215	10,769
Panui Editors	5,014	390
WWF Contractors	560	325
Youth Contractors	4,579	3,175
Youth Mentors	2,763	1,374
<b>Total Contractors &amp; Consultants</b>	<b>23,238</b>	<b>39,778</b>

EIF Project Costs	7	517
Emergency & Contingency Funds	-	60

**Improve understanding of freshwater interventions and their outcomes**

FIF Environmental Monitoring Contractor Costs	3,159	550
<b>Total Improve understanding of freshwater interventions and their outcomes</b>	<b>3,159</b>	<b>550</b>

**Improve freshwater quality by excluding stock & undertaking stream & wetland restoration**

FIF Plant Costs	470	-
FIF Project Costs	1,050	-
FIF Petrol Vouchers	160	-
FIF Stock Exclusion/Fencing Costs	39,958	-
FIF Working Bee Costs	539	-
FIF Water Reticulation - Installation Costs	2,020	-
FIF Water Reticulation - Capital Farm Asset Costs	79,752	-
<b>Total Improve freshwater quality by excluding stock &amp; undertaking stream &amp; wetland restoration</b>	<b>123,948</b>	<b>-</b>

**Integrate matauranga Maori into freshwater management**

FIF Iwi Consultancy	8,517	-
FIF Iwi Overheads	3,500	-
<b>Total Integrate matauranga Maori into freshwater management</b>	<b>12,017</b>	<b>-</b>

**Service & maintain trap network**

FIF Pest Control Contractor Costs	12,740	715
FIF Pest Control Costs	365	-
<b>Total Service &amp; maintain trap network</b>	<b>13,105</b>	<b>715</b>

General Expenses	689	620
Insurance	2,528	2,095
IT Equipment & Support	2,768	162
Light, Power, Heating	1,558	1,505
Nursery Costs	5,415	2,401
Nursery Costs - Lease	1,228	867
Office Expenses	976	511
Photocopier Charges	1,330	1,187
Postage & Stationery	6	440
Provisions	319	68
Rent	11,472	11,470

	2022	2021
Repairs and Maintenance	185	248
Subscriptions & Licences	2,085	2,434
Telephone & Internet	2,026	1,749
Tourism & Economic Growth Promotion Costs	-	51
Venue Hire	480	30
Water Contribution	120	120
WWF Project Costs	655	96
Youth Mentoring Costs	186	2,104
Youth Mentoring Travel	429	602
Youth & Whanau Activities	2,527	1,229
<b>Total Costs related to providing goods or services</b>	<b>214,851</b>	<b>75,456</b>
<b>Other expenses</b>		
Audit Fee	5,000	2,800
Depreciation	3,532	5,580
Loss on disposal of fixed assets	793	-
<b>Total Other expenses</b>	<b>9,324</b>	<b>8,380</b>
	2022	2021

### 3. Analysis of Assets

#### Bank accounts and cash

Kiwibank Business Perform	82,350	38,771
Kiwibank Business Edge A/c 00	24,120	16,410
Kiwibank Notice Saver Acc 03	58,720	37,808
Kiwibank Notice Saver PIE - 04	271,056	149,623
Kiwibank Business Edge 06	353	305
<b>Total Bank accounts and cash</b>	<b>436,600</b>	<b>242,917</b>

#### Debtors and prepayments

Accounts Receivable	8,271	377
Prepayments	640	561
<b>Total Debtors and prepayments</b>	<b>8,911</b>	<b>938</b>

2022                      2021

### 4. Analysis of Liabilities

#### Creditors and accrued expenses

Accrued Liabilities	5,000	2,800
GST	(4,687)	886
Sundry Creditors	4,074	3,066
<b>Total Creditors and accrued expenses</b>	<b>4,387</b>	<b>6,752</b>

	2022	2021
<b>Employee costs payable</b>		
PAYE Payable	2,811	1,608
Provision for Annual Leave	8,054	4,996
Wages Payable - Payroll	4,959	868
<b>Total Employee costs payable</b>	<b>15,824</b>	<b>7,472</b>
Unused donations and grants with conditions	229,724	98,660
	2022	2021

## 5. Property, Plant and Equipment

<b>Plant and Equipment</b>		
Opening Balance	11,823	15,917
Additions	-	1,485
Less depreciation/disposals	(4,672)	(5,580)
<b>Total Plant and Equipment</b>	<b>7,150</b>	<b>11,823</b>
<b>Total Property, Plant and Equipment</b>	<b>7,150</b>	<b>11,823</b>
	2022	2021

## 6. Accumulated Funds

<b>Accumulated Funds</b>		
Opening Balance	142,794	135,228
Capital Gain	539	-
Current year earnings	59,393	7,566
<b>Total Accumulated Funds</b>	<b>202,726</b>	<b>142,794</b>
<b>Total Accumulated Funds</b>	<b>202,726</b>	<b>142,794</b>

## 7. Commitments

There is a commitment to lease premises at 2311 Colville Road @ \$221 a week on a month by month basis..

On 11 November 2017 the Trust signed a three year Outcome Agreement Variation with the Ministry of Social Development and Oranga Tamariki for \$64,528. On 20 September 2019 a variation was signed extending the Oranga Tamariki funding until 30 June 2022 @ \$18,876 pa for the next two years. On 18 November 2020 a variation was signed increasing the Oranga Tamariki funding to \$19,189. On 1 July 2021 the Trust signed a five year variation to the Outcome Agreement with Oranga Tamariki for \$104,985 to provide programmes for youth and children from the Colville area.

In October 2020 Len Reynolds Trust agreed to provide the Trust with \$10,000 for youth programmes. \$3,805 of this funding is deferred to be spent during the next financial year.

In March 2021 the Trust entered into a Deed of Funding with the Ministry for the Environment under their Freshwater Improvement Fund for the delivery of the Moehau ki te Moana project. Total funding is \$1,257,452 for the delivery of a five year environmental project. \$348,913 was received during the 2022 financial year and \$11,880 was deferred from the 2021 financial year (\$360,793). \$178,905 is deferred to the 2023 financial year.

In October 2021 the Trust entered into a Clean Stream's contract with the Waikato Regional Council for \$21,200 to plant 4,000 eco-sourced native trees. The first installment (a quarter) of the contract amount was paid in May 2022. Planting will take place during the 2023 financial year.

On 30 January 2022 the Trust entered into a funding agreement with World Wide Fund for Nature (WWF) for \$14,995 to support the management and expansion of the Colville Harbour Care Nursery and Environmental Monitoring.



For the Ruby NZ Community Grant of \$2,780 received in 2020, \$1,980 was spent on a coding course during the 2022 financial year and \$800 of the funding not spent was returned to Ruby NZ after balance date in May 2022.

Tagged funds:

- DV Bryant \$5,000 received early for the 2022/23 year of which \$1,500 for Youth and Whanau and \$3,500 for operational expenses.
- CHC Nursery income is tagged for the Clean Streams contract and nursery development and expansion as a social enterprise for the community.
- Oranga Tamariki Youth Mentoring and Young People tagged for youth mentoring and youth initiatives to 30 June 2022
- Len Reynolds Trust funds tagged for delivery of youth services.
- FIF \$178,905 is tagged for FIF contract deliverables including fencing, water reticulation and riparian planting.

The remaining funding is tagged for operational expenses.

## 8. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at balance date. (Last year - nil).

2022                      2021

## 9. Goods or Services Provided to the Entity in Kind

Trustees regularly provide their time and skills to the oversight and operation of the Trust at no charge. Close family members of the Trustees and staff members regularly help out at community events and do odd jobs at no charge.

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## 10. Assets Held on Behalf of Others

There are no assets held on behalf of others.

2022                      2021

## 11. Related Party Transactions

### Expenditure

Premises rent - paid to a Trustee & their partner	11,472	11,470
Whanau Support Programme - facilitated by a Trustee	700	-
<b>Total Expenditure</b>	<b>12,172</b>	<b>11,470</b>

## 12. Events After the Balance Date

There were no events that have occurred after balance date that would have a material impact on the Performance Report. (2021: Nil)

## 13. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

**14. Analysis of Unused Donations and Grants with Conditions:**

	<b>2022 Deferred Income</b>	<b>2021 Deferred Income</b>
Trust Waikato	\$7,917	\$6,666
Oranga Tamariki	\$5,114	\$4,797
MSD - Info & Advice	\$0	\$1,617
Sky City Trust	\$0	0
Tindall Foundation	\$1,000	\$1,000
Tindall Rural Event	\$0	\$500
COGS	\$2,000	\$2,000
Lottery Grants Board	\$18,000	\$16,000
DV Bryant Trust - received in advance 2022/23	\$5,000	\$0
Trust Waikato Art Festival Income	\$2,000	\$3,000
TCDC Creative Communities	\$1,000	\$2,000
Art Festival Income	\$1,909	\$13,967
Len Reynolds Trust	\$3,805	\$10,000
Ruby NZ	\$800	\$2,780
Waikato Regional Council Environment Initiatives Fund	\$0	\$11,584
Ministry for the Environment - Freshwater Improvement Fund	\$178,905	\$11,880
WWF Habitat Protection Fund	\$2,274	\$1,869
Project Crimson Trust - Trees That Count	\$0	\$9,000
<b>Total Deferred Income</b>	<b>\$229,724</b>	<b>\$98,660</b>

# Depreciation Schedule

## Colville Junction Charitable Trust For the year ended 31 March 2022

NAME	RATE	METHOD	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE	DEP RECOVERED	CAPITAL GAIN
<b>Colville Harbour Care Equipment</b>										
13 inch MacBook Pro	40.00%	DV	1,912	248	-	-	99	149	-	-
Accessories for Scrub baring	40.00%	DV	643	83	-	-	33	50	-	-
BBQ & various tools	40.00%	DV	326	45	-	-	18	27	-	-
Colville Harbour Care Tools	40.00%	DV	807	110	-	-	44	66	-	-
Colville Harbour Care Tools	40.00%	DV	930	121	-	-	48	72	-	-
Computer Software	40.00%	DV	330	43	-	-	17	26	-	-
CSSC Cat Traps	40.00%	DV	513	81	-	-	33	49	-	-
Garmin GPSMAP	40.00%	DV	434	59	-	-	24	36	-	-
Ka Mate Drop Door Stations	40.00%	DV	1,827	877	-	-	351	526	-	-
Ka Mate Medium Rat Trap RT001	40.00%	DV	730	116	-	-	46	69	-	-
Ka Mate Medium Rat Trap TR001	40.00%	DV	6,664	1,391	-	-	557	835	-	-
Ka Mate Medium Rat Trap TR001	40.00%	DV	2,739	532	-	-	213	319	-	-
Ka Mate Medium Traps TR001 & Drop Door Stations	40.00%	DV	2,836	851	-	-	340	510	-	-
Scrub Bar x2 FS 250-Z	40.00%	DV	2,165	281	-	-	112	168	-	-
Timms Traps	40.00%	DV	1,485	1,139	-	-	455	683	-	-
Trade Tested Garden Shed	13.50%	DV	772	460	-	-	62	398	-	-
Wheelbarrow 75l	40.00%	DV	164	22	-	-	9	13	-	-
<b>Total Colville Harbour Care Equipment</b>			<b>25,277</b>	<b>6,459</b>	<b>-</b>	<b>-</b>	<b>2,462</b>	<b>3,998</b>	<b>-</b>	<b>-</b>
<b>Environmental Equipment</b>										
CSSC Traps (Cat & Magpie)	40.00%	DV	983	61	-	-	24	37	-	-
CSSC Traps (Cat & Possum)	40.00%	DV	56	4	-	-	1	2	-	-

Depreciation Schedule

NAME	RATE	METHOD	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE	DEP RECOVERED	CAPITAL GAIN
Goodnature Traps	40.00%	DV	610	76	-	-	31	46	-	-
Possum Master Kill Traps	40.00%	DV	672	58	-	-	23	35	-	-
Possum Master Kill Traps	40.00%	DV	848	77	-	-	31	46	-	-
<b>Total Environmental Equipment</b>			<b>3,169</b>	<b>276</b>	<b>-</b>	<b>-</b>	<b>110</b>	<b>166</b>	<b>-</b>	<b>-</b>
<b>Social Services Equipment</b>										
1985 Zephyr 450 Caravan	16.00%	DV	6,087	2,444	-	-	391	2,053	-	-
21.5 inch iMac	40.00%	DV	1,634	106	-	-	42	64	-	-
21.5 inch iMac	50.00%	DV	1,773	20	-	-	10	10	-	-
Adult Storage Unit	40.00%	DV	737	6	-	-	2	4	-	-
Apple iMac 20 Intel Computer	60.00%	DV	2,328	-	-	-	-	-	-	-
Cash Manager Software & Installation	48.00%	DV	935	-	-	-	-	-	-	-
Chair Boston Award	18.00%	DV	69	12	-	-	2	10	-	-
Chair Cosmo (2)	18.00%	DV	414	8	-	-	1	7	-	-
Child Storage Unit	40.00%	DV	1,085	9	-	-	4	5	-	-
Computer Software	50.00%	DV	962	11	-	-	5	5	-	-
Computer Software	40.00%	DV	511	96	-	-	38	57	-	-
Computer Software	40.00%	DV	445	83	-	-	33	50	-	-
Computer Software (HardshellCase, Protection Plan x2 & USB Super Drive)	40.00%	DV	828	54	-	-	21	32	-	-
Cupboard Precision	11.40%	DV	628	55	-	55	-	-	-	-
File Drawer Mobile Tawa	14.40%	DV	232	15	-	-	2	13	-	-
Fryan 12 ft Aluminium Boat & Trailer & 2Stroke Motor	25.00%	DV	1,200	348	-	348	-	-	852	539
HP Notebook Laptop	40.00%	DV	814	283	-	-	113	170	-	-
HP Office Jet Multifunction	48.00%	DV	533	-	-	-	-	-	-	-
Mac Laptop	50.00%	DV	2,442	8	-	-	4	4	-	-
Macbook Pro 13 inch	40.00%	DV	1,912	358	-	-	143	215	-	-





Depreciation Schedule

NAME	RATE	METHOD	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE	DEP RECOVERED	CAPITAL GAIN
MacBook Pro 13 inch	40.00%	DV	2,206	143	-	-	57	86 <sup>a</sup>	-	-
MacBook Pro 13 inch	50.00%	DV	1,356	15	-	-	8	8	-	-
Mobile 3 Drawer Hilitite II	14.40%	DV	80	20	-	-	3	17	-	-
Mobile Overlay	14.40%	DV	258	11	-	-	2	10	-	-
Photocopier Cabinet	11.40%	DV	113	11	-	-	1	10	-	-
Photocopier Taskalfa 181	40.00%	DV	3,900	23	-	-	9	14	-	-
Shelf Unit (2)	40.00%	DV	870	6	-	-	3	4	-	-
Sony VPLESS Projector & 3M Screen	25.00%	DV	1,348	49	-	-	12	36	-	-
TNF823 Paragon Kiln	12.50%	DV	1,000	562	-	562	-	-	-	-
Toshiba Photocopier	40.00%	DV	3,899	176	-	176	-	-	-	-
Video Conferencing Equipment 1/3 share (Donated)	40.00%	DV	3,952	20	-	-	8	12	-	-
Workstation Hilitite II	14.40%	DV	118	29	-	-	4	25	-	-
Workstation Return	14.40%	DV	248	11	-	-	2	10	-	-
Workstation Return	14.40%	DV	220	10	-	-	1	9	-	-
Workstation Spec	14.40%	DV	378	17	-	-	2	14	-	-
<b>Total Social Services Equipment</b>			<b>45,516</b>	<b>5,017</b>	<b>-</b>	<b>1,141</b>	<b>926</b>	<b>2,951</b>	<b>852</b>	<b>539</b>
<b>Youth Equipment</b>										
Gym Mat & Beatboard	48.00%	DV	969	-	-	-	-	-	-	-
Gym Mats x 10	48.00%	DV	1,904	70	-	-	33	36	-	-
Gym Mats x 3	48.00%	DV	608	-	-	-	-	-	-	-
Horizontal Bar	48.00%	DV	831	-	-	-	-	-	-	-
Landing Mat	48.00%	DV	483	-	-	-	-	-	-	-
Octonut 1100 x 400 x 250	48.00%	DV	578	-	-	-	-	-	-	-
Practice Beam	48.00%	DV	1,000	-	-	-	-	-	-	-
Pyramid 3 Section	48.00%	DV	799	-	-	-	-	-	-	-
Roll	48.00%	DV	463	-	-	-	-	-	-	-



Depreciation Schedule

NAME	RATE	METHOD	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE	DEP RECOVERED	CAPITAL GAIN
Tunnel	48.00%	DV	362	-	-	-	-	-	-	-
Wedges x 2	48.00%	DV	400	-	-	-	-	-	-	-
<b>Total Youth Equipment</b>			<b>8,397</b>	<b>70</b>	<b>-</b>	<b>-</b>	<b>34</b>	<b>36</b>	<b>-</b>	<b>-</b>
<b>Total</b>			<b>82,358</b>	<b>11,823</b>	<b>-</b>	<b>1,141</b>	<b>3,532</b>	<b>7,150</b>	<b>852</b>	<b>539</b>



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## INDEPENDENT AUDITOR'S REPORT

To the Members of Colville Junction Charitable Trust

### Qualified Opinion

We have audited the accompanying Performance Report of Colville Junction Charitable Trust on pages 13 to 28, which comprises of the Statement of Financial Performance for the year ended 31 March 2022, the Statement of Financial Position as at 31 March 2022, and Notes to the Performance Report which have been prepared using the Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) Framework. The Statement of Service Performance is excluded from the opinion.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying Performance Report gives a true and fair view of the financial position of Colville Junction Charitable Trust as at 31 March 2022, and its financial performance for the year then ended, in accordance with the Accounting Policies.

### Basis for Qualified Opinion

#### Audit Report Qualification – Control over Cash Income

Control over certain Cash Income prior to being recorded in the financial books is limited and there are no practical audit procedures to determine the effects of this limited control.

We conducted our audit of the Statement of Financial Performance, Statement of Financial Position, Statement of Movements in Equity, and the Notes to the Performance Report 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 Performance Report* section of our report. We are independent of the Colville Junction Charitable 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 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, Colville Junction Charitable Trust.

### Trustees Responsibilities for the Performance Report

The Trustees are responsible on behalf of the Trust for the preparation and fair presentation of the Performance Report, and for such internal controls as the Trustees determine are



necessary to enable the preparation of 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 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 those Trustees either intend to liquidate the Trust 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 as a whole, 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 economic decisions of users taken on the basis of these Performance Report.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Performance Report, 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.
- Obtain an understanding of internal control relevant to the audit, 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by those charged with governance 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 a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the Performance Report 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.
- Evaluate the overall presentation, structure, and content of the Performance Report, including the disclosures, and whether the Performance Report represent the underlying transactions and events in a manner that achieves fair presentation.



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We communicated 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 we identify during our audit.

*Absolute Auditing Ltd*

Sarah Dillon  
Absolute Auditing Ltd  
New Zealand  
23 August 2022