

Performance Report

Ashburton Performing Arts Theatre Trust
For the year ended 30 June 2024

Prepared by Leech & Partners Ltd

Contents

| | |
|----|------------------------------------|
| 3 | Entity Information |
| 5 | Approval of Financial Report |
| 6 | Statement of Service Performance |
| 7 | Statement of Financial Performance |
| 8 | Statement of Financial Position |
| 9 | Statement of Cashflows |
| 10 | Statement of Accounting Policies |
| 12 | Notes to the Performance Report |
| 16 | Audit Report |

Entity Information

Ashburton Performing Arts Theatre Trust For the year ended 30 June 2024

Legal Name of Entity

Ashburton Performing Arts Theatre Trust

Entity Type and Legal Basis

The Trust is a charitable Trust incorporated under the Charitable Trust Act 1957. The Trust is also a registered charity under the Charities Act 2005.

Registration Number

Charitable Trust Incorporation No. 971255
Charities Service No. CC23324

Entity's Purpose or Mission

The objectives of the Trust are summarised as follows:

1. For the promotion and provision of training and education in all aspects of the performing arts in Ashburton.
2. For the promotion of knowledge of the performing art by means of performances, meetings, lectures, research, publications and educational courses.
3. For the acquisition of such equipment, materials, chattels, plant, land and buildings as the Trustees may deem necessary or desirable for the furtherance of the Trust Objectives.

Entity Structure

The Trust is a registered charity and an incorporated charitable trust governed by the Board of Trustees.
The Board of Trustees shall consist of:

1. One Trustee may be appointed by the Mayor for the time being of the District of Ashburton.
2. Two Trustees to be initially appointed by the Chairperson for the time being of the Ashburton Operatic Society (incorporated) and thereafter to be elected annually by the Ashburton Operatic Society (incorporated) at its Annual General Meeting.
3. Seven further independent Trustees to be initially appointed by the Chairperson for the time being of the Ashburton Operatic Society (incorporated) and thereafter two such Trustees shall retire annually and be elected by the Board at its Annual General Meeting. Trustees so retiring shall be eligible for re-election.

The Board of Trustees meet at least four times a year.

The Trustees for the 2024 year were as follows:

- Jim Lischner (Chairman)
- Faye Johnstone (Secretary)
- Yvonne Harrison
- Brent Gray
- Jo Castelow
- Roger Paterson
- Sue Prowse
- Jane Kelly
- Jane Argyle - Reed - appointed during year
- Jenny Brady - appointed during year
- George Brown - retired during year
- Noel Johnstone - retired during year

The operations are managed by a team of four full time employees, one part time employee and casual employees as required.

Main Sources of Entity's Cash and Resources

The main source of cash is the sale of tickets and refreshments, operating grants, equipment hire and naming rights income.

Main Methods Used by Entity to Raise Funds

Sale of tickets, food and beverages. Applying for grants.

Entity's Reliance on Volunteers and Donated Goods or Services

The Trust is reliant on its Trustees for their volunteered time to oversee the operations of the Trust. Volunteers also provide services as ushers for performances.

Physical Address

211 Wills Street
Ashburton 7700

Phone Number

03 308 4706

Auditor

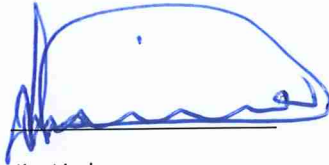
PKF Goldsmith Fox Audit Limited
Christchurch

Approval of Financial Report

Ashburton Performing Arts Theatre Trust For the year ended 30 June 2024

The Trustees are pleased to present the approved financial report including the historical financial statements of Ashburton Performing Arts Theatre Trust for year ended 30 June 2024.

APPROVED



Jim Lischner

Chairman

Date **25 November 2024**



Roger Patterson

Trustee

Date **25 November 2024**

Statement of Service Performance

Ashburton Performing Arts Theatre Trust For the year ended 30 June 2024

Description of Entity's Outcomes

1. Promotion and provision of training and education in all aspects of the performing arts in Ashburton.
2. Promotion and knowledge of the performing arts by means of performances, meetings, lectures, research, publications and educational courses.
3. The acquisition of such equipment, materials, chattels, plant, land and buildings as the Trustees may deem necessary or desirable for the furtherance of the Trust objectives.

Description and Quantification of the Entity's Outputs

1. Training and Educational Courses

Educational:

Providing assistance and training opportunities to our resident theatre drama group by assisting them with the development of their annual productions.

Providing educational opportunities for various local performance groups to learn and operate all technical aspects of productions, including sound, lighting, set design and building.

Providing a training day for backstage crew to up skill and become training 'Fly Operators' and 'Loaders'

Training:

Stage Craft; Sound and lighting for productions by the 'Big Little Theatre Company' and 'Mid Canterbury Children's Trust'. Skills learnt - stage arrangement, lighting and sound.

Health and Safety; Up skill the various local performance groups and provide educational material that related to the Health and Safety laws. Hold Meetings with performance group committees to inform them of their obligations to meet the requirements of the law.

| | 2024 | 2023 |
|-------------------------------------|--------|--------|
| 2. Events & Performances | | |
| Community Events | 177 | 209 |
| Conference Meeting | 79 | 71 |
| National Tour | 15 | 13 |
| ATEC Procured | 6 | 12 |
| Usher Hours | 1,994 | 1,834 |
| Number of Theatre Attendees | 25,650 | 24,213 |

Statement of Financial Performance

Ashburton Performing Arts Theatre Trust For the year ended 30 June 2024

| | NOTES | 2024 | 2023 |
|--|-------|------------------|------------------|
| Revenue | | | |
| Donations, grants, fundraising and other similar revenue | 1 | 62,814 | 21,158 |
| Revenue from providing goods or services | 1 | 927,613 | 909,790 |
| Interest and other investment revenue | 1 | 9,457 | 1,924 |
| Other revenue | 1 | - | 500 |
| Total Revenue | | 999,884 | 933,372 |
| Expenses | | | |
| Volunteer and employee related costs | 2 | 345,228 | 304,947 |
| Costs related to providing goods or service | 2 | 532,464 | 559,140 |
| Grants and donations made | 2 | 500 | 2,000 |
| Other expenses | 2 | 194,405 | 182,151 |
| Total Expenses | | 1,072,598 | 1,048,238 |
| Surplus/(Deficit) for the Year | | (72,713) | (114,866) |

The accompanying notes form part of these financial statements. These financial statements have been subject to audit and should be read in conjunction with the attached Auditor's Report.

Statement of Financial Position

Ashburton Performing Arts Theatre Trust

As at 30 June 2024

| | NOTES | 30 JUN 2024 | 30 JUN 2023 |
|---|-------|------------------|------------------|
| Assets | | | |
| Current Assets | | | |
| Bank accounts and cash | 3 | 249,349 | 222,561 |
| Debtors and prepayments | 3 | 56,603 | 67,465 |
| Inventory | 3 | 9,207 | 5,568 |
| Other Current Assets | 3 | - | 4,433 |
| Total Current Assets | | 315,159 | 300,027 |
| Non-Current Assets | | | |
| Property, Plant and Equipment | 5 | 5,002,339 | 5,115,056 |
| Total Non-Current Assets | | 5,002,339 | 5,115,056 |
| Total Assets | | 5,317,498 | 5,415,083 |
| Liabilities | | | |
| Current Liabilities | | | |
| Creditors and accrued expenses | 4 | 43,382 | 99,482 |
| Employee costs payable | 4 | 49,729 | 38,739 |
| Goods and services tax | 4 | 12,825 | 5,378 |
| Other current liabilities | 4 | 118,233 | 105,442 |
| Total Current Liabilities | | 224,169 | 249,041 |
| Total Liabilities | | 224,169 | 249,041 |
| Total Assets less Total Liabilities (Net Assets) | | 5,093,329 | 5,166,042 |
| Accumulated Funds | | | |
| Accumulated surpluses or (deficits) | 6 | 5,093,329 | 5,166,042 |
| Total Accumulated Funds | | 5,093,329 | 5,166,042 |

The accompanying notes form part of these financial statements. These financial statements have been subject to audit and should be read in conjunction with the attached Auditor's Report.

Statement of Cashflows

Ashburton Performing Arts Theatre Trust
For the year ended 30 June 2024

| | 2024 | 2023 |
|---|-----------------|-----------------|
| Cash Flows from Operating Activities | | |
| Donations, grants, fundraising and other similar receipts | 61,903 | 47,158 |
| Interest and other investment receipts | 9,457 | 1,859 |
| Cash receipts from other operating activities | 916,445 | 878,050 |
| Other income | 0 | 500 |
| Payments to suppliers | (563,030) | (526,663) |
| Volunteer and employee related costs | (334,238) | (311,827) |
| Donations or grants paid | (500) | (2,000) |
| GST | 7,448 | (582) |
| Total Cash Flows from Operating Activities | 97,486 | 86,495 |
| Cash Flows from Investing and Financing Activities | | |
| Receipts from sale of property, plant and equipment | 0 | 63,130 |
| Payments to acquire property, plant and equipment | (70,698) | (115,745) |
| Total Cash Flows from Investing and Financing Activities | (70,698) | (52,615) |
| Net Increase/(Decrease) in Cash | 26,788 | 33,880 |
| Bank Accounts and Cash | | |
| Opening cash | 222,561 | 188,681 |
| Heartland Bank Ltd Business Account | 366 | 462 |
| Heartland Bank Ltd Management Account | 0 | (6,057) |
| Heartland Bank Ltd Grant Account | (28,068) | 28,033 |
| Heartland Bank Ltd Fundraising | 50,178 | 0 |
| Heartland Bank Ltd Operational Saving | 32,844 | 0 |
| Westpac Ltd Management Account | (40,078) | 3,629 |
| Westpac Ltd Ticketing Trust Account | 11,547 | 7,813 |
| Closing cash | 249,349 | 222,561 |

Statement of Accounting Policies

Ashburton Performing Arts Theatre Trust For the year ended 30 June 2024

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 \$5,000,000. 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.

The figures stated in the Statement of Cash Flows are all inclusive of GST to reflect in the Trust's bank account.

Income Tax

Ashburton Performing Arts Theatre 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.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

Revenue

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, to the extent it is probable that the economic benefits will flow to the entity and revenue can be reliably measured.

Donations, grants, fundraising and other similar revenue

Donations are accounted for depending on whether they have been provided with a "use or return" condition attached or not. Where no use or return conditions are attached, the revenue is recorded as income when the cash is received.

Fundraising and grant income is accounted for depending on whether or not it has a "use or return" condition attached. Where no use or return conditions are attached, the revenue is recorded as income when the cash is received. Where income includes a use or return conditions it is initially recorded as a liability on receipt. The income is then subsequently recognised within the Statement of Financial Performance as the performance conditions are met.

Revenue from providing goods or services

The Trust received ticket sales and event income from performances, meetings and other events. Income from these events is accounted for on an accrual basis.

Interest, dividends and other investment revenue

Interest income is recognised on an accrual basis.

Other revenue

Other revenue is recognised on an accrual basis.

Property, Plant & Equipment

Property, plant & equipment is recorded at cost, less accumulated depreciation and impairment losses

Depreciation is provided on a straight line basis at rates that will write off the cost of the assets over their useful lives. Depreciation rates of major classes of assets are stated as follows:

Buildings: 2.0% SL
Fixtures & Fittings: 10.0% - 25% SL & DV
Plant & Equipment: 10.0% - 67.0% SL & DV
Motor Vehicles: 20% SL

Ability to Continue Operating

The committee in approving the financial statements, consider the Trust has sufficient resources to meet debts as they fall due in the foreseeable future. As such, the financial statements have been prepared on the basis of going concern.

Notes to the Performance Report

Ashburton Performing Arts Theatre Trust For the year ended 30 June 2024

| | 2024 | 2023 |
|---|----------------|----------------|
| 1. Analysis of Revenue | | |
| Donations, fundraising and other similar revenue | | |
| Grant - Lions Foundation | 28,000 | 20,158 |
| Grant - The Community Trust Of Mid & South Canterbury Inc | 20,369 | - |
| Donations & fundraising | 14,446 | 1,000 |
| Total Donations, fundraising and other similar revenue | 62,814 | 21,158 |
| Revenue from providing goods or services | | |
| Bar & Catering & Confectionary | 164,481 | 131,586 |
| Naming Rights Income | 5,000 | 5,000 |
| Operating Grants Received | 324,800 | 312,309 |
| Rent Received | 10,371 | 10,400 |
| Theatre Activities | 422,961 | 450,495 |
| Total Revenue from providing goods or services | 927,613 | 909,790 |
| Interest, dividends and other investment revenue | | |
| Westpac Ltd | 4,877 | - |
| Heartland Bank Ltd | 4,580 | 1,924 |
| Total Interest, dividends and other investment revenue | 9,457 | 1,924 |
| Other revenue | | |
| MSD Apprenticeship Boost | - | 500 |
| Total Other revenue | - | 500 |
| Total Analysis of Revenue | 999,884 | 933,372 |
| | 2024 | 2023 |

2. Analysis of Expenses

| | | |
|---|----------------|----------------|
| Volunteer and employee related costs | | |
| Salaries | 345,228 | 304,947 |
| Total Volunteer and employee related costs | 345,228 | 304,947 |
| Costs related to providing goods or services | | |
| Operating Costs | | |
| Administration Costs | 26,790 | 29,808 |
| Advertising & Promotions | 42,377 | 44,943 |
| Bar & Catering Cost | 82,032 | 84,163 |
| Freight & Courier | 17 | 37 |
| Insurance | 46,412 | 37,684 |
| Other | 34,956 | 53,528 |
| Rent & Rates | 58,224 | 57,495 |
| Repairs & Maintenance | 63,162 | 57,844 |
| Theatre Running Costs | 138,685 | 69,652 |
| Light, Power, Heating | 39,810 | 43,913 |

| | 2024 | 2023 |
|---|------------------|------------------|
| Jesus Christ Superstar Costs | - | 80,073 |
| Total Operating Costs | 532,464 | 559,140 |
| Total Costs related to providing goods or services | 532,464 | 559,140 |
| Grants and donations made | | |
| Donation Paid | 500 | 2,000 |
| Total Grants and donations made | 500 | 2,000 |
| Other expenses | | |
| Depreciation Buildings | 143,991 | 143,991 |
| Depreciation Plant & Equipment | 36,464 | 26,017 |
| Depreciation Motor Vehicles | 1,183 | 1,183 |
| Depreciation Fixture & Fittings | 1,777 | 1,154 |
| Accounting Fees | 6,090 | 5,180 |
| Audit Expense | 4,900 | 4,500 |
| Loss on Disposal | - | 127 |
| Total Other expenses | 194,405 | 182,151 |
| Total Analysis of Expenses | 1,072,598 | 1,048,238 |
| | 2024 | 2023 |

3. Analysis of Assets

| | | |
|--------------------------------------|----------------|----------------|
| Bank accounts and cash | | |
| Heartland Bank Fundraising | 50,178 | - |
| Heartland Bank Operational Saving | 32,844 | - |
| Heartland Bank Ltd Business Account | 17,422 | 17,056 |
| Till Floats | 900 | 900 |
| Heartland Bank Ltd Grant Account | 4 | 28,072 |
| Westpac Ltd Management Account | 59,130 | 99,208 |
| Westpac Ltd Ticketing Trust Account | 88,872 | 77,325 |
| Total Bank accounts and cash | 249,349 | 222,561 |
| Debtors and prepayments | | |
| Accounts Receivable | 56,603 | 45,631 |
| Prepayments | - | 21,834 |
| Total Debtors and prepayments | 56,603 | 67,465 |
| Inventory | | |
| Stock on Hand | 9,207 | 5,568 |
| Total Inventory | 9,207 | 5,568 |
| Other current assets | | |
| Accrued Income | - | 4,433 |
| Total Other current assets | - | 4,433 |

| | 2024 | 2023 |
|---|------------------|------------------|
| 4. Analysis of Liabilities | | |
| Creditors and accrued expenses | | |
| Accounts Payable | 43,382 | 93,291 |
| Accruals | - | 6,191 |
| Total Creditors and accrued expenses | 43,382 | 99,482 |
| Employee costs payable | | |
| Holiday Pay Accrual | 24,354 | 20,057 |
| Wages Accrued | 16,084 | 10,319 |
| Wages Deductions Payable | 9,291 | 8,363 |
| Total Employee costs payable | 49,729 | 38,739 |
| Unused donations and grants with conditions | | |
| Ticket Income Received in Advance (Dedicated Holding Account) | 88,602 | 77,442 |
| Unspent Grants | 29,631 | 28,000 |
| Total Unused donations and grants with conditions | 118,233 | 105,442 |
| Other current liabilities | | |
| GST | 12,825 | 5,378 |
| Total Other current liabilities | 12,825 | 5,378 |
| | 2024 | 2023 |
| 5. Property, Plant and Equipment | | |
| Buildings | | |
| Buildings at cost | 7,199,540 | 7,199,540 |
| Accumulated depreciation | (2,317,440) | (2,173,449) |
| Total Buildings | 4,882,101 | 5,026,091 |
| Motor Vehicles | | |
| Vehicles owned | 5,913 | 5,913 |
| Accumulated depreciation | (5,224) | (4,041) |
| Total Motor Vehicles | 690 | 1,872 |
| Furniture and Fittings | | |
| Furniture and fittings owned | 72,501 | 70,207 |
| Accumulated depreciation | (64,907) | (63,130) |
| Total Furniture and Fittings | 7,593 | 7,077 |
| Plant and Equipment | | |
| Plant and machinery owned | 1,173,483 | 1,105,079 |
| Accumulated depreciation | (1,061,527) | (1,025,063) |
| Total Plant and Equipment | 111,955 | 80,016 |
| Total Property, Plant and Equipment | 5,002,339 | 5,115,056 |

Buildings with a carrying amount of \$4,882,101 are located on land leased from Ashburton District Council. The lease terms are for a period of 20 years from 1 December 2006 with right of renewal of 3 terms of 20 years each. The buildings have a current QV value of \$11,350,000 as per the rating valuations completed on the 1 July 2024.

| | 2024 | 2023 |
|-------------------------------------|------------------|------------------|
| 6. Trust Capital | | |
| Accumulated Funds | | |
| Opening Balance | 5,166,042 | 5,280,908 |
| Accumulated surpluses or (deficits) | (72,713) | (114,866) |
| Total Accumulated Funds | 5,093,329 | 5,166,042 |
| Total Trust Capital | 5,093,329 | 5,166,042 |

| | 2024 | 2023 |
|--|----------------|----------------|
| 7. Commitments and Contingencies | | |
| Contingencies to lease or rent assets | | |
| Lease of Land - Current | 44,000 | 44,000 |
| Lease of land - Non Current | 106,333 | 150,333 |
| Total Contingencies to lease or rent assets | 150,333 | 194,333 |

Contingencies

There are no contingent liabilities or guarantees as at 30 June 2024 (2023: Nil).

8. Grants Unspent

The Lions Foundation Grant of \$25,000 is unspent at balance date. It is committed to the venue upgrade. The balance of The Community Trust Mid-South Canterbury Grant unspent at balance date is \$4,631 and it is also committed to the venue upgrade.

9. Related Parties

The Ashburton Performing Arts Theatre Trust and the Ashburton Operatics Society Inc are related parties as one of the trustees in the Ashburton Performing Arts Theatre Trust is also a committee member in the Ashburton Operatics Society Inc.

No transactions involving related parties during the financial year (2023: Nil)

Key management personnel salaries; \$117,006 (2023: \$100,918)

10. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report (Last year - nil).

11. Assets Held on Behalf of Others

The cash or cash assets in the Westpac Ticketing Bank Account is held on behalf of the ticket holders. This is not paid over to the event's promoter until after the show takes place. If a show is cancelled this cash or cash asset is refunded to the ticket holders.

Westpac Ticketing Bank Account \$88,872 (2023: \$77,325)



INDEPENDENT AUDITOR'S REPORT

To the Trustees of the Ashburton Performing Arts Theatre Trust

Report on the Audit of the Performance Report

Opinion

We have audited the performance report of Ashburton Performing Arts Theatre Trust (the 'Trust'), which comprises the financial statements, the statement of service performance and the entity information. The complete set of financial statements comprise the statement of financial position as at 30 June 2024, the statement of financial performance, statement of cash flows for the year then ended, and notes to the performance report, including a summary of significant accounting policies.

In our opinion, the accompanying performance report presents fairly, in all material respects:

- The entity information as at 30 June 2024;
- The financial position of the Trust as at 30 June 2024, and its financial performance and its cash flows for the year then ended; and
- The service performance for the year ended 30 June 2024 in accordance with the Trust's service performance criteria

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

This report is made solely to the Trustees, as a body. Our audit work has been undertaken so that we might state to the Trustees those matters which we are required to state to them in the 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 procedures, for this report, or for the opinion we have formed.

Basis for Opinion

We conducted our audit of the financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and the service performance information in accordance with the ISAs and New Zealand Auditing Standard (NZ AS) 1 The Audit of Service Performance Information (NZ). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the performance report is free from material misstatement. 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 Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards (New Zealand))* 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 Trust.



Emphasis of Matter— Financial Performance

We draw attention to the Statement of Financial Performance which reports deficits for the 2023 and 2024 years of \$114,866 and \$72,713 respectively, the positive operating cash flows reported in the Statement of Cash Flows for both years and the depreciation expense amounts for both years in Note 2 of Notes to the Performance Report. The deficits reported in the Statement of Financial Performance are mainly the result of depreciation on the Trust's buildings. The Ability to Continue Operating paragraph in the Statement of Accounting Policies, records that the Trustees consider the Trust has sufficient resources to meet debts as they fall due and such, the financial statements have been prepared on a going concern basis.

Our opinion is not modified in respect of this matter.

Other Matter

The performance report of Ashburton Performing Arts Theatre Trust for the year ended 30 June 2023 was audited by another auditor who expressed an unmodified opinion on 25 January 2024.

Our opinion is not modified in respect of this matter.

Trustees' Responsibilities for the Performance Report

The Trustees are responsible on behalf of the Trust for:

- a) The preparation and fair presentation of the entity information, financial statements and statement of service performance in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-for-profit) issued by the New Zealand Accounting Standards Board;
- b) Service performance criteria that are suitable in order to prepare service performance information in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-for-profit); and
- c) such internal control as the Trustees determine is necessary to enable the preparation of a performance report that are 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 the Trustees either intend to liquidate the Trust or 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 entity information, financial statements as a whole and the statement of service performance 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) and NZ AS 1 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 this performance report.

As part of an audit in accordance with ISAs (NZ) and NZ AS 1, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the entity information, the financial statements and the service 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.
- Obtain an understanding of internal control relevant to the audit of the entity information, the financial statements and the service performance information 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 controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Obtain an understanding of the process applied by the entity to select what and how to report its service performance.
- Evaluate whether the service performance criteria are suitable so as to result in service performance information that is in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-for-profit).
- Evaluate the overall presentation, structure, content of the performance report and whether the performance report represents the underlying transactions, events and service performance in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-for-profit) in a manner that achieves fair presentation.
- 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 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.

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.

PKF Goldsmith Fox Audit.

PKF Goldsmith Fox Audit Limited

Christchurch, New Zealand

27 November 2024