

# Performance Report

North King Country Development Trust  
For the year ended 31 March 2024

Prepared by Bailey Ingham Ltd

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## INDEPENDENT AUDITOR'S REPORT

### To the Readers of the Performance Report of North King Country Development Trust.

#### Unqualified Opinion

We have audited the financial statements included in the performance report of North King Country Development Trust on pages 8 to 16, which comprise the statement of financial position as at 31 March 2024, the statement of financial performance & statement of cash flows for the year then ended, and a summary of significant accounting policies and notes to the performance report.

In our opinion, the financial statements present fairly, in all material respects, the financial position of North King Country Development Trust as at 31 March 2024 and its financial performance and cash flows for the year then ended in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not for profit) issued by the New Zealand Accounting Standards Board.

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ("ISAs (NZ)"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities* section of our report. We are independent of North King Country Development Trust in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unqualified opinion.

#### Independence

Other than in our capacity as auditor, we have no relationship with or interests in North King Country Development Trust.

#### Restriction on Responsibility

Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the members as a body, for our audit work, for this report, or for the opinions we have formed.

#### Other Information

The Trustees are responsible on behalf of the entity for the other information. The other information comprises the entity information and statement of service performance but does not include the financial information and our auditor's report thereon.

Our opinion on the performance report does not cover the other information and we do not express any form of opinion thereon.

In connection with our audit of the performance report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the performance report or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Board of Trustees Responsibility for the Performance report

The Board is responsible on behalf of the North King Country Development Trust for:

- Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- The preparation and fair presentation of the performance report on behalf of the entity, which comprises the statement of financial position as at 31 March 2024, and the entity information, the statement of service performance, statement of financial performance and statement of

- cash flows for the year then ended, and the statement of accounting policies and other explanatory information, in accordance with PBE SFR-A (NFP), and
- Such internal control as the Board determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Board is responsible on behalf of the entity for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

### **Auditor's Responsibility**

Our objectives are to obtain reasonable assurance about whether the financial statements are 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 financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located at the External Reporting Board's website at:

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

The logo for Finnz Audit, featuring the company name in a stylized, handwritten-style font.

Finnz Audit Limited  
Te Awamutu

15 January 2025

## Entity Information

### North King Country Development Trust For the year ended 31 March 2024

**Legal Name of Entity**

North King Country Development Trust

**Entity Type and Legal Basis**

Charitable Trust

**Registration Number**

897549

**Entity's Purpose or Mission**

To encourage economic growth and development within the North King Country

**Entity Structure**

Trust governed by a Board of Trustees

**Main Sources of Entity's Cash and Resources**

The Trust receives interest income from the bank and debenture owed by The Lines Company Ltd

**Main Methods Used by Entity to Raise Funds**

Sponsorship and Investment income

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

Not reliant

**Physical Address**

C/- Waitomo District Council, Queen Street, Te Kuiti

**Postal Address**

The Secretary, 6 Hillcrest Avenue, Otorohanga 3900



# Statement of Service Performance

## North King Country Development Trust For the year ended 31 March 2024

### Description of Entity's Outcomes

To increase the economic growth of the North King Country area

	2024	2023
<b>Description and Quantification of the Entity's Outputs</b>		
Meetings held	8	8
Number of Grants Funded	7	5
Number of Loans Funded	-	-
Mentoring	23	33

### Additional Information

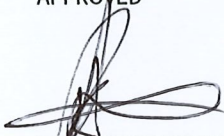
The Trust also provides mentoring services to applicants.

# Approval of Financial Report

## North King Country Development Trust For the year ended 31 March 2024

The Trustees are pleased to present the approved financial report including the historical financial statements of North King Country Development Trust for year ended 31 March 2024.

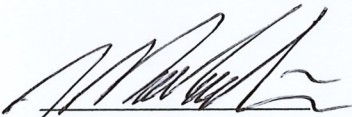
APPROVED



Approvers name: Kyle Barnes

Trustee

Date 15-1-2025



Approvers name: John Robertson

Trustee

Date 15-1-25

# Statement of Financial Performance

## North King Country Development Trust For the year ended 31 March 2024

	NOTES	2024	2023
<b>Revenue</b>			
Revenue from providing goods or services	1	24,600	4,800
Interest, dividends and other investment revenue	1	156,384	140,494
<b>Total Revenue</b>		<b>180,984</b>	<b>145,294</b>
<b>Expenses</b>			
Volunteer and employee related costs	2	18,750	16,000
Costs related to providing goods or services	2	28,090	25,462
Grants and donations made	2	7,722	6,847
Other expenses	2	7,404	134,514
<b>Total Expenses</b>		<b>61,965</b>	<b>182,823</b>
<b>Surplus/(Deficit) for the Year</b>		<b>119,019</b>	<b>(37,530)</b>

The accompanying notes form part of the performance report.



# Statement of Financial Position

## North King Country Development Trust

As at 31 March 2024

	NOTES	31 MAR 2024	31 MAR 2023
<b>Assets</b>			
<b>Current Assets</b>			
Bank accounts and cash	3	92,038	452,333
Debtors and prepayments	3	3,944	-
Investments	3	400,000	-
<b>Total Current Assets</b>		<b>495,982</b>	<b>452,333</b>
<b>Non-Current Assets</b>			
Investments	3	3,252,933	3,181,021
<b>Total Non-Current Assets</b>		<b>3,252,933</b>	<b>3,181,021</b>
<b>Total Assets</b>		<b>3,748,915</b>	<b>3,633,354</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Creditors and accrued expenses	4	20,388	18,565
Employee costs payable	4	-	5,280
<b>Total Current Liabilities</b>		<b>20,388</b>	<b>23,845</b>
<b>Total Liabilities</b>		<b>20,388</b>	<b>23,845</b>
<b>Total Assets less Total Liabilities (Net Assets)</b>		<b>3,728,528</b>	<b>3,609,509</b>
<b>Accumulated Funds</b>			
Accumulated surpluses or (deficits)	5	3,728,528	3,609,509
<b>Total Accumulated Funds</b>		<b>3,728,528</b>	<b>3,609,509</b>

The accompanying notes form part of the performance report.

# Statement of Cash Flows

BAILEY INGHAM LTD



## North King Country Development Trust For the year ended 31 March 2024

	2024	2023
<b>Cash Flows from Operating Activities</b>		
<b>Cash was received from:</b>		
Receipts from goods & services	24,600	4,800
Interest, dividends and other investment receipts	109,662	144,385
<b>Cash was applied to:</b>		
Payments to suppliers and employees	(86,835)	(120,780)
Donations or grants paid	(7,722)	(6,847)
<b>Net Cash Flows from Operating Activities</b>	<b>39,705</b>	<b>21,558</b>
<b>Cash Flows from Investing and Finance Activities</b>		
<b>Cash was received from:</b>		
Receipts from sale of property, plant and equipment	-	-
Receipts from the sale of investments	-	-
Proceeds from loans borrowed from other parties	-	-
Capital contributed from owners or members	-	-
Receipts from sale of investment	-	589,270
Receipts from loans provided to other parties	-	25,600
<b>Cash was applied to:</b>		
Payments to purchase investments	(400,000)	(300,000)
Capital repaid to owners or members	-	-
<b>Net Cash Flows from Investing and Finance Activities</b>	<b>(400,000)</b>	<b>314,870</b>
<b>Net Increase / (Decrease) in Cash</b>	<b>(360,295)</b>	<b>336,428</b>
<b>Cash Balances</b>		
Bank Accounts and Cash at beginning of period	452,333	115,906
Bank Accounts and Cash at end of period	(360,295)	452,333
Net change in cash for period	92,038	(336,428)

The accompanying notes form part of the performance report.





# Statement of Accounting Policies

## North King Country Development Trust For the year ended 31 March 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 not registered for GST. Therefore all amounts are stated inclusive of GST (if any).

### Income Tax

North King Country Development 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.

### Investments

Investments comprise of term deposits, Craigs Investment and Debenture.

Term deposits with maturities greater than 90 days but less than a year are classified as current investments.

The debenture is initially recorded at the amount received and subsequently at amortised cost using the effective interest rate method.

The Craigs Investment Portfolio was initially measured at cost. The investment is considered for impairment annually and adjusted for impairment if it appears that the carrying amount will not be recovered.

Investments with maturity greater than 1 year are non-current investments.

### Loan Receivables

Loan receivables are recognised at the amount loaned. Loan balances include any interest accrued at the year end that has not been received. If it appears that the carrying amount of the loan will not be recovered, it is written down to the expected recoverable amount.



### Payables

Accounts payable represent liabilities for goods and services provided to the Trust prior to the end of the financial year which are unpaid. Accounts payable are recorded at the amount of cash required to settle those liabilities. The amounts are unsecured and are usually paid within 30 days or recognition.

### Revenue

Interest Income is recognised on the accrual basis.

Sponsorship income is recognised as revenue when the sponsorship is received unless there is an obligation to return the funds if conditions of sponsorship are not met.

### Changes in Accounting Policies

There have been no changes in accounting policies during the financial year (last year - nil)





# Notes to the Performance Report

## North King Country Development Trust For the year ended 31 March 2024

	2024	2023
<b>1. Analysis of Revenue</b>		
<b>Revenue from providing goods or services</b>		
The Lines Company - Sponsorship	20,000	-
Directors Workshop	4,600	4,800
<b>Total Revenue from providing goods or services</b>	<b>24,600</b>	<b>4,800</b>
<b>Interest, dividends and other investment revenue</b>		
Investment Income Received	44,294	36,883
Interest Received	12,090	3,611
The Lines Company Ltd	100,000	100,000
<b>Total Interest, dividends and other investment revenue</b>	<b>156,384</b>	<b>140,494</b>
	2024	2023
<b>2. Analysis of Expenses</b>		
<b>Volunteer and employee related costs</b>		
Trustees Honorarium	18,750	16,000
<b>Total Volunteer and employee related costs</b>	<b>18,750</b>	<b>16,000</b>
<b>Costs related to providing goods or services</b>		
Institute of Directors Workshop	26,300	25,246
Catering Expenses - Directors Workshop	800	-
Catering Expenses - General	990	216
<b>Total Costs related to providing goods or services</b>	<b>28,090</b>	<b>25,462</b>
<b>Grants and donations made</b>		
Grants Made	7,722	6,847
<b>Total Grants and donations made</b>	<b>7,722</b>	<b>6,847</b>
<b>Other expenses</b>		
Advertising & Promotion	-	110
Accountancy Fees	4,695	5,348
BoardPro - Computer Software	1,035	1,265
Audit Fees	7,098	6,278
Bank Charges	50	27
Debt Collection & Litigation Costs	7,626	5,000
Debt Forgiveness	-	5,894
General Expenses	214	571
Impairment of Loan Receivables	-	63,473
Investment Expenses	12,707	11,149
Legal Expenses	1,174	-
Secretarial Services	12,026	11,917
Subscription Costs	334	160
Website Design Fees	526	3,017





Impairment of Investments	(40,325)	19,769
Xero Charges	246	274
Xero Training	-	263
<b>Total Other expenses</b>	<b>7,404</b>	<b>134,514</b>
	<b>2024</b>	<b>2023</b>

### 3. Analysis of Assets

#### Bank accounts and cash

North King Country Development Trust - Westpac Cheque Account	92,038	452,333
<b>Total Bank accounts and cash</b>	<b>92,038</b>	<b>452,333</b>

#### Debtors and prepayments

Accrued Interest	3,944	-
<b>Total Debtors and prepayments</b>	<b>3,944</b>	<b>-</b>

#### Loan Receivables - Current

King Country Scaffolding Ltd	51,167	51,167
JND Limited (Cruise FM)	12,306	12,306
Impairments of Loan Receivable	(63,473)	(63,473)
<b>Total Loan Receivables - Current</b>	<b>-</b>	<b>-</b>

#### Current Investments

NKCDT - Westpac Term Deposit	400,000	-
<b>Total Current Investments</b>	<b>400,000</b>	<b>-</b>

#### Non-Current Investment

The Lines Company - Debenture	2,000,000	2,000,000
Craigs Investment Portfolio	1,252,933	1,181,021
<b>Total Non-Current Investment</b>	<b>3,252,933</b>	<b>3,181,021</b>

2024 2023

### 4. Analysis of Liabilities

#### Creditors and accrued expenses

Accruals	11,506	11,625
Accounts Payable	8,882	6,940
<b>Total Creditors and accrued expenses</b>	<b>20,388</b>	<b>18,565</b>

#### Employee costs payable

Trustee Fees	-	5,280
<b>Total Employee costs payable</b>	<b>-</b>	<b>5,280</b>







2024 2023

**5. Accumulated Funds****Accumulated Funds**

Opening Balance	3,609,509	3,647,039
Current Year Surpluses or (Deficits)	119,019	(37,530)
<b>Total Accumulated Funds</b>	<b>3,728,528</b>	<b>3,609,509</b>
<b>Total Accumulated Funds</b>	<b>3,728,528</b>	<b>3,609,509</b>

**6. Commitment**

There are no commitments as at 31 March 2024 (Last year - nil)

**7. Contingent Liabilities and Guarantees**

There are no contingent liabilities or guarantees as at 31 March 2024 (Last year - nil).

**8. Related Parties**

Transactions	2024	2023
Trustee fees for the year	\$18,750.00	\$16,000.00

Year End Balances	2024	2023
Trustee Fees	\$0.00	\$5,820.00

Cathy Prendergast (Trustee) is also a Trustee of Waitomo Energy Services Customer Trust who own The Lines Company.

Transactions	2024	2023
Sponsorship	\$ 20,000.00	
Debenture Interest	\$ 100,000.00	

Year End Balances	2024	2023
Debenture Balance	\$2,000,000.00	



### **9. Events After the Balance Date**

There are no events after balance date that require disclosing.

### **10. Ability to Continue Operating**

The entity will continue to operate for the foreseeable future.

### **11. Grants with Conditions not Recorded as a Liability**

At balance date the Trust has approved grants totaling \$3,110 for mentoring/training. The grants are conditional on the grantee attending the training. There are no other commitments at balance date. (Last year - \$3,348).

