



Whaioro Trust



2018 Annual Report

Mā te whaioro, ka ora te tangata
Sharing the journey to wellness



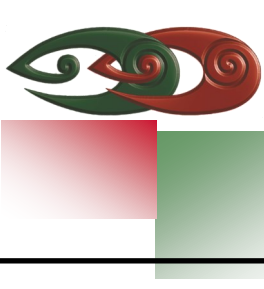


Table of Contents

	Page
Whaioro Trust Directory	4
Organisational Structure	5
Vision and Mission	6
Whaioro Trust Board Members	7
Chairperson's Report	8
CEO's Report	11
Financial Statements	15
Statement of Service Performance.....	16
Statement of Financial Performance	17
Statement of Financial Position.....	18
Statement of Cash Flow	19
Statement of Accounting Policies	20
Notes to the Financial Statements.....	23
Auditor's Report.....	28



Directory

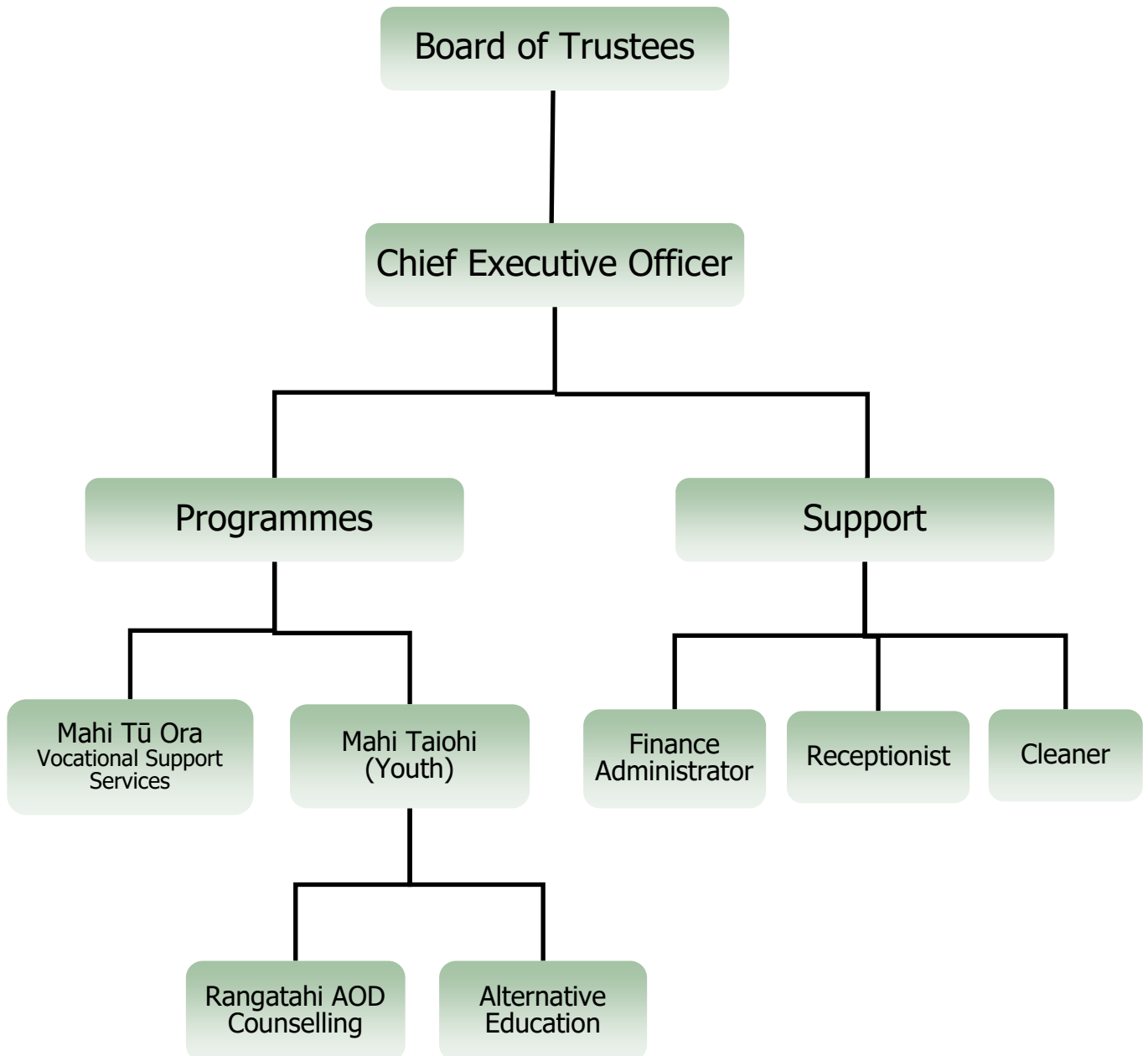
30th June 2018

Nature of Business	Whaioro Trust is a Mental Health and Addictions organisation providing supported employment services to ngā tangata whaiora (people experiencing mental health issues) , counselling services to rangatahi (youth) who are affected by alcohol and other drugs and an Alternative Education programme.
Registered Office	74 Grey Street PO Box 178 Palmerston North
Telephone	(06) 354 0670
Trustees	T Robinson (Chairperson) H Arapere D Barrett D Emery S Mason M Walsh C Lynch
Chief Executive Officer	K Bevan
Auditors	Cotton Kelly Palmerston North
Accountants	O'Fee Next Level Accounting Palmerston North
Bankers	ANZ Banking Group (New Zealand) Palmerston North
Solicitor	Fitzherbert Rowe Lawyers Palmerston North



Organisational Structure

30th June 2018





Vision and Mission

Moemoea / Vision

Ma te Whaioro, ka Ora te Tangata
(Sharing the journey to wellness)

Our moemoea was derived from the name of the organisation “Whaioro”. Conceptually, it means “to journey together for mutual benefit”. Its origins are representative of a shared journey by the organisation and Tangata Whaiora.

Kaupapa / Mission

Ma te matapaki, me te matapono kia urua te Ao Turoa
(Providing opportunities, changing lives)

We see “providing opportunities, changing lives” as people making choices about their future, with the support of Whaioro Trust.



Whaioro Trust Board Members

30th June 2018



Tracey Robinson
Chairperson



David Barrett
Deputy Chairperson



Sheena Mason
Chair of Finance



Margaret Walsh



Hare Arapere



Dennis Emery



Cushla Lunch
Consumer Representative



Chairperson's Report



Tracey Robinson

Chairperson

Whaioro Trust

*Nei au te pupuri i ngā tini mahara e!
Koutou rā ko ngā mate o te wā, haere rā koutou. Moe mai i
roto i te rangimarie me te aroha. Ko rātou te hunga mate ki
a rātou. Ko tātou te mahuetanga o rātou mā, tēnā koutou,
tēnā koutou, tēnā rā tātou katoa.*

I take this opportunity to acknowledge our previous Chair, John Doolan for his contribution to Whaioro Trust and wider communities. Also, to Heather Allan who provided support and sound advice for the incoming Chairperson.

Ngā mihi.

As you are all aware Whaioro Trust was created as a joint venture partnership between Te Rūnanga-o-Raukawa and MASH Trust. It's a privilege to be part of an estute and committed governance board for Whaioro Trust. Since taking up the role of Chairperson, reflecting the vision, mission and values of Whaioro Trust in all that we say and do underpins our practice.

Notably, 2018 has certainly been a year of collective cohesion and opportunities:-

Te Tiriti o Waitangi

Our 20th year milestone recognises the valuable relationships with our partnership and to the communities we serve.

Mātauranga

The creation of an environment conducive to the well being of all people is the responsibility of governance, management and our kaimahi.

The recent purchase of a property in Levin means our kaimahi, rangatahi and tangata whaiora will have their own space combined with the possibility of inviting other organisations to join us.

Kōtahitanga

Recognising diversity and difference is a strength within this organisation.

The committment to work alongside Tangata Whaiora to share their journey to well being enables the positive fusion of skills, experience and knowledge.



Chairperson's Report - continued....

Wairuatanga

Ensuring the spiritual essence is reflected through all interactions with our Tangata Whaiora, staff, governance and external providers is integral to practice and our business.

Whanaungatanga

Relationships and connections have been critical this year.

Revisiting our Trust Deed with MASH Trust and Te Rūnanga o Raukawa has been an ongoing process involving robust conversations in order to seek understanding and clarity.

Manaakitanga

Te Wana Audit confirmed for early November 2018.

Additionally we are grateful for our Funders whose ongoing confidence and support is welcomed and much appreciated.

Furthermore, strategic priorities continue to be significantly important and are monitored by governance.

Kaitiakitanga

Our Financial position is sound and much gratitude to Sheena Mason and Kelly Bevan for their due diligence and financial acumen.

Rangatiratanga

Without dedicated and specialist staff, Whaioro Trust would not be able to:-

- support people experiencing Mental Health issues into employment and/or training
- assist rangatahi to overcome Alcohol and drug issues
- assist rangatahi with Alternative Education from Manawatū, Horowhenua and Waiopahu Colleges





Chairperson's Report - continued....

Our Board acknowledge and commend the team for their passion and service to all people.

We farewelled Wayne Kiriona who committed 19 years of service to Whaioro Trust and Tui Travis who left a positive impression with rangatahi and her colleagues.

We are already aware both are making a positive contribution on their new journey.

We can't say enough about the qualities and leadership of Kelly Bevan CEO. Whaioro Trust is undoubtedly in a much better place as a result of Kelly's skills, knowledge, experience and humour.

We acknowledge Kelly for her aroha, professionalism and overwhelming support.

Mā te whaioro, ka ora te tangata!

Mā te matapaki, me te matapono kia urua te Ao Turoa.



Whaioro end of year function 2017



Chief Executive Officers Report



Kelly Bevan

CEO

Whaioro Trust

Tena koutou katoa ngā kai tautoko o tēnei kaupapa o Whaioro Trust, ka nui te mihi kia koutou katoa.

Whaioro has had a wonderful year with positive change being a feature. I would like to firstly acknowledge Wayne Kiriona who worked for Whaioro for close to twenty years, during that time he made a significant contribution to Whaioro. Wayne is now working for one of our partner organisations Te Runanga o Raukawa. We wish him all the best for the future.



I want to acknowledge and thank the members of The Whaioro Board, a courageous group of people who were not afraid to encourage new developments and growth in the organisation.

I also want to acknowledge the appointment of Tracey Robinson to the board chair position late last year. Tracey has added a lot of value to the board both from a cultural and professional practice perspective. I want to also acknowledge Sheena Mason as Chair of finance she has provided professional expertise and support for our financial arm. A big thank you to both Sheena and Tracey for their endless support to my role and that of my staff when needed.

I welcome Whakaotinga Kereama, Charlotte Kahukiwa and Te Maioha Keelan Cox to the role of Supported Employment and Nathan Taylor to the Alternative Education team. Jaime O'Connell is a tangata Whaioroa with Whaioro and has commenced work with us as our cleaner, a role that has also been extended to our new neighbors, doubling her hours. Recently Mate has moved to fill a .4 AOD counselling role with the Levin team. Skip Arapere has been seconded to Mash Trust in a Pou Tikanga role 2 days per week and I have been seconded to Te Iwi O Ngāti Tukorehe Trust 1 day per week.



Chief Executive Officers Report



In October this year Whaioro purchased and opened a new office building at 592 Queen Street, Levin which has sublease potential and signals the commencement of our building portfolio.

Whaioro welcomed Nadine Hall-Lowe an Adult AoD counsellor to our Palmerston North office and we are working towards a sublease arrangement with her. Additionally, we are negotiating a sublease arrangement with Te Puni Kōkiri for one of their staff to utilise our Palmerston North office space.

A review of the Whaioro Trust Deed will see changes to the selection of board members in the future. Te Runanga o Raukawa will continue to appoint half the Trust Board members to retain the Iwi whakapapa link. However, Mash Trust will no longer be appointing members to our board as a mark of faith in our growing independence.

Whaioro is reviewing the composition of the board and considering inviting board membership from Levin and recently took steps to invite representation from the youth sector to take up a trainee trustee role.

A new ngā tangata Whaiora elected representative Cushla Lynch recently joined the Whaioro Trust board. Cushla also facilitates a monthly peer support group for tangata whaiora seeking employment from our Palmerston North office.





Chief Executive Officers Report

Evidence Based Supported Employment

Charlotte Kahukiwa is the Levin based worker on this team. The rest of the team: Whakaotinga Kereama, Te Maioha Keelan Cox, Mate Tapiata Bevan and Skip Arapere cover the Palmerston North, and Fielding communities. Building the resilience of ngā tangata Whaiora to a point where they can work or undertake training is a large part of the work undertaken by this team. At an intersectoral level discussions are beginning to occur with employers about how they can become supportive employers of ngā tangata whaiora.



Alcohol and Other Drug Counselling

The AoD team has been in high demand this year as substance abuse feature prominently in Horowhenua. As the team is based in local Colleges the rangatahi do not have to go far to gain support from this Whaiora team. The Manakitia te Mauri: learner licencing, first aid and leadership program attracted approximately 50 young people from the Horowhenua community and Manawatu College.





Chief Executive Officers Report

Alternative Education – Te Ata Kura

Over the two-year period a total of 29 students have been enrolled thus far in Te Ata Kura. Of those students 3 have started full time employment, 6 have transitioned back to their enrolling school or another school, and 2 have transitioned onto courses. A total of 15

students gained level 1 credits. The students

attend the weekly cooking programme and are involved in maara kai gardening, Te Reo, employment skills, filling out forms/bank accounts, health checks, bush craft skills, fishing/whitebaiting, life skills, AOD awareness, emotional regulation, mentoring, and conservation activities in the community. There are currently 13 students enrolled on the program.



Ma te Whaioro ka ora te Tangata Sharing the journey to wellness





Financial Statements

For the year ended 30th June 2018

The Whaioro Trust Board are pleased to present the approved financial report including the historical financial statements of Whaioro Trust for year ended 30 June 2018

Tracey Robinson
Chairperson Whaioro Trust

Sheena Mason
Chairperson Whaioro Trust Finance



Financial Statements

Statement of Service Performance

for the year ended 30 June 2018

Outcomes

To extend the focus of the mental health service needs for both Maori and the wider community in the Manawatu and Horowhenua regions.

Description of Entity's Outputs

Number of interactions with clients for Alcohol and Drug Service: 655

Number of interactions with clients for Supported Employment 1,511

Number of referrals for Alcohol and Drug Service: 68

Number of referrals for Supported Employment: 112

In the 2018 year the statement of service performance measures have been enhanced to align with reporting standards, refer below for the 2017 year performance measures.

Performance Measures (2017)

A Capable Workforce

Update IT Systems

Actual 2017 - 100%- all staff have a laptop and/or access to a PC with current software on it.

Centralise Administration

Actual 2018- A Receptionist is in place at head office where back office support is centralised.

Consumer Satisfaction Measurement System in Place

Increase Service Delivery

Actual 2017 - MOE contract commenced January 2017 supports the delivery of other contracts increasing services.

High level of consumer satisfaction

Actual 2017- 100% positive feedback received.

Financial Growth

A New Ministry of Education contract secured

Actual 2017 - 1 new contract.

Effective Marketing

Website is kept current

Actual 2017- All new events recorded on website.

New Office signage

Actual 2017 - New Signage on display.



Financial Statements

Statement of Financial Performance
for the year ended 30 June 2018

	Notes	2018	2017
Revenue			
Donations, fundraising and other similar revenue	1	125	0
Revenue from providing goods or services	1	589,408	560,979
Interest, dividends and other investment revenue	1	15,718	16,852
Other revenue	1	26,151	18,338
Total Revenue		631,402	596,169
Expenses			
Volunteer and employee related costs	2	471,709	370,625
Costs related to providing goods or service	2	138,084	127,210
Other expenses	2	39,536	56,876
Total Expenses		649,328	554,711
Surplus/(Deficit) for the Year		(17,926)	41,458

This statement has been audited, and should be read in conjunction with the notes, and the attached audit report.



Financial Statements - continued....

Statement of Financial Position
for the year ended 30 June 2018

	Notes	30 Jun 2018	30 Jun 2017
Assets			
Current Assets			
Bank accounts and cash	3	238,441	70,387
Debtors and prepayments	3	47,871	54,685
Short Term Deposits	3	371,688	470,788
Investments	3	0	46,715
Total Current Assets		657,999	642,575
Non-Current Assets			
Property, Plant and Equipment	5	45,267	50,525
Total Non-Current Assets		45,267	50,525
Total Assets		703,266	693,100
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	37,677	25,773
Employee costs payable	4	50,920	34,733
Total Current Liabilities		88,597	60,506
Total Liabilities		88,597	60,506
Total Assets less Total Liabilities (Net Assets)		614,669	632,594
Accumulated Funds			
Accumulated surpluses or (deficits)	7	604,669	622,594
Reserves	8	10,000	10,000
Total Accumulated Funds		614,669	632,594

This statement has been audited, and should be read in conjunction with the notes, and the attached audit report.



Financial Statements - continued....

Statement of Cash Flows
for the year ended 30 June 2018

	2018	2017
Cash Flows from Operating Activities		
Cash was received from:		
Donations, fundraising and other similar receipts	125	18,338
Receipts from providing goods or services	612,039	560,877
Interest, dividends and other investment receipts	15,718	16,234
Cash receipts from other operating activities	26,151	0
Cash was applied to:		
Payments to suppliers and employees	(609,994)	(542,857)
GST	(8,995)	(2,356)
Total Cash Flows from Operating Activities	35,043	50,236
Cash Flows from Investing and Financing Activities		
Cash was received from:		
Receipts from sale of investments	145,815	0
Cash was applied to:		
Payments to acquire property, plant and equipment	(12,804)	(14,012)
Payments to purchase investments	0	(276,609)
Total Cash Flows from Investing and Financing Activities	133,010	(290,621)
Net Increase/ (Decrease) in Cash	168,053	(240,385)
Cash Balances		
Cash and cash equivalents at beginning of period	70,387	310,772
Cash and cash equivalents at end of period	238,441	70,387
Net change in cash for period	168,053	(240,385)

This statement has been audited, and should be read in conjunction with the notes, and the attached audit report.



Financial Statements - continued....

Statement of Accounting Policies
for the year ended 30 June 2018

Reporting Entity

The Financial Statements are for Whaioro Trust.

Whaioro Trust is incorporated under the Charitable Trusts Act 1957 and is a registered charity under the Charities Act 2005.

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.

Income Tax

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

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.

Measurement Base

The financial statements have been prepared on the historical cost basis.

Revenue

Revenue comprises the amounts received and receivable under contracts from the District Health Board and the Ministry of Health and other contracts, and amounts received and receivable for services provided to customers in the ordinary course of business.

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.

Interest Income

Interest income is recognised in the statement of financial performance as it is accrued.



Financial Statements - continued....

Statement of Accounting Policies - continued...

for the year ended 30 June 2018

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.

Property, Plant and Equipment

Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment losses. Where an item of property, plant and equipment is disposed of the gain or loss recognised in the statement of financial performance is calculated as the difference between the sale price and the carrying amount of the asset.

Any items or groups of items which will provide service for longer than 12 months and which cost more than \$500 are capitalised and depreciated over their useful lives.

The cost of purchased property, plant and equipment is the value of the consideration given to acquire the assets and the value of other directly attributable costs which have been incurred in bringing the assets to the location and condition necessary for their intended service.

Depreciation

Depreciation of plant and equipment is calculated using straight line rates so as to expense the cost of the assets over their useful lives. The rates are as follow:

Leasehold Improvements 7% to 15%

Computer Equipment 17.5% to 67%

Computer Software 33.33% to 40%

Office Equipment 7.8% to 12%

Furniture & Fittings 8.5% to 15%

Motor Vehicles 21%

Receivables

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

Investments

Investments are stated at the lower of cost or net realisable value.



Financial Statements - continued....

Statement of Accounting Policies - continued...

for the year ended 30 June 2018

Employee Entitlements

Amounts for leave entitlements are recorded as liabilities at the amount to be paid.

Leased Assets

Operating leases - Leases that are not finance leases are classified as operating leases. Operating lease payments are recognised as an expense in the periods the amounts are payable.

Fundraising and Grants

Grants received are included in operating revenue. If particular conditions are attached to a grant that would require it to be repaid if these conditions are not met, then the grant is recorded as a liability until the conditions are satisfied.

Donations

Donations received are included in operating revenue. If particular conditions are attached to a donation that would require it to be repaid if these conditions are not met, then the donation is recorded as a liability until the conditions are satisfied.

Donated goods or services are not recognised.

Provisions

Provisions are recognised when the entity has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Payables

Payables are recorded at the amount owing when the transaction occurs that creates the payment obligation.



Financial Statements - continued....

Notes to the Financial Statements
for the year ended 30 June 2018

	2018	2017
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Donations	125	0
Total Donations, fundraising and other similar revenue	125	0
Revenue from providing goods or services		
Contracts	589,408	560,979
Total Revenue from providing goods or services	589,408	560,979
Interest, dividends and other investment revenue		
Interest Received	15,718	16,852
Total Interest, dividends and other investment revenue	15,718	16,852
Other revenue		
Sundry	26,151	18,338
Total Other revenue	26,151	18,338
	2018	2017
2. Analysis of Expenses		
Volunteer and employee related costs		
Wages & Salaries	471,709	370,625
Total Volunteer and employee related costs	471,709	370,625
Costs related to providing goods or services		
Depreciation	18,063	22,015
Renting and Leasing Expenses	52,675	35,113
Other direct costs relating to service delivery	67,346	70,081
Total Costs related to providing goods or services	138,084	127,210
Other expenses		
Governance Expenses	6,300	7,193
Fees paid to Auditors	4,550	3,900
Administration and overhead costs	28,685	45,784
Total Other expenses	39,536	56,876



Financial Statements - continued....

Notes to the Financial Statements - continued...

for the year ended 30 June 2018

	2018	2017
3. Analysis of Assets		
Bank accounts and cash		
Cheque Account	54,922	3,579
Petty Cash Account	45	100
Savings Account	183,474	66,708
Total Bank accounts and cash	238,441	70,387
Debtors and prepayments		
Accounts Receivable	47,871	44,009
Pre Paid Insurance	0	1,258
Prepayments	(0)	4,693
Sundry Debtors	0	4,726
Total Debtors and prepayments	47,871	54,685
Short Term Deposits	371,688	470,788
Investments	0	46,715
	2018	2017
4. Analysis of Liabilities		
Creditors and accrued expenses		
Accounts Payable	9,585	8,075
GST	(2,609)	6,386
Income in Advance	21,767	0
Sundry Creditors and Accruals	8,074	11,312
Visa Card	860	0
Total Creditors and accrued expenses	37,677	25,773
Employee costs payable		
PAYE Payable	11,323	13,941
Provision for Holiday Pay	19,389	20,791
Wages Salaries Payable	20,208	0
Total Employee costs payable	50,920	34,733



Financial Statements - continued....

Notes to the Financial Statements - continued...

for the year ended 30 June 2018

	2018	2017
5. Property, Plant and Equipment		
Buildings		
Buildings at cost	22,607	21,383
Accumulated depreciation - buildings	(9,126)	(7,008)
Total Buildings	13,481	14,375
Motor Vehicles		
Vehicles owned	63,394	63,394
Accumulated depreciation - vehicles owned	(46,720)	(38,523)
Total Motor Vehicles	16,674	24,871
Furniture and Fittings		
Furniture and fittings owned	13,188	5,788
Accumulated depreciation - furniture and fittings owned	(5,428)	(4,653)
Total Furniture and Fittings	7,761	1,136
Plant and Equipment		
Plant and machinery owned	968	968
Accumulated depreciation - plant and machinery owned	(73)	(6)
Total Plant and Equipment	895	963
Office Equipment		
Office equipment owned	63,960	63,477
Accumulated depreciation - office equipment owned	(57,503)	(54,296)
Total Office Equipment	6,456	9,181
Total Property, Plant and Equipment	45,267	50,525

6. Property, Plant and Equipment

2018

Asset Class	Opening Carrying Amount	Purchases	Sales/Disposals	Current Year Depreciation and Impairment	Closing Carrying Amount
\$	\$	\$	\$	\$	\$
Computer Equipment	6,285	2,526	0	4,160	4,651
Computer Software	2,631	0		2,171	460
Furniture & Fittings	1,135	7,400		775	7,761
Leasehold Improvements	14,375	1,224		2,118	13,481
Motor Vehicles	24,870	0	0	8,197	16,674
Office Equipment	265	1,654	0	574	1,345
Plant & Equipment	963	0	0	67	895
Total	50,524	12,804		18,063	45,267



Financial Statements - continued....

Notes to the Financial Statements - continued...

for the year ended 30 June 2018

2017

Asset Class \$	Opening Carrying Amount \$	Purchases \$	Current Year Depreciation and Impairment \$	Closing Carrying Amount \$
Computer Equipment	4,520	5,416	3,651	6,285
Computer Software	7,467	1,718	6,554	2,631
Furniture & Fittings	777	520	162	1,135
Leasehold Improvements	10,513	5,391	1,529	14,375
Motor Vehicles	34,872	0	10,001	24,870
Office Equipment	376	0	111	265
Plant & Equipment	0	968	6	963
Total	58,525	14,013	22,014	50,524

2018 2017

7. Accumulated Funds

Accumulated Funds		
Opening Balance	622,592	581,135
Accumulated surpluses or (deficits)	(17,926)	41,457
Reserves	10,000	10,000
Total Accumulated Funds	614,666	632,592
Total Accumulated Funds	614,666	632,592

2018 2017

8. Breakdown of Reserves

Reserves		
Contingency Fund	10,000	10,000
Total Reserves	10,000	10,000

2018 2017

9. Commitments

Commitments to lease or rent assets

The trust entered into a photocopier lease with Canon Finance effective June 2017. The term is 4 years, with monthly payments of \$89 GST Exclusive / 1,068 Annually GST Exclusive

	3,204	0
--	-------	---

The trust entered into a photocopier lease with Canon Finance effective July 2017. The term is 4 years, with monthly payments of \$99 GST Exclusive / 1,188 Annually GST Exclusive

	3,564	0
--	-------	---

Whaioro Trust leases premises in Palmerston North and two premises in Levin.

Up to 1 Year	43,000	43,000
1 to 5 Years	151,667	183,000
5 years plus	0	11,667

Total Commitments to lease or rent assets	201,435	237,667
--	----------------	----------------



Financial Statements - continued....

Notes to the Financial Statements - continued...

for the year ended 30 June 2018

10. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 June 2018 (Last year - nil)

	2018	2017
11. Related Parties		
Receivables		
The General Manager is a trustee of Te Iwi O Ngati Tukorehe Trust whom Whaioro Trust provide management services to.	6,384	0
Total Receivables	6,384	0
Payables		
The following trustees were also Trustees of Mash Trust during the year; D Barrett and S Mason	0	0
Whaioro Trust paid MASH Trust a management fee for carrying out accounting, ICT, administration and payroll duties on behalf of the trust.	0	4,200
Whaioro Trust also paid MASH Trust for rental of premises including car parks.	0	22,400
Whaioro Trust paid MASH trust for additional IT services	4,500	4,820
Total Payables	4,500	31,420

12. Events After the Balance Date

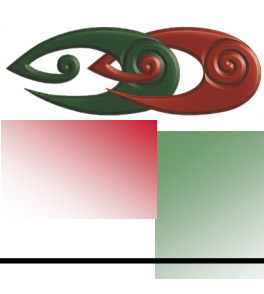
Whaioro Trust purchased a building in Levin which went unconditional in September 2018. (Last year - nil)

13. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

14. Correction of Errors

N/A



Auditor's Report

COTTON KELLY
AUDIT & ASSURANCE

INDEPENDENT AUDITOR'S REPORT *To the Trustees of Whaioro Trust*

Report on the Performance Report

Opinion

We have audited the performance report of Whaioro Trust which comprises the entity information, the statement of service performance, the statement of financial performance, and statement of cash flows for the year ended 30 June 2018, the statement of financial position as at 30 June 2018, and the statement of accounting policies and other explanatory information.

In our opinion:

- (a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- (b) the accompanying performance report on pages 6 to 18 present fairly, in all material respects,
 - the entity information for the year then ended;
 - the service performance for the year then ended; and
 - the financial position of Whaioro Trust as at 30 June 2018, and (of) 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.

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cashflows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised).

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 Whaioro 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 opinion.

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

Responsibilities of Trustees for the Performance Report

The Trustees are responsible for:

- (a) 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;
- (b) the preparation and fair presentation of the performance report on behalf of the entity which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cashflows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board, and



Auditor's Report

COTTON KELLY
AUDIT & ASSURANCE

- (c) such internal control as Trustees 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 Trustees are responsible on behalf of Whaioro 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 charged with governance either intend to liquidate Whaioro 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 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 ISAE (NZ) 3000 (Revised) 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), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, 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 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 entity's internal control.
- 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 entity'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 financial statements 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 entity to cease to continue as a going concern.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

We communicate with the Trustee's 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.

Restriction on Responsibility

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 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 Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Cotton Kelly
Palmerston North
25 October 2018



Whaioro Trust

74 Grey St
Palmerston North
4410

PO Box 178
Palmerston North Central
4440