

# Orokonui Foundation Trust

Annual Report For The 15 Months Ended 30 June 2020

# Orokonui Foundation Trust

## Annual Report Contents

For The 15 Months Ended 30 June 2020

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# Orokonui Foundation Trust

## Entity Information

As At 30 June 2020

<b>Legal Name of Entity</b>	Orokonui Foundation Trust
<b>Type of Entity and Legal Basis</b>	Charitable Trust and Registered Charity
<b>Nature of Business</b>	Foundation
<b>Business Location</b>	Dunedin
<b>Accountants</b>	Findex NZ Limited 44 York Place Dunedin 9016
<b>Auditor</b>	Crowe New Zealand Audit Partnership 44 York Place Dunedin
<b>Bankers</b>	ANZ, Dunedin
<b>Date of Establishment</b>	15 October 2013
<b>Beneficiary</b>	Orokonui Ecosanctuary
<b>Trustees</b>	Sir Julian Smith (Chairman) Grant McKenzie (appointed 9 August 2019) Colin Campbell-Hunt Marian Hobbs Ross Smith (resigned 4 August 2020) Geoffrey Plunket (appointed 4 August 2020)



# Orokonui Foundation Trust

## Statement of Service Performance

For The 15 Months Ended 30 June 2020

### **Description of the Entity's Outcome:**

Outcome 1: To promote the preservation, protection, conservation, and fostering of the indigenous flora and fauna of New Zealand.

Outcome 2: To provide facilities for the maintenance, care, housing, and display of the indigenous flora and fauna of New Zealand in an environment reflective of their natural habitat.

Outcome 3: To educate and to encourage the awareness of the public, in respect of the preservation, protection, and conservation of the indigenous flora and fauna of New Zealand

### **Description and Quantification of the Entity's Outputs:**

Having regard to the Trust Deed, the Trustees have implemented a prudent investment strategy of funds to provide for the long term financial viability of Orokonui Ecosanctuary Limited which supports outcomes 1, 2, and 3 in being achieved.

## INDEPENDENT AUDITOR'S REPORT

To the Trustees of Orokonui Foundation Trust

### Opinion

We have audited the performance report of Orokonui Foundation Trust (the Trust) on pages 1 to 12, which comprises the entity information, the statement of financial performance and statement of cash flows for the 15 months ended 30 June 2020, the statement of financial position as at 30 June 2020, and the statement of accounting policies and other explanatory information.

In our opinion:

the performance report on pages 1 to 12 presents fairly, in all material respects:

- the entity information for the 15 months ended 30 June 2020; and
- the financial position of the Trust as at 30 June 2020, and its financial performance, and cash flows for the 15 months then ended

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit).

### Basis for Opinion

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

An affiliated entity, Findex NZ Limited, provides compliance accounting services to the Trust. We have no other relationship with, or interests in, the Trust.

### Information other than the Performance Report and Auditor's Report

The Trustees are responsible for the other information. The other information comprises the information included in the Statement of Service Performance on page 2, but does not include the performance report 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 audit opinion or assurance conclusion 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.

### **Emphasis of Matter**

We draw attention to Note 7 of the financial statements, which describes the effects of the World Health Organisation's declaration of a global health emergency relating to the spread of COVID-19. Our opinion is not modified in respect of this matter.

### **Other Matters**

The financial statements of Orokonui Foundation Trust for the year ended 31 March 2019, were audited by another auditor who expressed an unmodified opinion on those statements on 16 July 2019.

We are not responsible for expressing an opinion on the statement of service performance.

### **Responsibilities of the Trustees for the Performance Report**

The Trustees are responsible on behalf of the entity 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, which comprises:
  - the entity information;
  - the statement of service performance; and
  - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report

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

- (c) For such internal control as the 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 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 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) and ISAE (NZ) 3000 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 decisions of users taken on the basis of this performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000, 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, including performing procedures to obtain evidence about and evaluating whether the reported outcomes and outputs and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable. 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 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 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.
- 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.

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.

### **Restriction on Use**

This report is made solely to the Trustees, as a body. Our audit 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.

A handwritten signature in blue ink that reads "CROWE".

### **Crowe New Zealand Audit Partnership**

CHARTERED ACCOUNTANTS

Dated at Dunedin this 6th day of October 2020

# Orokonui Foundation Trust

## Statement of Financial Performance

For The 15 Months Ended 30 June 2020

	Notes	2020 (15 Months) \$	2019 (12 Months) \$
<b>Revenue</b>			
Donations, Fundraising and Other Similar Revenue	1	112,600	122,913
Interest, Dividends and Other Investment Revenue	1	9,859	5,840
<b>Total Revenue</b>		<b>122,459</b>	<b>128,753</b>
<b>Expenses</b>			
Other Expenses	2	2,580	1,273
<b>Expenses</b>		<b>2,580</b>	<b>1,273</b>
<b>Net Surplus</b>		<b>119,879</b>	<b>127,480</b>
<b>Allocated as Follows:</b>			
Retained by Trustees		119,879	127,480
		<b>119,879</b>	<b>127,480</b>

# Orokonui Foundation Trust

## Statement of Movements in Equity

For The 15 Months Ended 30 June 2020

<b>Notes</b>	<b>2020</b>	<b>2019</b>
	<b>(15 Months)</b>	<b>(12 Months)</b>
	<b>\$</b>	<b>\$</b>
<b>Opening Accumulated Funds</b>	<b>264,830</b>	137,350
Net Surplus	<b>119,879</b>	127,480
<b>Total Recognised Revenues &amp; Expenses</b>	<b>119,879</b>	127,480
<b>Closing Accumulated Funds</b>	<b>384,709</b>	264,830



# Orokonui Foundation Trust

## Statement of Financial Position

As At 30 June 2020

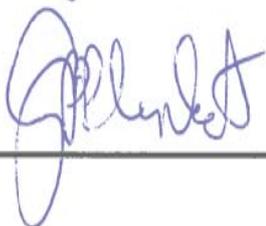
	Notes	2020 \$	2019 \$
<b>Current Assets</b>			
ANZ Current Account		116,958	2,353
ANZ Term Deposit - 1000		104,825	100,895
ANZ Term Deposit - 1001		-	30,802
ANZ Online Account 25		10	10
ANZ Term Deposit - 1002		-	30,000
ANZ Term Deposit - 1003		52,292	51,000
ANZ Term Deposit - 1004		53,768	52,000
ANZ Term Deposit - 1005		61,610	-
Accrued Interest		1,753	1,762
<b>Total Current Assets</b>		<b>391,216</b>	<b>268,822</b>
<b>Current Liabilities</b>			
Accounts Payable		1,926	1,208
Advance - Otago Natural History Trust		4,581	2,784
<b>Total Current Liabilities</b>		<b>6,507</b>	<b>3,992</b>
<b>Net Assets</b>		<b>384,709</b>	<b>264,830</b>
<b>Accumulated Funds</b>			
Trust Capital		264,830	137,350
Retained Surplus		119,879	127,480
<b>Total Accumulated Funds</b>		<b>384,709</b>	<b>264,830</b>



Trustee

6 October 2020

Date



Trustee



# Orokonui Foundation Trust

## Statement of Cash Flows

For The 15 Months Ended 30 June 2020

Notes	2020 (15 Months) \$	2019 (12 Months) \$
<b>Cash Flows From Operating Activities</b>		
<b>Cash Was Received From:</b>		
Donations, Fundraising and Other Similar Revenue	112,600	122,913
Receipts From Providing Goods or Services	9	(1,763)
Interest, Dividends and Other Investment Revenue	9,859	5,840
<b>Cash Was Applied To:</b>		
Payments to Suppliers and Employees	(1,861)	(1,749)
<b>Net Cash Flows From Operating Activities</b>	<b>120,606</b>	<b>125,241</b>
<b>Cash Flows From Investing and Financing Activities</b>		
<b>Cash was Received From:</b>		
<b>Cash was Applied to:</b>		
Repayment of Loans to Related Parties	1,796	1,244
<b>Total Cash Flows From Investing and Financing Activities</b>	<b>1,796</b>	<b>1,244</b>
Net Increase in Cash	122,403	126,486
Opening Cash Balance	267,060	140,574
<b>Closing Cash Balance</b>	<b>389,463</b>	<b>267,060</b>
<b>Represented by:</b>		
ANZ Current Account	116,958	2,353
ANZ Term Deposit - 1000	104,825	100,895
ANZ Term Deposit - 1001	-	30,802
ANZ Online Account 25	10	10
ANZ Term Deposit - 1002	-	30,000
ANZ Term Deposit - 1003	52,292	51,000
ANZ Term Deposit - 1004	53,768	52,000
ANZ Term Deposit - 1005	61,610	-
<b>Net Cash Balance</b>	<b>389,463</b>	<b>267,060</b>

The attached notes and Auditor's Report form an integral part of these financial statements.



# Orokonui Foundation Trust

## Statement of Accounting Policies

For The 15 Months Ended 30 June 2020

### **Reporting Entity**

Orokonui Foundation Trust is governed by the Trust Deed dated 15 October 2013 and the Trustee Act 1956.

### **Basis of Preparation**

The entity has elected to apply PBE SFR-A (NFP) Tier 3 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 of equal to or less than \$2,000,000. All transactions in the Financial Statements are reported using the accrual basis of accounting. The Financial Statements are prepared under the assumption that the Trust will continue to operate in the foreseeable future.

### **Revenue**

Revenue shown in the Statement of Financial Performance comprises donations and interest received and receivable by the Trust.

Interest income is recognised as interest accrues, gross of refundable tax credits received.

Donations are recognised on receipt or when all outstanding obligations on them have been met.

### **Income Tax**

Orokonui Foundation Trust is a charitable organisation registered with the Charities Commission and is therefore exempt from income tax.

### **Trade and Other Receivables**

Accounts Receivable are recorded at expected realisable values as determined by the Trustees of the Trust.

### **Goods and Services Tax (GST)**

The Trust is not registered for GST purposes and therefore the financial statements have been prepared on a GST inclusive basis.

### **Changes in Accounting Policies**

There have been no changes in accounting policies. All accounting policies have been applied on a basis consistent with those used in previous years.



# Orokonui Foundation Trust

## Notes to the Financial Statements

For The 15 Months Ended 30 June 2020

2020 (15 Months) \$	2019 (12 Months) \$
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### 1 Analysis of Revenue

#### Donations, Fundraising and Other Similar Activities

Donations	112,600	5,750
Bequest	-	117,163
<b>Total</b>	<b>112,600</b>	<b>122,913</b>

#### Interest, Dividends and Other Investment Revenue

Interest Received	9,859	5,840
<b>Total</b>	<b>9,859</b>	<b>5,840</b>

<b>Total Revenue</b>	<b>122,459</b>	<b>128,753</b>
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### 2 Analysis of Expenses

#### Other Expenses

Accountancy Fees	765	-
Audit Fee	1,750	1,208
Bank Fees and Charges	65	65
<b>Total</b>	<b>2,580</b>	<b>1,273</b>

<b>Total Expenses</b>	<b>2,580</b>	<b>1,273</b>
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### 3 Capital Commitments

No capital commitments have been contracted for or provided for at balance date (2019:Nil).

### 4 Contingent Liabilities

There were no contingent liabilities at balance date (2019:Nil).

### 5 Related Parties

Advance - Otago Natural History Trust	4,581	2,784
<b>Related Party Payables</b>	<b>4,581</b>	<b>2,784</b>

The following material transactions occurred with related parties during the year:

Orokonui Foundation Trust is related to Otago Natural History Trust as a result of having common Trustees.

During the 2020 year there were expenses with a value of \$1,796 paid by the Orokonui Ecosanctuary Limited by way of the Otago Natural History Trust. This has been recorded in the related party payable leaving a balance of \$4,581. (2019: paid \$1,244, payable balance \$2,784).



# Orokonui Foundation Trust

## Notes to the Financial Statements

For The 15 Months Ended 30 June 2020

### 6 Events After Balance Date

There were no events that have occurred after balance date that would have a material impact on the Performance Report (2019:Nil).

### 7 COVID-19

On 11 March 2020, the World Health Organisation officially declared COVID-19, the disease caused by novel coronavirus, a global pandemic. In March 2020, the New Zealand Government announced the COVID-19 alert system (Levels 1-4) which specified the level of risk and restrictions that were to be followed. New Zealand entered alert 'Level 4' lockdown on 25 March 2020, which required mandatory nationwide suspension of all 'non-essential' services.

Any impact of COVID-19 on the Trust will likely be in the area of fundraising and grant revenue. The Trustees believe that the Trust has sufficient liquidity and cash reserves to adequately meet its operating, investing and financing cash flow requirements. The situation continues to be monitored and managed through business continuity planning.

