

Performance Report

Upper Clutha Tracks Trust
For the year ended 31 March 2019

Prepared by Findlay Sidekick Limited

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Independent Auditor's Report

to the Trustees of Upper Clutha Tracks Trust

Our Qualified Opinion

We have audited the financial statements of Upper Clutha Tracks Trust (the Trust) which comprise the statement of financial position as at 31 March 2019 and the 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 our opinion, except for the possible effects of the matter described in the *Basis for Qualified Opinion* section of our report, the financial statements included in the accompanying Performance Report present fairly, in all material respects, the financial position of the Trust as at 31 March 2019 and its financial performance and cash flows for the year ended on that date in accordance with the accounting standard, Public Benefit Entity Simple Format Reporting-Accrual (Not-For-Profit).

Basis for Qualified Opinion

In common with other organisations of a similar nature, control over the revenues from donations and similar income prior to being banked is limited. It was not practicable to extend our examination of such income beyond the accounting for amounts received as shown by the accounting records of the Trust, or to determine the effect of the limited control.

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 for the Audit of the Financial Statements* section of our report. We are independent of the 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 the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (IESBA Code)*, 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 qualified opinion.

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

Information Other than the Financial Statements and Auditor's Report

Other information included in the Performance Report with the financial statements comprises the entity information and the statement of service performance. The Trustees are responsible for this other information. Our qualified opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. We are required to report any misstatement of other information. We have nothing to report in this regard.

Trustees' Responsibilities for the Financial Statements

The Trustees are responsible, on behalf of the Trust, for the preparation and fair presentation of the financial statements in accordance with Public Benefit Entity Simple Format Reporting-Accrual (Not-For-Profit) and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

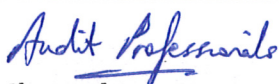
In preparing the financial statements the Trustees are responsible for assessing the Trust's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole 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 our responsibilities for the audit of the financial statements is located on the External Reporting Board website: https://xrb.govt.nz/Site/Auditing_Assurance_Standards/Current_Standards/Page8.aspx

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



Chartered Accountants
10 September 2019

Dunedin

Entity Information

Upper Clutha Tracks Trust For the year ended 31 March 2019

Legal Name of Entity

Upper Clutha Tracks Trust

Entity Type and Legal Basis

The Trust is a charitable trust in terms of the Charitable Trust Act 1957, and is a registered charity under the Charity Act 2005.

Registration Number

CC38956

IRD Number

095-552-471

Entity's Purpose or Mission

Develop and Advocate Walking Tracks in the Upper Clutha area.

Entity Structure

Trust

Main Sources of Entity's Cash and Resources

The trust obtains grants and donations from various funding bodies and from the Queenstown Lakes District Council.

Main Methods Used by Entity to Raise Funds

The trust's fundraising is achieved via grant applications.

Physical Address

Fyfe Karamaena Law Limited

Level 1 Umbers Street

Three Parks

Wanaka 9305

Postal Address

Fyfe Karamaena Law Limited

Private Bag 9014

Wanaka 9343



Approval of Financial Report

Upper Clutha Tracks Trust
For the year ended 31 March 2019

The Trustees are pleased to present the approved financial report including the historical financial statements of Upper Clutha Tracks Trust for year ended 31 March 2019.

APPROVED

For and on behalf of the Trustees

I G Fyfe
Date..... 6/9/19

J A S Wellington
Date..... 6/9/19

Statement of Service Performance

Upper Clutha Tracks Trust For the year ended 31 March 2019

Description of Entity's Outcomes

Improvements to health and mental well being through the cultivation of an outdoor culture encouraging higher levels of physical activity safe, easily accessible recreation close to the community

protection and conservation of the environment
walking and cycling as an alternative means of transport and a cheaper alternative to car use
closer communities resulting from the provision of important access links between townships
enhanced community well being
increased tourism and economic benefit to the community

Description and Quantification of the Entity's Outputs

1. Track planning

- The Trust continues to work on the development of the Hawea Flat link track stage 2. This track will form a key link between Hawea Flat and Albert Town and on to Wanaka.
- Preliminary route planning undertaken for a track on the true left of the Hawea River from Lake Hawea to Camphill Road.
- Preliminary route planning undertaken for an extension of the Newcastle Track from the Kane Road car park to the Red Bridge at Luggate.
- Preliminary investigations and planning undertaken for the development and design of ramps for the Pawson's Crossing Bridge on the Upper Clutha River Track.
- Negotiation of easements over private land for future track development

2. Build tracks:

- Construction of the Hawea Flat Link Track completed and the track opened.
- Construction of a link track from the Upper Clutha river Track to Wanaka was started. This will form part of the Great Ride network from Cromwell to Wanaka.

3. Maintain

- Emergency repairs were made to a creek crossing on the Gladstone Track. No other maintenance agreements were entered into.

4. Advocating

- Submitted to the QLDC 10 Year Plan in respect of Active Wanaka Transport Network, and also track funding and other general issues.

5. Strategic coordination of Upper Clutha Track Network

- Coordinated with Department of Conservation, QLDC, Bike Wanaka and Lake Wanaka promotions to develop a Network Management Strategy



Additional Information

Track openings can vary between years due to the long planning process that is required to develop tracks.

Statement of Financial Performance

Upper Clutha Tracks Trust For the year ended 31 March 2019

How was it funded and What did it cost?

The Trust has a funding grant of \$80,000 from the Central Lakes Trust for the Hawea Flat Link Track. Of this \$22,324 was drawn down this year.

The balance remains to be drawn down when the work is actioned.

The Trust has a funding grant of \$30,000 from The Otago Community Trust for the Hawea Flat Link Track. None of this has been drawn down to date.

Lions Foundation provided a grant of \$15,000 and Southern Trust give a grant of \$7,500, both of these grants to be used for the Hawea Bridge Ramp.

The Trust also received donations from Orange Lakes Limited from the Contact Epic, Callis Trust and various individuals.

	NOTES	2019	2018
		\$	\$
Revenue			
Donations, fundraising and other similar revenue	1	136,976	25,251
Interest, dividends and other investment revenue	1	3,077	2,470
Total Revenue		140,053	27,721
Expenses			
Costs related to providing goods or services	2	117,262	1,471
Other expenses	2	2,491	2,500
Total Expenses		119,753	3,971
Surplus for the Year		20,300	23,750

These financial statements are to be read in conjunction with the Notes to the Financial Statements and the accompanying Independent Audit Report.

Statement of Financial Position

Upper Clutha Tracks Trust As at 31 March 2019

	NOTES	31 MAR 2019	31 MAR 2018
		\$	\$
Assets			
Current Assets			
Bank accounts and cash	3	198,360	188,831
Debtors and prepayments			
Trade receivables	3	940	150
Total Debtors and prepayments		940	150
Goods and services tax refund due		9,607	-
Total Current Assets		208,907	188,981
Total Assets		208,907	188,981
Liabilities			
Current Liabilities			
Creditors and accrued expenses			
Trade payables		40	383
GST		-	31
Total Creditors and accrued expenses		40	414
Total Current Liabilities		40	414
Total Liabilities		40	414
Total Assets less Total Liabilities (Net Assets)		208,867	188,566
Accumulated Funds			
Capital contributed by owners or members		188,566	164,816
Surplus for the year		20,300	23,750
Total Accumulated Funds		208,867	188,566

These financial statements are to be read in conjunction with the Notes to the Financial Statements and the accompanying Independent Audit Report.

Statement of Cash Flows

Upper Clutha Tracks Trust
For the year ended 31 March 2019

	2019	2018
	\$	\$
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	136,186	25,456
Interest, dividends and other investment receipts	3,077	2,470
GST	(9,638)	55
Payments to suppliers and employees	(120,096)	(22,527)
Total Cash Flows from Operating Activities	9,529	5,454
Net Increase/ (Decrease) in Cash	9,529	5,454
Cash Balances		
Cash and cash equivalents at beginning of period	188,831	183,377
Cash and cash equivalents at end of period	198,360	188,831
Net change in cash for period	9,529	5,454

These financial statements are to be read in conjunction with the Notes to the Financial Statements and the accompanying Independent Audit Report.

Statement of Accounting Policies

Upper Clutha Tracks Trust For the year ended 31 March 2019

Basis of Preparation

The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) Tier 3 on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Revenue

Revenue is recorded in the year that it is earned. Grants are recorded as revenue once any conditions have been fulfilled.

Construction of Tracks

Because the Trust does not own the tracks, all track construction costs are recorded as expenses.

Income Tax

Upper Clutha Tracks 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

All accounting policies were applied consistently during the year.

Notes to the Performance Report

Upper Clutha Tracks Trust For the year ended 31 March 2019

	2019	2018
	\$	\$
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Grants Received	119,824	2,650
Donations Received	17,152	22,601
Total Donations, fundraising and other similar revenue	136,976	25,251
Interest, dividends and other investment revenue		
Interest Received	3,077	2,470
Total Interest, dividends and other investment revenue	3,077	2,470
	2019	2018
	\$	\$
2. Analysis of Expenses		
Costs related to providing goods or services		
Advertising	135	502
Bank Fees	57	47
Consents and Registrations	44	89
Construction of Tracks	116,990	650
General Expenses.	-	130
Printing, Stamps and Stationery	35	53
Total Costs related to providing goods or services	117,262	1,471
Other expenses		
Accounting	1,241	1,290
Audit Fees	1,250	1,210
Total Other expenses	2,491	2,500
	2019	2018
	\$	\$
3. Analysis of Assets		
Bank accounts and cash		
Kiwibank - Cheque Account	3,698	18,745
Kiwibank - Millenium	675	6,888
Kiwibank - Savings	73,475	54,446
KiwiBank - Track Reserve Fund	120,512	108,752
Total Bank accounts and cash	198,360	188,831
Debtors and prepayments		
Accounts Receivable - others	940	150
Total Debtors and prepayments	940	150

4. Commitments

There are no commitments as at 31 March 2019 (Last year - nil).

5. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 March 2019 (Last year - nil).

6. Related Parties

There were no transactions involving related parties during the financial year (Last year - nil)

7. 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.

	2019	2018
	\$	\$
8. Grants and Donations Received		
Bikevember	-	7
Exit Films Ltd	-	850
Orange Lakes Limited	7,000	7,000
Otago Community Trust	-	10,000
Queenstown Lakes District Council	75,000	-
Skycity Casino Queenstown Community Trust	-	5,000
Te Araroa Trust	-	1,800
Website Donations	250	593
Cardrona Ratepayers Association	962	-
Riverrun (Meg Taylor)	2,000	-
M Shepherd	1,000	-
Callis Trust	5,000	-
Milton Rotary Trust Tramping Club	640	-
John Langley	100	-
Maureen Kernick	200	-
Lions Foundation Donation	15,000	-
Central Lakes Trust	22,324	-
Southern Trust	7,500	-
Total Grants and Donations Received	136,976	25,251