

Performance Report

Upper Clutha Tracks Trust
For the year ended 31 March 2020

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 2020 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 2020 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.

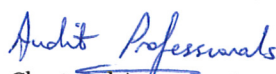
In preparing the financial statements the Trustees are responsible for assessing the Trust's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Trust or to 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
19 July 2020

Dunedin

Entity Information

Upper Clutha Tracks Trust For the year ended 31 March 2020

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/Cycling 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

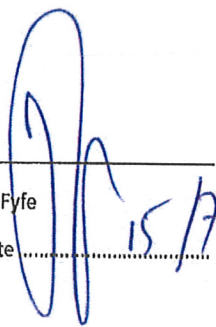
Approval of Financial Report

Upper Clutha Tracks Trust
For the year ended 31 March 2020


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 2020.

APPROVED

For and on behalf of the Trustees



I G Fyfe
Date 15/7/20



J A S Wellington
Date 15/7/20

Statement of Service Performance

Upper Clutha Tracks Trust

For the year ended 31 March 2020

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 has prepared a proposal for an around the Upper Clutha Basin Track project, linking all the existing tracks to create a Great Ride style option for the Upper Clutha.
- The Trust continued 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.
- Route planning continues for a track on the true right of the Hawea River.
- Initial work undertaken for an extension of the Newcastle Track from the Kane Road car park to the Red Bridge at Luggate.
- Ramp designed and initial costings prepared the Pawsons Crossing Bridge on the Upper Clutha River Track.
- Planning and costings prepared for a short nature walk at Makarora.
- Many of the Trusts projects have been delayed as a result of restrictions on new cycle tracks imposed by the new Otago Conservation Management Strategy. The Trust has been working the Department of Conservation and other parties to try to resolve this issue.

2. Build tracks

- Construction of a link track from the Upper Clutha River Track to Wanaka was completed and the Track opened together with a mass native planting in conjunction with Sustainable Coastlines. Work continued on route planning for part of the Great Ride network from Cromwell to Wanaka.
- Accessibility improvements were made to existing tracks by replacing stiles with cattle stops.

3. Maintain

- A three year maintenance agreement was entered into for the Upper Clutha Link Track. The Trust agreed in principle to accept an easement for public access across private land

4. Advocating

- Submitted to the QLDC Annual Plan in respect of Active Wanaka Transport Network, track funding and other general issues.
- Submitted on resource consent applications.
- Advocated on access issues on a Crown Pastoral Lease Renewal.

5. Strategic Coordination of the Upper Clutha Tracks Network

- Coordinated with the Department of Conservation, QLDC, Bike Wanaka and Lake Wanaka promotions to develop a Network Management Strategy.
- Worked with QLDC to update the Upper Clutha Walking and Cycling Strategy Document.

Additional Information

Track openings can vary between years due to the long planning process that is required to develop tracks. Cycle track development on any Public Conservation Land is currently stalled as a result of the wording of the new Otago Conservation Management Strategy.

Statement of Financial Performance

Upper Clutha Tracks Trust For the year ended 31 March 2020

How was it funded and What did it cost?

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

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. This will be drawn down when the work is actioned.

The Trust received a grant of \$3,000 from the Skycity Community Trust for the extension of the Newcastle track.

The Trust received the following grants from QLDC.

\$25,000 support funding for the QLDC financial year ending June 19.

\$40,000 support funding for the QLDC financial year ending June 20.

\$50,000 grant for the development of the Dublin Bay to Maungawera Track Stage 2.

The Trust also received donations as set out in Note 8.

	NOTES	2020	2019
		\$	\$
Revenue			
Donations, fundraising and other similar revenue	1	65,700	136,976
Interest, dividends and other investment revenue	1	2,621	3,077
Total Revenue		68,321	140,053
Expenses			
Costs related to providing goods or services	2	37,523	117,169
Other expenses	2	2,661	2,583
Total Expenses		40,184	119,752
Surplus for the Year		28,137	20,300

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 2020

	NOTES	31 MAR 2020	31 MAR 2019
		\$	\$
Assets			
Current Assets			
Bank accounts and cash	3	311,567	198,360
Debtors and prepayments	3	-	940
GST refund due		-	9,607
Total Current Assets		311,567	208,907
Total Assets		311,567	208,907
Liabilities			
Current Liabilities			
Creditors and accrued expenses			
Trade payables		4,466	40
Unearned income - grants received in advance		60,000	-
GST payable		10,097	-
Total Creditors and accrued expenses		74,563	40
Total Current Liabilities		74,563	40
Total Liabilities		74,563	40
Total Assets less Total Liabilities (Net Assets)		237,004	208,867
Accumulated Funds			
Balance at beginning of year		208,867	188,566
Surplus for the year		28,137	20,300
Total Accumulated Funds		237,004	208,867

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 2020

	2020	2019
	\$	\$
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	126,640	136,186
Interest, dividends and other investment receipts	2,621	3,077
GST	19,703	(9,638)
Payments to suppliers	(35,757)	(120,095)
Total Cash Flows from Operating Activities	113,207	9,530
Net Increase in Cash	113,207	9,530
Cash Balances		
Cash and cash equivalents at beginning of period	198,360	188,831
Cash and cash equivalents at end of period	311,567	198,360
Net change in cash for period	113,207	9,530

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 2020

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 2020

	2020	2019
	\$	\$
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Grants Income (Note 8)	55,000	119,824
Donations Income	10,700	17,152
Total Donations, fundraising and other similar revenue	65,700	136,976
Interest, dividends and other investment revenue		
Interest Received	2,621	3,077
Total Interest, dividends and other investment revenue	2,621	3,077
	2020	2019
	\$	\$
2. Analysis of Expenses		
Costs related to providing goods or services		
Advertising	659	135
Consents and Registrations	44	44
Construction of Tracks	36,820	116,990
Total Costs related to providing goods or services	37,523	117,169
Other expenses		
Accounting	1,288	1,241
Audit Fees	1,250	1,250
Bank Fees	104	57
Printing, Stamps and Stationery	19	35
Total Other expenses	2,661	2,583
	2020	2019
	\$	\$
3. Analysis of Assets		
Bank accounts and cash		
Kiwibank - Cheque Account	110,284	3,698
Kiwibank - Millenium	675	675
Kiwibank - Savings	78,524	73,475
KiwiBank - Track Reserve Fund	122,084	120,512
Total Bank accounts and cash	311,567	198,360
Debtors and prepayments		
Accounts Receivable - others	-	940
Total Debtors and prepayments	-	940

4. Commitments

There are no commitments as at 31 March 2020 (Last year - nil).

5. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 March 2020 (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.

	2020	2019
	\$	\$
8. Grants and Donations Income		
Queenstown Lakes District Council	55,000	75,000
Orange Lakes Limited	7,000	7,000
Otago Youth Adventure Trust	200	-
Skycity Casino Queenstown Community Trust	3,000	-
J I & M D Barlow	500	-
Website Donations	-	250
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 Income	65,700	136,976

The Trustees thank all the above for their generous financial support to assisting in developing the tracks throughout the Upper Clutha district.