

**Community  
Trust South**



TE POU ARATAKI POUNAMU O MURHIKU

# SUMMARY FINANCIAL STATEMENTS

For the year ended 31 March 2019

Community Trust South  
Summary Financial Statements  
For the year ended 31 March 2019  
*in New Zealand Dollars (\$000s)*

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## SUMMARY STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSE

For year ended 31 March 2019

	Group	
	2019	2018
<b>Revenue</b>		
Revenue from investing activities	13,192	16,330
Share of profit from associates	398	647
<b>Total revenue</b>	<b>13,590</b>	<b>16,977</b>
<b>Operating expenses</b>		
Investing activity expenses	1,640	1,565
Trust expenses	1,234	1,502
	<b>2,874</b>	<b>3,067</b>
<b>Other expenses</b>		
Grants committed to community groups	8,055	1,613
Discount on concessionary loans	76	16
	<b>8,131</b>	<b>1,629</b>
<b>Total expenses</b>	<b>11,005</b>	<b>4,696</b>
<b>Net surplus before taxation</b>	<b>2,585</b>	<b>12,281</b>
Income tax expense	-	-
Profit from discontinued operations	528	477
<b>Net surplus after taxation</b>	<b>3,113</b>	<b>12,758</b>
Other comprehensive income	299	-
<b>Total comprehensive income for the year</b>	<b>3,412</b>	<b>12,758</b>
<b>Total comprehensive income is attributed to:</b>		
Owners of the parent	3,412	12,758
	<b>3,412</b>	<b>12,758</b>

The financial statements should be read with the accompanying notes.

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**SUMMARY STATEMENT OF CHANGES IN NET ASSETS/EQUITY**

For the year ended 31 March 2019

Group	Trust Capital	Capital Maintenance Reserve	Grants Maintenance Reserve	Asset Revaluation Reserve	Accumulated Revenue and Expense	Total
Opening balance at 1 April 2017	158,460	100,597	(42,925)	-	-	216,132
Total comprehensive revenue and expense	-	-	-	-	12,758	12,758
Transactions with owners						
Transfer to/(from) reserves	-	2,647	10,111	-	(12,758)	-
Closing balance at 31 March 2018	158,460	103,244	(32,814)	-	-	228,890
Total comprehensive revenue and expense	-	-	-		3,412	3,412
Transactions with owners						
Transfer to/(from) reserves	-	3,649	(536)	299	(3,412)	-
Adjustment to reserves	-	-	(99)	99	-	-
Closing balance at 31 March 2019	158,460	106,893	(33,449)	398	-	232,302

The financial statements should be read with the accompanying notes.

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SUMMARY STATEMENT OF FINANCIAL POSITION

As at 31 March 2019

	Group	
	2019	2018
Current assets	4,609	3,276
Non-current assets	235,057	231,291
Total assets	239,666	234,567
Current liabilities	4,503	3,360
Non-current liabilities	2,861	2,317
Total liabilities	7,364	5,677
Net assets	232,302	228,890
Net assets/equity comprise:		
Net assets/equity attributable to equity holders of parent	232,302	228,890
	232,302	228,890

Approved on behalf of the Board:



Board Chair  
8 August 2019



Audit, Finance and Risk Management Chair  
8 August 2019

The financial statements should be read with the accompanying notes.

## SUMMARY OF STATEMENT OF CASHFLOWS

For the year ended 31 March 2019

	Group	
	2019	2018
Cash (outflow) from operating activities	(2,000)	(4,243)
Cash (outflow) from investing activities	2,044	4,473
Net increase / (decrease) in cash held	44	230
Add cash at beginning of year	1,482	1,252
Total cash balance at end of year	1,526	1,482
Represented by		
Cash and cash equivalents	1,526	1,482
Total cash balance	1,526	1,482

The financial statements should be read with the accompanying notes.

## SUPPLEMENTARY INFORMATION

### 1. Trustee fees

Trustee fees are set by the Minister of Finance at a fixed annual amount. Trustee remuneration as follows:

	2019	2018
Richard Wason	16	16
Penny Simmonds (2/3 remuneration paid to SIT)	14	14
Lindsay Wright	18	18
Trish Boyle	14	14
Mata Cherrington	14	14
Margot Hishon	29	29
Stephen O'Connor	14	14
Warren Skerrett	16	16
Stephen Bragg (retired June 2017)	-	4
John Wyeth (appointed June 2017)	14	10
Ross Jackson (retired June 2018)	4	18
Michael Wilson (appointed July 2018)	11	-
	<b>164</b>	<b>167</b>

### 2. Grants

Grants to eligible organisations are recognised as an expense when they are approved by the Trustees of the Group. Payments to grant recipients are made on the satisfaction of specified funding conditions. Grants are withdrawn when projects do not proceed as planned or recipients advise that the funds are no longer required. Grants covering multiple years are recognised as a commitment in principal for future years.

	Group	
	2019	2018
Grants approved in current year	7,685	6,389
Grants withdrawn for current year	(22)	(11)
Grants withdrawn for prior years*	(170)	*(5,100)
Grants repaid	(1)	(87)
Scholarships repayable	(55)	(12)
Grants approved in principal relating to future years	618	434
	<b>8,055</b>	<b>1,613</b>

\*the amount \$5,100 relates to approved grants in April 2010, the recipients did not proceed with the projects as planned and the grants have been withdrawn

### 3. Reporting entity

Community Trust South ("the Trust") was formed under the Trustee Banks Restructuring Act 1988 and is incorporated under the Charitable Trusts Act 1957. The consolidated Summary Financial Statements presented are those for Community Trust South (the "Group"). The Group consists of Community Trust South, and its subsidiary entities, Invest South GP Limited, Invest South Limited Partnership and Back Country Foods Ltd.

These summary financial statements have been prepared in accordance with PBE FRS 43: Summary Financial Statements. The specific disclosures included in the Summary Financial Report have been extracted from the full audited financial statements approved by the trustees on 8 August 2019 and on which an unmodified opinion was issued dated the same date. The full financial statements have been prepared in accordance with NZ PBE Reduced Disclosure Regime as appropriate for Tier 2 not-for-profit public benefit entities. The full financial statements have been prepared to comply with the Accounting Standards Framework for Public Benefit Entities. Users of the Summary Financial Statements should note that the information contained herein cannot be expected to provide a complete understanding as provided in the full financial report of the Group.

These Summary Financial Statements are presented in New Zealand dollars (\$), which is the Group's functional currency. All financial information presented in New Zealand dollars has been rounded to the nearest thousand.

Users who require additional information are encouraged to access the full financial statements on the Group's website at [www.communitytrustsouth.nz](http://www.communitytrustsouth.nz). Users who do not have access to the website can request a printed version from the following address:

Community Trust South  
PO Box 1646  
Invercargill 9840  
Ph: (03) 218-2034  
Email: [info@communitytrustsouth.nz](mailto:info@communitytrustsouth.nz)

Or collect a copy from the Trust's offices at 62 Don Street, Invercargill.

The Summary Financial Statements are authorised for issue by the Board of Trustees on 8 August 2019.



## ***Report of the independent auditor on the summary financial statements***

To the Trustees of Community Trust South

The consolidated summary financial statements comprise:

- the summary statement of financial position as at 31 March 2019;
- the summary statement of comprehensive revenue and expense for the year then ended;
- the summary statement of changes in net assets/equity for the year then ended;
- the summary statement of cash flows for the year then ended; and
- supplementary information.

### ***Our opinion***

The summary financial statements are derived from the audited consolidated financial statements of Community Trust South, including its subsidiaries (the Group) for the year ended 31 March 2019.

In our opinion, the accompanying consolidated summary financial statements are consistent, in all material respects, with the audited consolidated financial statements, in accordance with PBE FRS-43: *Summary Financial Statements* issued by the New Zealand Accounting Standards Board.

### ***Consolidated Summary financial statements***

The consolidated summary financial statements do not contain all the disclosures required by Public Benefit Entities Standards Reduced Disclosure. Reading the consolidated summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon. The consolidated summary financial statements and the audited consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

### ***The audited consolidated financial statements and our report thereon***

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated 8 August 2019.

### ***Responsibilities of the Trustees for the consolidated summary financial statements***

The Trustees are responsible, on behalf of the Trust, for the preparation of the consolidated summary financial statements in accordance with PBE FRS-43: *Summary Financial Statements*.

### ***Auditor's responsibility***

Our responsibility is to express an opinion on whether the consolidated summary financial statements are consistent, in all material respects, with the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (New Zealand) 810 (Revised), *Engagements to Report on Summary Financial Statements*.



We are independent of the Trust and Group. Other than in our capacity as auditor we have no relationship with, or interests in, the Trust or any of its subsidiaries.

*Who we report to*

This report is made solely to the Trustees, as a body. Our audit work has been undertaken so that we might state those matters which 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.

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A handwritten signature in blue ink, appearing to read 'Richardson &amp; Co', written in a cursive style.

Chartered Accountants  
8 August 2019

Dunedin