



GREYTOWN
TRUST LANDS
Growing the Community since 1871

Performance Report

Greytown District Trust Lands Trustees
For the year ended 31 March 2018

Prepared by RightWay Limited

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Compilation Report

Greytown District Trust Lands Trustees For the year ended 31 March 2018

Compilation Report to the Trustees of Greytown District Trust Lands Trustees.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Greytown District Trust Lands Trustees for the year ended 31 March 2018.

These statements have been prepared in accordance with the accounting policies described in the Notes to this performance report.

Responsibilities

The Trustees are solely responsible for the information contained in this performance report and have determined that the accounting policies used are appropriate to meet your needs and for the purpose that the performance report was prepared.

The performance report was prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the performance report.

Independence

We have no involvement with Greytown District Trust Lands Trustees other than for the preparation of the performance report and management reports and offering advice based on the financial information provided.

Audit

An independent audit of this performance report was undertaken by Moore Stephens Wairarapa Audit.

RightWay Limited
Chartered Accountants
New Zealand

Entity Information

Greytown District Trust Lands Trustees For the year ended 31 March 2018

Legal Name of Entity

Greytown District Trust Lands Trustees

Entity Type and Legal Basis

Registered Charitable Entity under the Charities Act 2005. Incorporated as a body corporate under Greytown District Trust Lands Act 1979.

Registration Number

CC22127

Entity's Purpose or Mission

The purpose of the Trust is to manage its property portfolio for the benefit of the residents of the Greytown District. The outcomes sought by the Trust from its activities can be summarised as:

- A well-educated local community that is able to successfully participate in and contribute to the economy, and
- A local community that has access to opportunities to be able to enjoy a lifestyle that contributes to its physical, social, cultural, economic and environmental well-being, and
- A local community that is adequately served in terms of public utility.

Trust's Operations Structure

The Trust's operations are governed by the Board of Trustees, comprising six members elected by persons who are on the residential electoral roll of the Greytown District ward of South Wairarapa District Council.

The Board has appointed a full-time General Manager to administer the Trust's operation on a day to day basis. The General Manager is assisted by a part-time Administrative Assistant.

Some operational requirements, for example accounting and property valuation services, are delivered by external contractors engaged by the General Manager with the approval of the Board of Trustees.

Trust's Cash and Resources

The principal assets of the Trust, from which it earns revenue, are the land vested in or acquired by the Trust in accordance with the provisions of the Greytown Trust Lands Act 1979, and any capital improvements to the land in the form of buildings and their associated infrastructure.

The liquidity of the Trust is supported by cash at bank arising from its day to day operations and recovery of amounts outstanding from debtors, principally lessees.

Main Methods of Raising Funds

The Trust's main source of operating revenue is rents from leasing the land and property vested in or held by the Trust.

The main methods of raising funds to support investment in the Trust's property portfolio are external borrowing and property sale proceeds.

Reliance on Volunteers and Donated Goods and Services

The Trust operates in a commercial environment and is not reliant on volunteers and donated goods and services to support any of its operations.

Physical Address

124 Main Street, Greytown, Wairarapa, New Zealand, 5712

Postal Address

PO Box 16, Greytown, Wairarapa, New Zealand, 5742

Approval of Performance Report

Greytown District Trust Lands Trustees For the year ended 31 March 2018

The Trustees are pleased to present the approved performance report of Greytown District Trust Lands Trustees for year ended 31 March 2018.

Approved this 25 day of JUNE 2018.



S Kempton

Chairman



W Regnault

Deputy Chairman

Statement of Service Performance

Greytown District Trust Lands Trustees For the year ended 31 March 2018

Description of Entity's Outcomes

The outcomes sought by the Trust from its activities are effectively defined by the Trusts on which lands are to be held as set out under Section 13¹ of the Greytown District Trust Lands Act 1979 ("the Act"). They can be summarised as:

- A well-educated local community² that is able to successfully participate in and contribute to the economy, and
- A local community that has access to opportunities to be able to enjoy a lifestyle that contributes to its physical, social, cultural, economic and environmental well-being, and
- A local community that is adequately served in terms of public utility.

¹ **Section 13 (Trusts on which lands to be held):**

"Subject to the express provisions of this Act, the Trust Board shall hold, and shall be deemed always to have held, the trust lands for the following purposes:

(a) Establishing, assisting in the establishment of, or generally assisting, educational facilities (including libraries) in the district;

(b) Promoting and fostering in the district, or among persons who are, or who at some time have been, resident in the district, education generally, including (but not by way of limitation)

i. the cultivation of; and

ii. the imparting of knowledge, proficiency, and skill in art, science, technical subjects, literature, physical welfare, and other cultural purposes;

(c) for the purposes of public utility and for the purpose of maintaining and promoting in the district the general well-being of the public."

² ***"Local community" means the residents of the geographic area covered by the Greytown District electoral ward of the South Wairarapa District Council.***

Description of the Entity's Outputs

Consistent with the activities of the Trust, Trustees have identified two key outputs of interest to Greytown District residents, who are the beneficiaries of the Trust, and other stakeholders. These are:

- The level of dividend in the form of financial assistance (grants) that Trustees are delivering each year to the local community, and
- The quality of the Trustees' stewardship of the assets vested in or held by the Trust.

Quantification of the Entity's Outputs

The measures that have been selected by Trustees to provide evidence to beneficiaries and stakeholders of the performance of the Trust in delivering its identified outputs have been set in the table that follows.

The results for the year ended 31 March 2018 are shown against each measure. Results for the previous financial year are also showing for comparative purposes.

Description and Quantification of the Entity's Outputs

MEASURE	2017/2018			2016/2017		
	No.	\$	%	No.	\$	%
Output 1 - Dividend delivered to the local community						
1.1 Number of grant recipients and value of grants paid, by category:						
Education						
Schools bulk funding	2	63,760		2	61,920	
Youth Education, Training & Employment	1	10,000		1	10,000	
Tertiary scholarships	39	29,250		61	42,500	
Post-grad and professional development	-	-		-	-	
Extracurricular development	2	1,050		2	1,500	
Sports						
Ground lease rent remissions	2	68,091		2	62,605	
Sports co-ordinator salary support	1	23,750		1	50,000	
Sports club bulk funding	11	28,302		13	30,445	
Sports achievement	7	3,100		5	2,250	
Community						
Ground lease rent remissions	2	35,833		2	35,989	
Community groups	12	22,023		14	43,000	
Performing arts funding	8	7,300		3	920	
Performing arts achievement	3	600		-	-	
Public utility						
Greytown Main Street free wi-fi access	1	318		1	1,323	
	-----	-----		-----	-----	
TOTAL ALL GRANTS	91	293,377		107	342,649	
1.2 Value of grants awarded as a proportion of the annual grants budget			79			94
1.3 Proportion of annual operating surplus allocated to grants			51			59
Output 2 - Quality of financial stewardship						
2.1 Rate of return on average market value of property assets held in trust			7			7
2.2 Change in value of Trust equity		+454967	+3		+506508	+4
2.3 Ratio of debt to equity			1			5

Statement of Financial Performance

Greytown District Trust Lands Trustees For the year ended 31 March 2018

	NOTES	2018	2017
Revenue			
Revenue from providing goods or services	1	1,044,845	1,052,663
Interest, dividends and other investment revenue	1	1,778	17,423
Other revenue	1	1,739	-
Total Revenue		1,048,362	1,070,086
Expenses			
Costs related to providing goods or services	2	220,010	188,205
Other expenses	2	262,892	316,388
Total Expenses		482,901	504,593
Net Surplus/(Deficit) before Grants		565,461	565,493
Grants			
Grants and Donations made	17	287,621	333,552
Total Grants		287,621	333,552
Net Surplus/(Deficit) from Operating		277,840	231,941
Non Operating			
Annual Revaluation and Gain on Sale	6	178,624	273,047
Total Non Operating		178,624	273,047
Net Surplus/(Deficit) to Trust Capital		456,464	504,989

The accompanying notes and accounting policies form part of this performance report.

MOORE
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Statement of Financial Position

Greytown District Trust Lands Trustees As at 31 March 2018

	NOTES	31 MAR 2018	31 MAR 2017
Assets			
Current Assets			
Bank accounts and cash	3	89,897	236,268
Debtors and prepayments	3	103,429	85,819
Property Development in Progress	3	11,611	15,473
Total Current Assets		204,936	337,560
Non-Current Assets			
Property, Plant and Equipment	5	13,460,046	13,383,579
Other non-current assets	3	-	47,150
Total Non-Current Assets		13,460,046	13,430,728
Total Assets		13,664,982	13,768,288
Liabilities			
Current Liabilities			
Grants Committed Not Yet Paid	16	11,499	6,849
Other current liabilities	4	84,519	139,876
Total Current Liabilities		96,018	146,725
Non-Current Liabilities			
Loans	4	114,571	622,137
Total Non-Current Liabilities		114,571	622,137
Total Liabilities		210,589	768,862
Total Assets less Total Liabilities (Net Assets)		13,454,393	12,999,426
Trust Capital			
Accumulated surpluses or (deficits)	7	8,260,441	8,135,659
Funds in Trust	11	68,665	70,163
Reserves	8	5,125,286	4,793,604
Total Trust Capital		13,454,393	12,999,426

The accompanying notes and accounting policies form part of these financial statements.

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Statement of Cash Flows

Greytown District Trust Lands Trustees For the year ended 31 March 2018

	2018	2017
Cash Flows from Operating Activities		
Receipts from providing goods or services	1,033,630	1,070,573
Interest, dividends and other investment receipts	1,778	14,882
Cash receipts from other operating activities	1,739	913
GST	(19,918)	20,212
Payments to suppliers and employees	(495,672)	(498,518)
Donations or grants paid	(293,377)	(342,452)
Total Cash Flows from Operating Activities	228,179	265,611
Cash Flows from Investing and Financing Activities		
Receipts from sale of property, plant and equipment	180,000	752,550
Movements of loans borrowed from other parties	(507,566)	(895,156)
Payments to acquire property, plant and equipment	(92,951)	(50,432)
Movement of funds held in trust	(1,497)	492
Cash Flows from Other Investing and Financing Activities	47,464	21,064
Total Cash Flows from Investing and Financing Activities	(374,551)	(171,482)
Net Increase/ (Decrease) in Cash	(146,371)	94,129
Cash Balances		
Cash and cash equivalents at beginning of period	236,268	142,139
Cash and cash equivalents at end of period	89,897	236,268
Net change in cash for period	(146,371)	94,129

Statement of Accounting Policies

Greytown District Trust Lands Trustees For the year ended 31 March 2018

(a) Statutory Basis

This performance report is for the Greytown District Trust Lands Trustees.

The Board of Trustees is a body corporate established in terms of the Greytown District Trust Lands Act 1979 and as amended by the Greytown District Trust Lands Amendment Act 1993.

This performance report has been prepared in accordance with generally accepted accounting practices. It is prepared by the Board of Trustees as required under Section 34 of the Greytown District Trust Lands Act 1979 and in terms of Section 35 of that Act are received by the electors at their annual meeting.

(b) 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.

(c) Reporting Entity

The reporting entity is known as the Greytown District Trust Lands Trustees and is governed by the Board of Trustees and includes all activities carried out under the control of the Board.

(d) Measurement Basis

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified below.

(e) Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances.

Cash is regarded as those sums held on current account for use in the day-to-day management of the Trust.

(f) Accounts Receivable

Receivables are stated at their estimated realisable value.

(g) Bad Debts

Bad debts are written off in the year in which they are identified.

(h) 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.

(i) Fixed Assets and Depreciation

All fixed assets are recorded at cost less accumulated depreciation except for investment properties which are revalued annually in accordance with PBE IPSAS 16 & 17. Depreciation of the assets has been calculated at rates to allocate the assets' cost over their estimated useful lives.

The entity has the following asset classes:

Buildings	0%	Revalued annually
Freehold Land	0%	Revalued annually
Improvements to Investment Property	0%	Revalued annually
Office Furniture & Equipment	10 - 50%	Diminishing value
Chattels	10%	Diminishing value

(j) Currency

There are no foreign currency transactions and all transactions are denominated in New Zealand dollars.

(k) Goodwill

Goodwill represents the excess of the purchase consideration over the fair value of net tangible and identifiable intangible assets acquired, at the time of acquisition. There has been no Goodwill paid on any acquisition during the year.

(l) Income Tax

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

(m) Finance Leases

Assets purchased or used pursuant to finance leases are included as fixed assets in the Statement of Financial Position. The Trustees have not entered into any off-balance sheet investments. All financial instruments including cash, bank and creditors are recognised at cost.

(n) Rental Income and Remissions

Rental Income and Remissions are recorded in the same accounting period in which the rent obligation was created.

(o) 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.

Notes to the Performance Report

Greytown District Trust Lands Trustees For the year ended 31 March 2018

	2018	2017
1. Analysis of Revenue		
Revenue from providing goods or services		
Rents		
Commercial Buildings	836,363	825,775
Commercial Sections	108,915	116,538
Residential Sections	6,325	9,075
Total Rents	951,603	951,388
Recoveries		
BWOF Recovered	2,262	2,650
Electricity Recovered	812	879
Fire Alarm Recovered	-	176
Insurance Recovered	35,487	37,798
Insurance Claim	-	913
Rates Recovered	54,376	57,716
Repairs & Maintenance Recovered	304	1,143
Total Recoveries	93,242	101,275
Total Revenue from providing goods or services	1,044,845	1,052,663
Interest, dividends and other investment revenue		
Interest Income	1,778	17,423
Total Interest, dividends and other investment revenue	1,778	17,423
Other revenue		
Other Income	1,739	-
Total Other revenue	1,739	-
Total Revenue	1,048,362	1,070,086
	2018	2017

2. Analysis of Expenses

Costs related to providing goods or services		
ACC Employers	1,147	1,231
BWOF	2,720	3,176
Cleaning	2,399	2,192
Electricity	5,947	6,332
Fire Alarm Servicing	78	332
Health & Safety	37,112	27,083
Insurance - Buildings	42,254	42,250
Legal Fees	4	1,369
New Development Investigation	3,165	2,553
Property Commissions	2,083	-
Rates	65,211	67,385

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Repairs & Maintenance	57,419	32,866
Valuation Fees	470	1,435
Total Costs related to providing goods or services	220,010	188,205

Other expenses

Advertising	2,044	1,991
Bank Fees	136	207
Communication Costs	2,185	2,927
Computer, Printing & Stationery Supplies	2,710	2,502
Depreciation	2,533	2,466
GA5 event	-	30
General Expenses	1,380	1,916
Insurance - Public Liability	1,100	1,100
Interest Expense	19,376	67,179
Motor Vehicle Expenses	866	657
Office Rent & Expenses	62	92
Subscriptions	3,605	3,742
Workshops & Training	3,946	-
Audit Fees	7,000	6,590
Computer & Website Support	1,184	194
Legal Expenses	1,384	905
Property Advisor Fees	5,925	7,275
Trust Administration Support	52,636	52,606
Trust Manager Contract Fee	120,365	123,862
Trustee Election Expenditure	-	4,891
Trustee Expenses	-	751
Trustees Honorarium	34,456	34,506
Total Other expenses	262,892	316,388
Total Expenses	482,901	504,593
	2018	2017

3. Analysis of Assets**Bank accounts and cash**

BNZ - Cheque Account	21,231	164,232
BNZ - Fixed Term Morisons Bush	55,776	57,650
WBS - Pipe Band	12,890	14,387
Total Bank accounts and cash	89,897	236,268

Debtors and prepayments

Accounts Receivable	101,601	85,505
Interest Accrued	1,828	314
Total Debtors and prepayments	103,429	85,819

Investment property development in progress

Unit 7 - 3 Arbor Place	-	6,707
Bidwills Cutting Industrial Park	6,792	833
Unit 2 - Bidwills Cutting	4,819	7,933
Total Investment property development in progress	11,611	15,473

Other non-current assets

Loan to Bodyworks	-	47,150
Total Other non-current assets	-	47,150

2018 2017

4. Analysis of Liabilities**Other current liabilities**

Accounts Payable	6,498	32,621
Employee Entitlements	4,295	7,530
Accrued Expenses	12,375	18,331
GST	28,512	41,603
Income in Advance	-	10,000
Rent & Property Costs Prepaid	32,839	29,791
Total Other current liabilities	84,519	139,876

Loans

WBS - Loan Account	114,571	622,137
Total Loans	114,571	622,137

2018 2017

5. Property, Plant and Equipment**Land**

Land at Market Value	6,151,500	5,561,500
Total Land	6,151,500	5,561,500

Buildings

Buildings at Market Value	7,298,500	7,809,500
Total Buildings	7,298,500	7,809,500

Furniture and Fittings

Furniture and fittings owned	29,415	29,415
Accumulated depreciation - furniture and fittings owned	(19,369)	(16,836)
Total Furniture and Fittings	10,046	12,579

Total Property, Plant and Equipment

13,460,046 13,383,579

The Land and Buildings have been valued by Garry M Dowse, Registered Public Valuer (FNZIV, FPINZ) of the Blackmore Group as at 31st March 2018 at "Fair Value" from which the requirement is met by the assessment of "Market Value". As at 31 March 2018, the value increase was \$178,624. Market Value is defined as being the estimated amount for which a property should exchange on the date of valuation between a willing buyer and a willing seller in an arms length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion.

6. Annual Revaluation and Gain on Sale

	2018	2017
Annual Revaluation	178,624	211,422
Gain / (Loss) on Sale	Nil	62,625
Total Annual Revaluation and Gain on Sale	\$178,624	\$273,047

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2018 2017

7. Accumulated Surpluses or (Deficits)

Accumulated Surpluses or (Deficits)		
Opening Balance	8,135,659	8,578,788
Net surplus/(deficit)	456,464	504,989
Allocate to Realty Reserves	(331,682)	(948,117)
Total Accumulated Surpluses or (Deficits)	8,260,441	8,135,659
Total Accumulated Surpluses or (Deficits)	8,260,441	8,135,659

2018 2017

8. Breakdown of Reserves

Reserves		
Realty Revalue Reserve Open Bal	4,793,604	3,845,487
Realty Reserve - Annual Revaluation	178,624	211,422
Realty Reserve - Land Reserve Account	153,058	736,695
Total Reserves	5,125,286	4,793,604

In accordance with the Greytown District Trust Lands Act 1979, Section 23(3):

Money received by the Trust Board from any sale pursuant to this section of any part or parts of the trust lands shall be applied by the Trust Board for or towards the purchase of other land or lands or the development of trust lands, and until so applied shall be held by the Trust Board in a special reserve account for that purpose.

9. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 March 2018 (Last year - nil)

10. Assets Used as Security for Liabilities

- (a) 213-219 Main Street, Greytown
- (b) 215 Main Street, Pahiatua
- (c) 32-34 Bedford Avenue, Wanganui
- (d) 11 Cole Street, Masterton
- (e) 246 Main Street, Greytown

These properties are used as security for the WBS Loan.

11. Funds in Trust

South Wairarapa Pipe Band

The interest earned from the South Wairarapa Pipe Band investment is compounded annually and funds are made available through grant applications to persons or bodies to advance the cause of the pipe band movement, piping or pipe drumming in the South Wairarapa. A grant of \$2,015 was made this year to Wairarapa Fern and Thisle Pipe Band for the purchase of a replacement bass drum, harness and case. (Last year: nil)

The Morisons Bush Hall Trust Fund

The Morisons Bush Hall Trust Fund was derived from a Court Order dated 19th September 2000 which directed that the Fund be held by the Trustees and the interest from that fund be paid out annually to the Greytown Kindergarten, Greytown Primary School and Kuranui College. The Trustees have resolved to distribute the annual interest of \$1,827.62 from the Morrison's Bush Hall Trust Fund equally to the 3 recipients.

	2018	2017
Morisons Bush	55,776	55,776
Pipe Band	12,890	14,387
Total Funds in Trust	\$68,665	\$69,670

2018 2017

12. Related Parties

Receivables

Cobblestones Museum Trust	21,347	18,026
Total Receivables	21,347	18,026

Sales

Cobblestones Museum Trust	34,238	31,350
Greytown Rugby Club Inc	47,900	47,977
South Wairarapa District Council	1,739	-
Total Sales	83,877	79,327

Purchases

Derek Wilson	-	561
Holmes Construction Group	-	28,235
South Wairarapa District Council	35,446	42,553
Rob Yule	1,652	-
Total Purchases	37,098	71,349

Grants

Cobblestones Museum Trust	29,783	29,939
Disaster Preparedness Community Volunteer Group	1,030	-
Greytown Community Board	750	-
Greytown Early Years Inc	-	9,000
Greytown Rugby Club Inc	42,750	48,488
Greytown Trails Trust	-	10,000
Kuranui College Me, You and IT Too Initiative	2,850	-
Amy Rossiter-Stead	400	-
South Wairarapa District Council	85	-

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	2018	2017
Andy Wilson	-	900
Total Grants	77,648	98,327

Nature of Relationships

Catherine Rossiter-Stead acted in an advisory capacity on behalf of the Kuranui College Me, You and IT Too initiative, which received financial assistance from the Trust during the year. In addition, her daughter received financial assistance from the Trust during the year.

Derek Wilson is a Life Member of the Greytown Rugby Club Inc., who are a Trust tenant and have received rent remission from the Trust during the year.

Mike Gray is a member of the Greytown Community Board, which is a representative body of the South Wairarapa District Council to whom the Trust has during the year paid local authority rates and fees for other services rendered, and also provided financial assistance in relation to a Community Board sponsored project. The Community Board also directly received financial assistance from the Trust with another community project. It was also associated with the Kuranui College Me, You and IT Too initiative.

Mike is a member of the Disaster Preparedness Community Volunteer Group which also received financial assistance from the Trust during the year. He is also related by marriage to a contractor, Rob Yule, who has undertaken minor maintenance work for the Trust during the year.

Graeme Gray, a former Trustee, is the Trust's appointee to the Board of the Cobblestones Museum Trust, who are a Trust tenant and have received rent remission from the Trust during the year.

In regard to these disclosures:

The Trust's rent remission policy was implemented five years ago and approved by the Board of the time.

The employment of Rob Yule as a contractor was approved by the Trust's General Manager acting under delegated financial authority.

Otherwise, in all cases identified above the Trustee concerned has appropriately declared a conflict of interest and abstained from voting when grants have been approved.

13. Events After the Balance Date

As at 31 March 2018, we have a signed sale and purchase agreement for Lot 23, Unit 4, Arbor Place. This sale is conditional on a clear title. (Last year - nil).

14. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

15. Borrowing Authority

In December 2008 the Trustees obtained authority from the Minister of Finance to establish a line of credit with the Trust's bankers. In December 2010 the Minister of Finance stated the Trust must confirm in writing to the Treasury every three years that borrowing remains within stated policy criteria and be limited to the lesser of:

1. A debt to equity ratio of 30 percent and
2. An interest cover of earnings before interest times two (2)

This was again confirmed in writing to the Treasury on 28th July 2016.

16. Grants Committed But Unpaid

The following grants have been committed but were unpaid as at 31 March 2018:

	2018	2017
Community Grants	11,499	6,849
Total Committed Grants	11,499	6,489

17. Grants

The following grants were made during the year. Not all grants made during the year had been paid by balance date. The unpaid grants are shown as Accounts Payable - Grants Committee Not yet paid.

	2018	2017
Community	37,635	45,093
Rents Remission to Community and Sports Organisations	103,924	98,594
Community - Greytown Sport & Leisure Association	42,052	75,445
Schools - Bulk Education Funding	63,760	61,920
Tertiary	40,250	52,500
Total	287,621	333,552

18. Trustees Honorarium

The Trustees received the following remuneration during the current reporting period:

	2018	2017
Chairman D Montgomerie (to 18th Oct 2017)	6,814	6,550
Deputy Chair - R Smith (to 8th Oct 2016, retired)	Nil	3,320
Deputy Chair - S Kempton (to 18 Oct 2017) Chairman (from 19 Oct 2017)	7,161	2,923
Trustee - G J Gray (to 8th Oct 2016, retired)	Nil	2,654
Trustee - T M Gray	4,980	4,980
Deputy Chair - W Regnault (from 19 Oct 2017)	5,541	4,980
Trustee - C Rossiter-Stead	4,980	2,337
Trustee - D J Wilson	4,980	6,762
Total	34,456	34,506

19. Commitments

The Trust has entered into a grant commitment for 2018, totaling \$33,750, which will be paid in the year ended 31 March 2019. The grant does not meet the definition of a liability therefore is not included in the statement of financial position (2017: nil).

Independent auditor's report

To the readers of the performance report of Greytown District Trust Lands Trustees

Opinion

We have audited the accompanying performance report of Greytown District Trust Lands Trustees, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 31 March 2018, the statement of financial position as at 31 March 2018, and the statement of accounting policies and notes to the performance report.

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 presents 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 Greytown District Trust Lands Trustees as at 31 March 2018, and 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 cash flows, 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 Greytown District Trust Lands Trustees 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 our capacity as auditor we have no relationship with, or interests in, Greytown District Trust Lands Trustees.

Trustees' responsibilities 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 Greytown District Trust Lands Trustees 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 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 on behalf of Greytown District Trust Lands Trustees' for assessing Greytown District Trust Lands Trustees' 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 Greytown District Trust Lands Trustees 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 decisions of users taken on the basis of the performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), 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. 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 Greytown District Trust Lands Trustees' 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 Greytown District Trust Lands Trustees' 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 Greytown District Trust Lands Trustees 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 represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

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.

Moore Stephens

Moore Stephens Wairarapa Audit | Qualified Auditors, Masterton, New Zealand
25 June 2018