



GREYTOWN  
TRUST LANDS  
*Growing the Community since 1871*

# Performance Report

Greytown District Trust Lands Trustees  
For the year ended 31 March 2021

Prepared by RightWay Limited

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# Compilation Report

## Greytown District Trust Lands Trustees For the year ended 31 March 2021

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 2021.

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 Markhams Wairarapa Audit.

RightWay Limited  
Chartered Accountants  
New Zealand

# Entity Information

## Greytown District Trust Lands Trustees For the year ended 31 March 2021

### 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 General Manager to administer the Trust's operation on a day to day basis. The General Manager is assisted by an 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 2021

The Trustees are pleased to present the approved performance report of Greytown District Trust Lands Trustees for year ended 31 March 2021.

Approved this ..... day of ..... 2021.

\_\_\_\_\_  
P Holden  
Chair

\_\_\_\_\_  
C Rossiter Stead  
Deputy Chair

# Statement of Service Performance

## Greytown District Trust Lands Trustees

For the year ended 31 March 2021

### 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 13<sup>1</sup> of the Greytown District Trust Lands Act 1979 ("the Act"). They can be summarised as:

- A well-educated local community<sup>2</sup> 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.

<sup>1</sup> **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."***

<sup>2</sup> ***"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 2021 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	2020/2021			2019/2020		
	No.	\$	%	No.	\$	%
<b>Dividend delivered to the local community</b>						
1.1 Number and value of grants paid by category:						
Education						
Schools bulk funding	2	43,434		2	57,911	
Early childhood education	2	10,267		2	13,689	
Community education	1	1,000		1	2,000	
Tertiary scholarships	4	2,000		8	4,000	
Pupil hardship funding				1	729	
Apprenticeships employer funding	1	1,000		1	1,000	
Extracurricular development				1	2,000	
Sport and active recreation						
Ground lease rent remissions	2	40,687		2	46,209	
Sports co-ordinator salary support	1	45,209		1	45,000	
Sports club bulk funding	5	8,145		0	-	
Marketing support for Greytown Sport & Leisure	1	7,780		0	-	
Community						
Ground lease rent remissions	2	40,714		2	38,706	
Community groups	3	2,500		6	6,830	
Performing arts funding	1	960		1	400	
<b>TOTAL ALL PAID GRANTS [CASH PAID]</b>	<b>25</b>	<b>203,697</b>		<b>29</b>	<b>218,474</b>	
1.2 Proportion of annual grants budget spent			124*			84
1.3 Proportion of annual operating surplus allocated to grants			37			42
<b>Quality of financial stewardship</b>						
2.1 Rate of return on average market value of property assets held in trust during year			6			8
2.2 Change in value of Trust equity		+2,579,600	17		+1,278,608	9
2.3 Ratio of debt to equity			0			0

\* [Note] - The approved budget for 2021 originally assumed no rent remission grants from August 2020 onwards.



# Statement of Financial Performance

## Greytown District Trust Lands Trustees For the year ended 31 March 2021

	NOTES	2021	2020
<b>Revenue</b>			
Revenue from providing goods or services	1	900,724	996,022
Interest, dividends and other investment revenue	1	48,124	52,455
<b>Total Revenue</b>		<b>948,848</b>	<b>1,048,477</b>
<b>Expenses</b>			
Costs related to providing goods or services	2	175,601	187,897
Other expenses	2	277,358	261,195
(Gain) / Loss on Sale of Property	2	(28,683)	(34,887)
<b>Total Expenses</b>		<b>424,276</b>	<b>414,206</b>
<b>Net Surplus/(Deficit) before Grants</b>		<b>524,573</b>	<b>634,271</b>
<b>Grants</b>			
Grants and Donations made	17	181,198	240,735
<b>Total Grants</b>		<b>181,198</b>	<b>240,735</b>
<b>Net Surplus/(Deficit) from Operating</b>		<b>343,375</b>	<b>393,537</b>
<b>Other Comprehensive Income</b>			
Annual Revaluation	6	2,235,913	898,518
<b>Total Other Comprehensive Income</b>		<b>2,235,913</b>	<b>898,518</b>
<b>Net Surplus/(Deficit) to Trust Capital</b>		<b>2,579,288</b>	<b>1,292,055</b>

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

# Statement of Financial Position

## Greytown District Trust Lands Trustees

As at 31 March 2021

	NOTES	31 MAR 2021	31 MAR 2020
<b>Assets</b>			
<b>Current Assets</b>			
Bank accounts and cash	3	973,564	2,286,406
Term Investments	3	2,105,928	66,542
Debtors and prepayments	3	232,666	127,137
<b>Total Current Assets</b>		<b>3,312,158</b>	<b>2,480,085</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	5	14,861,663	13,037,414
Other non-current assets	3	155,000	155,000
<b>Total Non-Current Assets</b>		<b>15,016,663</b>	<b>13,192,414</b>
<b>Total Assets</b>		<b>18,328,821</b>	<b>15,672,498</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Grants Committed Not Yet Paid	16	760	23,260
Other current liabilities	4	216,252	116,708
<b>Total Current Liabilities</b>		<b>217,012</b>	<b>139,968</b>
<b>Non-Current Liabilities</b>			
Loans	4	-	321
<b>Total Non-Current Liabilities</b>		<b>-</b>	<b>321</b>
<b>Total Liabilities</b>		<b>217,012</b>	<b>140,289</b>
<b>Total Assets less Total Liabilities (Net Assets)</b>		<b>18,111,809</b>	<b>15,532,209</b>
<b>Trust Capital</b>			
Accumulated surpluses or (deficits)	7	8,058,048	7,874,234
Funds in Trust	11	66,853	66,542
Reserves	8	9,986,908	7,591,434
<b>Total Trust Capital</b>		<b>18,111,809</b>	<b>15,532,209</b>

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

# Statement of Cash Flows

## Greytown District Trust Lands Trustees For the year ended 31 March 2021

	2021	2020
<b>Cash Flows from Operating Activities</b>		
Receipts from providing goods or services	902,575	995,345
Interest, dividends and other investment receipts	46,778	52,455
GST	(3,321)	1,820
Payments to suppliers and employees	(444,942)	(449,930)
Donations or grants paid	(203,698)	(218,475)
<b>Total Cash Flows from Operating Activities</b>	<b>297,394</b>	<b>381,215</b>
<b>Cash Flows from Investing and Financing Activities</b>		
Receipts from sale of property, plant and equipment	470,520	1,155,030
Movements of loans borrowed from other parties	(366)	(560)
Payments to acquire property, plant and equipment	(40,370)	(63,731)
Movement of funds held in trust	(632)	(89)
Cash Flows from Other Investing and Financing Activities	-	750,301
<b>Total Cash Flows from Investing and Financing Activities</b>	<b>429,151</b>	<b>1,840,951</b>
<b>Net Increase/ (Decrease) in Cash</b>	<b>726,545</b>	<b>2,222,166</b>
<b>Cash Balances</b>		
Cash and cash equivalents at beginning of period	2,352,947	130,782
Cash and cash equivalents at end of period	3,079,492	2,352,947
Net change in cash for period	726,545	2,222,166

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

# Statement of Accounting Policies

## Greytown District Trust Lands Trustees

For the year ended 31 March 2021

### (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.

### Critical Accounting Estimates and Assumptions

The preparation of this performance report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

In particular, information about significant areas of estimation and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the performance report are described in the following notes:

- Valuation of investment property
- Useful lives of property plant and equipment
- Valuation of property plant and equipment

### (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) Property, plant and equipment**

**Recognition and measurement**

In accordance with Public Benefit Entity International Public Sector Accounting Standard 16 Investment Property (PBE IPSAS 16) and Public Benefit Entity International Public Sector Accounting Standard 17 Property, Plant and Equipment (PBE IPSAS 17) land and buildings are revalued with sufficient regularity that the carrying value is not materially different to fair value, but at least every three years. Revaluations are conducted every twelve months. The fair value is determined by an independent registered valuer by reference to their highest and best use. Addition between revaluations are recorded at cost.

The valuation results of land and buildings are credited or debited to an asset revaluation reserve for that individual asset. Where a revaluation results in a debit balance in the revaluation reserve, the debit balance will be expensed in the statement of financial performance. Any subsequent increase in that reverses a decrease recognised in the statement of financial performance will be recognised first in the statement of financial performance up to the amount previously expensed.

Plant and equipment are initially recorded at cost and depreciated.

**Depreciation**

Depreciation is calculated on a diminishing value basis for all office furniture, equipment and chattels.

The depreciation rates for property, plant and equipment are as follows:

Office Furniture & Equipment	10 - 50%	Diminishing value
Chattels	10%	Diminishing value

**(j) Investment property**

Property is classified as investment property when the primary income stream from the asset is rental income. Investment property is initially recorded at cost. After initial recognition it is measured at fair value at each balance date.

Any increase or decrease in fair value is recognised in the statement of financial performance. Investment property is not depreciated.

**(k) Currency**

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

**(l) 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.

**(m) 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.

**(n) 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.

**(o) Rental Income and Remissions**

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

**(p) 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 2021

	2021	2020
<b>1. Analysis of Revenue</b>		
<b>Revenue from providing goods or services</b>		
<b>Rents</b>		
Commercial Buildings	694,076	782,768
Commercial Sections	104,035	114,690
Residential Sections	-	6,375
<b>Total Rents</b>	<b>798,111</b>	<b>903,833</b>
<b>Recoveries</b>		
Boardroom Hireage	70	-
BWOF Recovered	3,396	3,259
Electricity Recovered	28	242
Fire Alarm Recovered	52	131
Insurance Valuations recovered	-	1,279
Insurance Recovered	34,088	33,648
Rates Recovered	53,083	53,312
Repairs & Maintenance Recovered	11,896	318
<b>Total Recoveries</b>	<b>102,613</b>	<b>92,189</b>
<b>Total Revenue from providing goods or services</b>	<b>900,724</b>	<b>996,022</b>
<b>Interest, dividends and other investment revenue</b>		
Interest Income	48,124	52,455
<b>Total Interest, dividends and other investment revenue</b>	<b>48,124</b>	<b>52,455</b>
<b>Total Revenue</b>	<b>948,848</b>	<b>1,048,477</b>
	2021	2020

## 2. Analysis of Expenses

### Costs related to providing goods or services

ACC Employers	758	769
BWOF	3,975	4,835
Cleaning	3,267	2,958
Electricity	2,147	4,679
Fire Alarm Servicing	382	311
Health & Safety	-	1,043
Insurance - Buildings	39,290	40,157
Legal Fees	-	945
New Development Investigation	-	2,933
Property Commissions	10,000	-
Rates	61,712	58,339
Repairs & Maintenance	41,270	63,863

	2021	2020
Valuation Fees	12,800	7,065
<b>Total Costs related to providing goods or services</b>	<b>175,601</b>	<b>187,897</b>
<b>Other expenses</b>		
Advertising	775	1,475
Bank Fees	53	317
Communication Costs	2,065	1,894
Computer, Printing & Stationery Supplies	1,822	1,916
Debt Recovery Costs	10	-
Depreciation	751	1,484
General Expenses	1,298	2,602
Insurance - Public Liability	1,313	1,248
Interest Expense	-	1
Light, Power, Heating	1,001	-
Motor Vehicle Expenses	1,338	796
Subscriptions	3,625	3,652
Workshops & Training	2,177	750
Audit Fees	8,253	7,117
Computer & Website Support	-	851
Legal Expenses	14,579	12,851
Property Advisor Fees	16,391	5,600
Trust Administration	186,241	183,172
Trustee Election Expenditure	-	1,013
Trustee Expenses	1,210	-
Trustees Honorarium	34,456	34,456
<b>Total Other expenses</b>	<b>277,358</b>	<b>261,195</b>
(Gain) / Loss on Sale of Property	(28,683)	(34,887)
Total Expenses	424,276	414,206
	2021	2020

### 3. Analysis of Assets

#### Bank accounts and cash

BNZ - Cheque Account	3,046	2,051,832
BNZ - General Funds Deposit	970,519	234,574
<b>Total Bank accounts and cash</b>	<b>973,564</b>	<b>2,286,406</b>

#### Term Investments

BNZ - Term Investment	2,039,386	-
BNZ - Fixed Term Morisons Bush	55,776	55,776
WBS - Pipe Band	10,766	10,766
<b>Total Term Investments</b>	<b>2,105,928</b>	<b>66,542</b>

#### Debtors and prepayments

Accounts Receivable	140,560	127,137
Deposits Receivable	120,000	-



	2021	2020
Interest Accrued	1,346	-
<b>Total Debtors and prepayments</b>	<b>261,906</b>	<b>127,137</b>
<b>Other non-current assets</b>		
Term Loan	155,000	155,000
<b>Total Other non-current assets</b>	<b>155,000</b>	<b>155,000</b>
	2021	2020

#### 4. Analysis of Liabilities

<b>Other current liabilities</b>		
Accounts Payable	16,113	17,150
Employee Entitlements	990	3,841
Accrued Expenses	20,654	15,575
Deposits Held in Trust	120,000	-
GST	25,656	31,595
Rent & Property Costs Prepaid	32,839	48,547
<b>Total Other current liabilities</b>	<b>216,252</b>	<b>116,708</b>
<b>Loans</b>		
Spark - Phone Purchase 24 Instalments	-	321
<b>Total Loans</b>	<b>-</b>	<b>321</b>
	2021	2020

#### 5. Property, Plant and Equipment

<b>Land</b>		
Land at Market Value	7,505,000	6,655,000
<b>Total Land</b>	<b>7,505,000</b>	<b>6,655,000</b>
<b>Buildings</b>		
Buildings at Market Value	7,355,000	6,380,000
<b>Total Buildings</b>	<b>7,355,000</b>	<b>6,380,000</b>
<b>Furniture and Fittings</b>		
Furniture and fittings owned	24,272	24,272
Accumulated depreciation - furniture and fittings owned	(22,610)	(21,859)
<b>Total Furniture and Fittings</b>	<b>1,663</b>	<b>2,414</b>
<b>Total Property, Plant and Equipment</b>	<b>14,861,663</b>	<b>13,037,414</b>

The Land and Buildings have been valued by Garry M Dowse, Registered Public Valuer (FNZIV, FPINZ) of Telfer Young as at 31st March 2021 at "Fair Value" from which the requirement is met by the assessment of "Market Value". As at 31 March 2021 the value increase was \$2,235,913, compared to a value increase of \$898,518 in 2020. 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

	2021	2020
Total Annual Revaluation (refer to detail in Note 5)	2,235,913	898,518

2021                      2020

## 7. Accumulated Surpluses or (Deficits)

<u>Accumulated Surpluses or (Deficits)</u>		
Opening Balance	7,874,234	8,300,369
Net surplus/(deficit)	2,579,288	1,292,055
Allocate to Realty Reserves	(2,395,474)	(1,718,190)
<b>Total Accumulated Surpluses or (Deficits)</b>	<b>8,058,048</b>	<b>7,874,234</b>
<b>Total Accumulated Surpluses or (Deficits)</b>	<b>8,058,048</b>	<b>7,874,234</b>

2021                      2020

## 8. Breakdown of Reserves

<u>Reserves</u>		
Realty Revalue Reserve Open Bal	7,591,434	5,873,244
Realty Reserve - Annual Revaluation	2,235,913	898,518
Realty Reserve - Land Reserve Account	159,561	819,672
<b>Total Reserves</b>	<b>9,986,908</b>	<b>7,591,434</b>

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 2021 (Last year - nil)

## 10. Assets Used as Security for Liabilities

WBS surrendered security in the 2020 financial year over Trust property. There are now no secured assets.

## 11. Funds in Trust

### South Wairarapa Pipe Band Trust Fund

In accordance with a Board of Trustees resolution dated 11 October 2018, the principal sum of \$10,766 transferred to this fund under the original deed of 16 May 2002 has continued to be invested on the basis it will not be made available for grant purposes.

At the request of the Wairarapa Fern & Thistle Pipe Band Inc, the accumulated fund interest of \$312 received for the year ended 31 March 2021, has been held on trust and not granted.

The Morisons Bush Hall Trust Fund

This fund was established by High Court Order dated 17 October 2000 vesting trusts funds in Greytown Trust Lands Trust and directing the annual interest earned on their investment be distributed annually to the Greytown Kindergarten, Greytown Primary School and Kuranui College. The Trustees subsequently decided by resolution dated 16 August 2001 that these three entities would each receive one third of the annual interest sum. This year the interest sum distributed was \$1,346. (Last year: \$1,920).

	2021	2020
Morisons Bush	55,776	55,776
Pipe Band	11,077	10,766
<b>Total Funds in Trust</b>	<b>\$66,853</b>	<b>\$66,542</b>

2021                      2020

**12. Related Parties****Receivables**

Cobblestones Trust	21,347	-
Greytown Rugby Club	13,258	-
<b>Total Receivables</b>	<b>34,605</b>	<b>-</b>

**Payables**

Kuranui College	448	-
Greytown Primary School	448	-
<b>Total Payables</b>	<b>896</b>	<b>-</b>

**Sales**

Cobblestones Museum Trust	37,125	37,125
Greytown Rugby Club Inc	40,834	55,757
<b>Total Sales</b>	<b>77,959</b>	<b>92,882</b>

**Purchases**

Holmes Construction Group Ltd	-	10,705
South Wairarapa District Council	-	32,587
<b>Total Purchases</b>	<b>-</b>	<b>43,292</b>

**Grants**

Anna Rossiter-Stead	-	500
Cobblestones Museum Trust	37,125	50,119
Disaster Preparedness Community Volunteer Group	-	1,450
Greytown Primary School	21,770	29,795
Greytown Rugby Club Inc	30,000	29,813
Kuranui College	22,561	32,119
Outward Bound NZ Trust	-	2,000
Parkinsonism Society Wairarapa Division Inc	-	3,500
<b>Total Grants</b>	<b>111,456</b>	<b>149,296</b>

### **Nature of Relationships**

Catherine Rossiter-Stead acted in an advisory capacity on behalf of Kuranui College who received bulk funding from the Trust during the year. Her daughter received a tertiary education grant from the Trust in 2020.

Derek Wilson is a Life Member of the Greytown Rugby Club Inc, and from November 2019, was the Trust's appointee to the Board of Cobblestones Museum Trust, both of which are Trust tenants and received rent subsidy from the Trust during the year.

Phil Holden has children who attend Greytown Primary School, which received bulk education funding from the Trust during the year.

Matt Bell has children who attended Greytown Primary School which received bulk education funding from the Trust during the year. His wife is also employed as a teacher aide at the school.

Sid Kempton has children who attend Greytown Primary School which received bulk education funding from the Trust during the year. Sid has a family relative who benefits from services provided by the Parkinsonism Society Wairarapa Division, who received a grant from the Trust during the 2020 year.

Wayne Regnault has children at Kuranui College and his wife works as a teacher at Greytown Primary School, both of which received bulk education funding from the Trust during the year. Wayne is also a shareholder and employee of Holmes Construction group Ltd, who undertook building maintenance for the Trust in 2020.

David Montgomerie, who retired as Trustee in October 2019, was a member of the Board of Outward Bound NZ which received a grant from the Trust in 2020 during his tenure.

Mike Gray, who retired as Trustee in October 2019, was a member of the Greytown Community Board, which is a representative body of the South Wairarapa District Council, and was appointed in March 2019 (until October 2019) to temporarily fill a vacancy on the Council created by the resignation of a sitting councillor. The Trust paid local authority rates during his tenure. Mike was also a member of the Disaster Preparedness Community Volunteer Group, which received a grant from the Trust (paid to the NZ Red Cross) during his tenure.

Graeme Gray, a former Trustee, was until October 2019, the Trust's appointee to the Board of the Cobblestones Museum Trust, which is a Trust tenant and received rent subsidy from the Trust during the 2020 year.

### **In regard to these disclosures:**

In all cases identified above each of the Trustees concerned has appropriately declared a conflict of interest and abstained from voting when grants or payments for services have been approved.

### **13. Events After the Balance Date**

On the 19th of March 2021, Greytown District Trust Lands Trustees entered into an agreement to sell 68 Niven Street, Napier City. The transaction did not complete and the deposit received prior to 31 March 2021, has been refunded post balance date.

### **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 criteria, being limited to the lesser of:

1. A debt to equity ratio of 30%, and
2. An interest cover of earnings before interest times two.

This was last confirmed on 1 May 2019. Confirmation is due again in May 2022.

## 16. Grants Committed But Unpaid

The following grants have been committed but were unpaid as at 31 March 2021:

	2021	2020
Community Grants	760	23,260
<b>Total Committed Grants</b>	<b>760</b>	<b>23,260</b>

## 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 Committed Not yet paid.

	2021	2020
Community	200	9,490
Rents Remission to Community and Sports Organisations	81,401	84,915
Community - Greytown Sport & Leisure Association	41,895	65,000
Education	57,701	81,329
<b>Total</b>	<b>181,198</b>	<b>240,734</b>

## 18. Trustees Honorarium

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

	2021	2020
<b>Chair - Phil Holden</b> 2019/20 - appointed 17 October 2019 2020/21- appointed as Chair 17th Sept 2020)	6,770	2,313
<b>Deputy Chair - C Rossiter-Stead</b> 2020/21 - appointed as Deputy Chair 17th Sept 2020	5,654	4,980
<b>Trustee - S Kempton</b> 2020/21 - resigned as chair 16th Sept 2020	6,514	8,304
<b>Trustee - W Regnault</b> 2020/21 - resigned as deputy chair 16th Sept 2020	5,557	6,232
<b>Trustee - D Montgomerie</b> 2019/20 - retired 12 October 2019	-	2,667
<b>Trustee - T M Gray</b> 2019/20 - retired 12 October 2019	-	2,667
<b>Trustee - D J Wilson</b>	4,980	4,980
<b>Trustee - Matt Bell</b> 2019/20 - appointed 17 October 2019	4,980	2,313
<b>Total</b>	<b>34,456</b>	<b>34,456</b>

## **19. Commitments**

The Trust has entered into a grant commitment for 2021, totalling \$150,426, which will be paid in the financial year ended 31 March 2022. This grant commitment relates to rent remission grants. The grant does not meet the definition of a liability therefore is not included in the statement of financial position (2020: \$33,750).

# Independent Auditor's Report

**Greytown District Trust Lands Trustees**

**For the year ended 31 March 2021**