



# **Ngai Tai Ki Tamaki Tribal Trust**

## **Contents of Financial Statements**

**For the Year Ended 31 March 2014**

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# Ngai Tai Ki Tamaki Tribal Trust

## Directory

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As at 31 March 2014

Nature of Business	Maori Tribunal Authority
Address	102 Maraetai Drive Maraetai Auckland
Trustees	James Brown Lucy Steel Carmen Kirkwood David Beamish Billy Brown Lawrence Beamish Stephen Zister Hiraina Whaanga Jeff Lee Maureen Sinton Zaelene Maxwell-Butler Emily Karaka (ceased 04 September 2013) Tipa Compain (ceased 04 September 2013) Deborah Pace (ceased 04 September 2013)
Auditor	Peter Barker Accountants
Accountants	Deloitte Chartered Accountants Deloitte Centre 80 Queen Street Auckland 1010
Bankers	Bank of New Zealand
Solicitors	Kitt Littlejohn & McCaw Lewis Chapman

## Ngai Tai Ki Tamaki Tribal Trust

### Approval Statement

For the Year ended 31 March 2014

#### Date of Preparation

These financial statements were prepared on the 21<sup>st</sup> August 2014

#### Approval and Issue of Financial Statements

On this date the Trustees approve and issue the annual report including the attached financial statements for Ngai Tai Ki Tamaki Tribal Trust for the year ended 31 March 2014.

3TBStaq Trustee

Date 21/8/14

L. Stul Trustee

Date 21/8/14

5 August 2014

## **NGAI TAI KI TAMAKI TRIBAL TRUST**

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### **INDEPENDENT AUDITOR'S REPORT**

#### ***To the Beneficiaries of Ngai Tai Ki Tamaki Tribal Trust***

#### **Report on the Financial Statements**

We have audited the financial statements of Ngai Tai Ki Tamaki Tribal Trust on pages 2 to 17, which comprise the Statement of Financial Position as at 31 March 2014 and the Statement of Financial Performance and Statement of Changes in Trust Funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### ***Trustees Responsibility for the Financial Statements***

The Trustees are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand 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.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion,

Other than in our capacity as auditor we have no relationship with, or interests in, Ngai Tai Ki Tamaki Tribal Trust.

## **Opinion**

In our opinion, the financial statements on pages 2 to 17 present fairly, in all material respects, the financial position of Ngai Tai Ki Tamaki Tribal Trust as at 31 March 2014, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

## **Emphasis of Matter**

We draw your attention to the statement of financial position on page 10 of the financial statements. Even though the trust is insolvent by a large amount the financial statements are prepared on a going concern basis. Subsequent to balance date funds were received from the post settlement governance entity enabling the repayment of the term loans and rectifying the insolvency.

Our opinion is not modified in this respect.

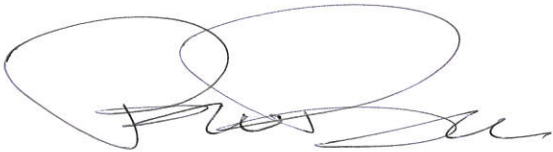
## **Report on Other Legal and Regulatory Requirements**

In accordance with the Trusts Crown Forest Rental Trust contracts we report that:

- The financial statements have been properly audited in accordance with IAS's (NZ)

In accordance with appendix 2 of the Office of Treaty Settlements Claimant Funding Policy and Guidelines (April 2008):

- I am a Chartered Accountant in public practice
- I am independent of Ngai Tai Ki Tamaki Tribal Trust
- Expenses funded by the Office of Treaty Settlements relate directly to the negotiation of the Treaty Claim.



***Peter T W Barker B Com, CA***

**CHARTERED ACCOUNTANT**

NGA102

# Ngai Tai Ki Tamaki Tribal Trust

## Divisional Statement of Financial Performance

For the Year Ended 31 March 2014

	Note	2014 \$	2013 \$
<b>RMA INCOME</b>			
<b>Income</b>			
RMA & LGA Meeting Income		465,301	274,158
<b>Gross Income</b>	2	<u>465,301</u>	<u>274,158</u>
<b>Less Direct Costs</b>			
RMA Contractors		12,403	15,097
RMA Motor Vehicle Expenses and Travel		20,218	10,099
RMA Motor Vehicle Lease		5,010	24,082
RMA Other Costs		1,198	1,733
RMA Salaries and Wages		253,688	157,963
<b>Total Direct Costs</b>		<u>292,517</u>	<u>208,974</u>
<b>Gross Surplus from Trading</b>		<u><u>172,784</u></u>	<u><u>65,185</u></u>

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Divisional Statement of Financial Performance

For the Year Ended 31 March 2014

	Note	2014 \$	2013 \$
<b>CFRT INCOME</b>			
<b>Income</b>			
CFRT Deposits		151,298	622,005
<b>Gross Income</b>	2	<u>151,298</u>	<u>622,005</u>
<b>Less Direct Costs</b>			
CFRT Administration Expense		42,905	185,484
CFRT Communications		12,518	18,837
CFRT Specialist Advice		23,084	162,005
CFRT Negotiations		58,563	194,240
CFRT Governance		14,250	53,306
<b>Total Direct Costs</b>		<u>151,320</u>	<u>613,873</u>
<b>Gross Deficit from Trading</b>		<u>(22)</u>	<u>8,133</u>

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.



# Ngai Tai Ki Tamaki Tribal Trust

## Divisional Statement of Financial Performance

For the Year Ended 31 March 2014

	Note	2014	2013
		\$	\$
<b>OTS INCOME</b>			
<b>Income</b>			
OTS Deposits		154,000	36,500
OTS Funds Not Yet Applied		(12,700)	-
<b>Gross Income</b>	2	<u>141,300</u>	<u>36,500</u>
<b>Less Direct Costs</b>			
OTS Administration Expense		23,000	-
OTS Legal Expenses		35,823	15,862
OTS Negotiations		81,442	-
OTS Ratification		-	20,638
OTS Other Consultants		1,035	-
<b>Total Direct Costs</b>		<u>141,300</u>	<u>36,500</u>
<b>Gross Surplus from Trading</b>		<u>-</u>	<u>-</u>

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Combined Statement of Financial Performance

For the Year Ended 31 March 2014

	Note	2014 \$	2013 \$
<b>Divisional Income</b>			
Surplus from RMA Income		172,784	65,185
Deficit from CFRT Income		(22)	8,133
<b>Total Divisional Income</b>		<b>172,762</b>	<b>73,317</b>
<b>Less Expenses</b>			
Accountancy Fees		7,465	13,439
Audit Fees		7,250	6,900
Bad Debts		1,209	-
Bank Charges		622	7,415
Depreciation		640	1,299
Doubtful Debts		654	(470)
Electricity		335	-
Governance - Election Costs		14,226	-
Hui		-	220
Insurance		1,175	1,675
Interest		48,047	(28,808)
Legal Fees		22,877	141,950
Legal Disputes		-	(286,166)
Marketing		-	5,105
Ratification		-	25,000
Office Expenses		2,968	1,328
Office Rent		7,827	6,800
PSGE associated costs		1,869	11,317
Telephone and Internet		8,043	3,110
Travel Expenses - National		-	702
Water Charges		422	513
<b>Total Expenses</b>		<b>125,629</b>	<b>(88,674)</b>
<b>Surplus before Other Income</b>		<b>47,133</b>	<b>161,991</b>
<b>Other Income</b>			
Te Puni Kokiri		-	25,000
Koha Received		-	900
GST Recovered		6,862	20,942
Interest Received		47	166
Hauraki Collective Income		562	24,143
CFRT - RMA Reimbursements		22,368	65,741
Hauraki Maori Trust		20,000	20,000
Tamaki Collective Income		-	783
Waiohau Collective Income		1,027	6,057
TPK - RMA Reimbursements		-	6,907
Sundry Income		-	752
<b>Total Other Income</b>		<b>50,866</b>	<b>171,390</b>
<b>Net Surplus</b>		<b>97,999</b>	<b>333,380</b>
<b>Allocated pursuant to Deed of Trust as follows:</b>			
Transfer to Trustee Income		97,999	333,380

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Statement of Changes in Trust Funds

For the Year Ended 31 March 2014

	2014	2013
	\$	\$
<b>Revenue and Revaluations</b>		
Net Surplus	97,999	333,380
<b>Total Revenue and Revaluations</b>	<b>97,999</b>	<b>333,380</b>
Trust Funds at the Beginning of the Year	(497,385)	(830,764)
<b>Trust Funds at the End of the Year</b>	<b>(399,385)</b>	<b>(497,385)</b>

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Statement of Financial Position

As at 31 March 2014

	Note	2014 \$	2013 \$
<b>Trust Funds</b>			
Trust Capital		(228,539)	(228,539)
Accumulated Losses		(170,846)	(268,846)
<b>Total Trust Funds</b>		<b>(399,385)</b>	<b>(497,385)</b>
<b>Represented by:</b>			
<b>Current Assets</b>			
BNZ OTS Account		26,489	1,564
BNZ Business First Transaction Account		9,382	10,748
BNZ CFRT Account		952	60,458
BNZ Special Purpose Funds		-	339
Accounts Receivable		137,369	103,029
Other Receivables		38,236	-
<b>Total Current Assets</b>		<b>212,429</b>	<b>176,138</b>
<b>Current Liabilities</b>			
Payables & Accruals	4	83,327	155,505
Current Portion of Term Loans	6	500,000	-
GST Payable		16,360	2,511
Provisions	9	13,574	8,512
Other Current Liabilities	5	-	8,101
<b>Total Current Liabilities</b>		<b>613,261</b>	<b>174,629</b>
<b>Working Capital Deficit</b>		<b>(400,832)</b>	<b>1,508</b>
<b>Non Current Assets</b>			
Property, Plant & Equipment	3	1,447	1,107
<b>Non Current Liabilities</b>			
Term Loans - Unsecured	6	-	500,000
<b>Net Liabilities</b>		<b>(399,385)</b>	<b>(497,385)</b>

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# **Ngai Tai Ki Tamaki Tribal Trust**

## **Notes to the Financial Statements**

For the Year Ended 31 March 2014

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### **1 Statement of Accounting Policies**

#### **Reporting Entity**

The attached financial accounts are those of Ngai Tai Ki Tamaki Tribal Trust. The Trust is a Maori Tribal Authority and is a legally mandated entity for the negotiation and settlement of Ngai Tai Ki Tamaki Treaty of Waitangi claims. The Trust is a public benefit entity and is a registered charitable organisation with the Charities Commission.

The financial statements have been prepared in accordance with generally accepted accounting principles applicable in New Zealand (NZ GAAP) as they apply to entities applying differential reporting exemptions.

#### **Statement of Compliance and Basis of Preparation**

Ngai Tai ki Tamaki Tribal Trust qualifies for differential reporting as it is not publicly accountable and is not large as defined in the Framework for Differential Reporting. Ngai Tai ki Tamaki Tribal Trust has taken advantage of all available differential reporting exemptions.

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a historical basis are followed by Ngai Tai ki Tamaki Tribal Trust. The information is presented in New Zealand dollars.

#### **Specific Accounting Policies**

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied:

##### **(a) Revenue**

RMA Revenue is recognised on an invoice basis.

CFRT and OTS revenue is recognised when the associated expenditure has been paid or incurred. Unspent CFRT or OTS funding at balance date is recorded as a liability.

Funding received from the Office of Treaty Settlements (OTS) and Crown Forest Rental Trust (CFRT) are restricted funds and are earmarked to cover costs incurred in reaching settlement with the Crown. Funds received from OTS and CFRT are kept in separate bank accounts.

##### **(b) Trade Receivables**

Trade Receivables are recognised at estimated realisable value.

##### **(c) Property, Plant & Equipment**

Property, Plant & Equipment are recognised at cost less aggregate depreciation. Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007. In accordance with the changes to this Act, buildings with an estimated useful life of 50 years or more have no depreciation from the 2011/12 and later income tax years. Gains and losses on disposal of fixed assets are taken into account in determining the operating result for the year.

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Notes to the Financial Statements

For the Year Ended 31 March 2014 (continued)

The following depreciation rates have been applied:

Office Equipment 48% - 80.4%

(d) Income Tax

Income tax expense has not been provided for in these accounts as the Trust is a registered charity under the Charities Act 2005 and has no taxable income.

(e) Goods and Services Taxation (GST)

Revenue and expenses have been recognised in the financial statements exclusive of GST, except for Treaty Settlement expenses. All items in the Statement of Financial Position are stated exclusive of GST except for payables and receivables which are stated inclusive of GST.

Treaty Settlement expenses are stated inclusive of GST (if any) and any recovery of GST on these expenses is recorded as an income item.

(f) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

## 2 Revenue

	2014	2013
	\$	\$
<b>RMA INCOME</b>		
Income		
RMA & LGA Meeting Income	465,301	274,158
<b>Total Revenue from RMA INCOME</b>	<b>465,301</b>	<b>274,158</b>
<b>CFRT INCOME</b>		
Income		
CFRT Deposits	151,298	622,005
<b>Total Revenue from CFRT INCOME</b>	<b>151,298</b>	<b>622,005</b>
<b>OTS INCOME</b>		
Income		
OTS Deposits	154,000	36,500
OTS Funds Not Yet Applied	(12,700)	-
<b>Total Revenue from OTS INCOME</b>	<b>141,300</b>	<b>36,500</b>

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Notes to the Financial Statements

For the Year Ended 31 March 2014 (continued)

### Other Income

Te Puni Kokiri	-	25,000
Koha Received	-	900
GST Recovered	6,862	20,942
Interest Received	47	166
Hauraki Collective Income	562	24,143
CFRT - RMA Reimbursements	22,368	65,741
Hauraki Maori Trust	20,000	20,000
Tamaki Collective Income	-	783
Waiohau Collective Income	1,027	6,057
TPK - RMA Reimbursements	-	6,907
Sundry Income	-	752
	<b>50,866</b>	<b>171,390</b>
<b>Total Revenue</b>	<b>821,465</b>	<b>1,104,054</b>

### 3 Property, Plant & Equipment

	<b>Cost</b>	<b>Depreciation</b>	<b>Accumulated Depreciation</b>	<b>Closing Book Value</b>
<b>Property, Plant &amp; Equipment 2014</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Office Equipment	14,104	640	12,657	1,447
<b>Total Property, Plant &amp; Equipment</b>	<b>14,104</b>	<b>640</b>	<b>12,657</b>	<b>1,447</b>
	<b>Cost</b>	<b>Depreciation</b>	<b>Accumulated Depreciation</b>	<b>Closing Book Value</b>
<b>Property, Plant &amp; Equipment 2013</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Office Equipment	13,124	1,299	12,017	1,107
<b>Total Property, Plant &amp; Equipment</b>	<b>13,124</b>	<b>1,299</b>	<b>12,017</b>	<b>1,107</b>

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Notes to the Financial Statements

For the Year Ended 31 March 2014 (continued)

### 4 Payables & Accruals

#### Accounts Payable

Accounts Payable

#### Other Payables & Accruals

BNZ Credit Card (RMA) - 2329

BNZ Credit Card (CFRT) - 7563

OTS Funds Unspent

#### Total Other Payables & Accruals

#### Total Payables & Accruals

2014	2013
\$	\$
69,499	154,493
1,127	700
-	313
12,700	-
<u>13,827</u>	<u>1,013</u>
<u>83,327</u>	<u>155,505</u>

#### Related Party Creditor:

Peter Karaka \$3,345

### 5 Other Current Liabilities

Funds Held on Behalf of Waiohau

#### Total Other Current Liabilities

2014	2013
\$	\$
-	8,101
<u>-</u>	<u>8,101</u>

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.



# Ngai Tai Ki Tamaki Tribal Trust

## Notes to the Financial Statements

For the Year Ended 31 March 2014 (continued)

### 6 Term Loans - Unsecured

	2014	2013
	\$	\$
<b>BNZ Loans</b>		
Total Outstanding	500,000	-
<b>Less:</b>		
Current Portion	500,000	-
<b>Term Portion</b>	<u>-</u>	<u>-</u>

There were 3 BNZ Loan facilities that were repaid subsequent to balance date. At year end the terms of the loans were:

Facility 1 was borrowed at the limit of \$50,000 at 9.54% interest. The facility was unsecured, with no guarantees and matured on 22 June 2014.

Facility 2 was borrowed at the limit of \$50,000 at 9.84% interest. The facility was unsecured, with no guarantees and matured on 22 June 2014.

Facility 3 was borrowed at the limit of \$400,000 at 10.05% interest. The facility was unsecured, with no guarantees and matured on 15 January 2015.

The BNZ Loan facility of \$400,000 was fully repaid after balance date in April 2014.

The BNZ Loan facilities of \$50,000 each were also both fully repaid after balance date in June 2014.

#### BNZ Loan

Total Outstanding	-	500,000
<b>Total Term Loans - Unsecured</b>	<u>-</u>	<u>500,000</u>

### 7 Related Party Transactions

The following trustees have made known the following conflicts of interest in the register:

Name	Nature of Transaction
Lucy Steel (Trustee)	Negotiator
James Brown (Trustee)	Negotiator
Lawrence Beamish (Trustee)	Negotiator
Carmen Kirkwood (Trustee)	Negotiator
Billy Brown (Trustee)	RMA Co-ordinator & Website Maintenance
David Beamish (Trustee)	RMA Employee
Jeff Lee (Trustee)	RMA Employee

### 8 Operating Lease Commitments

The Trust has no operating lease commitments as at 31 March 2014, (2013: \$4,014).

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Notes to the Financial Statements

For the Year Ended 31 March 2014 (continued)

### 9 Liabilities and Provisions

All liabilities are unsecured.

Provisions for the current year include holiday pay accrued.

Provision:	2014	2013
Holiday Pay Accrued	\$13,574	\$8,512
<b>Total</b>	<b>\$13,574</b>	<b>\$8,512</b>

Holiday leave is calculated on an actual entitlement basis at the greater of the average or current hourly earnings in accordance with the Holidays Act 2003.

### 10 Contingent Liability

The Inland Revenue Department has confirmed that GST is claimable on treaty settlement expenses. The Trust has recovered \$6,862 of GST in relation to these expenses for expenditure during the period 1 December 2013 to 31 March 2014. Treaty settlement expenses are funded under contract with the Crown Forest Rental Trust (CFRT) and the Office of Treaty Settlements (OTS) and this funding can only be applied to the treaty settlement process. As the GST recovered has been applied to other activities of the trust there is a contingent liability of up to \$164,089 should CFRT and/or OTS require the GST recovered to be refunded or to be applied solely to treaty settlement negotiation expenses (2013: \$157,227).

### 11 Contingent Asset

In the current year the trust has not claimed GST on treaty settlement expenses of \$29,521. As Inland Revenue have confirmed that these expenses are claimable for GST there is a contingent asset of \$93,747 (2013: \$64,226) being the GST that could be recovered should the trust make a claim. This would however increase the contingent liability under note 10 by the same amount.

### 12 Capital Commitments

The Trust has no capital commitments as at 31 March 2014, (2013 Nil).

### 13 Subsequent Events

Subsequent to balance date, the Trust received funds of \$500,000 from the Post Settlement Governance Entity (PSGE) of Ngai Tai ki Tamaki. These funds were used to repay the BNZ Loans under note 6 of \$400,000 (paid in April 2014) and the two outstanding facilities totalling \$100,000 (paid in June 2014). These funds were received from the PSGE as distributions and are not required to be paid back by the Trust.

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.

# Ngai Tai Ki Tamaki Tribal Trust

## Schedule of Property, Plant & Equipment

For the Year Ended 31 March 2014

RATE & % PVT		COST	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PARTSALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	COST	CAPITAL GAIN/LOSS	DEPN	ACCUM DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
TYPE	USE															
Office Equipment																
Office Equipment	80.40D	1,118	6	-	01/04/09	-	-	-	-	-	-	5	1,117	-	-	1
Laptop DV6-2117	60.00D	1,332	96	-	17/05/10	-	-	-	-	-	-	58	1,294	-	-	38
Computer Equipment	60.00D	6,326	316	-	01/04/09	-	-	-	-	-	-	190	6,200	-	-	126
Notebook VPCEB33FGWI	50.00D	1,348	267	-	12/11/10	-	-	-	-	-	-	134	1,215	-	-	133
Toshiba Copier 451C	48.00D	3,000	422	-	29/04/10	-	-	-	-	-	-	203	2,781	-	-	219
Toshiba Computer Pro L50 Intel	60.00D	980	-	980	01/03/14	-	-	-	-	-	-	50	50	-	-	930
		14,104	1,107	980		-	-	-	-	-	-	640	12,657	-	-	1,447
TOTAL		14,104	1,107	980		-	-	-	-	-	-	640	12,657	-	-	1,447

These financial statements are to be read in conjunction with the accompanying Notes. These statements have been audited.