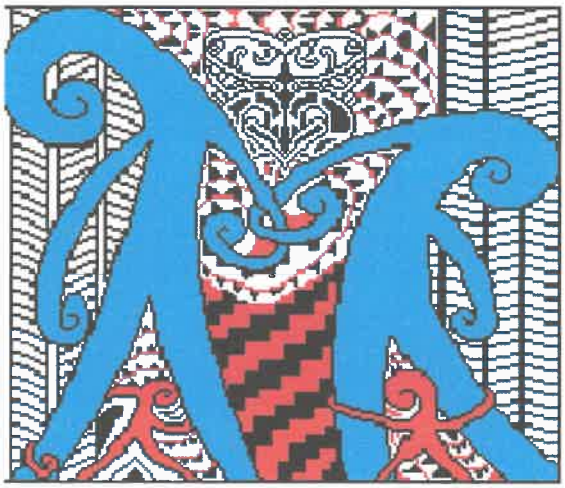
KOKIRI MARAE KERIANA OLSEN TRUST



ANNUAL REPORT

31 DECEMBER 2021

KOKIRI MARAE KERIANA OLSEN TRUST

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DIRECTORY
FOR THE PERIOD ENDED 31 DECEMBER 2021

Trustees	Martin Stirling	- Chairman
	Tina Olsen-Ratana	- Secretary
	Teresea Olsen	
	Star Olsen	
	Daphne Williams	
	Anlea Olsen	
Registered Office	7-9 Barnes Street Seaview Lower Hutt	
Nature of Business	Enhance the well-being of Maori through a variety of services, including Te Reo Maori, education and training, health and social services, and Marae tikanga.	
Charities Registration #	CC35909	
Independent Auditor	BDO Wellington Audit Limited P.O. Box 10 340 WELLINGTON	

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR ENDED 31 DECEMBER 2021

	Note	This Year $	Last Year $
Revenue from non-exchange transactions			
Government grants and funding	6	8,502,941	4,728,449
Non-government grants and funding	7	910,449	1,003,752
Donations	8	29,636	26,392
Fees	9	62,120	49,404
Other revenue	10	13,020	13,572
		9,518,166	5,821,569
Revenue from exchange transactions			
Interest received	11	4,835	15,988
Other operating revenue	12	325,561	250,977
		330,396	266,966
Total revenue		9,848,562	6,088,535
Expenses			
Employee related costs	13	5,387,079	4,101,386
Depreciation	37	110,671	79,937
Grants and donations	14	12,550	26,860
Insurance premiums	15	92,719	78,664
Interest	16	5,021	10,181
Other expenses	18	1,621,097	1,282,443
Total expenses		7,229,138	5,579,470
Total surplus for the year		2,619,424	509,064
Other comprehensive revenue and expenses			
Other comprehensive revenue and expense for the year		-	-
Total comprehensive revenue and expense for the year		2,619,424	509,064

This statement should be read in conjunction with the Notes To The Financial Statements.

STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31 DECEMBER 2021

	This Year $	Last Year $
Equity		
Equity at beginning of year	4,545,910	4,036,846
Net surplus for the year	2,619,424	509,064
	7,165,334	4,545,910
Other comprehensive income for the year	-	-
Equity at year end	7,165,334	4,545,910

This statement should be read in conjunction with the Notes To The Financial Statements

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Note	This Year $	Last Year
Current assets			
Cash and cash equivalents	17	4,371,884	2,795,387
Investments	19	621,383	621,383
Recoverables from non-exchange transactions	21	1,349,950	404,318
Receivables from exchange transactions	22	27,748	11,243
Prepayments	24	66,218	13,113
Inventories	20	4,174	1,791
Loans	26	19,208	18,098
		6,460,565	3,865,332
Non-current assets			
Property, plant and equipment	37	2,272,811	1,809,708
Loans	26	31,300	46,300
		2,304,111	1,856,008
Total assets		8,764,676	5,721,340
Current liabilities			
Trade and other creditors	29	116,034	60,896
Accrued Expenses	28	85,687	-
Deferred income	27	650,568	490,422
Employee entitlements	23	418,599	361,453
Taxes payable	25	292,749	173,011
Mortgages	31	15,056	16,421
Finance leases	33	17,573	40,458
Hire Purchase		149	-
		1,596,416	1,142,661
Non-current liabilities			
Mortgages	31	-	16,156
Finance leases	33	2,927	16,613
		2,927	32,770
Total liabilities		1,599,342	1,175,430
Total net assets		7,165,334	4,545,910
Reconciled by:			
Equity		7,165,334	4,545,910
Plus liabilities		1,599,342	1,175,430
Assets		8,764,676	5,721,340

Signed for and on behalf of the Board of Trustees

Teresee L Olsen
TRUSTEE

TRUSTEE

27/6/22
DATE

27/6/2022
DATE

This statement should be read in conjunction with the Notes To The Financial Statements.

BDO
BDO WELLINGTON

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 2021

	This Year $	Last Year $
Cash Flows from Operating Activities		
Cash was received from:		
Donations, fundraising & other similar receipts	33,478	26,392
Fees, subscriptions & other receipts from members	62,120	49,404
Receipts from providing goods & services - exchange	297,740	248,545
Receipts from providing goods & services - non-exchange	8,731,965	5,592,892
Cash received from merchandise		
Cash received from Interest	4,487	16,940
Net GST	-	-
Cash was applied to:		
Payments to suppliers	(1,762,696)	(1,222,815)
Payments to employees	(5,229,559)	(3,979,150)
Interest paid	(5,021)	(10,181)
Donations or grants paid	(12,550)	(26,860)
Repayment of undelivered funding	-	(121,993)
Net GST	67,896	(33,935)
Net cash provided by Operating Activities	**2,187,862**	**539,240**
Cash Flows from Investing Activities		
Cash was received from:		
Receipts from sale of property, plant & equipment	2,467	2,349
Receipts from sale of investments		33,650
Receipts from repayment of loans	14,040	15,819
Cash was applied to:		
Payments to acquire property, plant & equipment	(573,774)	(172,942)
Payments to purchase investments		
Net Cash Flows from Investing Activities	**(557,268)**	**(121,123)**
Cash Flows from Financing Activities		
Cash was received from:		
Proceeds from loans borrowed from other parties	-	-
Capital contributed from owners or members	-	-
Cash was applied to:		
Repayments of loans borrowed from other parties	(54,097)	(4,976)
Capital repaid to owners or members	-	-
Net Cash Flows from Financing Activities	**(54,097)**	**(4,976)**
Net Increase / (Decrease) in Cash	**1,576,497**	**413,141**
Opening Cash	2,795,387	2,382,246
Closing Cash	**4,371,884**	**2,795,387**
Closing Cash represented by:		
Bank accounts	4,367,623	2,792,565
Petty cash	4,261	2,822
Short term investments		
	4,371,884	**2,795,387**

This statement should be read in conjunction with the Notes To The Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1. REPORTING ENTITY

Kokiri Marae Keriana Olsen Trust is a community facility domiciled in New Zealand, providing a range of services to the community, including training, education, Te Kohanga Reo, and health and social services in order to enhance the well-being of whanau, hapu and iwi.

The entity is a charitable organisation registered under the Incorporated Societies Act 1908 and the Charities Act 2005.

The financial statements comprising all divisions of the Trust are presented for the year ended 31 December 2021 and were authorized for issue by the Trustees on 27th June 2022.

2. BASIS OF PREPARATION

a) Statement of compliance

These financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ('NZGAAP'). They comply with Public Benefit Entity Reduced Disclosure Regime ('PBE Standards RDR') and other applicable Financial Reporting Standards, as appropriate for Tier 2 not-for-profit public benefit entities, for which all reduced disclosure regime exemptions, have been adopted.

The entity qualifies as a Tier 2 entity, as for the past two reporting periods it has had between $2m and $30m operating expenditure.

b) Basis of measurement

The measurement basis adopted is that of historical cost. Reliance is placed on the fact that the business is a going concern.

c) Presentational currency

The financial statements are presented in New Zealand dollars ($). All financial information presented in New Zealand dollars has been rounded to the nearest dollar.

There has been no change in the functional currency of the entity during the year.

3. USE OF JUDGEMENTS AND ESTIMATES

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from those estimates.

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

a) Judgements

Judgements made in applying policies that have had the most significant effects on the amounts recognized in the financial statements include the following:

- **Revenue recognition of contract funding**
  Where contracts have conditions that require a certain quantity of deliverables to be achieved, revenue is recognized as the obligations have been met and the underperformed portion is recognized as a liability.

In some instances, estimation is required to determine the proportion of the deliverables achieved under the contract. The degree of judgement and estimation involved is not considered significant and any potential error considered unlikely to have a significant impact on the information presented.

- **Lease commitments**
  The entity has entered into a number of equipment leases.

  The entity has determined based on the terms and conditions of the arrangements, where the entity does not retain all the significant risks and rewards of ownership of these properties, to account for these contracts as operating leases.

4. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently with previous years.

a) Revenue

Revenue is recognized to the extent that it is probable that the economic benefit will flow to the entity and the revenue can be reliably measured. Revenue is measured at fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognized.

- **Revenue from exchange transactions**

  Interest revenue
  Interest revenue is recognized as it accrues using the effective interest method.

- **Revenue from non-exchange transactions**

  Non-exchange transactions are those where the entity receives an inflow of resources (i.e. cash and other tangible or intangible items) but provides no (or nominal) direct consideration in return.

  Inflows of resources from non-exchange transactions are only recognized as assets where both:

  - It is probable that the associated future economic benefit or service potential will flow to the entity, and
  - Fair value is reliably measurable.

  Inflows of resources from non-exchange transactions that are recognized as assets are recognized as non-exchange revenue, to the extent that a liability is not recognized in respect to the same inflow.

  Liabilities are recognized in relation to inflows of resources from non-exchange transactions when there is a resulting present obligation as a result of the non-exchange transactions, where both:

  - It is probable that an outflow of resources embodying future economic benefit or service potential will be required to settle the obligation, and
  - The amount of the obligation can be reliably estimated.

  The following specific recognition criteria in relation to the entity's non-exchange transaction revenue streams must also be met before revenue is recognized.

Government Funding
Government funding is recognized when the service to which the funding is attached, has been provided. Where there is a condition of repayment of unspent funding, the amount relating to the unspent funding is treated as a liability.

Grant revenue
Grant revenue includes grants from other charitable and non charitable organisations. Grant revenue is recognized when the conditions attached to the grant have been complied with. Where there are unfulfilled conditions attached to the grant, the amount relating to the unfulfilled condition is recognized as a liability, and released to revenue as the conditions are fulfilled.

Donations/Koha
Donations/koha is recognized as revenue upon receipt. This includes koha from the general public for Marae purposes such as powhiri and tangihana, or other organisations for programme delivery. Donations in kind are not recorded in these statements.

Fees
Fee revenue from parents for their child's attendance at Te Kohanga Reo, and for carseat rentals is recognized as revenue when received.

b) Employee related costs
Liabilities for wages and salaries, and annual leave are recognized in the surplus or deficit during the period in which the employee provided the service. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.

c) Interest expense
All borrowing costs are expensed in surplus or deficit using the effective method, in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. The entity has chosen not to capitalize borrowing costs directly attributable to the acquisition, construction and production of assets.

d) Financial instruments

- **Financial assets**

Loans and receivables
Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Loans and receivables are subsequently measured at amortised cost using the effective interest method, less any impairment losses.

Loans and receivables comprise:

Cash and cash equivalents
Investments
Recoverables from non-exchange transactions
Receivables from exchange transactions

Cash and cash equivalents
Cash and cash equivalents are short term, highly liquid investments with maturity date of less than three months that are readily convertible to known amounts of cash.

Investments
Investments comprise term deposits which have a term of greater than three months and therefore do not fall into the category of cash and cash equivalents.

- **Financial liabilities**
  Financial liabilities are non-derivative financial liabilities that are not classified as fair value through surplus or deficit financial liabilities. Financial liabilities are measured using the effective interest rate.

  The entity's financial liabilities comprise:

  Trade and other creditors
  Mortgages
  Finance leases

e) Impairment of Financial Assets
The entity assesses at the end of the reporting date whether there is objective evidence that a financial asset or a group of financial assets is impaired.

For financial assets carried at amortised cost, if there is objective evidence that an impairment loss on loans and receivables carried at amortised costs has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of the estimated future cash flows discounted at the financial asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance amount. The amount of the loss is recognized in the surplus or deficit for the reporting period.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed by adjusting the allowance amount. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognized in surplus or deficit.

f) Inventory
Inventories held for consumption in the provision of services that are not sold on a commercial basis are measured at the lower of cost and net realizable value.

g) Property, plant and equipment
Items of property, plant and equipment are measured at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the asset.

Depreciation is charged on a diminishing value rate over the estimated useful life of the asset.

Land & Buildings	0% - 11.4%
Motor Vehicles	12% - 40.0%
Waka	12% - 40.0%
Office Equipment	13% - 67.0%
Furniture & Fittings	10% - 26.4%
Plant & Machinery	10% - 50.0%
Carseats	40%

All fixed assets, including buildings are depreciated using maximum rates allowed by the Inland Revenue Department.

Assets under construction are not subject to depreciation.

h) Leases
Leases in terms of which the entity assumes substantially all the risks and rewards of ownership are classified as finance leases.

Finance leases
Fixed assets financed by way of finance leases are capitalized and depreciated. The liability shown on the Statement of Financial Position represents outstanding installments, including any guaranteed residual value, less future finance and GST charges. Finance charges are allocated to accounting periods using the actuarial method. The liability is reduced by the remaining portion of each installment.

Operating leases
Leases that are not finance leases are classified as operating leases. Payments made under operating leases are recognized in surplus or deficit on a straight-line basis over the lease term.

Lease incentives received are recognized as an integral part of the total lease expense, over the term of the lease.

i) Taxation
The entity is registered with Charities Services as a charitable trust and therefore is not liable for taxation on surpluses.

j) Goods and services tax (GST)
The statement of Comprehensive Revenue and Expenses, and the Statement of Cash Flows have been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of accounts receivable and payable.

k) Equity
Equity is measured as the difference between total assets and total liabilities. Equity comprises solely the accumulated surplus or deficit since the entity's formation.

l) Deferred revenue
Funding for services which have not yet been provided for, grants where conditions have not yet been met, and unspent funding where a repayment clause exists, is recorded as a deferred revenue liability, and only recorded as revenue when the service has been fully provided.

5. CHANGES IN ACCOUNTING POLICIES

There were no changes in the accounting policies during the period. All policies have been applied on a basis consistent with prior periods.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

6. GOVERNMENT GRANTS AND FUNDING

	This Year $	Last Year $
Capital & Coast DHB	1,661,548	-
Hutt City Council	97,548	33,789
Hutt Valley DHB	725,925	-
Ministry of Health	989,741	1,451,491
Ministry of Justice	-	3,465
New Zealand Lotteries	-	20,000
Oranga Tamariki - Ministry for Children	1,703,605	1,465,410
Ministry of Social Development	1,153,606	-
Regional Public Health	67,150	-
Tertiary Education Commission	214,076	463,020
Te Kohanga Reo National Trust	1,261,538	1,044,983
Te Puni Kokiri	539,489	207,500
WINZ Subsidirs	88,716	38,791
	8,502,941	4,728,449

7. NON-GOVERNMENT GRANTS AND FUNDING

	This Year $	Last Year $
Hutt Valley DHB	-	23,945
Mana Wahine	63,390	57,212
Naku Enei Tamariki Inc	1,209	-
Otago University	-	11,908
Pelorus Trust	1,000	-
Takiri Mai Te Ata Trust	709,867	824,032
Tu Kotahi Maori Asthma Trust	85,808	36,654
Vibe	500	-
Victoria University	37,500	-
Wellington Community Trust	11,176	50,000
	910,449	1,003,752

8. DONATIONS

	This Year $	Last Year $
Koha	29,636	26,392
	29,636	26,392

9. FEES

	This Year $	Last Year $
TKR Tamariki Fees	62,120	49,404
	62,120	49,404

10. OTHER REVENUE

	This Year $	Last Year $
Carseat rentals	4,200	5,692
Facility Hireage	8,820	7,880
	13,020	13,572

11. INTEREST RECEIVED

	This Year $	Last Year $
Westpac Bank investments	4,202	15,850
Loans advanced	633	138
	4,835	15,988

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

12. OTHER OPERATING REVENUE

	This Year $	Last Year $
Facility Hireage	36,965	30,886
Fundraising	2,342	-
Gain on sale of asset	2,467	2,349
Prior Period Adjustment	3,177	-
Services to Kokiri Marae Maori Womens' Refuge	-	139
Services to Mana Wahine Inc	3,748	2,471
Services to Naku Enei Tamariki Inc	142,939	161,308
Services to Takiri Mai Te Ata Trust	119,283	42,160
Services to Wainuiomata Marae Trust	11,166	8,734
Services to other organisations	3,474	2,930
	325,561	250,977

The entity supplies a number of services to other Maori Organisations. Services include, but are not limited to, administration & reception, photocopying, programme facilitation, office & equipment rent and financial services.

13. EMPLOYEE RELATED COSTS

	This Year $	Last Year $
Accident Compensation Levy	17,387	13,572
Employee Settlement	-	10,000
Kiwisaver contribution	118,382	83,798
Supervision	1,478	300
Wages	5,227,358	3,979,812
Workforce Development	22,475	13,904
	5,387,079	4,101,386

14. GRANTS AND DONATIONS

	This Year $	Last Year $
Tangihana	2,553	5,450
Community support	9,133	20,547
World Vision Sponsorship	864	864
	12,550	26,860

15. INSURANCE PREMIUMS

	This Year $	Last Year $
Buildings and contents	61,273	46,948
Public liability & indemnity	3,150	5,540
TKR tamariki health	-	1,000
Vehicles	28,297	25,176
	92,719	78,664

16. INTEREST

	This Year $	Last Year $
Mortgages	1,135	2,020
Vehicle financing	3,886	8,161
	5,021	10,181

17. CASH AND CASH EQUIVALENTS

	This Year $	Last Year $
Cash at bank	4,367,623	2,792,565
Petty cash held	4,261	2,822
Total cash and cash equivalents	4,371,884	2,795,387

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

18. OTHER EXPENSES

	This Year $	Last Year $
Administration	49,992	44,022
Advertising	6,709	4,034
Communications	83,214	75,105
COVID-19 Expenses	201,914	132,013
Equipment rental	24,180	26,964
Fostercare payments	119,472	87,565
Health Promotion	18,113	17,915
Hui	18,751	8,033
IT Maintenance	65,222	45,283
Legal Fees	1,989	1,500
Loss on disposal of assets or stock	-	1,263
Maori Provider Development Scheme	58,292	117,073
Power and gas	46,084	27,246
Programme delivery	375,755	165,735
Property maintenance	66,733	88,799
Provisions	28,400	32,896
Rates	8,447	6,044
Rent	153,992	28,054
Resources	62,643	44,082
Sub-Contracted Service Delivery	75,049	200,000
Vehicle running costs	156,027	128,063
Whanau Support	120	752
	1,621,097	1,282,443

19. INVESTMENTS

All investments are held with Westpac Bank on terms of between 119 - 183 days.

20. INVENTORIES

	This Year $	Last Year $
Carseats	4,174	1,791
	4,174	1,791

21. RECOVERABLES FROM NON-EXCHANGE TRANSACTIONS

	This Year $	Last Year $
Government grants and funding	1,099,155	397,130
Non-government grants and funding	184,670	7,188
Sundry recoverables	66,125	-
	1,349,950	404,318

22. RECEIVABLES FROM EXCHANGE TRANSACTIONS

	This Year $	Last Year $
Accrued interest	663	316
Rental bonds	1,072	1,072
Sundry receivables	26,013	9,855
	27,748	11,243

23. EMPLOYEE ENTITLEMENTS

Employee entitlements relate solely to annual leave owed to employees at balance date.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

24. PREPAYMENTS

	This Year $	Last Year $
Building and contents insurance	44,241	-
Liability and other insurance	4,290	-
Vehicle insurance	17,687	13,113
	66,218	13,113

25. TAXES PAYABLE

	This Year $	Last Year $
PAYE	112,218	53,184
GST	180,531	119,828
	292,749	173,011

26. LOANS

	This Year $	Last Year $
Current		
Sundry individuals	4,208	3,098
Wainuiomata Marae Trust	15,000	15,000
	19,208	18,098
Non Current		
Wainuiomata Marae Trust	31,300	46,300
	50,508	64,398

27. DEFERRED INCOME

	This Year $	Last Year $
Maori Provider Development Fund	44,797	12,002
Hutt City Council	14,286	14,286
Ministry of Health	221,500	87,595
MSD/Oranga Tamariki	40,000	376,540
Wellington Community Trust	329,985	-
	650,568	490,422

28. ACCRUED EXPENSES

	This Year $	Last Year $
Tertiary Education Commission	75,687	-
Kokiri Marae Maori Women's Refuge	10,000	-
	85,687	-

Tertiary Education Commission is seeking recovery of undelivered EFTS.

29. TRADE AND OTHER CREDITORS

	This Year $	Last Year $
Trade & other creditors	114,871	42,380
Kokiri Marae Maori Womens Refuge	-	11,500
Takiri Mai Te Ata	-	7,017
Tertiary Education Commission	1,164	-
	116,034	60,896

30. RELATED PARTY TRANSACTIONS

Trustees of this entity also hold Board positions on the following organisations: Tu Kotahi Maori Asthma Trust; Takiri Mai Te Ata Trust; Wainuiomata Marae Trust; Naku Enei Tamariki Inc; Whai Oranga O Te Iwi; Mana Wahine Inc; Kokiri Marae Maori Womens' Refuge; Te Awakairangi Health Network & Whaiora Whanui. Related party transactions during the reporting period consisted of:

Provision of services

During the period the entity provided a range of services to related parties on normal trade terms and conditions. The amount receivable at period end is recorded in receivables on the Statement of Financial Position, and split as exchange and non-exchange receivables in Note 21 and 22. There were no amounts written off or impaired during the period.

	This Year $	Last Year $
Kokiri Marae Maori Womens Refuge	-	139
Mana Wahine Inc	72,858	65,403
Naku Enei Tamariki Inc	144,148	161,308
Takiri Mai Te Ata Trust	829,150	866,192
Te Awakairangi Health	-	87
Tu Kotahi Maori AsthmaTrust	97,808	49,257
Wainuiomata Marae	11,166	8,734
Total related party income during reporting period	1,155,131	1,151,120

	This Year $	Last Year $
Mana Wahine Inc	-	7,188
Naku Enei Tamariki Inc	3,623	-
Takiri Mai Te Ata Trust	198,625	4,121
WOM Marae	758	3,411
Total related party receivables at period end	203,006	14,720

Receipt of services

During the period the entity received programme facilitation, venue hireage and cleaning services from related parties on normal trade terms and conditions. At reporting date the amount payable is recorded in trade and other creditors on the Statement of Financial Position. There were no amounts forgiven in the reporting period.

	This Year $	Last Year $
Kokiri Marae Maori Womens Refuge	20,000	20,000
Mana Wahine Inc	200	10,661
Takiri Mai Te Ata Trust	104,660	28,320
Tu Kotahi Maori Asthma Trust	73,620	40,751
Wainuiomata Marae Trust	80,979	12,376
Whai Oranga O Te Iwi	21,938	-
Total related party payments during reporting period	301,396	112,108

	This Year $	Last Year $
Kokiri Marae Maori Womens Refuge	10,000	11,500
Takiri Mai Te Ata Trust	-	7,017
Wainuiomata Marae	1,164	-
Total related party payables at period end	11,164	18,517

Advances made

In 2012 the entity advanced a loan to Wainuiomata Marae Trust to complete renovations on Wainuiomata Marae buildings. Terms and conditions are that the advance is non-interest bearing and to be repaid within 10 years. The advance is secured over the premises situated at 9 Wainuiomata Road, Wainuiomata. A reconciliation of opening and closing balances with payments received is presented below:

	This Year $	Last Year $
Opening balance (1 January)	61,300	76,300
Repayments received	(15,000)	(15,000)
Closing balance (31 December)	46,300	61,300

Key Management Personnel Remuneration

Key management personnel consist of the Board of Trustees and Finance Manager. Several members of the Board of Trustees are also employed within the daily operation of the entity. The aggregate remuneration of key management personnel and the number of individuals receiving remuneration is as follows:

	This Year $	Last Year $
Total remuneration	345,080	331,449
Number of individuals 5FTE (2020: 5 FTE)	6	6

A number of close family members of key managment personnel are employed by the entity on normal employment terms.

	This Year $	Last Year $
Total aggregate remuneration	603,922	442,928
Number of individuals 12FTE (2020: 10FTE)	16	15

Key Management Personnel Advances

During the reporting period the entity advanced no loans (2020: 1) key management personnel and 3 (2020: 2) close family members of key management personnel. Terms and conditions are that the advances bear an interest rate higher than the prescribed interest rate set by IRD for low interest loans provided to employees, and payable by reporting period end. Advances made to key management personnel and close family members of key management personnel during the reporting period are as follows:

Key Management Personnel Advances

	This Year $	Last Year $
Amount drawn down	-	1,100
Amount repaid	-	(1,100)
Closing balance (31 December)	-	-

Close Family Members of Key Management Personnel Advances

	This Year $	Last Year $
Opening Balance (1 January)	-	799
Amount drawn down	1,520	300
Amount repaid	(1,520)	(1,099)
Closing balance (31 December)	-	-

31. MORTGAGES

	This Year $	Last Year $
Less than one year	15,056	16,421
Between one and five years	-	16,156
Greater than five years	-	-
	15,056	32,577

The Westpac #95 mortgage has a completion date of December 2022, is secured over the property at 7-9 Barnes Street Seaview, and bears interest at 5.09% (2020: 4.59%),

32. OPERATING LEASE NOTE

The entity has entered into a number of operating leases for four photocopying machines.
The future non-cancellable minimum lease payments of operating leases as lessee at reporting date are detailed below:

	This Year $	Last Year $
Less than one year	15,818	15,818
Between one and five years	25,462	41,280
Greater than five years	-	-
	41,280	57,098

33. FINANCE LEASES

The finance lease agreements are all held with Toyota Finance and are secured over the assets (2 cars) covered by the agreements. The lease agreements incur an interest rate of 10.75%. The completion dates range between January 2023 and May 2023.

	This Year $	Last Year $
Less than one year	17,573	40,458
Between one and five years	2,927	16,613
Greater than five years	-	-
	20,499	57,071

34. CAPITAL COMMITMENTS & CONTINGENT LIABILITIES

At balance date there are no known capital commitments or contingent liabilities. (2020:$Nil)

35. SECURITIES AND GUARANTEES

There was no overdraft as at balance date nor was any facility arranged. (2020: Nil)

36. COVID-19 IMPACT

COVID-19 was declared a global health emergency on 31 January 2020 by the World Health Organisation, and the New Zealand Government declared a State of National Emergency on 25 March 2020, and a second Level 4 lockdown was mandated in August 2021.

The impact from the COVID-19 pandemic on this entity is varied dependant on its sector.

While the Te Kohanga Reo and Training sectors have struggled, the Health & Social Services sector has increased exponentially.to meet the increased needs of the community.

As a result of the above, the Board believes that the continued use of the Going Concern assumption remains appropriate.

37. PROPERTY, PLANT AND EQUIPMENT

Cost or valuation	Land & Buildings	Plant & Machinery	Motor Vehicles	Furniture & Fittings	Computer Equipment	Assets under construction	Total
Balance as at 1 January 2021	**2,247,792**	**370,290**	**607,256**	**195,618**	**219,229**	**-**	**3,640,185**
Additions (exchange)	-	72,397	483,509	1,000	42,924	-	599,829
Additions (non-exchange)	-					-	-
Aquired - business combinations	-	-	-	-	-	-	-
Revaluation gain/(loss)	-	-	-	-	-	-	-
Borrowing costs capitalised	-	-	-	-	-	-	-
Transfer - assets under construction	-	-	-	-	-	-	-
Disposals	-	(18,562)	(67,718)	(317)	(11,134)	-	(97,732)
Re-classified to assets held for sale	-	-	-	-	-	-	-
Reclassified to investment property	-	-	-	-	-	-	-
Balance as at 31 December 2021	**2,247,792**	**424,125**	**1,023,046**	**196,301**	**251,019**	**-**	**4,142,283**
Accumulated depreciation and impairment							
Balance as at 1 January 2021	**888,414**	**296,750**	**327,151**	**124,994**	**193,168**	**-**	**1,830,477**
Depreciation	1,508	19,514	53,792	10,961	24,896	-	110,671
Impairment	-					-	-
Reversal of impairment	-					-	-
Disposals	-	(18,562)	(41,663)	(317)	(11,134)	-	(71,677)
Re-classified to assets held for sale	-	-	-	-	-	-	-
							-
Balance as at 31 December 2021	**889,923**	**297,703**	**339,280**	**135,638**	**206,929**	**-**	**1,869,472**
Net book value							
As at 31 December 2021	1,357,869	126,422	683,766	60,663	44,090	-	2,272,811
As at 31 December 2020	1,359,378	73,540	280,104	70,624	26,062	-	1,809,708
As at 31 December 2019	1,360,985	60,112	210,241	56,137	30,460	-	1,717,935
As at 31 December 2018	1,362,801	61,327	200,482	54,460	27,917	-	1,706,987

INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF KOKIRI MARAE KERIANA OLSEN TRUST

Opinion

We have audited the financial statements of Kokiri Marae Keriana Olsen Trust ("the Marae"), which comprise the statement of financial position as at 31 December 2021, and the statement of comprehensive revenue and expense, statement of changes in net assets/equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Marae as at 31 December 2021, and its financial performance and its cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR") issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ("ISAs (NZ)"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Marae 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 in our capacity as auditor we have no relationship with, or interests in, the Marae.

Trustees' Responsibilities for the Financial Statements

The trustees are responsible on behalf of the Marae for the preparation and fair presentation of the financial statements in accordance with PBE Standards RDR, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible on behalf of the Marae for assessing the Marae's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Marae or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, 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 the Marae's 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 the Marae's 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 financial statements 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 the Marae to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

Who we Report to

This report is made solely to the Marae's 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 Marae and the Marae's trustees, as a body, for our audit work, for this report or for the opinions we have formed.

BDO Wellington Audit Limited

BDO WELLINGTON AUDIT LIMITED
Wellington
New Zealand
27 June 2022