



# 2020 FINANCIAL STATEMENTS

The Trustees are pleased to present the Financial Statements of the ILT Foundation for the year ended 31<sup>st</sup> March 2020.

For and on behalf of the Board of Trustees:

A handwritten signature in blue ink, appearing to read 'Alan Dennis'.

Alan Dennis  
Chairman

A handwritten signature in blue ink, appearing to read 'Mike Mika'.

Mike Mika  
Trustee

30 June 2020

# ILT Foundation

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# ILT Foundation

## Directory

**Trustees**            Alan Dennis    (Chairman)  
                         Sean Bellew  
                         Mike Mika  
                         Angela Newell  
                         Suzanne Prentice  
                         Paddy O'Brien  
                         Christopher Ward  
                         Jason McKenzie

**Manager**            Lisa-Maree Fleck

**Registered Office**    252 Dee Street  
                         PO Box 1771  
                         INVERCARGILL 9840

**Auditor**            Audit New Zealand  
                         On behalf of the Controller and Auditor-General

**Legal Advisors**       Ward Adams Bryan-Lamb  
                         Invercargill

**Bankers**            Westpac Banking Corporation  
                         Invercargill

# ILT Foundation

## Statement of Comprehensive Income For the year ended 31 March 2020

	Notes	2020 \$	2019 \$
<b>REVENUE</b>			
Gaming proceeds		10,011,534	10,083,676
Interest income		63,781	90,595
Gain on sale of Plant and Equipment		-	6,061
<b>TOTAL REVENUE</b>		<b>10,075,315</b>	<b>10,180,332</b>
<b>EXPENSES</b>			
Gaming duty		2,302,653	2,319,246
Venue payments	4	1,318,137	1,394,874
Other expenses	5	1,420,394	1,325,002
<b>TOTAL EXPENSES</b>		<b>5,041,184</b>	<b>5,039,122</b>
<b>OPERATING PROFIT/(LOSS) BEFORE GRANTS</b>		<b>5,034,131</b>	<b>5,141,210</b>
Grant expense	7	5,024,162	5,050,828
<b>OPERATING PROFIT/(LOSS)</b>		<b>9,969</b>	<b>90,382</b>
<b>OTHER COMPREHENSIVE INCOME</b>			
<i>Movements that will be reclassified to profit or loss in subsequent periods:</i>		-	-
<i>Movements that will not be reclassified to profit or loss in subsequent periods:</i>		-	-
<b>Total other comprehensive income</b>		<b>-</b>	<b>-</b>
<b>TOTAL COMPREHENSIVE INCOME / (EXPENSE)</b>		<b>9,969</b>	<b>90,382</b>

# ILT Foundation

## Statement of Financial Position As at 31 March 2020

	Notes	2020 \$	2019 \$
<b>ASSETS</b>			
<b>Current</b>			
Cash and cash equivalents	6	2,233,510	1,346,168
Short Term Bank Deposits		500,000	1,280,000
Trade and Other Receivables		38,422	42,491
<b>Total current assets</b>		<b>2,771,932</b>	<b>2,668,659</b>
<b>Non-current</b>			
Property, plant and equipment	8	1,209,448	1,376,078
Work in progress - asset		-	-
<b>Total non-current assets</b>		<b>1,209,448</b>	<b>1,376,078</b>
<b>TOTAL ASSETS</b>		<b>3,981,380</b>	<b>4,044,737</b>
<b>LIABILITIES</b>			
<b>Current</b>			
Trade and Other Payables		501,094	572,691
Grants Allocated but Unpaid	7	209,000	215,823
Employee entitlements	10	14,063	8,969
<b>Total current liabilities</b>		<b>724,157</b>	<b>797,483</b>
<b>TOTAL LIABILITIES</b>		<b>724,157</b>	<b>797,483</b>
<b>NET ASSETS</b>		<b>3,257,223</b>	<b>3,247,254</b>
<b>FOUNDATION EQUITY</b>			
Undistributed Net Proceeds		1,075,183	1,065,214
Capital asset reserve		1,209,448	1,376,078
Depreciation reserve funds		972,592	805,962
<b>FOUNDATION EQUITY</b>	9	<b>3,257,223</b>	<b>3,247,254</b>

# ILT Foundation

## Statement of Changes in Equity For the year ended 31 March 2020

	Notes	Undistributed Net Proceeds	Capital Asset reserve	Depreciation reserve	Total
		\$	\$	\$	\$
Balance 1 April 2019		1,065,214	1,376,078	805,962	3,247,254
Profit / (Loss) for the year before grants		5,034,131	-	-	5,034,131
Grants Expense		(5,024,162)	-	-	(5,024,162)
<b>Total comprehensive income / (expense)</b>		9,969	-	-	9,969
Net transfer to/ (from) equity reserves in the year		-	(166,630)	166,630	-
<b>Balance 31 March 2020</b>	<b>9</b>	<b>1,075,183</b>	<b>1,209,448</b>	<b>972,592</b>	<b>3,257,223</b>
Balance 1 April 2018		974,832	1,187,680	994,360	3,156,872
Profit / (Loss) for the year before grants		5,141,210	-	-	5,141,210
Grants Expense		(5,050,828)	-	-	(5,050,828)
<b>Total comprehensive income / (expense)</b>		90,382	-	-	90,382
Transfer to/ (from) equity reserves in the year		-	188,398	(188,398)	-
<b>Balance 31 March 2019</b>		<b>1,065,214</b>	<b>1,376,078</b>	<b>805,962</b>	<b>3,247,254</b>

# ILT Foundation

## Statement of Cash Flows For the year ended 31 March 2020

	Notes	2020 \$	2019 \$
Cash flow from operating activities			
<i>Cash was provided from/(applied to):</i>			
Income received from gaming proceeds		10,011,534	10,083,676
Interest received		64,851	120,854
Payments to suppliers, employees and trustees		(4,626,859)	(4,603,369)
Grants paid	7	(5,030,985)	(5,117,655)
GST (net)		16,484	(85,642)
<b>Net cash from/(used in) operating activities</b>		<b>435,025</b>	<b>397,864</b>
Cash flow from investing activities			
<i>Cash was provided from:</i>			
Maturing/sale of Investments		2,560,000	5,140,000
Disposal of property, plant and equipment		-	41,000
<i>Cash was applied to:</i>			
Acquisition of property, plant and equipment		(327,683)	(646,868)
Purchase of investments		(1,780,000)	(3,840,000)
<b>Net cash from/(used in) investing activities</b>		<b>452,317</b>	<b>694,132</b>
Cash flow from financing activities			
<i>Cash was provided from/(applied to):</i>		-	-
<b>Net cash from/(used in) financing activities</b>		<b>-</b>	<b>-</b>
Net increase/(decrease) in cash and cash equivalents		887,342	1,091,996
Cash and cash equivalents, beginning of the year		1,346,168	254,172
<b>Cash and cash equivalents at end of the year</b>	6	<b>2,233,510</b>	<b>1,346,168</b>

# ILT Foundation

## Notes to the financial statements for the year ended 31 March 2020

### 1 Reporting entity

The ILT Foundation was formed by Trust Deed dated 2 August 2005 and is a registered Charitable Trust in terms of the Charitable Trusts Act 1957. It operates Electronic Video Gaming Machines licensed by the Department of Internal Affairs in various premises owned by the Invercargill Licensing Trust.

The financial statements were authorised for issue by the Board of Trustees on 30 June 2020.

### 2 Basis of preparation

The financial statements have been prepared in accordance with NZ Generally Accepted Accounting Practice (NZ GAAP) and comply with the New Zealand equivalent to International Financial Reporting Standards (NZ IFRS). Under the terms of the Accounting Standards Framework issued by the External Reporting Board (XRB) the ILT Foundation has designated itself a Tier 2 for profit entity and therefore applied Tier 2 Accounting Standards (NZ IFRS Reduced Disclosure Regime).

The Foundation is a qualifying Tier 2 entity as it meets the following criteria:

- the entity does not have public accountability; and
- the entity's expenses are less than \$30 million.

The general accounting principles as appropriate for the measurement and reporting of results and financial position under the historical cost method have been followed in the preparation of these financial statements. The accrual basis of accounting has been used unless otherwise stated.

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest dollar. The functional currency of the Foundation is New Zealand dollars.

#### (a) Comparatives

The comparative financial period is 12 months.

The net asset position and net profit or loss reported in comparatives is consistent with previously authorised financial statements.

#### (b) New and amended standards and interpretations

The Foundation has adopted NZ IFRS 16 Leases for the year ended 31 March 2020. NZ IFRS effectively abolishes the concept of an operating lease. The standard requires lease agreements for lessee's to be recognised in the Statement of Financial Position as a right-to-use asset, with a corresponding liability. The adoption of this standard has had no impact on the Foundation's financial statements.

### 3 Underlying Fundamental Assumptions

A key significant assumption underlying the preparation of the Foundation's financial statements under the going concern assumption is that the Foundation will continue to have its Class 4 Gambling License renewed annually by the Department of Internal Affairs.



### Summary of significant accounting policies

The accounting policies of the Foundation have been applied consistently to all years presented in these financial statements.

The significant accounting policies used in the preparation of these financial statements are summarised below:

#### (a) Income

The following specific recognition criteria must be met before revenue is recognised:

##### (i) Gaming proceeds

The Foundation operates gaming machines at a number of sites. Revenue from the operation of gaming machines comprises proceeds from the gaming machines less the deduction of prizes to the participants. Revenue from gaming machine proceeds is recognised when received into the gaming machine.

##### (ii) Interest income

Interest income is recognised as it accrues, using the effective interest method.

#### (b) Venue payments

These costs are expensed on a monthly basis. They relate to the provision of Venue services provided by the Invercargill Licensing Trust, under the terms of a Licence Agreement, exclusively for the Foundation's gaming machines. The Agreement was for a period of three years expiring on 31 March 2018 and could be cancelled with one month's notice by either party. This agreement was renewed on 1 April 2018 for a further three year period.

#### (c) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits in transit, cheques account funds, deposits held on call with banks and other short-term highly liquid investments with original maturities of three months or less.

Short term bank deposits are bank term deposits with maturities greater than three months but less than one year. They are recorded at cost, which is considered to be their fair value.

#### (d) Trade and other receivables

Trade debtors and other receivables are measured at their cost less any impairment losses.

An allowance for impairment is established where there is objective evidence the Foundation will not be able to collect all amounts due according to the original terms of the receivable.

#### (e) Creditors and other payables

Trade creditors and other payables are stated at cost.

#### (f) Financial instruments

The Foundation has policies to manage the risks associated with financial instruments. The Foundation is risk averse and seeks to minimise exposure from its treasury activities. These policies do not allow any transactions that are speculative in nature to be entered into.

##### (i) Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value.

Cash and cash equivalents comprise cash balances and call deposits.

##### Subsequent measurement of financial assets

The subsequent measurement of financial assets depends on their classification, which is primarily determined by the purpose for which the financial assets were acquired. Management determines the classification of financial assets at initial recognition and re-evaluates this designation at each reporting date.

All financial assets held by the Foundation in the years reported have been designated into one classification and are measured at amortised cost using the effective interest method, less provision for impairment.

### (g) Property, plant and equipment

Property, Plant and Equipment are valued at cost less accumulated depreciation and impairment losses.

#### Additions

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential associated with the item will flow to the Foundation and the cost of the item can be measured reliably.

In most instances, an item of property, plant and equipment is recognised at its cost. Where an asset is acquired at no cost, or for a nominal cost, it is recognised at fair value when control over the asset is obtained.

#### Subsequent costs

Costs incurred subsequent to initial acquisition are capitalised only when it is probable that future economic benefits or service potential associated with the item will flow to the Foundation and the cost of the item can be measured reliably.

All repairs and maintenance expenditure is charged to profit or loss in the year in which the expense is incurred.

#### Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposals are included in the profit or loss.

When an item of property, plant or equipment is disposed of, the gain or loss recognised in the profit or loss is calculated as the difference between the net sale proceeds and the carrying amount of the asset.

#### Depreciation

Depreciation is provided for using the Diminishing Value method in order to recognise the high first few years reduction in value of gaming equipment. The following rates are applied:

Gaming Machines and Associated Equipment	33% D.V.
Motor Vehicles	21.6% D.V.

The residual value, useful life, and depreciation methods of property, plant and equipment is reassessed annually.

### (h) Impairment

The carrying amounts of the Foundation's assets are reviewed at each balance date to determine whether there is any indication of impairment.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of assets and are recognised in the profit or loss.

#### (i) Non-financial assets

The carrying amounts of the Foundation's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that are largely independent from other assets and groups. Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset.

In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

### (i) Employee entitlements

#### Short-term employee benefits

Employee benefits, previously earned from past services, that the Foundation expects to be settled within 12 months of reporting date are measured based on accrued entitlements at current rate of pays.

These include salaries and wages accrued up to the reporting date and annual leave earned, but not yet taken at the reporting date.

**(j) Income tax**

The Financial Statements do not include any provision for income tax. The ILT Foundation, being a registered Charitable Trust and earning income solely from gaming machine activities, is exempt from income tax.

**(k) Goods and Services Tax (GST)**

All amounts in these financial statements are shown exclusive of GST, except for receivables and payables that are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department (IRD) is included as part of receivables or payables in the Statement of Financial Position.

**(l) Grant expenditure**

Grants expensed to the profit or loss for the year represent:

(i) Grants that have been applied for during the year, and which have been approved and allocated for payment by the Trustees, but not necessarily paid out by balance date.

(ii) less Grants that have been returned to the Foundation during the year.

Grants allocated but unpaid at balance date are recorded in the Statement of Financial Position (refer Note 7).

**(m) Statement of cash flows**

The Statement of Cash Flows has been prepared using the Direct Method whereby major classes of gross cash receipts and gross payments are disclosed. For the purpose of the statement of cashflows, cash and cash equivalents include cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. The following terms are used in the statement of cash flows;

- Operating activities are the principal revenue producing activities of the Foundation and other activities that are not investing or financing activities;

- Investing activities are the acquisition and disposal of long-term assets and other investments not included in cash equivalents; and

- Financing activities are activities that result in changes in the size and composition of the contributed equity and borrowing of the entity.

**(n) Goods and Services Tax**

All items in the financial statements are stated exclusive of GST, except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department (IRD) is included as part of receivables or payables in the Statement of Financial Position.

The net GST paid to, or received from the IRD, including the GST relating to investing and financing activities, is classified as an operating cash flow in the Statement of Cash Flows.

Commitments and contingencies are disclosed exclusive of GST.

### Significant accounting judgements, estimates and assumptions

The preparation of 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 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 uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements relate to the valuation of investments and are discussed further in note 3 above.

### 4 Venue Payments

The Foundation has a services agreement / short term lease with the Invercargill Licensing Trust that provides for the installation and operation of the Foundation's gaming machines in 10 of the Licensing Trust's Hotel and Tavern properties. This Services Agreement is established pursuant to a licence granted under the Gambling Act 2003.

The Agreement commenced on 1 April 2015 for a 3 year term and was subsequently renewed for a further 3 years to expire on 31 March 2021. It can be terminated at any time by either party upon 1 months notice.

Monthly payments are variable and can be no greater than 16% of gaming machine income. Payments over the past two years have totalled \$1,394,874 (2019), \$1,318,137 (2020) and the forecast for 2021 is \$1,264,000 based on gaming machine income of \$7,900,000.

### 5 Other expenses

*The following amounts were expensed in the profit / (loss) for the year:*

	2020	2019
	\$	\$
Audit fees	20,695	19,076
Depreciation	494,313	399,753
Loss on disposal of property, plant and equipment	6,009	23,778
Problem gambling levy	104,735	150,751
Personnel costs	157,179	140,459
Sundry operating expenses	637,463	591,185
<b>Total</b>	<b>1,420,394</b>	<b>1,325,002</b>

### 6 Cash and cash equivalents

	2020	2019
	\$	\$
Bank balances	1,233,510	1,346,168
Short term bank deposits - less than 3 months	1,000,000	-
<b>Total cash and cash equivalents</b>	<b>2,233,510</b>	<b>1,346,168</b>

The carrying amount of cash and cash equivalents approximates their fair value.

The effective interest rate on short term bank deposits in 2020 was 1.9% (2019: 2.6%).

### 7 Grants Allocated but Unpaid

	2020	2019
	\$	\$
Grants allocated but unpaid	209,000	215,823
<b>Total payables - Allocated Grants</b>	<b>209,000</b>	<b>215,823</b>
<i>Grants allocated but unpaid comprise:</i>		
Opening balance	215,823	282,650
Allocated at Trustees' meetings during the year	5,068,804	5,131,246
Allocated grants returned	(44,642)	(80,418)
<b>Grants Expense</b>	<b>5,024,162</b>	<b>5,050,828</b>
Allocated grants paid during the year	(5,030,985)	(5,117,655)
<b>Total grants allocated but unpaid:</b>	<b>209,000</b>	<b>215,823</b>

### 8 Property, plant and equipment

Movements for each class of property, plant and equipment are as follows:

	Gaming assets	Motor vehicle	Tôtal
2020	\$	\$	\$
<b>Gross carrying amount</b>			
Opening balance	4,970,380	41,149	5,011,529
Additions	333,692	-	333,692
Disposals	(52,362)	-	(52,362)
Closing balance	5,251,710	41,149	5,292,859
<b>Accumulated depreciation and impairment</b>			
Opening balance	3,615,497	19,954	3,635,451
Depreciation for the year	489,735	4,578	494,313
Depreciation written back on disposal	(46,353)	-	(46,353)
Closing balance	4,058,879	24,532	4,083,411
<b>Carrying amount 31 March 2020</b>	<b>1,192,831</b>	<b>16,617</b>	<b>1,209,448</b>

	Gaming assets	Motor vehicle	Total
2019	\$	\$	\$
<b>Gross carrying amount</b>			
Opening balance	4,886,003	41,149	4,927,152
Additions	678,868	-	678,868
Disposals	(594,491)	-	(594,491)
Closing balance	4,970,380	41,149	5,011,529
<b>Accumulated depreciation and impairment</b>			
Opening balance	3,757,357	14,115	3,771,472
Depreciation for the year	393,914	5,839	399,753
Depreciation written back on disposal	(535,774)	-	(535,774)
Closing balance	3,615,497	19,954	3,635,451
<b>Carrying amount 31 March 2019</b>	<b>1,354,883</b>	<b>21,195</b>	<b>1,376,078</b>

# ILT Foundation

## Notes to the financial statements for the year ended 31 March 2020

### 9 Foundation equity

	Undistributed Net Proceeds	Capital Asset Reserve	Depreciation Reserve	Total
	\$	\$	\$	\$
<b>2020</b>				
Balance at 1 April 2019	1,065,214	1,376,078	805,962	3,247,254
Total operating profit before grants	5,034,131	-	-	5,034,131
Grants allocated during the year	(5,068,804)	-	-	(5,068,804)
Grants returned during the year	44,642	-	-	44,642
Assets purchased during the year	-	333,692	(333,692)	-
Assets sold during the year	-	-	-	-
Depreciation, gains and losses for the year	-	(500,322)	500,322	-
<b>Balance at 31 March 2020</b>	<b>1,075,183</b>	<b>1,209,448</b>	<b>972,592</b>	<b>3,257,223</b>

### 2019

Balance at 1 April 2018	974,832	1,187,680	994,360	3,156,872
Total operating profit before grants	5,141,210	-	-	5,141,210
Grants allocated during the year	(5,131,246)	-	-	(5,131,246)
Grants returned during the year	80,418	-	-	80,418
Assets purchased during the year	-	646,868	(646,868)	-
Assets sold during the year	-	(41,000)	41,000	-
Depreciation, gains and losses for the year	-	(417,470)	417,470	-
<b>Balance at 31 March 2019</b>	<b>1,065,214</b>	<b>1,376,078</b>	<b>805,962</b>	<b>3,247,254</b>

#### *Undistributed Net Proceeds*

This represents Undistributed Net Proceeds from the ILT Foundation's gaming activities at year end, 31 March 2020. These funds are required, by Department of Internal Affairs gaming regulations, to be distributed within three months of the end of the financial year.

#### *Capital Asset Reserve*

The Capital asset reserve represents the equity held in the gaming assets of the Foundation. This is equivalent to the book value of gaming assets at balance date.

#### *Depreciation Reserve*

The Depreciation reserve fund represents funds accumulated from depreciation expense at balance date that have not yet been spent on asset replacements but are available for future expenditure.

### 10 Employee entitlements

	2020	2019
	\$	\$
<b>Current</b>		
Annual leave entitlements	14,063	8,969
<b>Total</b>	<b>14,063</b>	<b>8,969</b>

### 11 Financial Assets and Liabilities

#### (a) Classification of financial instruments

The carrying amounts presented in the statement of financial position relate to the following categories of financial assets and liabilities.

2020	Financial assets at amortised cost	Financial liabilities at amortised cost	Total carrying amount	Fair value
<b>Financial assets</b>				
Trade and other receivables	38,422	-	38,422	38,422
Cash and cash equivalents	2,233,510	-	2,233,510	2,233,510
Short Term Bank Deposits	500,000	-	500,000	500,000
<b>Total current assets</b>	<b>2,771,932</b>	<b>-</b>	<b>2,771,932</b>	<b>2,771,932</b>
<b>Total assets</b>	<b>2,771,932</b>	<b>-</b>	<b>2,771,932</b>	<b>2,771,932</b>
<b>Financial liabilities</b>				
Trade and other payables	-	501,094	501,094	501,094
Grants allocated but not paid	-	209,000	209,000	209,000
<b>Total current liabilities</b>	<b>-</b>	<b>710,094</b>	<b>710,094</b>	<b>710,094</b>
<b>Total liabilities</b>	<b>-</b>	<b>710,094</b>	<b>710,094</b>	<b>710,094</b>

2019	Financial assets at amortised cost	Financial liabilities at amortised cost	Total carrying amount	Fair value
<b>Financial assets</b>				
Trade and other receivables	42,491	-	42,491	42,491
Cash and cash equivalents	1,346,168	-	1,346,168	1,346,168
Short Term Bank Deposits	1,280,000	-	1,280,000	1,280,000
<b>Total current assets</b>	<b>2,668,659</b>	<b>-</b>	<b>2,668,659</b>	<b>2,668,659</b>
<b>Total assets</b>	<b>2,668,659</b>	<b>-</b>	<b>2,668,659</b>	<b>2,668,659</b>
<b>Financial liabilities</b>				
Trade and other payables	-	572,691	572,691	572,691
Grants allocated but not paid	-	215,823	215,823	215,823
<b>Total current liabilities</b>	<b>-</b>	<b>788,514</b>	<b>788,514</b>	<b>788,514</b>
<b>Total liabilities</b>	<b>-</b>	<b>788,514</b>	<b>788,514</b>	<b>788,514</b>

## Notes to the financial statements for the year ended 31 March 2020

### 12 Related party transactions

Related party transactions arise when an entity or person(s) has the ability to significantly influence the financial and operating policies of the Foundation.

#### (a) Related party transactions

The Invercargill Licensing Trust was primarily responsible for the establishment of the ILT Foundation in August 2005. The ILT Foundation operates under its own Trust Deed and is controlled by its own Trustees, some of whom are Invercargill Licensing Trust Trustees. The following are Trustees on both entities: Alan Dennis, Mike Mika, Sean Bellew, Angela Newell, Patrick (Paddy) O'Brien and Suzanne Prentice. The ILT Foundation has two additional Trustees who are co-opted onto the ILT Foundation Board, namely Chris Ward and Jason McKenzie.

The ILT Foundation has contracts with the Invercargill Licensing Trust, approved by the Department of Internal Affairs, to operate gaming machines and other activities in their licensed premises. During the period payments to the Invercargill Licensing Trust for site rentals, administration and other services amounted to \$1,388,302 (\$1,457,195 in 2019).

As at 31 March 2020 \$139,285 was owing by the ILT Foundation to the Invercargill Licensing Trust, which was later settled in the normal course of business (2019: \$162,534).

Legal services are provided to the ILT Foundation by Ward Adams Bryan-Lamb where Christopher Ward (Trustee) is a Senior partner. The value of services provided during the year was \$9,785 (\$4,850 in 2019).

Several of the Trustees of the Foundation and key management personnel have a key relationship with organisations which were recipients of grants during the year. The details are as follows:

Trustee	Recipient organisation	Trustee's relationship to recipient organisation	Grant amount 2020 \$	Grant amount 2019 \$
Alan Dennis	Rugby Southland	Observer/Member of Appointments Committee	340,000	340,000
	Southland Indoor Leisure Centre Charitable Trust	Chairman	400,000	400,000
			<b>740,000</b>	<b>740,000</b>
Sean Bellew	Southland Racing Club	President	10,000	10,000
	Racing Southland	Director	-	2,000
			<b>10,000</b>	<b>12,000</b>
Mike Mika	Murihiku Maori and Pasifika Cultural Trust	Trustee	-	40,000
			<b>-</b>	<b>40,000</b>
Angela Newell	English Language Partners NZ Trust Sthd Branc	Tutor	3,000	-
	Invercargill Primary Schools Educational Initiatives Trust (enrich@ILT)	Trustee	378,000	361,902
	Shakespeare in the Park Charitable Trust	Trustee	6,000	9,400
	Great South (was Venture Southland)	Employee	7,000	60,300
			<b>394,000</b>	<b>431,602</b>
Paddy O'Brien	Calvary Hospital Southland Ltd	Board Member/Director	150,000	-
			<b>150,000</b>	<b>-</b>
Suzanne Prentice	Arthritis New Zealand	Ambassador	-	5,280
	Hospice Southland	Employee	20,000	35,000
	Rape & Abuse Support Centre Southland Inc	Husband - Board Member	15,000	15,000
			<b>35,000</b>	<b>55,280</b>
Chris Ward	Southland Football Incorporated (previously Judiciary Committee Chair)	Referee	-	108,500
	Southland Indoor Leisure Centre Charitable Trust	Solicitor	400,000	400,000
	Marching Southland Association Inc	Wife - NZ Judge/Treasurer	3,500	-
			<b>403,500</b>	<b>508,500</b>
Jason McKenzie	Talent Development Southland	Contractor	61,000	56,700
	Rugby Southland	Contractor	340,000	340,000
	Netball South Zone	Service provider	150,000	150,000
	James Hargest College	Trustee	-	1,000
			<b>551,000</b>	<b>547,700</b>



# ILT Foundation

## Notes to the financial statements for the year ended 31 March 2020

### (a) Related party transactions (continued)

Management	Recipient organisation	Relationship to recipient organisation	Grant amount 2020 \$	Grant amount 2019 \$
Lisa-Maree Fleck	Southland Christmas Parade Charitable Trust (up to April 2019)	Publicity/Communications	-	11,000
			-	11,000

### (b) Trustees remuneration

Trustees have received remuneration for their services to the value of \$62,475 during the year (2019: \$62,475)

### (c) Key management compensation

The Group have a related party relationship with its key management personnel. Key management personnel include the Board and Senior Management of the Trust.

*Key management personnel compensation includes the following expenses:*

	2020 \$	2019 \$
Salaries and other short-term employee benefits	150,573	144,988
Termination benefits	-	-
Post-employment benefits	-	-
Other long-term benefits	-	-
<b>Total remuneration</b>	<b>150,573</b>	<b>144,988</b>
<b>Number of persons recognised as key management personnel</b>	<b>9</b>	<b>9</b>

## 13 Contingent assets and contingent liabilities

The Foundation has no contingent assets or contingent liabilities (2019: none).

## 14 Commitments

There are no commitments in place to purchase new gaming machines and game upgrades as at 31 March 2020 (2019: nil).

## 15 Coronavirus pandemic - COVID-19

On March 11, 2020, the World Health Organization declared the outbreak of a coronavirus (COVID-19) pandemic and two weeks later the New Zealand Government declared a State of National Emergency. As a result, economic uncertainties have arisen which will negatively affect our operations and services.

We describe below the effects that we have identified on ILT Foundations as a result of the COVID-19 pandemic.:

1. Our gaming venues were in lockdown from Monday 23 March 2020 and didn't recommence until 21 May 2020 on a limited basis. Full operations were underway when COVID-19 Level 1 restrictions came into place from 10 June 2020. For that week and the subsequent 2 weeks the level of income has been \$581,000 which is comparable to the same 3 week period last year of \$564,000. While income is higher than normal at present we are forecasting lower income on average over the next 9 months.
2. Some of the Foundation's operating expenses will reduce because of an expected reduction to income. Variable costs will reduce such as gaming duty, problem gambling revenue, venue rental and expenses and maintenance costs on machines. Most fixed costs, including salaries and wages, will continue at similar or slightly lower levels.

### 15 Coronavirus pandemic - COVID-19 (continued)

3. The ILT Foundation's operations and activities will continue and will remain profitable but at an expected lower level for the next 1-2 years while the country recovers from the COVID-19 pandemic. Net profit available for distribution for the 31 March 2021 financial year is forecast to decrease from \$5m in 2020 to \$3.6m in 2021. It is hoped that revenue and profit levels will get back to 2020 levels during the 2022 year.

4. Grants to the community will be impacted during the 2020/2021 year simply due to the forecast decrease in profit. The ILT Foundation holds little in reserve to help meet grant applications, relying on monthly trading profits to be distributed within three months of profit being generated.

5. We have assessed whether the decrease in forecast cash flows has resulted in impairment of our assets. We conclude that the forecast cash flows continue to support the carrying value of our gaming machines and no impairment is required.

### 16 Events after the reporting period

One of the Foundation's 10 gaming venues, the Clifton Club Inn, was closed at the end of March 2020 due to the pending sale of the property. The effect on the Foundation's operations and financial results is forecast to be minor due to the expected relocation of customers from this venue to other venues in Invercargill operated by the Foundation.

There are no other after balance date events, except for the ongoing impact of COVID-19 mentioned above, that affect the ILT Foundation.

# ILT Foundation

## Notes to the financial statements for the year ended 31 March 2020

### 17 Grants to the community

	\$		\$
Alzheimers Society Southland Inc	10,000	Invercargill Public Art Gallery	40,000
Aqua Health Inc	2,100	Invercargill Rowing Club Inc	10,000
Arts Murihiku Charitable Trust	10,000	Invercargill Secondary Schools' Network Trust	100,000
Arts Murihiku Charitable Trust - 6 scholarships	4,200	Invercargill Secondary Schools' Network Trust - Tertiary scholars	96,300
Ascot Community School - 2020 ICT Facilitator, Professional	98,920	Invercargill Southland Chess Club Inc	2,782
Development & Teaching prog (on behalf of all Inv Primary Schools)		Invercargill Symphonía Inc - scholarship	500
Athletics Southland	69,000	Invercargill Toy & Puzzle Library	4,518
Athletics Southland - 2 scholarships	1,400	James Hargest College - scholarship	500
Autism New Zealand Inc	5,000	Jubilee Budget Advisory Service Ltd	20,000
Awarua Whanau Services	20,000	Kew Bowling Club Inc	1,400
Barnardos NZ - Invercargill Branch	29,000	Kiwi Family Trust	1,300
Blind and Low Vision NZ	5,000	Koha Kai Charitable Trust	15,000
Blue Light Ventures Inc	1,911	Learning Differences Aotearoa Trust	7,000
Blues Indoor Bowling Club	400	Loss and Grief Support Trust Southland	20,000
Bluff 2024 Rejuvenation Community Action Group	5,000	Love Local Charitable Trust	4,000
Bluff Rugby Club	2,000	Makarewa School	2,000
Bluff Volunteer Fire Brigade	650	Marching Southland Association Inc	3,500
Bowls Southland Inc	45,000	Marist Brothers Old Boys' Rugby Football Club	15,000
Bowls Southland Inc - scholarship	700	Motorcycling New Zealand - scholarship	2,200
Calvary Hospital Southland Ltd	150,000	Murihiku Maori Secondary Schools Teachers Association	5,000
Cancer Society of NZ-Southland Division Inc	10,000	National Heart Foundation of NZ	5,500
CCS Disability Action Southland Inc	12,000	Netball South Zone Inc	150,000
Choirs Aotearoa New Zealand	3,000	New River Primary School	2,500
Choirs Aotearoa New Zealand - scholarship	3,000	Newfield Park School	2,500
City of Invercargill Highland Pipe Band Inc	52,500	Nga Kete Matauranga Pounamu Charitable Trust	5,000
City of Invercargill Highland Pipe Band Inc - 4 scholarships	4,800	NZ Clay Target Association - scholarship	1,900
Community Care Trust	5,000	NZ Council of Victim Support Groups Inc	4,000
Community Colleges NZ Ltd - Invercargill	5,000	NZ Family and Fostercare Federation Inc	5,000
Conductive Education Southern Charitable Trust	15,000	Old Boys' Association Football Club	3,171
CS Arts Charitable Trust	5,000	Orca Swimming Club Inc	3,000
Cycling Southland	167,500	Order of St John - Invercargill Area	15,595
Cycling Southland - 2 scholarships	2,400	Oreti Park Speedway 1998	11,457
Demons Softball Club	4,500	Outreach Singing	6,000
Diabetes NZ Southland	8,000	Panthers Softball Club	6,000
Disabilities Resource Centre Southland Charitable Trust	12,500	Paralympics New Zealand Inc	1,200
Disc Golf South Inc	2,659	Parent to Parent	7,000
EDUK8 Charitable Trust	15,000	Phoenix Synchro Southland	34,000
English Language Partners NZ Trust - Southland	3,000	Phoenix Synchro Southland - 9 scholarships	9,800
Epilepsy Association of NZ - Southland Branch	7,500	Piping & Dancing Association of NZ - Southland	2,500
Eventing Southland	2,000	Pirates Old Boys' Rugby Club (Invercargill) Inc	15,000
First Church Heritage Building Charitable Trust	15,000	Pregnancy Counselling Services	800
Georgetown Bowling Club	1,400	Presbyterian Support Services - Family Works; Children's Day	117,000
Georgetown Indoor Bowls Club	1,000	Queens Park Association Football Club	5,000
Georgetown Piping & Dancing Society	1,000	Queens Park Golf Club Inc	10,000
Georgetown Scout Group	745	Queens Park Ladies Golf Club	700
Glengarry Community Action Group	594	Rape & Abuse Support Centre Southland Inc	15,000
Golf Southland Inc	25,000	RMH South Island Trust	5,000
Grasmere Indoor Bowls Club	350	Road Safety Southland	5,000
Great South	7,000	Royal NZ Plunket Trust (Invercargill Branch)	10,000
Greenacres Country Club Inc	14,200	Rugby Southland	340,000
Head Injury Society of Southland Inc	10,200	Shakespeare Globe Centre NZ - scholarship	1,200
Heritage South Trust	2,200	Shakespeare in the Park Charitable Trust	6,000
HETTANZ Southland	600	Smash Badminton Club	1,440
Highland Miniature Horse Club	500	South City Community Choir	1,000
Hockey Southland Inc	75,000	Southern Cochlear Implant Programme	1,500
Hospice Southland Charitable Trust	20,000	Southern District Health Board - Incubator programme	5,000
IHC New Zealand Inc	1,000	Southern Grass Kart Club Inc	5,000
Indian Community Southland Inc	5,000	Southern Institute of Technology - 2019 Trade Scholarships	9,000
Invercargill Bowling Club	5,000	Southern Pastel Artists - scholarship	500
Invercargill Central Friendship Club	400	Southern Snooker and Billiards Association	3,750
Invercargill Citizens Bowling Club	4,500	Southern Sou'NZ Inc	1,200
Invercargill City Charitable Trust - 2020 Southland Buskers' Festival	11,000	Southern Stars	2,500
Invercargill City Council - 2020 Schools Swimming Programme	133,908	Southern Strength Powerlifting Club	4,136
Invercargill Dodgers Softball Club	5,000	Southern Strength Powerlifting Club - 3 scholarships	3,600
Invercargill Garrison Band Inc	40,000	Southland A & P Association	4,000
Invercargill Golf Club Inc	39,700	Southland ACC Advocacy Trust	5,000
Invercargill Gymnastic Club Inc - scholarship	1,200	Southland Archery Club	5,000
Invercargill Harness Racing Club Inc	10,000	Southland Archery Club - 2 scholarships	1,900
Invercargill Indoor Bowls Sub Centre	1,250	Southland Art Society Inc	6,800
Invercargill Kiribati Community & Youth Group	500	Southland Asthma Society Inc	12,000
Invercargill Musical Theatre Inc	30,000	Southland Astronomical Society	2,425
Invercargill Netball Centre	50,000	Southland Badminton Association	62,800
Invercargill Primary School Educational Initiatives Trust - enrich@ILT	378,000	Southland Badminton Association - scholarship	1,200

# ILT Foundation

Notes to the financial statements for the year ended 31 March 2020

## 17 Grants to the community (continued)

	\$		\$
Southland Basketball Association	95,000	Southland Softball Association - scholarship	700
Southland Beneficiaries and Community Rights	25,000	Southland Sports Car Club Inc	20,000
Southland Boxing Association (Inc)	3,000	Southland Stock Car Drivers' Association	5,500
Southland Chamber of Commerce	23,000	Southland Table Tennis Association Inc	22,000
Southland Chevrolet Club Inc	2,295	Southland Table Tennis Association Inc - 2 scholarships	1,400
Southland Christmas Parade Charitable Trust	11,000	Southland Tennis Association Inc	58,000
Southland Clay Target Club	9,635	Southland Triathlon & Multisport Club	11,000
Southland Community Nursery Conservation Trust	5,000	Southland Triathlon & Multisport Club - scholarship	1,200
Southland Competitions Society Inc	3,500	Southland Woodworkers' Guild	5,000
Southland Cricket Association	135,000	Southland Youth One Stop Shop Trust	25,000
Southland Darts Association	1,500	Spirit Army	5,000
Southland Darts Association - 5 scholarships	3,500	Spirit of Southland Inc	3,000
Southland Disability Enterprises Ltd	25,000	Sport Southland	230,302
Southland District Rugby Football League Inc	45,000	Squash Southland	45,000
Southland Education	17,900	St John's Girls' School	2,500
Southland Equestrian Centre	1,400	St Mary's Invercargill Central Parish	200
Southland Filipino Society	2,000	St Patrick's Primary School	7,500
Southland Fire Service Museum Society	5,000	St Theresa's School	2,500
Southland Foodbank Charitable Trust	20,000	Star Rugby Football Club	15,000
Southland Football Inc	105,000	Stopping Violence Southland	12,500
Southland Hindi School Charitable Trust	7,500	Strings of Southland Charitable Trust	2,200
Southland Indoor Bowls Centre Inc	22,000	Stroke Foundation of NZ Ltd	4,830
Southland Indoor Bowls Centre Inc - 2 scholarships	1,000	Swim Southland	70,000
Southland Indoor Bowls Umpires' Association	500	Talent Development Southland Charitable Trust	61,000
Southland Indoor Leisure Centre Charitable Trust - ILT Stadium Southland	400,000	Thistle AFC Inc	1,500
Southland Kennel Association	2,000	TOA Fighting Systems Southland Inc - 3 scholarships	3,600
Southland Kindergarten Association	2,972	Touch Southland	42,500
Southland Life Education Community Trust	5,000	Touch Southland - 2 scholarships	1,400
Southland Literacy Association - 2019 /2020	12,296	Verdon College - scholarship	500
Southland Masters' Badminton Club	2,000	Volleyball Southland Inc	35,000
Southland Motorcycle Club Inc	46,800	Volleyball Southland Inc - scholarship	1,200
Southland Multicultural Council Inc	15,000	Waihopai Association Football Club Inc	5,000
Southland Multiple Sclerosis Society Inc	17,500	Waihopai City Lions Club	5,000
Southland Otago Axemens' Association	2,750	Waihopai Rowing Club Inc	10,000
Southland Piping & Drumming Development Trust	50,700	Waihopai Runaka Inc	11,000
Southland Power Boat Club	15,000	Waihopai School	2,500
Southland Racing Club Inc	10,000	Waikiwi Rugby Club	15,000
Southland Riding for the Disabled	15,000	Waverley Scout Group	3,000
Southland Rodeo Association Inc	5,209	Windsor North School	2,500
Southland Rowing Association Inc	8,500	YMCA of Invercargill Charitable Trust	49,654
Southland Science & Technology Fair	1,500	Young Spirit Indoor Bowls Club	200
Southland Secondary Schools Principals' Association	4,000	Youth Development Southland Region Trust	25,000
Southland Secondary Schools' Sport	15,000	Youthline Southland Inc	9,000
Southland Social Sciences Fair	1,500		
Southland Society of Model Engineers Inc	2,000	Grants Refunded - not required	-44,642
Southland Softball Association	40,000		
		<b>TOTAL GRANTS</b>	<b>\$5,024,162</b>

## **Independent Auditor's Report**

### **To the readers of ILT Foundation's financial statements for the year ended 31 March 2020**

The Auditor-General is the auditor of ILT Foundation (the Foundation). The Auditor-General has appointed me, Andy Burns, using the staff and resources of Audit New Zealand, to carry out the audit of the Foundation's annual report on the conduct of class 4 gambling for the year ended 31 March 2020, on his behalf.

### **Opinion**

We have audited the annual report on the conduct of class 4 gambling that comprises:

- the itemised statement of the application or distribution of net proceeds from class 4 gambling for authorised purposes for the year ended 31 March 2020 of the Foundation on pages 17 to 18; and
- the financial statements of the Foundation on pages 2 to 16 that comprise the statement of financial position as at 31 March 2020, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, and the notes to the financial statements that include accounting policies and other explanatory information.

In our opinion:

- the Foundation's itemised statement of the application or distribution of net proceeds from class 4 gambling for authorised purposes is presented fairly, in all material respects; and
- the Foundation's financial statements:
  - present fairly, in all material respects:
    - its financial position as at 31 March 2020; and
    - its financial performance and cash flows for the year then ended; and
  - comply with generally accepted accounting practice in New Zealand in accordance with New Zealand equivalents to International Financial Reporting Standards Reduced Disclosure Regime.

Our audit was completed on 30 June 2020. This is the date at which our opinion is expressed.

The basis for our opinion is explained below and we draw your attention to the impact of Covid-19. In addition, we outline the responsibilities of the Board of Trustees and our responsibilities relating to the annual report on the conduct of class 4 gambling, and we explain our independence.

### **Emphasis of matter - Covid-19**

Without modifying our opinion, we draw attention to note 15 to the financial statements, which explains the impact of the Covid-19 pandemic on the Foundation. This includes an explanation of the impact on its operations, gaming machine revenues, operating expenses, and future grants to the community.

### **Basis for our opinion**

We carried out our audit in accordance with the Auditor-General's Auditing Standards, which incorporate the Professional and Ethical Standards and the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board. Our responsibilities under those standards are further described in the Responsibilities of the auditor section of our report.

We have fulfilled our responsibilities in accordance with the Auditor-General's Auditing Standards.

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

### **Responsibilities of the Board of Trustees for the annual report on the conduct of class 4 gambling**

The Board of Trustees is responsible for preparing an annual report on the conduct of class 4 gambling by the Foundation. The annual report is required to include:

- an itemised statement of application or distribution of net proceeds from class 4 gambling for authorised purposes that is fairly presented; and
- financial statements that are fairly presented and that comply with generally accepted accounting practice in New Zealand.

The Board of Trustees is responsible, on behalf of the Foundation for such internal control as they determine is necessary to enable them to prepare the annual report on the conduct of class 4 gambling that is free from material misstatement, whether due to fraud or error.

In preparing the annual report on the conduct of class 4 gambling, the Board of Trustees is responsible, on behalf of the Foundation for assessing the Foundation's ability to continue as a going concern. The Board of Trustees is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the Board of Trustees intends to liquidate the Foundation or to cease operations, or has no realistic alternative but to do so.

The Board of Trustees responsibilities arise from the Gambling Act 2003.

## **Responsibilities of the auditor for the audit of the annual report on the conduct of class 4 gambling**

Our objectives are to obtain reasonable assurance about whether the annual report on the conduct of class 4 gambling, as a whole, is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit carried out in accordance with the Auditor-General's Auditing Standards will always detect a material misstatement when it exists. Misstatements are differences or omissions of amounts or disclosures, and can arise from fraud or error. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of readers, taken on the basis of this annual report on the conduct of class 4 gambling.

We did not evaluate the security and controls over the electronic publication of the annual report on the conduct of class 4 gambling.

As part of an audit in accordance with the Auditor-General's Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. Also:

- We identify and assess the risks of material misstatement of the annual report on the conduct of class 4 gambling, 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 one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- We 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 Foundation's internal control.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Trustees.
- We conclude on the appropriateness of the use of the going concern basis of accounting by the Board of 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 Foundation'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 annual report on the conduct of class 4 gambling 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 Foundation to cease to continue as a going concern.
- We evaluate the overall presentation, structure and content of the annual report on the conduct of class 4 gambling, including the disclosures, and whether the annual report on

the conduct of class 4 gambling represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of 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.

Our responsibilities arise from the Public Audit Act 2001.

## **Independence**

We are independent of the Foundation in accordance with the independence requirements of the Auditor-General's Auditing Standards, which incorporate the independence requirements of the Professional and Ethical Standard 1 (revised): Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board.

Other than the audit, we have no relationship with, or interests in, the Foundation.



Andy Burns  
Audit New Zealand  
On behalf of the Auditor-General  
Christchurch, New Zealand