

ANNUAL REPORT

2019



*“Ngā moemoea ki tua, ngā ara ki
naianei, ngā tapuwae ki mua”*

*“The visions of yesterday are today’s
pathways, and tomorrows stepping stones”*

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TRUSTEES



Ngahere Wall

Chairman
Ngāti Tutemohuta



Dominic Bowden

Deputy Chair
Ngāti Te Urunga



Greg Stebbing

Trustee
Ngāti Rauhoto



William Wall

Trustee
Ngāti Hinerau



Matiu Northcroft

Trustee
Ngāti Tutetawha



Arapiu Seymour

Trustee
Ngāti Hineure



CHAIRMANS REPORT

Kia whakarongo ake au ki te tangi a te manu nei a te mātui
Tui, tui, tuituia. Tuia i runga tuia i raro tuia i roto tuia i waho
Tuia i te here tāngata ka rongo te pō ka rongo te ao
Tuia i te muka tāngata i takea mai i Hawaiki nui, i Hawaiki roa, i Hawaiki pamamao
Ki te hono i wairua ki te whai ao kite ao marama
Tihei mauri ora

I te tuatahi, me mihi kia tika ki te tahuhu ō ngā mea katoa
Nāna nei te kaihanganga i hanga tēnei whenua mō tātou te iwi Māori
Tua rua, ki ngā mate hūhua o te wa kua whatungaro, kua wahangu hoki.
Haere koutou ki te pūtahitanga o Rēhua ki te haehaetanga o Pipiri kātahi ka wheturangihia
Nō reira haere, haere, okioki atu.

Ki a koutou te kanohi ora, nau mai hoki mai ki te karanga o te ra
Hoki mai ki te ūkaipo ki te whakaruruhau. Ki tou marae ,ki tou iwi ki, tou hapu.
Ko tou kanohi hei whakamana ki te kaupapa o te ra nei
No reira e tika me mihi atu e matou nga kaihautu o Te Pae o Waimihia
Ki a koutou aku manu taki aku manu taiko
Huri noa tena koutou tena tatou.

On behalf of the Trustees of Te Pae o Waimihia, it is my pleasure to present the Chairman's Report on the activities of the trust over the twelve-month period ending 31st March 2019.

DISTRIBUTIONS

Kaumatua healthy and accessible homes initiative is underway and to date we have had a positive response from whanau applying for the support.

We have had 19 applications approved and 5 of which have been completed since applications opened earlier this year. The Trust saw this as an area we could help improve the quality of life for kaumatua and assist the whanau in ensuring their amenities were sound and access into the home was safe.

Tutetawha Marae build is underway, and we have brought James Simpson on board to oversee operations. We note that this project is a little overdue but having James we have confidence with his background and expertise this will be completed early 2020.

We have also given support for the renovations of Waipahihi Marae which is currently under construction. Once again James and his team have been engaged to oversee operations for the ablution block and kitchen refurbishment. We have experienced a couple of setbacks, but we expect the marae to be completed early in the new year.

The Trust continues to support our education program Poipoia ou Pumanawatanga. Last year it was well received from whanau and this year's turn out has reflected that. It is positive to see all the Tamariki going through this program and the Trust is content in playing its part in our Tamariki's development.

Demand for Pakeke Health grants continues to grow with a total of 189 grants approved last year for

dental, eyesight and hearing treatment.

INVESTMENTS

After the AGM last year, the Trust was able to get agreement from the Tuwharetoa Settlement Trust (TST) to transfer a further \$16 m of assets from their account to TPOW.

This was made up of shares in the Tuwharetoa Properties Investment Limited Partnership (TPILP) where TPOW has a 70% share holding that has a value of \$10 m and cash in a managed fund (RUA FUND) valued at \$6 m

The CNI Mana Whenua process is an ongoing issue and it is unsure when this could end. TST continues to withhold 20% of monies owed to TPOW until this issue is resolved.

The majority of the Trust assets are invested in a managed fund portfolio which is managed by My Fiduciary and Iwi Investor. The Trust has chosen to have the funds invested in a balanced portfolio which means 50% are invested in Growth assets and 50% in Income assets. Although we have seen volatility in the market, we have taken a long-term view and with regular monitoring we should see the expected returns paying off over time.

The Trust is still party to the Iwi/Maori investment fund alongside other Tuwharetoa entities known as Tuwharetoa Hau Rau. This fund is consolidated with Maori in a fund named Te Puia Tapapa. This fund allows us to sit alongside 25 different Maori Organisations which has a collective wealth of

\$115 m. This collective investment vehicle is focused on large scale direct investments and whilst we are still waiting for the first opportunity to present itself, we are optimistic things will align for something significant to contribute towards.

“The Trust participated in another Tuwharetoa Collective initiative where 8 entities invested a total of \$9.5 m in bonds used to finance the construction of the new Ruapehu Alpine Lifts Gondola on Mt Ruapehu”

GARY TRAVELLER

Gary is a resident of Taupo and is semi-retired following a long career with PricewaterhouseCoopers (PWC) a multinational professional services network.

His role with PWC included four years based in Prague as the Regional Leader for Business Restructuring Services.

Whilst Gary now spends most of his time in Taupo or holidaying abroad, he is still the Chairman of Crown Asset Management Limited and Plywood City Limited.

Gary has strong experience in property development with a recent project being the full refurbish of the Taupo Suncourt Shopping Centre.

He is very focussed on promoting good governance and is extremely pleased to be able to support Te Pae o Waimihia in this area.

EARL HOPE-PEARSON

Earl currently resides in Wellington and is a professional consultant in property development.

At present he is heavily involved with several large-

scale residential developments involving partnerships between mana whenua Iwi groups and private property developers.

His experience and knowledge will be invaluable to Te Pae o Waimihia once we start looking seriously into the numerous property development opportunities that are constantly being presented to the Trust.

LOOKING FORWARD

Progress has been made from the cultural redress committee who are getting closer to creating an entity fit for purpose to allow redress sites sitting is the Post Settlement Governance Entity (Te Kotahitanga o Ngāti Tuwharetoa) to be transferred to hapu who have Mana Whenua. Legal Advice has been sort for the committee who are preparing a report to present to hapu either individually or collectively for final approval.

At this point in time it is unclear the full extent for support hapu will require of TPOW in the management of these sites. If the cost is significant, TPOW would need to come back to our members for their consent to allow this to happen.

On the 18th of December 2018 TPOW opposed the resource consent from Cypress Capital Limited to develop an 8 Storey Hotel on the site adjoining our property at 11 Tuwharetoa Street. In our favour the consent was overturned, and we are now considering options to develop our site that isn't obstructed or overshadowed by the neighbours. The Trust has recently formed an Investment Committee which includes two independents experts (Gary Traveller and Earl Hope-Pearson) in the property development sector. They will help breathe life into ideas around best land use for 11 Tuwharetoa street and we are excited along with our partner TST to the potential of this site and the knowledge these two

gentlemen bring to the table.

On behalf of the trustees, I thank you all for your continued support. We also wish to acknowledge the professional support provided by our key service providers:

- He Akina Ltd (Financial/Administration)
- Iwi investor (Investment Manager)
- MyFiduciary (Investment Advisor)
- Cargill Stent (Legal)
- McCaw Lewis (Legal)
- TST (Members Register)
- BNZ (Banking)
- Poipoia o Pumanawatanga (Education)

Ngahere Wall

Chairman





2018 ANNUAL GENERAL MEETING MINUTES

SATURDAY 03 NOVEMBER 2018 - NUKUHAU MARAE, TAUPO

TRUSTEE'S PRESENT:

- Ngahere Wall (Chairman)
- Dominic Bowden (Deputy Chairman)
- Greg Stebbing
- William Wall
- Matiu Northcroft

MEMBERS PRESENT:

- 138 members present per the attendance register.

IN ATTENDANCE:

- Vernon Rameka (He Akina – GM)
- Amy Greaves (He Akina – Finance)
- Miria Stephens (He Akina – Registry)
- Roka-Maye Roberts (He Akina – Registry)
- Kathryn Moffat (He Akina - Minute Taker)

MEETING ADMINISTRATION

TE TIMATANGA:

- Meeting commenced at 10.15am, karakia by William Wall

APOLOGIES:

- Arapiu Seymour
- 28 apologies as per the apologies register
- Apologies received from the floor – Toby Rameka, Terry Lambert, Peehi Wall, Sam Poihipi, Bernadette Walker, Georgina Te Heuheu, Tuku Te Rangi Clark, Brenda Hunter, Mataara Wall, Kate Anderson Te Rangi Tautari Northcroft, Iirangi Tumu, Margret Biddle.
- Please refer to the apologies register for the full list of apologies.

RESOLUTION:

That the apologies be received.

Moved: Chulla Wall Seconded: Manino Karen Clarke CARRIED

MINUTES OF PREVIOUS MEETING

• The minutes of the Annual General Meeting held on 04 November 2017, are noted as received and read as per AGM booklet.

RESOLUTION:

That the minutes of the previous meeting held on 04 November 2017, be confirmed as a true and accurate record of that meeting.

Moved: Florence Karaitiana Seconded: Janice Wall CARRIED

MATTERS ARISING

- Aroha Henry asked the trustees where they stand on the new proposed high rise building in Taupo, located directly next to the Trusts investment property - 11 Tuwharetoa Street. Ngahere Wall informed the whanau that the Trust has opposed the resource consent submitted by the developer due to the height of the building. The outcome of the resource consent is yet to be determined by TDC.
- The Scannell/Kaimanawa Street property is whenua that was vested to the Tauhara Hapu from DoC. This whenua has a reserve status and is to be used for community and government purposes only. The trust cannot make revenue from the land itself, however, the trust can make revenue by investing into buildings to lease to local organisations.
- The Trust is also participating in a collective Tuwharetoa investment group called Tuwharetoa Hau Rau which is comprised of 10 Tuwharetoa entities including the Tuwharetoa Settlement Trust and Tuwharetoa Maori Trust Board. The collective has joined with 25 other Iwi groups to provide an investment fund of \$115 million to invest in a Maori Investment Fund aimed at direct investments in NZ. This opportunity gives the trust exposure to

exclusive investment opportunities. Note, the Trust has committed \$2 million to the investment fund - 5% of their total fund.

- CNI Holdings Ltd currently owns the whenua that the Kaingaroa Forest is located and owns the carbon credits attached to that whenua. The whenua may be returned to the trust in 2043.
- The whanau living in Heretaunga raised concerns with the limited distributions available to them. Whānau from Heretaunga asked the board if they could hold their own hui to discuss initiatives for whanau living in Heretaunga and bring these ideas back to the board for consideration. The Chair noted the korero and will discuss this further with the trustees.
- Trustees noted that in order to capture whanau living overseas within the current distribution framework, the trustees will need to first develop a robust distribution process as part of their due diligence process.
- Manino Karen Clarke noted an amendment to resolution three of the previous minutes dated 04 November 2017 – to amend the name from Karen Clarke to Manino Karen Clarke.

CHAIRMAN'S REPORT

• Ngahere Wall presented the Chairman's Report. The Chairman's Report is noted as received as per AGM booklet.

RESOLUTION:

That the Chairman's Report be received.

Moved: Jock Church Seconded: Horiana Rolleston CARRIED

FINANCIAL REPORT

Greg Stebbing presented the Financial Reports for

the year ending 31 March 2018.

- The Financial Reports, month ending 31 March 2018 is noted as received and read as per AGM Booklet. Key points to highlight:
- \$931k total revenue – includes interest from Iwi Investor portfolio and rental received from properties.
- \$437k total expenses. Note, admin expenses have increased due to volume of mahi that He Akina provide for the trust particularly with member distributions
- \$436k total operating profit before distributions and tax.
- \$43 million total trust assets
- CNI rental income is \$1.2 million annually – this is rent accrued from CNI rentals and held on account with TST. The trust is also accruing money in the property partnership and in iwi investor.
- The Trust is expecting to receive \$16 million from TST in November 2018. This is due to the resolutions approved at the last TST AGM – approving to release 80% of the total funds held on account. The Trust will not receive the rest of the funds until the manawhenua process is resolved and completed. Whanau are looking forward to seeing these figures reflected in next year's accounts.

RESOLUTION:

That the audited Financial Report Year ended 31 March 2018 be received.

Moved: Danny Loughlin Seconded: Sonny Tupara
CARRIED

APPOINTMENT OF AUDITORS

- The members approved to reappoint Crowe Howarth for the 2019 financial year audit. The Trust will go to tender for the 2020 financial year.

RESOLUTION:

The Trust resolved to reappoint Crowe Howarth Chartered Accountants as auditor for 2019.

Moved: Christine Kidwell Seconded: Sonny Tupara
CARRIED

GRANTS AND DISTRIBUTIONS

- \$4658 Admin/Treasury support provided to the Marae to assist with their GST registration and charitable trust status. Florence Karaitiana would like to see training provided to whanau in this area.
- \$11,039 total tangihanga grants – provided 22 tangihanga grants for the marae to support the whanau.
- \$19,718 total sporting participation grants – 168 grants provided to whanau. The chair noted that the Sports Grants are available to whanau living outside of Taupo. These grants are for whanau registered with TPOW irrespective of where you live within in NZ.
- Horiana Rolleston thanked the Trust for providing catering supporting for her kaupapa – Te Kapa Waiata Wananga o Tuwharetoa.
- Janice Wall asked the Trust to consider providing an annual grant for Taiopenga and to look at providing a scholarship for rangatahi to attend boarding school.
- This year, the Trust completed a pilot programmes for their Kaumatua Healthy and Accessible Homes distribution. Whanau present wanted clarity on the age and definition of the boundaries as outlined in the criteria. Dominic Bowden clarified that the age is set at 70 is due to research showing that homecare is essential for those 70 year and over. In terms of boundaries, TDC boundaries are a starting point and can be reviewed over time. Whanau want the trustees to consider developing the boundaries in terms of tikanga and whakapapa.
- Whanau present support the Kaumatua Healthy and Accessible Homes initiative but would like the trustees to consider implementing their own data collection within the whanau to determine the needs of the whanau and for putea to be allocated to whanau/kaumatua who need to get whare compliant. Chulla Wall thanked the trustees for the Kaumatua Healthy and Accessible Homes kaupapa, noting that it is a great kaupapa to support and congratulated

the board for their mahi.

- The Trust also implemented an additional pilot programme to support our rangatahi (yr 3-10) with remedial education support, such as Te Reo, Te Reo Pakeha and numeracy & literacy. Poipoia ou Pumanawatanga was contracted by TPOW to develop a framework and is led by Aroha Wall and Takiora Wall. The pilot commenced in term 2 and are currently in the third term of the programme. To date, the programme has captured rangatahi across our marae and kura within the Hikuwai area and has had a positive impact on the rangatahi that have completed the programme.
- Note, \$108k total spend to date for Poipoia ou Pumanawatanga. Whanau present support this programme and would like to see this programme continued.

MARAE DEVELOPMENT PROJECTS

- Matiu Northcroft updated the whanau on the Tutetawha Marae rebuild project. The project is currently a work in progress.

CULTURAL REDRESS WHENUA

- The Trust is currently working with hapu on the return cultural redress sites that is part of the Ngāti Tuwharetoa Comprehensive Settlement. A Working Group was formed with the Te Kotahitanga Hapu Representatives to collectively work together to determine what needs to be done prior to return of the redress sites, ensuring that the land is returned in a suitable condition and back into Maori hands. Note, overall approval will come back to hapu for the final approval.

The third reading is currently on hold due to outstanding issues with Onekeneke stream. The reading will be on hold until this is resolved. Lake Rotokawa is back on the table but not in the settlement. This issue can be settled beyond the settlement; however, further discussions will need to be held.

GOVERNANCE

- Whānau approved to amend the trustee term of office from three to five years. Votes for – 42, votes against – 24.
- Christine Kidwell opposed the resolution and wanted clarity for the amendment and why the trustees cannot achieve their goals within the three-year term. Ngatoru Wall also opposed the resolution.
- Manino Karen Clarke supports the amendment for continuity and consistency of the mahi involved.
- Ngatoru Wall, Manino Karen Clarke, Florence Karaitiana and Ngahere Wall all acknowledge the male dominant Te Pae o Waimihia Trust and encourage wahine to put themselves forward for election to represent their hapu
- Florence Karaitiana being the main voice for this matter of male dominance amongst the 'big' trusts around this rohe, spoke individually to empower and tautoko the wahine around her (Manino Clarke, Ngatoru Wall) to put their hands up for a seat on these tables. She explained that our men are really dominating on a lot of these tables.

RESOLUTION:

Resolve to amend the trustee term of office from three to five years.

Moved: Florence Karaitiana Secinded: Manino Karen Clarke CARRIED

Opposed: Christine Kidwell, Ngatoru Wall

GENERAL BUSINESS

- Florence Karaitiana asked the trustees to consider allocating funding for a research team, whose job will be to conduct research on our lwi, hapu and tupuna while focussing on whakapapa. She would like to

have research conducted on our tupuna Kurapoto and would like a compilation of information available for this, so that the wider whanau are knowledgeable in their whakapapa ties to Kurapoto just as they are to Tuwharetoa. Robert Clarke supports this kaupapa and volunteered to be a part of the research team. Florence Karaitiana has also asked that a compilation book of information is put together regarding the history of the taking of the Taupo township.

- Janice Wall thanked the Trust for the rangatahi and kaumatua initiatives, specifically, the kaumatua opera and would like to see this initiative held at the other Te Pae o Waimihia marae.

WHAKAMUTUNGA

- Meeting closed at 1.12pm, karakia by William Wall.







FINANCIAL REPORT

ENTITY INFORMATION For the Year Ending 31 March 2018

LEGAL NAME OF ENTITY: Te Pae o Waimihia

ENTITY TYPE AND LEGAL BASIS: Trust

ENTITY'S PURPOSE OR MISSION: To receive settlement assets on behalf of the hapū. To manage and invest the Trust funds.

ENTITY STRUCTURE:

TRUSTEES:

Gregory Stebbing
Dominic Bowden
Matiu Heperi Northcroft
Ngahere Wall
William Wall
Arapiu Pohokura Seymour

BENEFICIARIES:

The beneficiaries of the Trust are all individuals who are members of the iwi for the purposes of the Tūwharetoa Settlement Trust Deed and must also be

a members of the following hapū:

- Ngāti Hinerau
- Ngāti Hineure
- Ngāti Rauhoto
- Ngāti Te Urunga
- Ngāti Tutemohuta
- Ngāti Tutetawha

MAIN SOURCES OF ENTITY'S CASH AND

RESOURCES: The entity's activities are funded by interest income derived from investment funds.

PHYSICAL ADDRESS:

63 – 65 Waikato Street
Taupō 3330

POSTAL ADDRESS:

P.O. Box 723
Taupō 3330

Statement of Service Performance

Te Pae o Waimihia

For the year ended 31 March 2019

Description of Entity's Outcomes

The Purposes of the Trust as set out in the Trust deed are to receive, hold, manage and administer the Trust Fund on trust for any other object or purpose that is beneficial to the Hapū community and all the Beneficiaries irrespective of where those Beneficiaries reside, and shall, without limitation, include:

- The promotion amongst the Forest Hapū Cluster of the educational, spiritual, economic, social and cultural advancement and well-being of the Forest Hapū Cluster;
- The promotion amongst the Forest Hapū Cluster of the health and well-being of the Forest Hapū Cluster including the aged or those suffering from mental or physical sickness or disability;
- The promotion and advancement of the social and economic development of the Forest Hapū Cluster including, without limiting the generality of this purpose, by the promotion of business, commercial or vocational training or the enhancement of community facilities in a manner appropriate to the particular needs of the Forest Hapū Cluster;
- The maintenance and establishment of places of cultural or spiritual significance to the Forest Hapū Cluster;
- The promotion of a tribal forum to hear and determine matters affecting the Forest Hapū Cluster and to advocate on their behalf;
- Any other purpose that is considered by the Trust from time to time to be beneficial to the Forest Hapū Cluster and the Beneficiaries.

Description and Quantity of the Trusts Outputs:

Description	2019	2018
	Quantity	Quantity
Number of registered members	4,190	3,615
Education Grants - number of grants paid	366	379
Kura Kaupapa & Kohanga Reo - number of grants paid	11	7
Pakeke Health Grants - Number of Grants Made	244	148
Marae Operational Support - number of distributions paid	4	4
Marae Projects - number of grants paid for marae upgrades	3	3
Sporting Participation & Representative Grants - number of grants paid	292	217

Other Outputs

Description	2019	2018
	Quantity	Quantity
Kaumatua Firewood - number of loads delivered	88	98
Kaumatua Show - Kaumatua Opera Night	1	-
Koha - General		
Sports Team Grants	5	-
\$20,000 grant to Tauhara Middle 12 Trust for capital works	1	-
Life jackets purchased for Waka	-	20
Other Grants/Koha Made	9	9
Marae Health - ear checks carried out at Marae	-	31
Marae Support - Number of marae receiving support for financial services	4	1
Financial Support to Poipoia to support educational outcomes for children - Funding of \$84,336 for 2019 financial year	1	-

Consolidated Statement of Financial Performance

Te Pae o Waimihia
For the year ended 31 March 2019

Account	Notes	2019	2018
Revenue			
Interest, dividends, rent and other investment revenue	1	1,977,881	434,528
Tauhara Properties Limited Partnership - 50% Share	1	54,329	50,975
Vesting of 3 sections at 37 Motutaiko Street, Taupo into the Trust by DOC	1,3	-	428,000
Bargain Purchase Gain on Acquisition of Tauhara Property Investment Limited Partnership	4	1,081,431	-
Total Revenue		3,113,641	913,503
Expenses			
Volunteer and employee related costs	2	92,492	103,589
Costs related to providing goods or services			
Project expenses	2	117,930	1,737,051
Administration and overheads	2	313,439	313,417
Investor advisor fees	2	52,205	19,969
		483,573	2,070,437
Grants and donations made	2	674,815	454,196
Total Expenses		1,250,880	2,628,222
Surplus/(Deficit) for the Year before tax		1,862,761	(1,714,719)
Less: Provision for taxation	5	219,924	(744)
Net Surplus/(Deficit) after tax		1,642,837	(1,713,976)
Surplus Attributable to Non-Controlling Interests	9	194,745	-
Net Surplus (Loss) Attributable to the Parent Trust		1,448,092	(1,713,976)



These financial statements and should be read in conjunction with the notes to the financial statements and independent audit report.

Consolidated Statement of Financial Position

Te Pae o Waimihia
As at 31 March 2019

Account	Notes	2019	2018
Assets			
Current Assets			
Bank Accounts and Cash		696,346	43,872
		182,205	-
IWI Investor - Managed Funds		21,321,111	16,427,511
TST Funds held on account	8	-	19,936,823
Waimihia Limited		165	164
Taxation	5	-	224,034
Total Current Assets		22,199,827	36,632,404
Non-Current Assets			
He Akina Limited - Capital Contribution		17,186	5,750
Investment Property	3	20,877,814	1,479,955
Property Plant & Equipment	3	5,715	2,079
Tauhara Properties Limited Partnership		819,390	848,484
Tuwharetoa RAL Investment Contribution		1,000,000	-
THR Limited Partnership - Advances		24,658	5,713
TST Funds held on account	8	10,682,720	4,984,206
Total Non-Current Assets		33,427,484	7,326,187
Total Assets		55,627,311	43,958,591
Liabilities			
Current Liabilities			
Creditors and accrued expenses		354,260	4,942
Taxation	5	206,074	-
Total Current Liabilities		560,334	4,942
Total Liabilities		560,334	4,942
Total Assets less Total Liabilities (Net Assets)		55,066,977	43,953,649
Accumulated Funds			
Funds Yet to be Settled by TST	8	10,682,720	24,921,029
Retained Earnings	7	(318,722)	(1,766,814)
Funds Settled	8	40,313,907	20,799,434
Accumulated Funds Attributable to the Parent Trust		50,677,905	43,953,649
Accumulated Funds Attributable to Non-Controlling Interests	9	4,389,072	-
Total Accumulated Funds		55,066,977	43,953,649

For and on behalf of the Trustees:

Trustee 

Trustee 

Date 23-9-19



These financial statements and should be read in conjunction with the notes to the financial statements and independent audit report.

Consolidated Statement of Cash Flows

Te Pae o Waimihia

For the year ended 31 March 2019

Account	2019	2018
Cash Flows from Operating Activities		
Interest, dividends, rent and other investment receipts	773,895	18,616
IRD Tax Refund (Net of Tax Paid)	224,031	-
	(443,559)	(2,224,671)
Donations or grants paid	(674,815)	(466,951)
Total Cash Flows from Operating Activities	(120,448)	(2,673,006)
Cash Flows from Investing and Financing Activities		
Cash Transferred to (from) IWI Investor Managed Funds	1,980,000	3,460,000
Advances Made	(1,030,501)	(11,462)
Purchase of Investment Property	(27,826)	(1,051,955)
Distributions from Tauhara Property Investments Limited Partnership to Non-Controlling Interests	(353,887)	-
Payments to acquire (dispose of) property, plant and equipment	(7,972)	1,177
Total Cash Flows from Investing and Financing Activities	559,814	2,397,760
Net Increase/ (Decrease) in Cash	439,366	(275,246)
Cash Balances		
Opening Cash	43,872	319,118
Cash acquired on Acquisition of Tuwharetoa Property Investment Limited Partnership	213,108	-
Closing Cash	696,346	43,872
Net change in cash for period	439,366	(275,246)



These financial statements and should be read in conjunction with the notes to the financial statements and independent audit report.

Statement of Accounting Policies

Te Pae o Waimihia

For the year ended 31 March 2019

Reporting Entity

These are the consolidated financial statement of Te Pae of Waimihia ("the Trust") and its controlled entities (Together referred to as the group. The Trust is established and domiciled in New Zealand by trust deed dated 19 December 2012 and 15 September 2014

Basis of Preparation

The Group has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses for the current financial period equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Tier 2 Standards Adopted

The Group has adopted PBE IPSAS 29 Financial Instruments: Recognition and Measurement, PBE IPSAS 35 Consolidated Financial Statements and PBE IRFS 3 Business Combinations.

The impact on accounting policies are disclosed below.

Basis of consolidation

i. Business Combination

The Group accounts for business combinations using the acquisition method when control is transferred to the Group.

The acquisition method involves recognising at acquisition date the identifiable assets acquired, the liabilities assumed and any non-controlling interest separate from goodwill.

The consideration transferred in the acquisition is generally measured at fair value, as the identifiable net assets acquired.

Any goodwill that arises is tested annually for impairment. Transaction costs are expensed as incurred.

The consideration transferred does not include amounts related to the settlement of pre-existing relationships. Such amounts are generally recognised in surplus or deficit.

Any contingent consideration classified as an asset or liability that is a financial asset and within scope of PBE IPSAS 29 is measured at fair value at the date of acquisition with changes in fair value recognised either in surplus or deficit.

ii) Controlled Entities

Controlled Entities are entities controlled by the Group. The Group controls an entity when it has the power to govern the financial and operating policies of the entity so as to benefit from its activities. The financial statements from the date on which control commences until on which control ceases.

From the date an entity ceases to be a controlling entity, provided it does not become either an associate or a jointly controlled entity it shall be accounted for as a financial instrument.

iii) Non-Controlling Interests

Non-Controlling interests are measured at their proportionate share of the acquiree's identifiable net assets at the date of acquisition.

Changes in the Group's interest in a controlling entity that do not result in a loss of control are accounted for as equity transactions.

iv) Loss of control

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the controlled entity, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognised in surplus or deficit. Any interest retained in the former controlled entity is measured at fair value when control is lost.

v. Interest in equity-accounted investees

The Group's interests in equity-accounted investees comprise interests in associates and joint ventures.



Statement of Accounting Policies

Te Pae o Waimihia

For the year ended 31 March 2019

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20% and 50% of the voting power of another entity. Joint Ventures are those entities over whose activities the Group has joint control, established by contractual agreement and requirement unanimous consent for strategic financial and operating decisions.

Interests in associates and joint ventures are accounted for using the equity method. They are initially recognised at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Group's share of the surplus or deficit and other comprehensive revenue and expense of equity-accounted investees, until the date on which significant influence or joint control ceases.

Goods and Services Tax (GST)

The group is registered for GST. All transactions are shown exclusive of GST (if any) except Receivables and Payables which are stated inclusive of GST.

Income Tax

Income tax is accounted for using the taxes payable method. The income tax expenses charged to the Statement of Financial Performance is the estimated tax payable in the current year, adjusted for any differences between the estimated and actual tax payable in prior years and net of tax due on settlements received.

The Trust has elected to be a Maori Authority under section HF 11 of the Income Tax Act 2007.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) excluding those held within managed funds, with original maturities of 90 days or less. Bank Accounts and Cash are recorded when the cash is received, and are measured at the amount held.

Revenue

Interest income is recognised as earned.

Receivables

Trade receivables are stated at their amortised cost less any provision for impairment.

Payables

Creditors and other payables are measured at fair value.

Managed Funds/Investments

Managed Funds are measured when purchased at the amount paid, and revalued each year to market valuation as a financial asset measured at fair value through surplus or deficit in accordance with PBE IPSAS 29.

Other Investments

Investments other than managed funds or those accounted for as an associate or joint venture are measured at cost less any accumulated impairment losses for where the market value of the investment falls below the original cost.

Investment Properties

The Group's investment property is valued at cost less depreciation. Where investment property has been vested in the Group, cost shall be rateable value at the time of acquisition, or the fair value at the time of acquisition.

The investment properties acquired on acquisition of Tauhara Properties Investment Limited Partnership have been valued at fair value based on market valuations undertaken by Key Valuers Limited in July 2019.

Due to the short time between the acquisition of the properties and the current balance date, no market valuation of the investment properties has been obtained.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.



Notes to the Consolidated Performance Report

Te Pae o Waimihia
For the year ended 31 March 2019

1. Analysis of Revenue	2019	2018
Interest, dividends and other investment revenue		
Interest Received	38,068	543,649
Dividends Received	520,524	61,257
Rent Received	688,313	-
Realised Gains (Losses) On Iwi Investor Funds	-	(34,917)
Tauhara Properties Limited Partnership - 50% Share	54,328	50,975
Unrealised Gains (Losses) On Iwi Investor Funds	730,977	(135,486)
	-	25
Total	2,032,210	485,503
Plus Other Income		
Vesting of 3 sections at 37 Motutaiko Street, Taupo into the Trust by DOC	-	428,000
Bargain Purchase Gain on Acquisition of Tuwharetoa Property Investment Limited Partnership	1,081,431	-
Total Revenue	3,113,641	913,503
2. Analysis of Expenses	2019	2018
Volunteer and employee related costs		
ACC Levies	25	-
Trustees Fees	78,000	78,000
Trustees Professional Development	5,810	15,440
Trustees Travel & Accommodation	8,656	9,851
Trustee Uniforms	-	298
	92,492	103,589
Costs related to providing goods or services:		
<u>Project Expenses</u>		
DOC Field Office Relocation Project	15,311	-
Pakira Marae and Administration Building	-	1,665,752
Retirement/Aged Sector Project	27,676	-
Tutetawha Marae	45,310	71,300
Medical Centre Building Project	4,004	-
Waipahihi Marae	25,628	-
	117,930	1,737,051
<u>Administration and Overheads</u>		
Administration	173,161	144,000
AGM	15,998	23,718
Auditing	5,000	5,525
Bank Charges	424	352
Branding	188	1,031
Communications/Website	-	6,375
Consultants	27,682	29,256
Depreciation	27,622	2,175
Election	3,973	-
Entertainment	1,333	2,510
General Expenses	2,828	2,859
Insurance	11,171	8,185
Legal Expenses	28,997	70,818
Meeting Expenses	4,613	2,941
Printing, Stationery & Postage	5,562	3,435
Rates	-	6,361
Repairs & Maintenance - Property	1,440	1,423
Telephone, Tolls & Internet	3,447	2,453
	313,439	313,417
<u>Investor Advisor Fees</u>		
Investor Advisor Fees	52,205	19,969
	52,205	19,969
	483,573	2,070,437



Notes to the Consolidated Performance Report

Te Pae o Waimihia For the year ended 31 March 2019

2. Analysis of Expenses continued	2019	2018
Grants and donations made		
Branding Koha	-	-
Discretionary Koha	55,428	25,937
Marae Health	-	-
Education Grants	64,730	69,528
Education - Poipoia	84,336	-
Kaumatua - Firewood	19,800	25,640
Kaumatua - Housing Accessibility	23,214	-
Kaumatua - Show	12,000	-
Koha - General	-	79
Kura Kaupapa	55,000	34,296
Marae Support - Finance	10,593	4,658
Marae Operational Support	135,000	115,000
Pakeke Health Grants	163,905	92,382
Sponsorship	-	-
Sporting Participation Grants	21,037	19,718
Sporting Representative Grants	16,894	10,755
Summer Whanau Day	-	45,164
Tangihanga	12,878	11,039
	674,815	454,196
Total Expenses	1,250,880	2,628,222

3. Analysis of Non Current Assets	2019	2018
Investment Property		
Opening Carrying Value	1,479,955	-
Additions	19,421,146	1,479,955
Current year depreciation	(23,287)	-
Closing Carrying Value	20,877,814	1,479,955

Investment Property is composed of:

Properties held directly by Te Pae o Waimihia:

50% of 11 Tuwharetoa Street, Taupo	1,051,955	1,051,955
Department of Conservation Field Office	27,130	-
Vestment of 3 sections at 37 Motutaiko Street, Taupo into the Trust by the Department of Conservation	428,000	428,000

Properties held by Tuwharetoa Property Investment Limited Partnership (Subsidiary of the Trust):

Taupo Primary School Land	4,026,960	
Mountview Primary School Land	685,600	
Hilltop Primary School Land	1,343,200	
Tauhara College Land	2,082,400	
Tauhara Primary School Land	789,600	
Taupo Intermediate School Land	1,624,800	
Waipahihi School Land	1,190,400	
Te Kura Kaupapa Maori Land	934,600	
Taupo Nui-A-Tia College	3,368,960	
Taupo Courthouse Land	1,646,800	
9 Taniwha Street, Taupo - Land & Buildings	1,677,409	
	20,877,814	1,479,955

Te Pae o Waimihia has purchased 11 Tuwharetoa Street, Taupo in partnership with Tuwharetoa Limited. The intention is that the property be developed to be a commercial property for lease.

The property is a Local Purpose Reserve (Community Buildings) under the Reserves Act 1977



Notes to the Consolidated Performance Report

Te Pae o Waimihia For the year ended 31 March 2019

3. Analysis of Non Current Assets Continued	2019	2018
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The Department of Conservation Field Office was purchased with the intention of moving it on to land owned by Te Pae o Waimihia and developing it as an office.

Property Plant & Equipment

Office Equipment - Opening Carrying Value	2,079	4,255
Additions	7,972	0
Current year depreciation	(4,336)	(2,176)
Office Equipment - Closing Carrying Value	<u>5,715</u>	<u>2,079</u>

4. Investment in Controlled Entities	2019	2018
--------------------------------------	------	------

The Group has the following controlled entities at balance date:

Tuwharetoa Property Investment Limited Partnership	70.23%	Nil
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On 1 July 2018 Te Pae o Waimihia acquired 70.23% of Tuwharetoa Property Investment (TPILP) for \$13,881,429 from TST by way of distribution. The fair value of the net assets acquired was \$19,421,269 of which \$4,458,409 is held by non-controlling interests. The difference of \$1,081,431 has been treated as bargain purchase gain, and shown as income in the consolidated statement of financial performance.

The assets and liabilities recognised as a result of the acquisition are as follows:

Bank Accounts and Cash	213,108
Debtors	10,554
Investment Properties (Properties acquired detailed in note 3)	19,393,320
Creditors and Accrued Expenses	<u>(195,713)</u>
Total Net Assets Recognised	19,421,269

The bargain purchase gain has been calculated as follows:

Total net assets recognised	19,421,269
Less non-controlled interest's share of initial assets	4,458,409
Less Settlement Received from Tuwharetoa Settlement Trust (Acquisition Price)	13,881,429
Equals Bargain Purchase Gain	<u>1,081,431</u>

The fair value of the investment properties was based on an independent valuation prepared by Key Valuers Limited in July 2019 that established the market value of the properties on a highest and best use basis, discounted for their current designation and use. The Trustees have also taken into consideration the provisions of the lease agreements for each of the properties to arrive at an appropriate fair value for financial reporting purposes.

Notes to the Consolidated Performance Report

Te Pae o Waimihia For the year ended 31 March 2019

5. Taxation	2019	2018
Taxation is calculated as follows:		
Profit before Taxation:	1,862,761	(1,714,719)
Taxation Thereon at 17.5%	325,983	(300,076)
Tax effect of Timing Differences	138,498	263,150
Tax effect of non-controlling interest in Income	(32,737)	-
Tax effect of Permanent Differences	(211,820)	36,926
Income Tax on Net Profit	219,924	-
The Taxation Charge is Represented by		
Current Year Tax	219,924	-
Prior Year Tax Adjustment	-	(744)
	219,924	(744)
Tax Payable		
Prior Year Tax to Pay (Refund)	(224,034)	(101,917)
Current Year Tax	219,924	-
Prior Year Tax Adjustment	-	(744)
Tax Refunded (Paid)	224,034	-
Less Tax Credits	(13,850)	(121,373)
Total Tax to Pay (Refund Due)	206,074	(224,034)
Timing Differences		
The following timing differences have been included in the calculation of the current year tax charge above:		
Movement in Audit & Accounting Fees Accrued	-	500
Opening Accrued Expenses for Pakira Marae Development	-	(2,340)
Adjustment for Taxable Income for Tuwharetoa Property Investments Limited Profit Completed Projects that the Group is entitled to invoice	155,893	0
Tax Losses Transferred Between years	2,477,313	-
	(1,841,786)	1,505,552
Total Timing Differences	791,419	1,503,712
Permanent Differences		
The following permanent differences have been included in the calculation of the current year tax charge above:		
PIE Income Received	(358,957)	(61,257)
FIF Adjustment required on foreign dividend earnings	204,444	-
Vesting of 3 sections at 37 Motutaiko Street, Taupo into the Trust by DOC	-	(428,000)
Bargain Purchase Gain on Acquisition of Tuwharetoa Property Investment Limited Partnership	(1,081,431)	-
Non-Deductible Entertainment	713	1,343
Non-Deductible Legal Costs	26,627	70,818
Branding	-	1,031
Depreciation on Buildings	12,374	-
DOC Field office relocation project	15,311	-
Retirement/Aged sector project	22,676	-
Tuwharetoa health centre project	4,004	-
Discretionary Koha	55,428	25,937
Education Grants	64,730	69,528
Education - Poipoia	84,336	-
Kaumatua - Firewood	19,800	25,640
Kaumatua Housing Accessibility	23,214	-

Notes to the Consolidated Performance Report

Te Pae o Waimihia For the year ended 31 March 2019

5. Taxation Continued	2019	2018
Permanent Differences Continued:		
Kaumatua - Show	12,000	-
Kura Kaupapa	55,000	34,296
Marae Operational Support	135,000	115,000
Marae Finance Support	10,593	4,658
Other Non-Deductible Costs	-	2,552
Pakae Health Grants	163,905	92,382
Realised and Unrealised Iwi Investor Losses	(730,977)	170,403
Sporting Participation Grants	21,037	19,718
Sporting Representative Grants	16,894	10,755
Summer Whanau Day	-	45,164
Tangihanga	12,878	11,039
Total Permanent Differences	(1,210,401)	211,007

6. Maori Authority Tax Credit Account	2019	2018
At balance date the Maori Authority Tax Credits available to be attached to distributions to the beneficiaries were:		
Opening Balance	383,115	255,623
RWT Credits Attached to Interest Income Received	11,187	121,373
RWT Credits Attached to Dividend Income Received	2,032	-
Maori Authority Tax Credits Received on Settlements From Tuwharetoa Settlement Trust	1,194,888	-
Tax Credits Attached to PIE Income	58,052	6,119
Less Tax Refunds	(224,034)	-
Closing Balance	1,425,241	383,115

7. Retained Earnings Attributable To The Parent Trust	2019	2018
Opening Balance	(1,766,814)	(52,838)
Surplus or (deficit) attributed to the Parent Trust	1,448,092	(1,713,976)
Closing Retained Earnings	(318,722)	(1,766,814)

8. Trustee Funds	2019	2018
Settlements on to Trust:		
Funds Settled	40,313,907	20,799,434
Funds yet to be Settled under Deed of Trust	10,682,720	24,921,029
Total Settled on to the Trust	50,996,627	45,720,463

The \$14,492,117 funds settled in December 2012, and \$6,307,317 in June 2016, under the Deed of Trust represents a purchase of the accumulated forestry rentals for Waimihia Forest originally held in trust by the Crown Forest Trust that were distributed to the Tuwharetoa Settlement Trust (TST) in the 2010 financial year. In the 2019 financial year a further \$19,514,469 was settled from TST, which included 70.23% of Tuwharetoa Investment Property Limited Partnership (See note 4).

The settlements received from Tuwharetoa Settlement Trust for the 2019 financial year were as follows:

70.23% interest in Tuwharetoa Property Investment Limited Partnership	13,881,429
Iwi Investor Funds	5,633,040
	19,514,469

The remaining funds and assets yet to be settled by TST of \$10,682,720 (2018: \$24,921,029) is based on TST achieving 100% Mana Whenua allocation for Waimihia North and South Forests. The remaining funds consist of accumulated rentals, interest and other gains on those rentals, and in property assets.

The remaining settlement due of \$10,682,720 is not expected to be received in the next 12 months and is recorded as a non-current receivable.

Notes to the Consolidated Performance Report

Te Pae o Waimihia

For the year ended 31 March 2019

9. Non-Controlling Interests	2019	2018
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Non-Controlling interests own 29.77% in the subsidiary TPILP.

The non-controlling interest in the net surplus for the period that the Group has controlled the controlled entity has been calculated as follows:

Summarised Profit & Loss for TPILP for the nine months ended 31 March 2019:

Revenue		
Interest & Rent Received	688,375	
Less Expenses		
Depreciation	10,912	
Management Fees	22,500	
Other Expenses	757	
	<u>34,169</u>	
Net Surplus	<u>654,206</u>	
Net Surplus attributable to:		
The Trust	459,461	
Non-Controlling Interests	<u>194,745</u>	
	<u>654,206</u>	

The value of non-controlling interests at balance date has been calculated as follows:

Value of non-controlling interests at the date of acquisition of TPILP	4,458,409
Plus Share of Surplus to 31 March	194,745
Less distributions to non-controlling interests	<u>(264,082)</u>
Value of non-controlling interest at balance date	<u>4,389,072</u>

10. Commitments

The Trust has committed to the following Marae development projects:

Waipahihi Marae - Total Project cost of \$660,000, of which the Trust is yet to be billed \$634,372 (2018: Nil)

Tutetawha Marae - Total project cost of \$2,100,000 of which the Trust is yet to be billed \$2,054,690 (2018: Nil)

At 31 March 2018 the Trust had a construction contract with Wade Construction for \$1,517,682 of which \$10,782 was not yet billed.

11. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 March 2019 (Last year - nil).



Notes to the Consolidated Performance Report

Te Pae o Waimihia For the year ended 31 March 2019

12. Security Held Over Group Assets

Te Pae o Waimihia has given Tuwharetoa Settlement Trust a first ranking specific security agreement over:

- All the interest held by Te Pae o Waimihia in Tuwharetoa Property Investment Limited Partnership;
- All the shares held by Te Pae o Waimihia in Tuwharetoa Property Limited;
- A portion of the funds invested by Te Pae o Waimihia with Taupo Moana Investments Limited and being no less than \$5,600,000.

The Bank holds a perfected security interest in all present and future property of Tuwharetoa Property Investments Limited Partnership.

The Bank of New Zealand holds a registered first mortgage over the following properties owned by Tuwharetoa Property Investment Limited Partnership:

- Taupo Primary School Land
- Mountview Primary School Land
- Hilltop Primary School Land
- Tauhara College Land
- Tauhara Primary School Land
- Taupo Intermediate School Land
- Waipahihi School Land
- Te Kura Kaupapa Maori Land
- Taupo Nui-A-Tia College
- Taupo Courthouse Land
- 9 Taniwha Street, Taupo

The Bank of New Zealand also holds as security the right to all income under the lease agreements for the following properties:

- Taupo Courthouse Land
- 9 Taniwha Street, Taupo

13. Related Parties

He Akina Limited

The Trust paid a number of expenses to He Akina Limited. He Akina Limited is associated with the Trust due to Gregory Stebbing being a Trustee of this Trust and a director of He Akina Limited. Total payments made during the 2019 year: \$180,051 (2018: \$144,000). At balance date \$768 is payable to He Akina Limited (2018: \$2,603).

Tuwharetoa Settlement Trust (TST)

The Trust has settlement funds receivable from Tuwharetoa Settlement Trust (TST), which is detailed in note 8. TST is associated with the Trust as Gregory Stebbing is the General Manager of TST and a trustee of this Trust. In the 2019 financial year the Trust received a transfer from capital from TST of \$16,053,695 being Funds in Lwi Investor totalling \$5,633,044 and a 70.23% share in Tuwharetoa Property Investment Limited Partnership with a value of \$10,420,651 (2018 Nil). The fair value of the 70.23% share in Tuwharetoa Property Investment Limited Partnership on acquisition was assessed at \$13,881,429 and is detailed in note 4.

The controlled entity Tuwharetoa Property Investment Limited Partnership paid \$22,500 administration fees to TST for the nine months ended 31 March 2019.

Tauhara Properties Limited Partnership

The Trust has a 50% ownership interest in Tauhara Properties Limited Partnership.

Tuwharetoa Property Investment Limited Partnership.

The Trust has a 70.23 ownership interest in Tuwharetoa Property Investment Limited Partnership.

Nukuhau Marae

The Trust distributed a grant to Nukuhau Marae during the year of \$30,000 (2018: \$30,000). Dominic Bowden is a Trustee of Te Pae o Waimihia and Chairperson of Nukuhau Marae.

Tutetawha Maori Marae Reservation Trust

The Trust distributed a grant to Tutetawha Maori Marae Reservation Trust during the year of \$42,000 (2018: \$30,000). Maiti Northcroft is a Trustee of Waimihia and Secretary of Tutetawha Maori Marae Reservation Trust.

Tuwharetoa Maori Trust Board

For the 2019 financial year there were no related party transactions with the Tuwharetoa Maori Trust Board. During the 2018 financial year the Trust made a contribution to a court case to Tuwharetoa Maori Trust Board of \$30,000. Greg Stebbing is a Trustee of Waimihia and a committee member of Tuwharetoa Maori Trust Board, Ngahere Wall is a trustee of Tuwharetoa Maori Trust Board and this Trust.

Notes to the Consolidated Performance Report

Te Pae o Waimihia

For the year ended 31 March 2019

13. Related Parties Continued

Tauhara Middle 12 Trust

The Trust gave a capital works grant of \$20,000 during the year ended 31 March 2019 (2018: Nil). Ngahere Wall and Matiu Northcroft are Trustees of Waimihia and Trustees of the Tauhara Middle 12 Trust.

14. Interests in Joint Ventures

The Trust acquired a 50% interest in Tauhara Properties Limited Partnership on 16 June 2016, a jointly controlled entity that owns a building on Motutaiko Street, Taupo which is leased by the Department of Conservation. The Trust's interest in Tauhara Properties Limited Partnership is accounted for using the equity method in the Trust's financial statements.

The joint venture had no contingent liabilities or capital commitments as at 31 March 2019 (31 March 2018: Nil).

15. Trustees Remuneration

The Trustees have received the following remuneration from the Trust:

	2019	2018
Gregory Stebbing	12,000	14,500
Dominic Bowden	12,000	12,000
Matiu Heperi Northcroft	12,000	12,000
Ngahere Wall	18,000	15,500
William Wall	12,000	12,000
Arapiu Pohokura Seymour	12,000	12,000

16. Events After the Balance Date

On 21 June 2019, Te Pae o Waimihia entered into option deed with Tuwharetoa Limited, giving Te Pae o Waimihia the option of acquiring a further 15.17% interest in Tuwharetoa Property Investment Limited Partnership. If exercised the purchase cost of the option will be the market value of the interests hold by the non-controlling interests as agreed by the two parties.

The option is valid until 21 June 2020. As at the completion of these financial statements the option has not been exercised.



INDEPENDENT AUDITOR'S REPORT

To the Beneficial Members of Te Pae O Waimihia

Opinion

We have audited the performance report of Te Pae O Waimihia (the "Trust") on pages 2 to 16, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 31 March 2019, the statement of financial position as at 31 March 2019, and the statement of accounting policies and other explanatory information.

In our opinion:

- a) the performance report on pages 2 to 16 presents fairly, in all material respects,
- the entity information for the year ended 31 March 2019; and
 - the financial position of the Trust as at 31 March 2019, and its financial performance, and cash flows for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit).

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and of the entity information in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000. Our responsibilities under these standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report.

We are independent of the Trust 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 Trust.

Information Other Than the Performance Report and Auditor's Report

The Trustees are responsible for the other information. The other information comprises the statement of service performance on page 3 but does not include the remainder of the performance report and our auditor's report thereon.

Our opinion on the performance report does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the performance report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the performance report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Trustees for the Performance Report

The Trustees are responsible on behalf of the entity for:

- (a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- (b) The preparation and fair presentation of the performance report, which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board; and

- (c) For such internal control as the Trustees determine is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Trustees are responsible for assessing the Trust'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 Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report


Our objectives are to obtain reasonable assurance about whether the performance report 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 conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 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 this performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trust'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 Trust'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 performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report 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.



Crowe New Zealand Audit Partnership
CHARTERED ACCOUNTANTS

25 September 2019

STRATEGIC PLAN

2019 - 2024

VISION

“Ngā moemoea ki tua, ngā ara ki naianei, ngā tapuwae ki mua”
“The visions of yesterday are today’s pathways, and tomorrows stepping stones”

MISSION:

“Ka hāpaitia te roopu whirinaki i ngā rawa kia tipu ai, hei awahi i ngā wawata o ia reanga, me ngā reanga kei te heke mai. Kia hiki ake ngā tikanga mo te oranga o ngā hapū o Te Pae o Waimihia”

“Protecting and growing the assets of the trust and supporting the intergenerational aspirations, well-being and cultural tikanga”

STRATEGIC PLAN

- A** To improve marae capacity, capability and support hapu
- B** Assist hapu with the return of cultural redress lands
- C** To improve te reo me ona tikanga
- D** To upgrade Tutetawha Marae
- E** To support resolution of the CNI mana whenua process
- F** To continually review and improve a distribution framework
- G** Constant monitoring of investment performance and strategy
- H** To exercise the Trust’s call options for Tuwharetoa Property Investment Limited Partnership
- I** Develop commercial properties
- J** Development of a Housing Strategy
- K** Establish a Charitable Trust for Distributions

CORE STRATEGIES

1

Whakamana i
nga hapū

2

Organisation
Development

3

Asset
Growth

VALUES - KOTAHI TE KII

RANGIMARIE

WHAKAKOTAHITANGA

MANAAKITANGA

WHAKAWHANAUNGATANGA

HAUORA



GRANTS & DISTRIBUTIONS

APRIL 2018 - MARCH 2019

MARAE

Distribution Type	Description	Unit	Total
Capital Grant	Capital development fund	2	\$70,938
Development & Operation Grant	Te Pae o Waimihia marae	7	\$135,000
Administration & Treasury Support	Provision of administration and treasury services	2	\$10,593
Tangihanga Grant	Available for the tangi of members (or immediate family) who lay at a Te Pae o Waimihia marae	25	\$12,878
Total Marare Distribution		34	\$229,409

KAUMATUA

Distribution Type	Description	Unit	Total
Firewood	Provide firewood to kaumātua (delivered and stacked).	88	\$19,800
Health Grants	Dental, hearing, and vision. Available to registered members aged 50 years and over.	244	\$163,905
Events	Kaumatua Opera Night at Nukuhau Marae	150	\$12,000
Healthy Homes	Improving the accessibility and warmth of our kaumatua houses	1	\$23,214
Total Kaumatua Distribution		333	\$218,919

OTHER DISTRIBUTIONS

Organisation	Description	Total
Tuwharetoa U17's Rugby League Team	Sports Uniform	\$2,500
Healthy Homes	Improving the accessibility and warmth of our kaumatua houses	\$3,390
Tuwharetoa U14's Rugby League Team	Sports Uniform	\$2,500
Taupo Nui A Tia College	Manu Korero competition	\$1,500
Taupo Nui A Tia College	Kapa Haka Hawaii Trip	\$5,000
Pohara Trust	Tuwharetoa Fishing Competition	\$4,000
Te Kahukura o Tane Mahuta	Marae expenses for Strat Hui	\$300
Tuwharetoa Tuakana	Uniforms	\$2,500
Tuwharetoa Touch	Uniforms	\$1,000
TKKM o Whakarewa I Te Reo ki Tuwharetoa	Taiopenga Kapa Haka Festival	\$2,000
TPOW members/whanau	Bus to Parliament	\$3,325
Choir	New blazers	\$3,913
NO WORDS	Suicide Prevention	\$1,000
Taupo Medical Centre	Smear Your Mear (SYM)	\$2,500
Tauhara Middle 12 Trust	Urupa	\$20,000
Total Other Distribution		\$55,428



SPORTS, HEALTH & WELLBEING

Distribution Type	Description	Unit	Total
Sporting Participation	Grant to support sporting participation expenses (sporting fees & equipment)	228	20,738
Sporting Representative	Grant to support sporting participation expenses (sporting fees, equipment, travel)	64	16,894
Health & Wellbeing Programmes	AC Baths (60+ years)	3	\$300
Total Sports, Health & Wellbeing Distributions		295	\$37,932



Taupo Rugby

Names from left to right; Christian Gemmell, Kalani Foua, JK Shelford, Toria Koopu, Kasey Ali



Rautangi Pitiroi

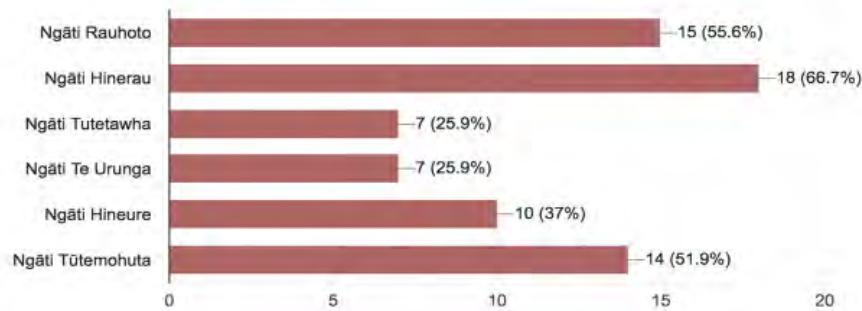
NZ Māori U21 Hockey

EDUCATION

Distribution Type	Description	Unit	Total
Education Grant - Tamariki	Education Grants for school fees, and uniforms. Available to children of registered members who are studying at years 1 to 10.	366	\$64,730
Education Support - Tamariki	Provide supplementary educational support - Poipoia Ōu Pumanawatanga	180	\$84,336
Kura Kaupapa/ Kohanga Reo Operational Support	Kura Kaupapa and Kohanga Reo operational expenses. Available to all Kura Kaupapa & Kohanga Reo in the Tauhara rohe.	11	\$55,000
Total Education Distribution		377	\$204,066

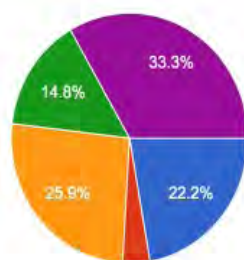
Which of the 6 hapū do you whakapapa to?

27 responses



Which class are you enrolling your child for?

27 responses



- 1 to 1 Te Reo Māori
- 1 to 1 Pāngarau (in Te Reo Māori)
- 1 to 1 English (Spelling, Reading & Comprehension)
- 1 to 1 Maths (In English)
- Kidscoil (Allocated for Year 6 Mondays) (Allocated for Year 7-8 Tuesday/Wednesday)

WAIPAHIHI MARAE REPORT

REFURBISHMENT PROJECT 2019



The Waipahihi Refurbishment Project 2019 has been funded jointly by a Capital Works Grant of \$100k from Tuwharetoa Maori Trust Board and \$660k from Te Pae o Waimihia along with currently held Marae Trust funds.

The scope of work includes the partial refurbishment of the wharepaku block where water reticulation has been an issue for some time and a total refurbishment of the original kitchen and prep areas of Kuiwai.

The contractor engaged for the project is RBS Group with James Simpson Managing Director. Since gaining the Building Consent from Taupo District Council on 22 August 2019 the project has progressed in a timely manner and is expected to be completed at the end of November 2019.

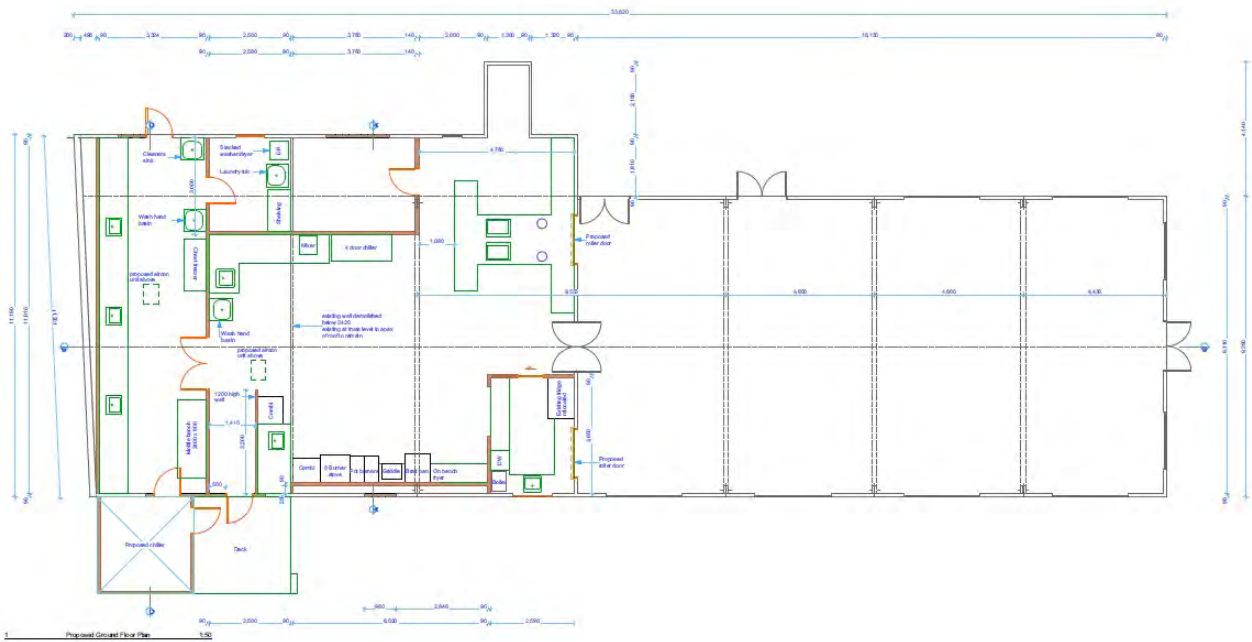
The completed modern commercial kitchen will provide a contemporary workplace that meets all compliance expectations as well as the varied needs of our busy marae whilst supporting kaimahi and manuhiri with the many activities hosted within Kuiwai and Kurapoto.

Ngati Hinerau and Ngati Hineure hapu wish to sincerely acknowledge the support and financial contribution made by Te Pae o Wamihia to this project.

Nga mihi mo koutou whakaaro rangatira.

Topia Rameka

Chairman
Waipahihi Marae Committee



TUTETAWHA MARAE REPORT

Surveyors sited layout pegs on 31 July 2019;

Long awaited works finally commenced on the Tutetawha Marae Development Project on Thursday 12 September 2019 with the preparatory mahi for the lifting of the whare tūpuna, "Tutetawha", in readiness for the proposed renovations;

The renovations of the whare tūpuna include re-piling, re-cladding, re-roofing, new mahau, whakairo and Māori design panels in interim provision for future tukutuku;

A new wharekai will also commence this year with all completions targeted by February 2020;

Funds available from Te Pae o Waimihia Trust (\$2,064,420.00 + gst) will provide for the whare tūpuna renovation and the new wharekai;

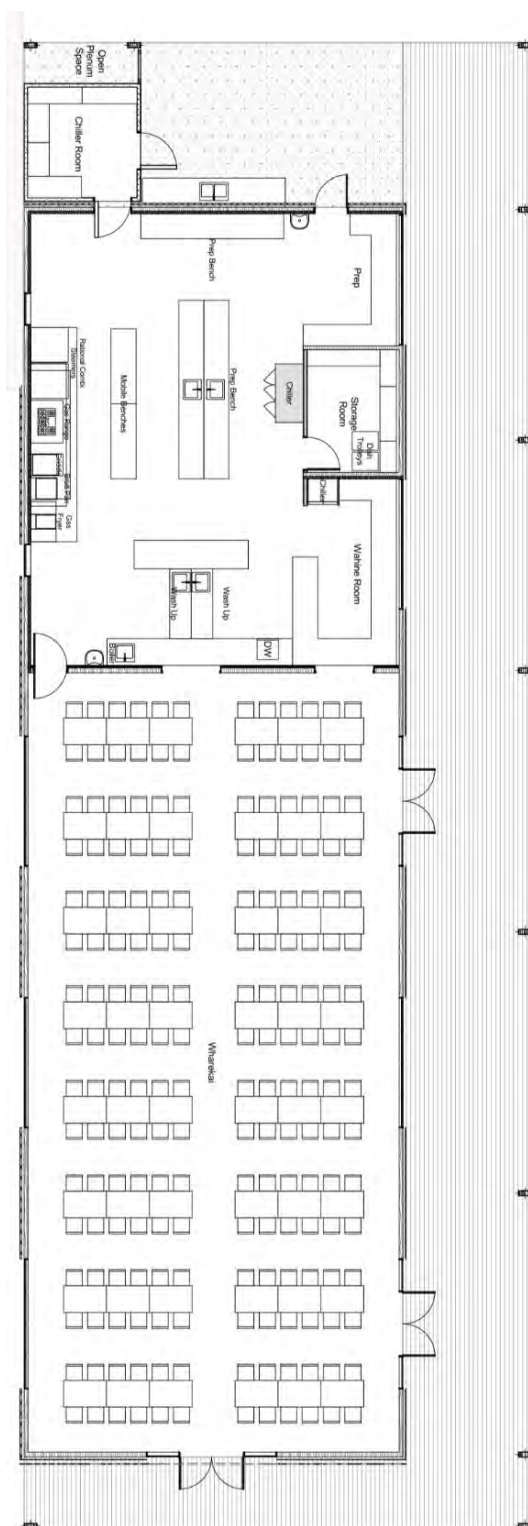
Further funding will be sought from both internal and external sources to support further proposed developments inclusive of but not limited to: chattels, paepae/kaumātua room, pae manuhiri, wharemoē, waharoa, whakairo, haukāinga shelter, pou haki, roading, landscaping, parking and fencing;

Future funding will also be sought to support maara kai, whare whakairo, whare hākinakina, and protection and preservation of the 1880's homestead built for Te Waaka Tuku by Te Rangitahau II and Haami Pahiroa.

Hoani Urukanoa Simon

Chairman

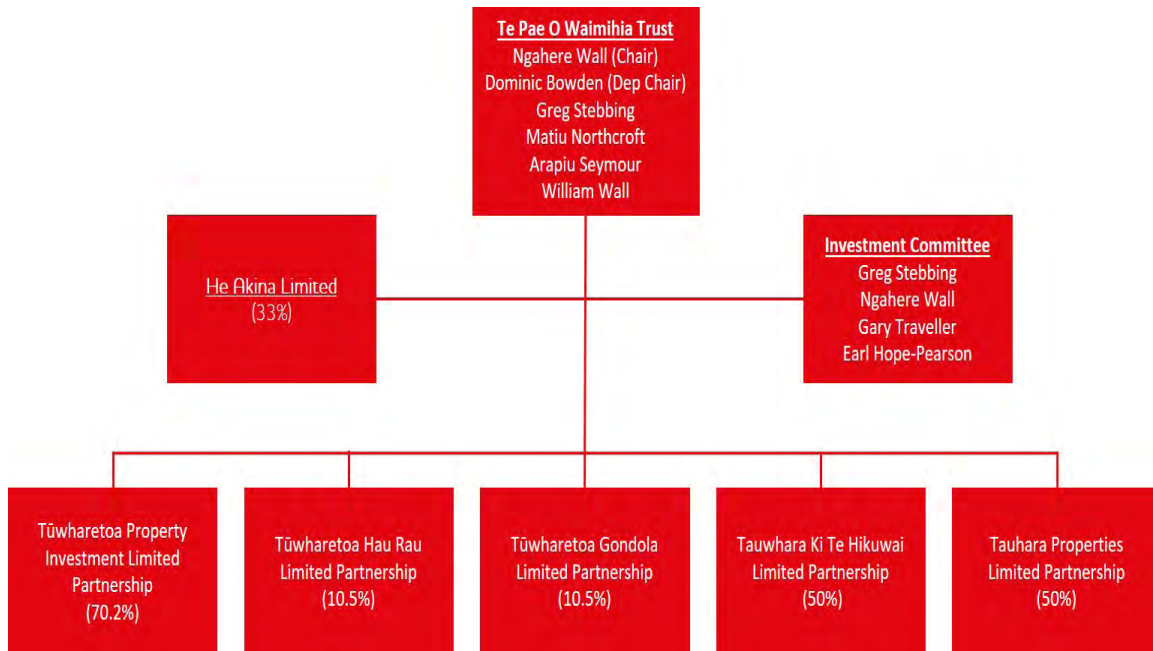
Tutetawha Marae Māori Reservation Trust



3 - RM Designs Tutetawha 21_06_2019.pdf







He Akina Limited is a non-profit entity established to provide accounting and owners services to Hikuwai trusts

Tūwharetoa Property Investment Limited Partnership owns 11 Crown leased properties in the Taupo township - 9 schools, Taupo Courthouse and Taupo Probation Office

Tūwharetoa Hau Rau Limited Partnership comprises 10 Tūwharetoa commercial entities that hold 18.0% of the shares in Te Puia Tapapa Limited Partnership which is a direct investment fund established with 25 Other Iwi entities

Tūwharetoa Gondola Limited Partnership comprises of 8 Tūwharetoa commercial entities that hold \$9.5million of bonds in the new Mt Ruapehu RAL Sky Waka Gondola

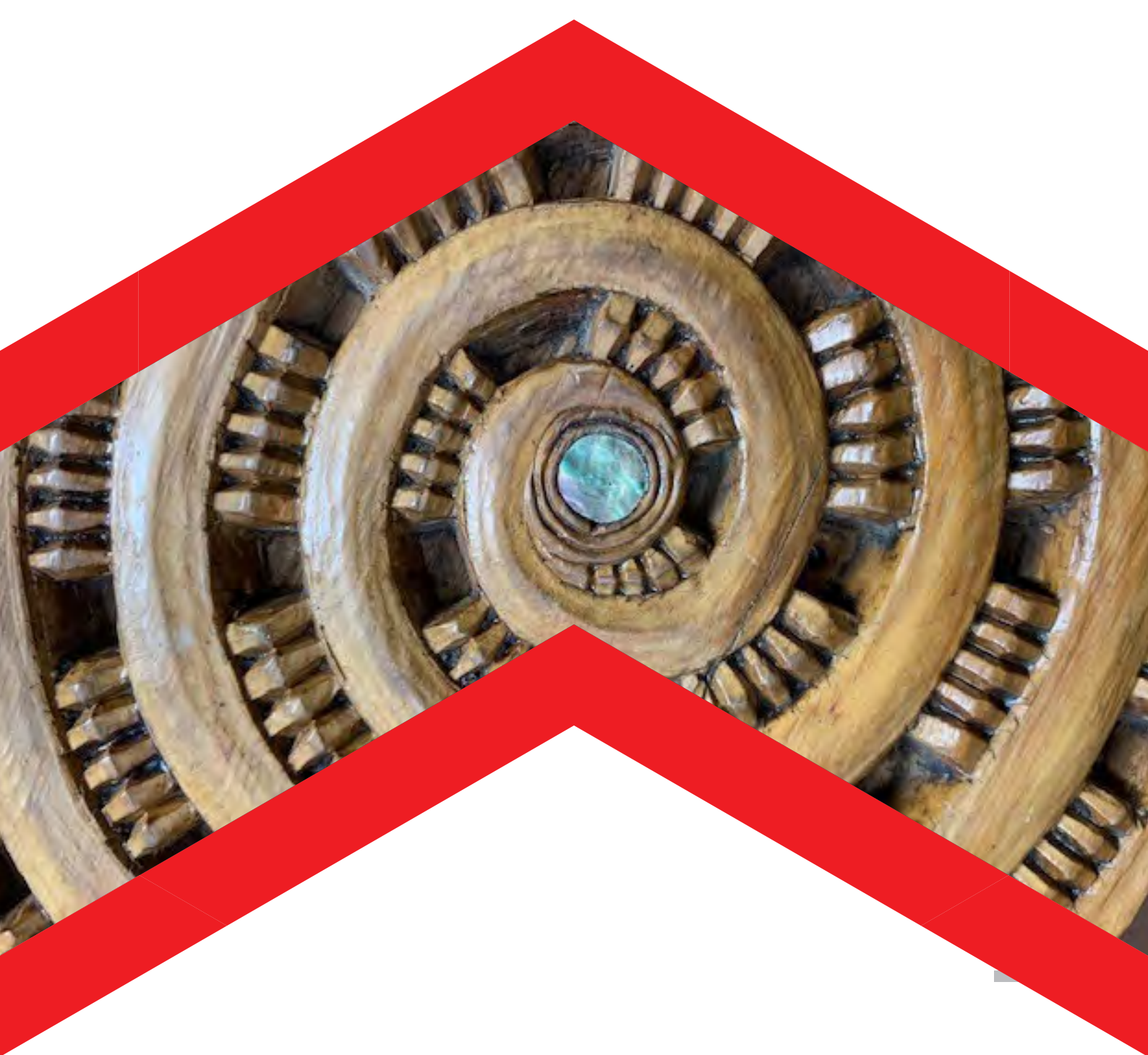
Tauwhara Ki te Hikuwai Limited Partnership is a 50/50 partnership with The Tūwharetoa Settlement Trust that owns a commercial investment property in the Taupo township.

Tauhara Properties Limited Partnership is a 50/50 partnership with Opepe Farm Trust that owns the Taupo DOC Office and Whare in Taupo.

NOTES







He Akina Limited
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www.heakina.co.nz
www.tepaeowaimihia.com



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