

COUNTIES POWER CONSUMER TRUST

SEPARATE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

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Independent Auditor's Report

To the Beneficiaries of Counties Power Consumer Trust

Opinion

We have audited the separate financial statements of Counties Power Consumer Trust, which comprise:

- the balance sheet as at 31 March 2020;
- the statement of comprehensive income for the year then ended;
- the statement of changes in equity for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include significant accounting policies.

In our opinion, the separate financial statements on pages 5 to 15 present fairly, in all material respects, the financial position of the Counties Power Consumer Trust only as at 31 March 2020, and of its financial performance and its cash flows for the year then ended in accordance with New Zealand equivalents to International Financial Reporting Standards and International Financial Reporting Standards.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

We are independent of the Counties Power Consumer 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, Counties Power Consumer Trust.

Other information

The Trustees are responsible for the other information. The other information comprises the Directory on page 4 and the Budget income statement for the year ended 31 March 2021 on page 16 (but does not include the financial statements and our auditor's report thereon), which we obtained prior to the date of this auditor's report. Our opinion on the financial statements 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 financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, 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 financial statements

The Trustees are responsible, on behalf of the Counties Power Consumer Trust, for the preparation and fair presentation of the separate financial statements in accordance with New Zealand equivalents to International Financial Reporting Standards and International Financial Reporting Standards, and for such internal control as the Trustees determine is necessary to enable the preparation of the separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the separate financial statements, the Trustees are responsible on behalf of Counties Power Consumer Trust for assessing the ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless those charged with governance either intend to liquidate Counties Power Consumer Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the separate financial statements

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

<https://xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8>

Who we report to

This report is made solely to the to the beneficiaries of Counties Power Consumer Trust, as a body, in accordance with the Trust Deed. Our audit work has been undertaken so that we might state those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Counties Power Consumer Trust and its' beneficiaries, as a body, for our audit work, for this report or for the opinions we have formed.

A stylized, handwritten-style signature of 'RSM' in blue ink.

RSM Hayes Audit
Auckland

7 August 2020

COUNTIES POWER CONSUMER TRUST

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DIRECTORY

Nature of Business

The Trustees have 100 % ownership of Counties Power Limited. The shares of the company are held in Trust for the users of the Company Lines network – the beneficiaries of the Trust.

The Counties Power Trust was constituted on 17 May 1993 by a Trust Deed dated 10 May 1993. By a Deed of Resettlement, dated 14 September 1995, all the assets of the Counties Power Trust were resettled on the Trustees of the Counties Power Consumer Trust.

Trustees

Mrs C P Rupp - Chair	JP, Post Grad Dip Sc
Mr A D Eyes	M Com, Dip Mgt, CA, CMA
Mr P S Beston	
Mr D W Thomson	
Mr D M Spratt	Dpt Mgt, MBA
Mr N W Foote	B Com, CA

Secretary

Contact Address

Suite 6, 23 Hall St, PUKEKOHE
P O Box 580, PUKEKOHE
Telephone: 09 2383780

Solicitors

Simpson Grierson, AUCKLAND

Bankers

ANZ, PAPAURA
ASB, PUKEKOHE
BNZ, PUKEKOHE

Auditors

RSM Hayes Audit, AUCKLAND

**COUNTIES POWER CONSUMER TRUST
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020**

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Budget for 2021	Note	2020	2019
Income			
300,000	Dividend Received	300,000	300,000
136,500	Interest - all Banks	125,960	137,280
0	ETNZ Conference Income	39,530	-
0	GST Adjustment	31,651	-
0	Sundry Income	-	5,318
436,500	Total Income	497,141	442,598
Less Expenses			
15,658	Accountancy	23,843	18,496
15,365	Audit Fees	20,031	16,145
180	Bank Fees	1,623	48
-	ETNZ Conference Expenses	39,089	-
7,387	Communication & Public Relations	5,613	8,248
1,286	Depreciation	19,137	1,665
-	EcoBulb Project	9,990	-
23,280	Election Expenses	23,280	-
10,713	Energy Trust Levies	10,714	7,994
-	Finance Charge - Lease	2,410	-
1,194	General Expenses	391	5,794
7,377	Insurance	8,455	7,376
-	Interest - Bank	6,711	-
939	Light and Power	919	947
3,913	Post, Stationery, Phone & Fax, Internet	4,053	3,888
27,826	Professional Fees	96,729	27,687
23,759	Rent	4,310	27,095
174	Repairs and Maintenance	-	-
55,265	Secretarial Fees	61,982	62,489
87	Security	-	-
8,696	Training	2,875	5,291
4,000	Travel & Accommodation	11,685	12,708
207,099		353,839	205,871
119,414	Trustees' Fees	138,976	124,533
2,365	Trustees' General Expenses	2,829	2,609
2,783	Trustee Meeting & Seminar Exp	3,388	3,337
124,562		145,194	130,479
331,661	Total Expenses	499,033	336,350
\$ 104,839	Comprehensive Income for the Year	\$ (1,892)	\$ 106,248

The financial statements have been audited and should be read in conjunction with the notes to the accounts and the auditor's report.

**COUNTIES POWER CONSUMER TRUST
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2020**

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	Note	Trust Funds	Accumulated Funds	Trust Equity
2020				
Opening Balance at 1 April 2019		30,797,100	4,204,553	35,001,653
Comprehensive Income for the Year		-	(1,892)	(1,892)
Closing Balance at 31 March 2020		\$ 30,797,100	\$ 4,202,661	\$ 34,999,761
2019				
Opening Balance at 1 April 2018		30,797,100	4,098,305	34,895,405
Comprehensive Income for the Year		-	106,248	106,248
Closing Balance at 31 March 2019		\$ 30,797,100	\$ 4,204,553	\$ 35,001,653


The financial statements have been audited and should be read in conjunction with the notes to the accounts and the auditor's report.

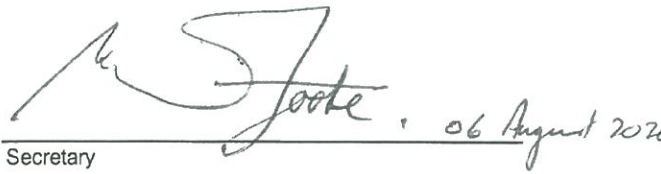
**COUNTIES POWER CONSUMER TRUST
BALANCE SHEET
AS AT 31 MARCH 2020**

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	Note	2020	2019
Equity			
Trust Funds	(1)	30,797,100	30,797,100
Trust Accumulated Income		4,202,661	4,204,553
Closing Equity		\$ 34,999,761	\$ 35,001,653
Represented by:			
Current Assets			
Cash and Cash Equivalents	(2)(a)	203,263	209,392
Short Term Investments	(2)(b)	3,285,544	3,955,821
Total at Bank		3,488,807	4,165,213
Prepayments		195	10,419
Deposits paid	(3)	672,457	-
Interest Receivable		12,618	41,128
GST		38,720	-
		<u>4,212,796</u>	<u>4,216,760</u>
Less: Current Liabilities			
Accounts Payable		29,297	36,373
Lease Liability	(9)	16,279	-
		<u>45,576</u>	<u>36,373</u>
Working Capital		<u>4,167,220</u>	<u>4,180,387</u>
Non Current Liabilities			
Lease Liability	(9)	12,941	-
Non Current Assets			
Website Development		5,606	6,446
Less: Accumulated Depreciation		(3,727)	(2,821)
Prepayments		-	11,838
Office Equipment & Furniture		14,624	16,542
Less: Accumulated Depreciation		(8,119)	(7,739)
		<u>8,384</u>	<u>24,266</u>
Right of Use Assets	(9)	<u>40,098</u>	<u>-</u>
Investments			
Shares – Counties Power Ltd	(5)	30,797,000	30,797,000
		<u>30,797,000</u>	<u>30,797,000</u>
		\$ 34,999,761	\$ 35,001,653

For and on behalf of the Trustees


Chairman


Secretary

The financial statements have been audited and should be read in conjunction with the notes to the accounts and the auditor's report.

COUNTIES POWER CONSUMER TRUST
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020

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	Note	2020	2019
Cash Flows from Operating Activities			
Cash was provided from:			
Interest		154,470	129,161
Taxation Refund		-	-
Dividends		300,000	300,000
ETNZ Conference Income		45,459	-
Net GST received		38,103	-
Sundry		-	5,318
		<u>538,032</u>	<u>434,479</u>
Cash was disbursed to:			
Administration expenses		524,341	326,246
		<u>524,341</u>	<u>326,246</u>
Net Cash Inflows from Operating Activities		<u>13,690</u>	<u>108,233</u>
Cash Flows from Investing Activities			
Proceeds/(Purchases) from Short Term Investments		670,277	(149,983)
Deposits Paid		(672,457)	0
Net Cash (Outflows)/Inflows from Investing Activities		<u>(2,180)</u>	<u>(149,983)</u>
Cash Flows from Financing Activities			
Lease Liability		(17,640)	-
Net Cash (Outflows)/Inflows from Financing Activities		<u>(17,640)</u>	<u>0</u>
Net Increase/(Decrease) in Cash Held		(6,130)	(41,750)
Add: Opening Cash		209,392	251,143
Closing Cash (Bank)	(2)	<u>\$ 203,263</u>	<u>\$ 209,393</u>
RECONCILIATION OF NET INCREASE IN CASH HELD TO NET SURPLUS FOR THE YEAR			
Net Cash Inflows from Operating Activities		<u>13,690</u>	<u>108,233</u>
Increase/(Decrease) in Accrued Interest		(28,510)	8,119
Increase/(Decrease) in Prepayments		(22,062)	(406)
Increase/(Decrease) in Sundry Debtors		38,720	(18)
Increase/(Decrease) in Right of use asset		57,557	-
Increase/(Decrease) in Fixed Assets		(2,759)	-
Decrease/(Increase) in Accounts Payable		7,470	(8,015)
Decrease/(Increase) in Lease Liability		(44,450)	-
		<u>5,966</u>	<u>(320)</u>
Deduct:			
Depreciation		(19,137)	(1,665)
Finance Charge		(2,410)	-
		<u>(21,547)</u>	<u>(1,665)</u>
Net Surplus for the Year		<u>\$ (1,891)</u>	<u>\$ 106,248</u>

The financial statements have been audited and should be read in conjunction with the notes to the accounts and the auditor's report.

Reporting Entity

Counties Power Consumer Trust is a Trust constituted under a Deed of Resettlement dated 14 September 1995. The financial statements are for the year ended 31 March 2020. Separate financial statements for the trust and consolidated financial statements are prepared to meet the Trustees' reporting requirements. The financial statements were authorised for issue by the Trustees on 6 August, 2020

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with the New Zealand Generally Accepted Accounting Practice (NZ GAAP). They comply with the New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS) and other applicable Financial Reporting Standards as appropriate for profit oriented entities. For financial reporting purposes the Trustees have elected to apply Tier 1 accounting standards under the NZIFRS accounting framework.

Counties Power Consumer Trust is designated as a for profit oriented entity for financial reporting purposes as the Trustees believe the Trust does not meet the definition of a public benefit entity.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on an historical cost basis are followed by Counties Power Consumer Trust.

Presentation Currency

These financial statements are presented in New Zealand dollars (NZ\$).

Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

(a) Investment in Wholly owned Subsidiary

The investment is recorded at the total opening Shareholders' Funds of Counties Power Limited \$30,797,000 at the time of acquisition.

This is carried at cost and is not revalued in these financial statements.

(b) Non Current Assets

The fixed assets are recorded at cost less accumulated depreciation and impairment losses. Website Development Costs have been recorded at cost less accumulated depreciation.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

(c) Depreciation

Depreciation is charged so as to write off the cost over the estimated useful lives.

Depreciation is charged to the Statement of Comprehensive Income. The following rates have been used:

Office Equipment & Furniture	12% - 60% Diminishing Value
Website Development	25% Diminishing Value

(d) GST

Effective 1 April 2019, the IRD approved the registration of the Trust for GST, under a grouping arrangement with the Trust's subsidiary, Counties Power Limited.

The IRD allowed the trust to claim back GST on cost incurred prior to GST registration for the last 4 years up to 31 March 2019. This resulted in a GST adjustment in the current year, recognising the net GST on previous income and expenses as an income adjustment of \$31,651 in the current period and adjusting property, plant and equipment with \$2,759.

As a result of this, all 2020 amounts shown exclusive of GST, except for receivables and payables that are stated inclusive of GST, and all 2019 amounts shown inclusive of GST.

(e) Receivables

These (if any) are measured at their net realisable value.

(f) Revenue recognition

Dividends are recognised when received.

Interest is recognised when received. Interest on any unexpired investment at balance date is accrued at the rate of the particular investment.

(g) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

(h) Short term deposits

Short term cash deposits consist of short-term cash deposits held with financial institutions, with original maturities of more than three months and which are subject to an insignificant risk of changes in value, because short - term deposits have a fixed interest rate for the duration of the short-term deposit

(i) New standards and interpretations

The Trust has applied the following standards and amendments for the first time for the year ended 31 March 2020.

NZ IFRS 16: Leases

Leases are accounted for in accordance with NZ IFRS 16. The Trust recognises the right of use assets and lease liabilities, except for leases with a lease term of less than 12 months on adoption and low value leases. Right of use assets are depreciated on a straight line bases over the remaining term of the leases. Interest on the leases are calculated using the Trust's incremental borrowing rates. Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

The Trust applied the simplified transition approach and did not restate comparative amounts for the prior year. The lease liability were measured at the present value of the remaining fixed lease payments and remaining variable lease payments dependent on an index or rate as appropriate. The incremental borrowing rate applied to lease liabilities was 6.68%. The associated right of use assets for leases were measured at the amount equal to the lease liability determined as at 1 April 2019, with no overall change in net assets.

Notes

(1) Trust Funds	2020	2019
(i) Cash received from Counties Power Ltd	100	100
(ii) 15,000,000 fully paid ordinary shares in Counties Power Ltd vested in the Trust in terms of the Energy Companies (Counties Power Limited) Vesting Order 1993, represented by shares and reserves being Opening Shareholders' Funds of Counties Power Ltd.		
	30,797,000	30,797,000
Total Trust Funds	<u>\$ 30,797,100</u>	<u>\$ 30,797,100</u>
(2) (a) Cash and Cash Equivalents		
Cheque Account – ANZ	51,001	58,623
Trustee Fees Account - ANZ	121	120
On Call Deposit – ANZ	35,133	1,755
ASB - Cheque Account	8	8
ASB - Fastsaver	464	503
BNZ - Oncall Saver	116,536	148,383
	203,263	209,392
Add: Interest accrued on short term investments	12,618	41,128
Total Cash and Cash Equivalents	<u>\$ 215,881</u>	<u>\$ 250,520</u>
(2) (b) Short Term Deposits		
ANZ Bank	1,750,000	1,600,000
ASB	685,544	830,821
BNZ	850,000	1,525,000
Total Short Term Deposits	<u>\$ 3,285,544</u>	<u>\$ 3,955,821</u>
Total at Bank (excluding Interest Accrual)	<u>\$ 3,488,807</u>	<u>\$ 4,165,213</u>
(3) Deposits Paid		
Land and building deposit	672,457	-
	<u>\$ 672,457</u>	<u>\$ -</u>

On 19 November 2019, the Trust has entered into an agreement in conjunction with wholly owned subsidiary Counties Power Limited to purchase land and building assets which covers four separate property titles. The Trust will own three out of the four titles. As the land and building assets was already under an unconditional sale and purchase agreement, the Trust in conjunction with Counties Power Limited entered a deed of assignment to take over the rights to purchase the land and building assets from the original purchaser.

As part of the agreement the Trust has paid an initial deposit of \$672,457 before year end which is recognised as a deposit paid in the statement of financial position. The total amount of the purchase is \$7,632,600 (plus GST – if any) which is apportioned between the Trust and Counties Power Limited. Payments to settle this purchase is staggered over a period of 15 months from balance date. At balance date the Trust had a capital commitment of \$4,460,143 (plus GST – if any), of which a second deposit of \$672,458 (plus GST – if any) was paid on the 30 June 2020. Final settlement is expected to be completed on 30 June 2021.

To finalise the purchase of the land and building assets, the Trust has entered into a loan agreement with Counties Power Limited to access an amount of up to \$1,132,600. At balance date the amount of the loan remains undrawn.

The Trustees believe that the strategic acquisition of these assets will provide significant benefits to wholly owned subsidiary Counties Power Limited and will provide reoccurring returns for the Trust in the form of rental income in future years.

Notes

(4) Taxation	2020	2019
Total Gross Income (excluding accrued Interest)	525,651	434,479
Less: Expenses	(499,033)	(336,350)
Add: Imputation Credits attached to dividend	116,667	116,667
Assessable Income	<u>143,285</u>	<u>214,796</u>
Less Loss brought forward & utilised	143,285	214,796
Trustees' Taxable Income	<u>\$ -</u>	<u>\$ -</u>
Taxation on Trustees' Income @ 33%	-	-
Application of available Imputation Credits	-	-
Tax losses applied	-	-
Payable	-	-
RWT paid on Interest	-	-
Taxation Refund due	<u>\$ -</u>	<u>\$ -</u>
Imputation Credit Account		
Opening Balance	116,667	116,667
Imputation credits attached to Dividend received	116,667	116,667
Imputation Credits converted to Tax Losses	(116,667)	(116,667)
Closing Balance	<u>\$ 116,667</u>	<u>\$ 116,667</u>
Tax Losses		
Opening Balance	1,490,819	1,352,080
Less: Applied to Trustee Income	(143,285)	(214,796)
	<u>1,347,534</u>	<u>1,137,284</u>
Imputation Credits converted to Loss Carried Fwd	353,536	353,535
Closing Balance	<u>\$ 1,701,070</u>	<u>\$ 1,490,819</u>
(5) Investment		
	2020	2019
Investment in Counties Power Ltd	30,797,000	30,797,000
Closing Balance	<u>\$ 30,797,000</u>	<u>\$ 30,797,000</u>

The most recent valuation of the shares in Counties Power Ltd was made by Ernst and Young Chartered Accountants. As at 23 August 2000, the fair market value was fixed at between \$85,000,000 and \$90,000,000.

The total equity of Counties Power Limited at 31 March 2020 was \$251,943,000 (2019: \$246,457,000). The Trustees do not consider the investment to be impaired.

The Trust prepares separate consolidated financial statements, which includes its subsidiary, Counties Power Limited.

Notes

(6) Financial Instruments

Credit Risk

Financial Instruments which potentially subject the Trust to credit risk principally consist of bank balances and short term deposits.

The Trust has a credit policy which is used to manage this credit risk. As part of this policy, limits of exposure have been set within the constraints of the Trust Deed and are monitored on a regular basis.

The maximum exposures to credit risk at balance date are:

	2020	2019
Bank Balances	3,501,425	4,206,341
	<u>\$ 3,501,425</u>	<u>\$ 4,206,341</u>

Fair Values

Bank Balances	3,488,807	4,165,213
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The carrying value of these amounts is the fair value

(7) Related Parties

The elected Trustees of Counties Power Consumer Trust own 100% of the shares in Counties Power Limited. The Trust rents office premises from SBH Investments, in which a Trustee, Mr P S Beston, is a partner. The following transactions occurred with related parties and were conducted at arm's length.

	2020	2019
Dividends received	300,000	300,000
Rent & Associated outgoings paid	21,950	25,407

(8) Capital Commitments

The Trust had \$4,460,143 committed for land and buildings at 31 March 2020.

(9) Leases

NZ IFRS 16 Leases replaces NZ IAS 17 Leases and removes the classification of leases as either operating leases or finance leases and consequently, for the lessee, all leases (other than short-term or low value leases) are recognised in the Statement of Financial Position. This has resulted in the Trust recognising right of use assets and related lease liabilities. Lease payments previously classified as operating leases have been reclassified from operating expenses to depreciation and lease interest expense.

The Trust applied the simplified transition approach and did not restate comparative amounts for the prior year.

The lease liabilities were measured at the present value of the remaining fixed lease payments and remaining variable lease payments dependent on an index or rate as appropriate. The weighted average incremental borrowing rate applied to lease liabilities was 6.68%. The associated right of use assets for lease were measured at the amount equal to the lease liability determined at

1 April 2019, with no overall change in net assets.

In the case of a warehouse lease, the trust had prepaid all future lease payments on inception and the prepayment was recognised as a right of use asset with no corresponding lease liability.

In the process of adopting NZ IFRS 16, a number of judgments and estimates have been made. These include:

- incremental borrowing rate, being the rate that the Trust would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions; and
- lease terms, including any rights of renewal where it is reasonably certain that they will be exercised.

The impact of adoption of NZ IFRS 16 on the Trust's financial position is summarised in the table below:

Set out below are the carrying amounts of lease liabilities and the movements during the period.

	2020
Right of Use Assets	
Buildings	28,286
Archive Storage	11,812
Closing net book value	\$ 40,098
Finance Lease Liability	
Current	16,279
Non-current	12,941
	\$ 29,220
Reconciliation of leases:	
Total operating lease commitments disclosed at 31 March 2019	2019
Current	20,286
Non-current	15,215
Lease commitments as at 31 March 2019	\$ 37,520
Reasonably certain extension options and modifications	
Lease commitments as at 1 April 2019	\$ 37,520
Discounted using incremental borrowing rate	\$ 6,929
Total lease liabilities recognised under IFRS 16 at 1 April 2019	\$ 44,449
Plus finance charges for the year	\$ 2,410
Less payments	\$ (17,640)
Total lease liability at 31 March 2020	\$ 29,219
Depreciation of Right of Use Assets	
Buildings	16,163
Archive Storage	1,295
	\$ 17,459

Right of Use Assets are depreciated on a straight-line basis over the life of the lease. The current rates are:

Buildings	36%
Archive Storage	12%

The leases for buildings and archive storage relate to office and storage space in Pukekohe.

When compared to the accounting policies applied in the prior comparative period, the adoption of NZ IFRS 16 on the Trust Statement of Profit and Loss for the year to 31 March 2020 is summarised in the table below:

	Pre NZ IFRS 16	Post NZ IFRS 16
Expenses, excluding Finance Costs	491,298	489,912
Depreciation	1,286	19,137
Finance Costs	6,711	9,121

(10) Significant judgements and estimates

Immediately prior to balance date, the COVID 19 pandemic resulted in the New Zealand government announcing that the country would go into lock down, to contain the spread of the virus.

The Trustees have assessed that whilst this event has caused widespread inconvenience, at that time, no significant impact is anticipated on the Trust's ability to meet its short term obligations, as they fall due. Further, the Trust has adequate reserves to sustain operations into the foreseeable future.

For this reason, the Trustees believe it is appropriate to continue to use the going concern assumption in the preparation presentation of these financial statements.

(11) Events Subsequent to Balance Date

On 30 June 2020 the trust paid \$672,458, the second deposit towards the building purchase disclosed in note 3. Other than this payment the Trustees are not aware of any other matters or circumstances that have occurred subsequent to balance date that have significantly or may significantly impact the operations of the Trust. (2019: \$Nil)

COUNTIES POWER CONSUMER TRUST
BUDGET INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021

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		Budget 2021	Actual 2020
Income			
Dividend Received	400,000		300,000
Interest Received	54,000		125,960
ETNZ Conference Income	-		39,530
GST Adjustment	-		31,651
Sundry Income	-		-
Total Income		454,000	497,141
Less Expenses			
Accountancy	15,200		23,843
Audit Fees	19,350		20,031
Bank Fees	120		1,623
ETNZ Conference Expenses	-		39,089
Communication & Public Relations	10,421		5,613
Depreciation	18,072		19,137
EcoBulb Project	-		9,990
Election Expenses	-		23,280
Energy Trust Levies	5,357		10,714
Finance Charge	1,981		2,410
General Expenses	500		391
Insurance	8,152		8,455
Interest - Bank	-		6,711
Light and Power	1,020		919
Post, Stationery, Phone & Fax, Internet	4,500		4,053
Professional Fees	67,000		96,729
Rent	5,300		4,310
Repairs and Maintenance	240		-
Secretarial Fees	64,600		61,982
Security	240		-
Training	10,000		2,875
Travel & Accommodation	15,480		11,685
		247,533	353,839
Trustees' Fees	124,990		138,976
Trustees' General Expenses	2,880		2,829
Trustee Meeting & Seminar Exp	4,000		3,388
		131,870	145,194
Total Expenses		379,403	499,033
Comprehensive Income for the Year		\$ 74,597	\$ (1,892)