



Final Audited Annual Reports 2023

Hawke's Bay Future Farming Charitable Trust
For the year ended 30 June 2023

Prepared by BM Accounting Limited

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Compilation Report

Hawke's Bay Future Farming Charitable Trust For the year ended 30 June 2023

Compilation Report to the Trustees of Hawke's Bay Future Farming Charitable Trust.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Hawke's Bay Future Farming Charitable Trust for the year ended 30 June 2023.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

Responsibilities

The Trustees are solely responsible for the information contained in this financial report and have determined that the accounting policies used are appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

Audit or Review Engagement Undertaken

An audit of the accounts has been undertaken by Bay Audit & Accounting Ltd.

Independence

We have no involvement with Hawke's Bay Future Farming Charitable Trust other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

Disclaimer

We have compiled these financial statements based on information provided which has been subject to an audit or review engagement. We do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on this financial report.

BM Accounting Limited

Havelock North

Dated: 20 March 2024

Entity Information

Hawke's Bay Future Farming Charitable Trust For the year ended 30 June 2023

'Who are we?', 'Why do we exist?'

The Trust was established through an initiative of The Hawke's Bay Regional Council to promote and advance Farming in the Hawke's Bay Region that is environmentally sensitive and sustainable (as well as being productive , high quality, and economically sustainable) and thereby benefits the health of the Region's natural environment and the Region's communities, including those involved in farming.

Legal Name of Entity

Hawke's Bay Future Farming Charitable Trust

Entity Type and Legal Basis

Registered Charitable Trust

Registration Number

2742812

Entity's Purpose or Mission

The Trust will provide and promote and support the provision of a regional hub of knowledge , research , education and innovation in relation to Farming systems, practices, technologies, and related matters.

Entity Structure

Registered Charitable Trust

Main Sources of Entity's Cash and Resources

Grants Funding from Hawke's Bay Regional Council

Entity's Reliance on Volunteers and Donated Goods or Services

The Trust has been initially funded by the Hawke's Bay Regional Council. The Trust is actively seeking further funding sources including monetary donations and/or donated Goods & Services.

The Trust does rely on volunteer Trustees and some people providing input at reduced or no charge.

Main Methods Used by Entity to Raise Funds

The main method of funding at this point has a grant from HBRC. The Trust is exploring further funding opportunities.

Physical Address

c/- BM Accounting

Level 1, Village Exchange , 5 Havelock Road

Havelock North 4130



Postal Address

c/- BM Accounting Limited

Level 1, Village Exchange, 5 Havelock Road

Havelock North

4130

Approval of Financial Report

Hawke's Bay Future Farming Charitable Trust For the year ended 30 June 2023

The Trustees are pleased to present the approved financial report including the historical financial report of Hawke's Bay Future Farming Charitable Trust for year ended 30 June 2022.

APPROVED



Dr P Schofield

Chair

Date 10/4/24



JS Lawson

Treasurer

Date 10/4/24

Statement of Service Performance

Hawke's Bay Future Farming Charitable Trust For the year ended 30 June 2023

'What did we do?', 'When did we do it?'

We promote the advancement of environmentally sensitive and sustainable Farming in the Hawke's Bay region.

We have done this by supporting and organising events and seminars for the Farmers of the Hawke's Bay region and working with Regional Council with regard to long term regional goals and plans.

Description of Entity's Outcomes

Providing, and/or promoting and supporting the provision of a regional hub of knowledge, research, education, innovation in relation to farming systems, practices, technologies and related matters.

Description and Quantification of the Entity's Outputs

The Trust organised and ran seminars and training days, engaged in research and studies in terms of regenerative farming and soil carbon. A large part of the Trust's work stream was preparing and submitting major project proposals to MPI for funding.

Additional Information

The impact of Covid 19 and the related operations restrictions has slowed the progress of some initiatives.

Statement of Financial Performance

Hawke's Bay Future Farming Charitable Trust
For the year ended 30 June 2023

'How was it funded?' and 'What did it cost?'

	NOTES	2023	2022
Revenue			
Revenue from providing goods or services	1	458,342	30,250
Interest, dividends and other investment revenue	1	7,639	3,604
Other revenue	1	800	3,000
Total Revenue		466,781	36,854
Expenses			
Costs related to providing goods or service	2	542,430	170,404
Other expenses	2	7,547	14,140
Total Expenses		549,977	184,544
Surplus/(Deficit) for the Year		(83,195)	(147,690)

This statement is to be read in conjunction with the the notes and the review report.

Statement of Financial Position

Hawke's Bay Future Farming Charitable Trust As at 30 June 2023

'What the entity owns?' and 'What the entity owes?'

	NOTES	30 JUN 2023	30 JUN 2022
Assets			
Current Assets			
Bank accounts and cash	3	74,078	49,467
Debtors and prepayments	3	112,791	48,758
Other Current Assets	3	155,567	150,709
Total Current Assets		342,436	248,934
Non-Current Assets			
Property, Plant and Equipment	5	359	717
Other non-current assets	3	-	100,000
Total Non-Current Assets		359	100,717
Total Assets		342,795	349,651
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	114,126	37,788
Total Liabilities		114,126	37,788
Total Assets less Total Liabilities (Net Assets)		228,668	311,864
Accumulated Funds			
Accumulated surpluses or (deficits)	6	228,668	311,864
Total Accumulated Funds		228,668	311,864

This statement is to be read in conjunction with the the notes and the review report.

Statement of Cash Flows

Hawke's Bay Future Farming Charitable Trust For the year ended 30 June 2023

'How the entity has received and used cash'

	2023	2022
Cash Flows from Operating Activities		
Receipts from providing goods or services	367,559	24,000
Interest, dividends and other investment receipts	7,905	3,444
Cash receipts from other operating activities	800	3,000
GST	24,534	(19,365)
Payments to suppliers and employees	(471,330)	(196,098)
Total Cash Flows from Operating Activities	(70,531)	(185,018)
Cash Flows from Investing and Financing Activities		
Receipts from sale of investments	100,000	149,297
Payments to purchase investments	(4,858)	(3,228)
Total Cash Flows from Investing and Financing Activities	95,142	146,068
Net Increase/ (Decrease) in Cash	24,611	(38,950)
Cash Balances		
Cash and cash equivalents at beginning of period	49,467	88,417
Cash and cash equivalents at end of period	74,078	49,467
Net change in cash for period	24,611	(38,950)

This statement is to be read in conjunction with the the notes and the review report.

Statement of Accounting Policies

Hawke's Bay Future Farming Charitable Trust For the year ended 30 June 2023

'How did we do our accounting?'

Reporting Entity

Hawke's Bay Future Farming Charitable Trust is a trust established by a trust deed dated 8 August 2019 and subject to the Trustees Act 1956. Hawke's Bay Future Farming Charitable Trust is engaged in the business of Farm Environmental Advocacy.

Basis of Preparation

The entity 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 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.

Statement of Accounting Policies

Statement of Compliance and Basis of Preparation

These financial statements have been prepared in accordance with the Special Purpose Framework for use by For-Profit Entities (SPFR forFPEs) published by Chartered Accountants Australia and New Zealand.

The financial statements have been prepared in accordance with taxation principles contained in the Income Tax Act 2007 and disclosure requirements contained in the Tax Administration Act (Financial Statements) Order 2014.

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Profit or Loss and Balance Sheet on a tax value basis are followed by the trust, unless stated in the Specific Accounting Policies.

Going Concern

The trust is dependent upon the continued support of its funders. The going concern basis assumes continued support of these parties in following financial periods. The trustees in determining that the financial statements be prepared on a going concern basis have taken into account events subsequent to balance date.

Historical Cost

These financial statements have been prepared on a historical cost basis, [except for certain assets which have been revalued as identified in specific accounting policies below]. The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

Changes in Accounting Policies

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

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Profit or Loss and Balance Sheet have been applied.



Property, Plant and Equipment

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

Income Tax

As the trust is a registered charitable trust with the Charities Commission and it has donee organisation status with the Inland Revenue Department it is exempt from paying income tax.

Hawke's Bay Future Farming Charitable Trust is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Revenue Recognition

Donations, fundraising and other similar receipts with no "use or return" condition attached are recorded as revenue when received. Donations, fundraising and other similar receipts with a "use or return" condition attached are recorded as revenue as the conditions are met. Service receipts are recorded as revenue as the service/event is provided, based on the actual service provided as a percentage of the total service provided. Interest income is recognised as it accrues, using the effective interest method.

Notes to the Performance Report

Hawke's Bay Future Farming Charitable Trust For the year ended 30 June 2023

	2023	2022
1. Analysis of Revenue		
Revenue from providing goods or services		
Project Income - Carbon Positive	416,363	-
Project Income	2,000	-
Sponsorship Received	39,980	30,250
Total Revenue from providing goods or services	458,342	30,250
Interest, dividends and other investment revenue		
Interest Received	7,639	3,604
Other revenue		
Professional Fees	800	3,000
Total Analysis of Revenue	466,781	36,854
	2023	2022

2. Analysis of Expenses

Costs related to providing goods or services		
Administration Fees	9,012	-
Advertising	2,883	881
Computer Expenses	291	-
Consultancy Fees	-	24,903
General Expenses	-	432
Insurance	1,093	-
Landwise - Microfarm	-	3,000
Project costs -	4,162	-
Project - Carbon Positive	443,598	44,327
Communication	57,377	22,565
Project - Manganoe Catchment - 25 Farms	6,324	64,287
Project - Soil Carbon	11,542	6,000
Project: HB Regen Group	1,937	-
Secretarial Services	2,750	1,500
Subscriptions & Licences	-	89
Website Expenses	1,460	2,420
Total Costs related to providing goods or services	542,430	170,404
Other expenses		
Accountancy Fees	4,623	9,054
Review Fee	2,500	2,500
Bank Fees & Charges	65	130
Depreciation	359	717
Taxation Penalties	-	1,739
Total Other expenses	7,547	14,140

	2023	2022
3. Analysis of Assets		
Bank accounts and cash		
ANZ Go Account	73,145	9,026
ANZ Savings Account	933	40,441
Total Bank accounts and cash	74,078	49,467
Debtors and prepayments		
Accounts Receivable	107,299	17,250
Accruals	3,730	-
Goods & Services Tax	-	28,605
Interest Income Accrued	401	667
Prepayments	1,361	2,236
Total Debtors and prepayments	112,791	48,757
Other current assets		
ANZ Term Deposit -1000 - matures 11 September 2023	155,567	150,709
Total Other current assets	155,567	150,709
	2023	2022

4. Analysis of Liabilities

Creditors and accrued expenses		
Accounts Payable	18,034	22,334
Accruals	87,496	6,704
Goods & Services Tax	8,596	-
Income Received in Advance	-	8,750
Total Creditors and accrued expenses	114,126	37,788
	2023	2022

5. Property, Plant and Equipment

Website Development		
Website Development	4,050	4,050
Accumulated depreciation - website development	(3,691)	(3,333)
Total Website Development	359	717
Total Property, Plant and Equipment	359	717

The entity has committed to and contracted for no future capital expenditure which has not been accounted for in the financial statements. (2022: Nil).

	2023	2022
6. Accumulated Funds		
Accumulated Funds		
Opening Balance	311,864	459,554
Accumulated surpluses or (deficits)	(83,195)	(147,690)
Total Accumulated Funds	228,668	311,864

7. Commitments

There are no commitments as at 30 June 2023. (2022: Nil).

8. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 June 2023. (2022: Nil).

9. Related Parties

Tom Belford is a Trustee of the Trust and a Director and Shareholder of Belford Communications Limited which provides professional communication services to The Trust of \$31,554 (2022 year \$22,565).

Philip Schofield is a Trustee and a Partner in P&M Schofield Partnership who provided consultancy services to the Trust of nil. (2022 \$3,000).

10. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report. (2022: Nil).

11. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

12. Impact of Covid-19 on Hawke's Bay Future Farming Charitable Trust

The Board have considered the impact of Covid-19 and the current economic environment and consider there to be no material impact on the Charitable Trust during the financial year.