

OTAGO RESCUE HELICOPTER TRUST

SPECIAL PURPOSE FINANCIAL STATEMENTS

FOR THE 15 MONTHS ENDED 30TH JUNE 2013

OTAGO RESCUE HELICOPTER TRUST

FOR THE 15 MONTHS ENDED 30TH JUNE 2013

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OTAGO RESCUE HELICOPTER TRUST

DIRECTORY

AS AT 30TH JUNE 2013

PRINCIPAL ACTIVITY: To support and maintain the provision of an emergency rescue helicopter service in the greater Otago Region.

TRUSTEES: Ross Black - Chairman
Warwick Deuchrass
Martin Dippie
John Gallaher
Paul Moodie
Tony Sycamore
Philip Taylor

AUDITORS: Deloitte
P O Box 1245
DUNEDIN

ACCOUNTANTS: WHK
P O Box 188
DUNEDIN
Paul Moodie

SOLICITORS: Anderson Lloyd Lawyers
Private Bag 1959
DUNEDIN
W Deuchrass

BANKERS: ANZ
P O Box 121
DUNEDIN

OTAGO RESCUE HELICOPTER TRUST

INCOME AND EXPENDITURE

FOR THE 15 MONTHS ENDED 30TH JUNE 2013

	This Year (15 months) \$	Last Year (12 months) \$
<u>OPERATIONAL INCOME</u>		
Operational Donations	835,174	502,038
Interest Received	<u>102,903</u>	<u>81,398</u>
	938,077	583,436
<u>LESS OPERATIONAL EXPENSES</u>		
Administration	40,469	13,725
Depreciation of Medical & Rescue Equipment	<u>108,196</u>	<u>80,628</u>
<u>TOTAL OPERATIONAL EXPENSES</u>	<u>148,665</u>	<u>94,353</u>
<u>LESS ALLOCATED AS FOLLOWS:</u>		
Funded to Otago Rescue Helicopter Limited (To support rescue helicopter operation)	529,924	399,925
<u>OPERATING SURPLUS/(DEFICIT)</u>	<u>\$259,488</u>	<u>\$89,158</u>
<u>SURPLUS/(DEFICIT) TRANSFERRED TO GENERAL OPERATIONAL RESERVE</u>	<u>\$259,488</u>	<u>\$89,158</u>
	This Year \$	Last Year \$
<u>FUNDS APPLIED TO NEW AND REPLACEMENT EMERGENCY MEDICAL EQUIPMENT FOR THE YEAR ENDED 31 MARCH 2012</u>	<u>\$33,884</u>	<u>\$147,925</u>

The accompanying notes on pages 5-7 form part of these financial statements.



OTAGO RESCUE HELICOPTER TRUST

STATEMENT OF MOVEMENTS IN TRUST EQUITY

FOR THE 15 MONTHS ENDED 30TH JUNE 2013

	This Year (15 months)	Last Year (12 months)
	\$	\$
<u>TOTAL EQUITY AT BEGINNING OF YEAR</u>	2,267,455	2,178,297
Add Net Surplus/(Deficit)	<u>259,488</u>	<u>89,158</u>
Total recognised revenues and expenses	259,488	89,158
<u>TOTAL EQUITY AT END OF YEAR</u>	<u><u>\$2,526,943</u></u>	<u><u>\$2,267,455</u></u>
 <u>REPRESENTED BY:</u>		
General Operational Reserve		
Balance at beginning of year	1,267,455	1,178,297
Surplus/(Deficit) allocated	<u>259,488</u>	<u>89,158</u>
Balance at end of year	<u>1,526,943</u>	<u>1,267,455</u>
 Life Support & Ambulance Equipment Replacement Reserve		
Balance at beginning of year	<u>1,000,000</u>	<u>1,000,000</u>
Balance at end of year	<u>1,000,000</u>	<u>1,000,000</u>
 <u>TOTAL TRUST EQUITY</u>	 <u><u>\$2,526,943</u></u>	 <u><u>\$2,267,455</u></u>

The accompanying notes on pages 5-7 form part of these financial statements.



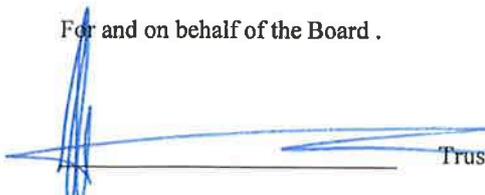
OTAGO RESCUE HELICOPTER TRUST

STATEMENT OF FINANCIAL POSITION

AS AT 30TH JUNE 2013

	Note	This Year \$	Last Year \$
Life Support & Ambulance Equipment Replacement Reserve		1,000,000	1,000,000
General Operational Reserve		1,526,943	1,267,455
<u>TRUST EQUITY</u>		<u>\$2,526,943</u>	<u>\$2,267,455</u>
<u>REPRESENTED BY:</u>			
<u>CURRENT ASSETS</u>			
Accrued Interest		30,843	39,721
Accounts Receivable - Otago Rescue Helicopter Limited		37,202	140,590
Funds at Bank		434,080	171,401
Prepaid Expenses		1,400	2,188
		<u>503,525</u>	<u>353,900</u>
<u>NON CURRENT ASSETS</u>			
Medical and Rescue Equipment	3	233,470	307,782
Term Deposits		1,700,000	1,550,000
Shares - Otago Rescue Helicopter Limited	4	100,000	100,000
		<u>2,033,470</u>	<u>1,957,782</u>
<u>TOTAL ASSETS</u>		<u>2,536,995</u>	<u>2,311,682</u>
<u>CURRENT LIABILITIES</u>			
Accounts Payable		6,465	345
Goods & Services Tax		3,587	43,882
<u>TOTAL LIABILITIES</u>		<u>10,052</u>	<u>44,227</u>
<u>NET ASSETS</u>		<u>\$2,526,943</u>	<u>\$2,267,455</u>

For and on behalf of the Board .

 Trustee

 Trustee

Dated: 21 August 2013

Dated: 21 August 2013

The accompanying notes on pages 5-7 form part of these financial statements.



OTAGO RESCUE HELICOPTER TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE 15 MONTHS ENDED 30TH JUNE 2013

NOTE 1

SPECIAL PURPOSE FINANCIAL STATEMENTS

The financial statements of the Otago Rescue Helicopter Trust ("the Trust") for the 15 months ended 30 June 2013 are presented as a special purpose financial report.

This special purpose financial report has been prepared solely for the purpose of presenting the income and expenditure and the financial position of the Trust as a stand alone entity and should not be relied on for any other purpose.

As these financial statements have been prepared as a special purpose financial report one accounting principle required for General Purpose Financial Reports has not been applied. The Trust has not consolidated its 100% owned subsidiary Otago Rescue Helicopter Limited, but rather presented a separate set of financial statements for Otago Rescue Helicopter Limited as an attachment to this report - as Trustees believe this provides a clearer understanding of the separate operations.

The Trust owns 100% of the shares in Otago Rescue Helicopter Limited ("the Company"). The Company holds the contract for the provision of emergency air ambulance services in the lower South Island. The financial statements of the company have not been consolidated into the Trust. The activities of each entity are distinct and neither entity carries external debt funding. The Trustees believe that the presentation of separate financial statements for each entity provides greater transparency of the financial performance and financial position of the Trust and the Company.

NOTE 2

STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

The entity is a trust established by a trust deed dated 1st August 1997.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical cost basis are followed by the entity.



OTAGO RESCUE HELICOPTER TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE 15 MONTHS ENDED 30TH JUNE 2013

Specific Accounting Policies

Depreciation

Depreciation has been charged in the financial statements using the following rates:
Medical & Rescue Equipment 12% - 60% Diminishing Value

Medical and Rescue Equipment

Medical and Rescue Equipment are recorded at cost less accumulated depreciation.

Motor Vehicles

Motor Vehicles are recorded at cost less accumulated depreciation.

Investments

Investments have been recorded at cost.

Accounts Receivable

Accounts Receivable are recorded at net realisable value.

Goods and Services Tax

The financial statements have been compiled stating all income and expenditure items exclusive of GST.

Consolidation

Consolidated financial statements have not been prepared for the reasons set out in Note 1. Separate financial statements for Otago Rescue Helicopter Limited are attached.

Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used last year.

Differential Reporting

Otago Rescue Helicopter Trust is a qualifying entity in terms of the Framework for Differential Reporting by virtue of the fact that it has no public accountability and the entity is not large per the size criteria.

All available differential reporting exemptions have been applied.

Comparatives

The 2013 financial accounts are for 15 months from 1 April 2012 to 30 June 2013 whereas the 2012 accounts are for a 12 month period.



OTAGO RESCUE HELICOPTER TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE 15 MONTHS ENDED 30TH JUNE 2013

NOTE 3

MEDICAL & RESCUE EQUIPMENT

	Original Cost \$	Depn To Date \$	Closing Book Value \$
2013			
Medical & Rescue Equipment	1,097,138	863,668	233,470
	<u>\$1,097,138</u>	<u>\$863,668</u>	<u>\$233,470</u>
2012			
Medical & Rescue Equipment	1,069,010	761,227	307,782
	<u>\$1,069,010</u>	<u>\$761,227</u>	<u>\$307,782</u>

NOTE 4

OTAGO RESCUE HELICOPTER LIMITED

Otago Rescue Helicopter Trust owns 100% of the shares in Otago Rescue Helicopter Limited. Otago Rescue Helicopter Limited holds the contract for the provision of emergency air ambulance services in the lower South Island.

NOTE 5

RELATED PARTY TRANSACTION

WHK have provided accounting and secretarial support and advice to the Trust/Company since the Trust/Company was formed. These services include monthly contract reporting and additional advisory services and are invoiced on an arms length basis as and when services are required. In November 2003 the Trust appointed Mr Paul Moodie, a Principal at WHK as a Trustee and Director. Mr Moodie's potential conflict was addressed and formally noted.

Anderson Lloyd have provided legal support and advice to the Trust/Company since the Trust/Company was formed. These services are invoiced on an arms length basis as and when services are required. In October 2000 the Trust appointed Mr Warwick Deuchrass as a Trustee and Director. Mr Deuchrass's potential conflict has been addressed and formally noted.

As noted above, the Trust owns 100% of Otago Rescue Helicopter Limited (Company). The Trust provides funding support for the Company as required. At year end, \$37,202 was receivable from the Company (2012: \$140,590 was receivable from the Company).

NOTE 6

INCOME TAX EXEMPTION

Otago Rescue Helicopter Trust qualifies for income tax and duty exemptions, due to its charitable purposes.



INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF OTAGO RESCUE HELICOPTER TRUST

Report on the Special Purpose Financial Statements

We have audited the special purpose financial statements of Otago Rescue Helicopter Trust on pages 2 to 7, which comprise the statement of financial position as at 30 June 2013, and the statement of income and expenditure, and statement of movements in equity for the period then ended, and a summary of significant accounting policies and other explanatory information. The special purpose financial statements have been prepared in accordance with the basis of preparation set out on page 5 of the special purpose financial statements.

Board of Trustees' Responsibility for the Special Purpose Financial Statements

The Board of Trustees is responsible for determining the basis of preparation and the accounting policies used in the preparation of these special purpose financial statements. The basis of preparation and the accounting policies are outlined in Note 1 on page 5.

The Board of Trustees is also responsible for the preparation of these special purpose financial statements in accordance with the basis of preparation and accounting policies and for such internal control as the Board of Trustees determine is necessary to enable the preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities

Our responsibility is to express an opinion on these special purpose financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the special purpose financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special purpose financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the special purpose financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of special purpose financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates, as well as the overall presentation of the special purpose financial statements.

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

Other than in our capacity as auditor we have no relationship with or interests in Otago Rescue Helicopter Trust.

Opinion

In our opinion, the special purpose financial statements for the period ended 30 June 2013 are prepared, in all material respects, in accordance with the basis of preparation and accounting policies set out on page 5 of the special purpose financial statements.

Basis of Accounting and Restriction on Distribution and Use

Without modifying our opinion we draw your attention to Note 1 of the special purpose financial statements which describes the basis of accounting. The special purpose financial statements are prepared to report to the Trustees the financial performance and financial position of Otago Rescue Helicopter Trust as a standalone entity and do not consolidate the results, assets and liabilities of the subsidiary company Otago Rescue Helicopter Limited. As a result the special purpose financial statements may not be suitable for another purpose. Our report is intended solely for Otago Rescue Helicopter Trust and should not be used for any other purpose, recited or referred to in any document, copied or made available (in whole or in part) to any other person without our prior written express consent. We accept or assume no duty, responsibility or liability to any other party in connection with the report or this engagement, including without limitation, liability for negligence.



Chartered Accountants
21 August 2013
Dunedin, New Zealand