



2021

ANNUAL REPORT



Otago Rescue Helicopter Trust Board



Martin Dippie
Trust Chairman



Warwick Deuchrass



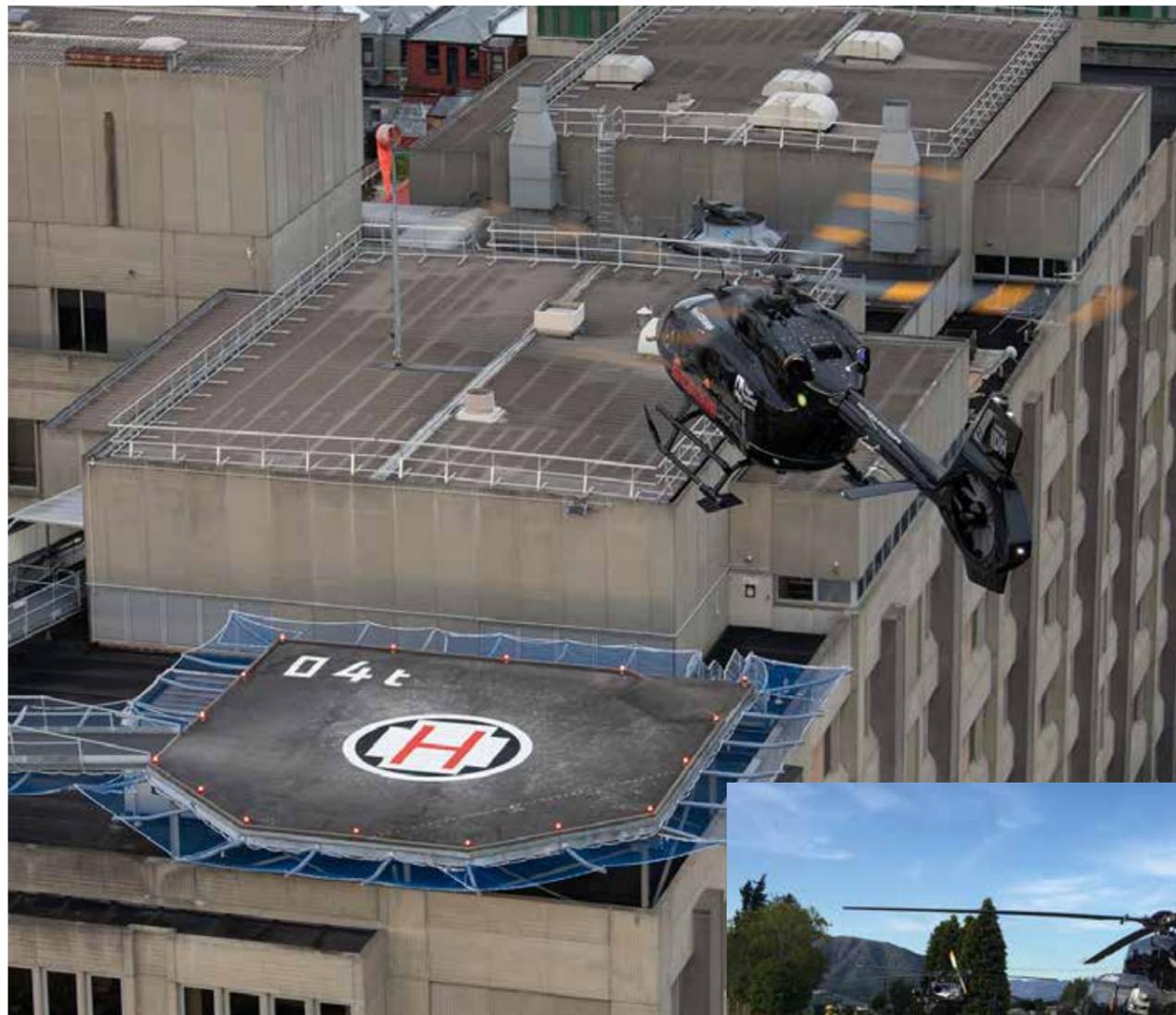
John Gallaher



Tony Sycamore



Stephen Woodhead



Key Statistics 2020-21

1,703
Emergency Patient Retrievals,
up 28% on last year*

MISSION HOURS FLOWN DURING YEAR*

	2020-21	2019-20	%Change
Accident	1,027	820	+25%
Medical Emergency	1,229	876	+40%
Hospital Transfers	637	475	+34%
Search and Rescue	44	36	+22%
Overseas Patients	1	48	-98%
Other	12	20	-40%
TOTAL	2,949	2,275	+30%

* Includes all operations across lower South Island

Total Revenue	\$924,132	\$922,797
Total Expenses	\$731,548	\$711,718
Net surplus before bequests and transfer of assets	\$192,584	\$211,079
Total comprehensive revenue and expenses for the year	\$101,155	\$211,520





Highlights Year to 30 June 2021

- **1,703 Emergency Patient Retrievals, 28% above last year***
- **Purchase of further medical equipment, including another Corpuls CPR machine enabling CPR to be automated during flight and a new monitor and defibrillator**
- **Dedicated Queenstown hangar purchased by HeliOtago**
- **Strategic Alliance Agreement signed between Otago Rescue Helicopter Trust, Helicopters Otago Limited, and Helicopter Emergency Medical Services New Zealand Limited formalising the relationship between the Trust and the operator**
- **Retirement of the Trust's long-time Senior Medical Advisor, Dr Mike Hunter, and appointment of Dr Markus Renner**
- **Founding Chair, Mr Ross Black ONZM, appointed an Officer of the New Zealand Order of Merit in the 2021 Queen's Birthday Honours**
- **Ongoing support from local communities with fundraising events across the region and strong support maintained through the COVID crisis**
- **Two new corporate sponsors welcomed**

* Includes all operations across lower South Island.



Further growth in Rescue Missions

Demand continues to grow, and another record-breaking number of missions was completed during the year. The Otago Regional Rescue Helicopter Service responded to 1,703 patients, providing them with the best possible care and involving 2,949 helicopter hours flown by HeliOtago. This compares with the previous year of 1,328 emergency patient missions and 2,275 hours flown.

The increased demand was evident across all types of missions, including accident, emergency, and hospital transfers, with the highly specialised medical response being provided 24/7, 365 days a year.

Upgrade in medical equipment

Additional Trust funding has been provided for the purchase of another CPR machine that enables CPR to be automated during flight reducing the challenges of paramedics maintaining CPR over a long period with limited space available. A replacement monitor /defibrillator was also purchased, as well as a simulator for paramedic training. Equipment is purchased on the recommendation and with the overview of the Trust's senior medical advisor.

IFR routes

The Otago rescue helicopters and pilots can fly IFR (Instrument Flight Rules - single pilot) on routes designed specifically for rescue helicopters throughout the region. These routes enable responses to be provided that would previously have been impossible because of low cloud or freezing levels.

Current IFR routes to and from Dunedin include Southland Hospital (both direct and low-level coastal routes), Oamaru Hospital, Dunstan Hospital, Christchurch Hospital, and Timaru Hospital. The Trust has transferred these routes to the operator of the service during its tenure. Excitingly, with community support through the Trust, new IFR routes are presently being developed in other locations across the region and these will enable even more missions to be responded to, with enhanced safety for patients and crew.

Ministry of Health (MOH)/ACC Contract reliant on ongoing Community Donations

The contract between MOH / ACC (through the National Ambulance Sector Office - NASO) and Helicopter Emergency Medical Services New Zealand Ltd (owned jointly by HeliOtago and GCH Aviation) is in place until 31 October 2022.

Under the contract, HeliOtago continues to deliver the impressive Otago Regional Rescue Helicopter Service in the lower South, incorporating the Queenstown Lakes area that is also supported by the Lakes District Air Rescue Trust.

The Government's contract with the operator is based on an expectation of ongoing committed community donations and that is the focus of the Trust.

Donations and Bequests

The Trust relies on the community to support the service in this region and, over the year under review, we received generous community donations totalling \$851,859 and bequests totalling \$27,000.

The Trust records its sincere thanks to the Otago Regional Council for its ongoing annual donation of \$350,000 as well as thanks to the many community groups across the region for their efforts in running fundraising events and projects to support the service. The Trust has also received many generous individual donations and two bequests.

We are most grateful to our southern community for providing ongoing generous support to enable the service to respond to often desperate emergency situations in this area. This support reflects the benefit the community receives from the increasing use of the rescue helicopters and the value of the care the service delivers in serious emergency situations.



Corporate Sponsorship

During the year, we welcomed two new corporate sponsors – Network Waitaki Ltd as a silver sponsor; and Ravensdown Ltd as a bronze sponsor. We are grateful for the support for the vital rescue helicopter service from these corporate organisations and we look forward to working with them.



Operational performance

During the year, the Trust contributed operational funding to the operator of the Otago Regional Rescue Helicopter Service, HeliOtago, meeting the committed donation of \$500,000 per annum as well as the best endeavours donation of a further \$100,000. Further donations were provided to assist with purchase of new equipment, \$61,799; development of a new IFR route, \$19,000; and transfer of current IFR routes, \$118,428.

Income exceeded these contributions providing an end of year comprehensive income of \$101,155 that is transferred to reserves.

Challenges and outlook for the future

There is expected to be ongoing growth in demand for the vital rescue helicopter operation across our large and geographically challenging area. The service is the largest and busiest in the country and covers an extensive, remote, and mountainous region. The outlook is for demand to continue to grow as clinical pathways evolve ensuring patients are flown to the most appropriate hospital for definitive care.

In addition, the COVID-19 pandemic continues to pose risks and uncertainties. We are grateful that many community organisations were able to run fundraising events in new ways to adapt to the COVID environment as they recognised the need for the rescue helicopter service to continue to be funded through these uncertain times.

Trust Senior Medical Advisor

In May this year Dr Mike Hunter retired from his long-time role as the Trust's senior medical advisor, after over twenty years in the role. Dr Hunter has contributed enormously to the service since its very early days and we extend our thanks and best wishes to him.

The Trust has appointed Dr Markus Renner as its new volunteer Senior Medical Advisor, and we welcome his advice and input.



Founding Chair Recognised

The Otago Rescue Helicopter Trust's Founding Chair, Mr Ross Black ONZM, was appointed an Officer of the New Zealand Order of Merit in the 2021 Queen's Birthday Honours in recognition of his contribution to health.

We extend our congratulations and thanks to Mr Black for his tireless efforts establishing and building the Trust over his 21-year tenure.



Thanks to Trustees and Secretary / Manager

My sincere thanks to my fellow volunteer trustees who bring a diverse range of skills and knowledge to the governance of the Otago Rescue Helicopter Trust and who are dedicated to supporting the rescue helicopter service across our region. Thanks also to Vivienne Seaton, our Secretary / Manager for her hard work over the past year.

Thanks to HeliOtago and its teams of pilots and paramedics

Graeme and Ros Gale and the team at HeliOtago ensure that The Otago Regional Rescue Helicopter Service responds with highly skilled clinical crew wherever they are needed with a mandated activation time of ten minutes (day), 20 minutes (night) but achieving an average of 5 minutes (day) and 15 minutes (night), 365 days a year. They respond to every emergency request, often flying in challenging weather conditions and across difficult terrain to bring advanced medical capability and hospital transfers to those in need.

We record our thanks for the ongoing dedication and care shown by the team and for which our community is most grateful.



On behalf of Trustees



Martin Dippie
Chairman of Trustees





For the 12 months ended 30 June 2021

Otago Regional Council	\$350,000
Westpac Chopper Appeal Monthly Donations	\$98,162
Clintons Lions Club	\$28,000
Rotary Club of Taieri	\$27,000
Anonymous Donor	\$25,000
Waiareka Lions Club	\$24,500
Callis Trust	\$20,000
Gore Pakeke Lions Club	\$20,000
JM Johnstone	\$20,000
CA McDonnell	\$15,000
Rotary Club of Cromwell	\$15,000
Emergency Services Ball	\$11,086
Ballantyne Charitable Trust	\$10,000
Lions Club of Maniototo Inc	\$8,000
Jaico Limited	\$7,500
Oamaru Lions Club	\$5,008
Anonymous Donor #2	\$5,000
Design Windows Central	\$5,000
EM Stewart	\$5,000
EMM Haynes Charitable Trust	\$5,000
G Gillespie - Victoria Trust	\$5,000
JA Russell Limited	\$5,000
UBA Dunedin Charitable Trust	\$5,000
West Otago Provincial Rural Women NZ	\$4,861
Balclutha Round Table	\$3,750
Gore District Memorial RSA Inc	\$3,740
High Country Medical Trust	\$3,056
Ian Halsted	\$3,000
Maniototo Ranfurly Pakeke Lions	\$3,000
Ranfurly Catholic Women's Fellowship	\$3,000
Plus 198 generous group and individual donations	\$108,195
Total Donations	\$851,859

Otago Rescue Helicopter Trust

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Otago Rescue Helicopter Trust

Directory

Nature of organisation	To support the provision of an emergency rescue helicopter service in the greater Otago region.
Charitable Trust	Otago Rescue Helicopter Group - CC28304 Otago Rescue Helicopter Trust - CC28323 ORHT Limited - CC28329
Business Location	Greater Otago Region
Trustees	Martin Dippie (Chairman) Warwick Deuchrass John Gallaher Tony Sycamore Stephen Woodhead
Solicitor	Anderson Lloyd Lawyers Dunedin
Bankers	ANZ
Accountant	Findex NZ Limited Dunedin
Auditor	Deloitte Dunedin



Otago Rescue Helicopter Trust

Consolidated Statement of Comprehensive Revenue and Expense For the year ended 30 June 2021

	Notes	Consolidated	
		2021	2020
		\$	\$
REVENUE			
Corporate Sponsorship	6	17,500	-
Fundraising and donations	6	851,859	819,060
Interest income	6	54,773	103,737
Other income	6	-	-
TOTAL REVENUE		924,132	922,798
EXPENSES			
Service delivery expenses	7	-	3,813
Donations to rescue helicopter operator	7	680,799	661,526
Other overhead and administration expenses	7	50,749	46,379
TOTAL EXPENSES		731,548	711,718
NET SURPLUS/(DEFICIT) BEFORE BEQUESTS AND EQUIPMENT DONATED		192,584	211,079
Bequests	6	27,000	441
Donation to Helicopters Otago Limited - intangible assets	7	(118,429)	-
TOTAL COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR		101,155	211,520

Reconciliation of Total Comprehensive Revenue and Expenses

Net Surplus allocated to General Operating Reserve	74,155	211,079
Net Surplus allocated to Endowment Fund Reserve	27,000	441
	101,155	211,520

NOTE

During the 2018 year the Trust ceased its rescue operations upon termination of the MOH/ACC contract with the effect from 31 March 2018.

From 1 November 2018 the Trust has financially supported the service operator under the new funding model and assisted with additional funding. These costs are shown in the Donations to Rescue Helicopter Operator (Note 7). During the 2018 year the remaining assets that were held by the Trust at the conclusion of the contract (\$147,714) have been transferred to the service operator. During the 2021 year the remaining intangible assets that were held by the Trust (\$118,429) have been transferred to the service operator.



Otago Rescue Helicopter Trust

Consolidated Statement of Financial Position As at 30 June 2021

	Notes	Consolidated	
		2021	2020
		\$	\$
ASSETS			
Current			
Cash and cash equivalents	8	1,549,529	363,380
Bank deposits		2,560,000	3,560,000
Receivables	9	58,824	24,931
Prepayments		1,667	1,712
Total current assets		4,170,020	3,950,023
Non-current			
Intangible assets	11	-	118,429
Total non-current assets		-	118,429
TOTAL ASSETS		4,170,020	4,068,452
LIABILITIES			
Current			
Payables under exchange transactions	10	37,603	37,189
Total current liabilities		37,603	37,189
TOTAL LIABILITIES		37,603	37,189
NET ASSETS		4,132,417	4,031,263
TRUST FUNDS			
Life support & ambulance equipment replacement reserve		1,000,000	1,000,000
Endowment capital reserve		1,347,485	1,320,485
General operating reserve		1,784,932	1,710,778
TOTAL TRUST FUNDS		4,132,417	4,031,263

These financial statements have been authorised for issue by the trustees on 19 October 2021.

	Date <u>19/10/21</u>
	Date <u>19/10/21</u>



The notes on pages 6 to 14 are an integral part of these financial statements.

Otago Rescue Helicopter Trust

Consolidated Statement of Changes in Net Assets For the year ended 30 June 2021

	Trust Capital	General Operating Reserve	Undistributed donations reserve	Endowment Fund Reserve	Life Support & Ambulance Equipment Replacement Reserve	Total
	\$	\$	\$	\$	\$	\$
Balance 1 July 2020	-	1,710,777	-	1,320,485	1,000,000	4,031,262
Surplus/ (deficit) for the year	101,155	-	-	-	-	101,155
Total comprehensive revenue and expense	101,155	-	-	-	-	101,155
Transfer to/ (from) equity reserves in the year	(101,155)	74,155	-	27,000	-	-
Balance 30 June 2021	-	1,784,932	-	1,347,485	1,000,000	4,132,417
Balance 1 July 2019	-	1,499,698	-	1,320,044	1,000,000	3,819,742
Surplus/ (deficit) for the year	211,520	-	-	-	-	211,520
Total comprehensive revenue and expense	211,520	-	-	-	-	211,520
Transfer to/ (from) equity reserves in the year	(211,520)	211,079	-	441	-	-
Balance 30 June 2020	-	1,710,777	-	1,320,485	1,000,000	4,031,262

The notes on pages 6 to 14 are an integral part of these financial statements.

Otago Rescue Helicopter Trust

Consolidated Statement of Cash Flows For the year ended 30 June 2021

	Notes	Consolidated	
		2021	2020
		\$	\$
Cash flow from operating activities			
Cash was provided from/(applied to):			
Receipts from non-exchange transactions		841,391	819,501
Payments to suppliers		(731,090)	(820,322)
Interest received		75,848	107,648
Net movement in GST		-	(7,381)
Net cash from/(used in) operating activities		186,149	99,446
Cash flow from investing activities			
Cash was provided from/(applied to):			
Receipts from term deposits drawn		1,000,000	-
Receipts from term deposits invested		-	(300,000)
Net cash from/(used in) investing activities		1,000,000	(300,000)
Cash flow from financing activities			
Cash was provided from/(applied to):			
Net cash from/(used in) financing activities		-	-
Net increase/(decrease) in cash and cash equivalents		1,186,149	(200,554)
Cash and cash equivalents, beginning of the year		363,380	563,934
Cash and cash equivalents at end of the year	8	1,549,529	363,380

Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

1 Reporting entity

These financial statements comprise the consolidated financial statements of Otago Rescue Helicopter Trust (the "Trust") for the year ended 30 June 2021.

The Trust is a charitable trust, domiciled in New Zealand, incorporated in accordance with the provisions of the Charitable Trusts Act 1957.

The consolidated group comprises the Trust (the "Parent") and its controlled subsidiary, ORHT Limited (previously Otago Rescue Helicopter Trust Limited).

The Trust supports the provision of an emergency rescue helicopter service in the greater Otago region.

The consolidated financial statements were authorised for issue by the Trustees on the date signed on page 3

2 Basis of preparation

(a) Statement of compliance

The financial statements have been prepared in accordance with Tier 2 Public Benefit Entity (PBE) Financial Reporting Standards as issued by the New Zealand External Reporting Board (XRB). They comply with New Zealand equivalents to International Public Sector Accounting Standards Reduced Disclosure Regime (NZ IPSAS with RDR) and other applicable Financial Reporting Standards as appropriate to Public Benefit Entities.

The Parent and Group is eligible to report in accordance with Tier 2 PBE Accounting Standards on the basis that it does not have public accountability and annual expenditure does not exceed \$30 million.

The Parent and Group is deemed a public benefit entity for financial reporting purposes, as its primary objective is to provide services to the community for social benefit and has been established with a view to supporting that primary objective rather than a financial return.

(b) Basis of measurement

The financial statements have been prepared on a historical costs basis, except for assets and liabilities that have been measured at fair value.

The accrual basis of accounting has been used unless otherwise stated and the financial statements have been prepared on a going concern basis.

(c) Presentation currency

The financial statements are presented in New Zealand dollars, which is the Trust's functional currency.

(d) Comparatives

The comparative financial period is 12 months.

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

(e) Changes in accounting policies

There have been no significant changes in accounting policies.

3 Summary of significant accounting policies

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

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

(a) Basis of consolidation

The Group financial statements consolidate the financial statements of the Parent and all entities over which the Parent has the power to govern the financial and operating policies so as to obtain benefits from their activities (defined as "subsidiaries").

Controlled entities are those entities over which the Trust has the power to govern the financial and operating activities so as to obtain benefits from their activities.

The financial statements of the subsidiary are included in the consolidated financial statements from the date that control



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

The consolidation of the Parent and subsidiary involves adding together like terms of assets, liabilities, income and expenses on a line-by-line basis. All significant intra-group balances are eliminated on consolidation of Group financial position, performance and cash flows.

(b) Cash and cash equivalents

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

(c) Debtors and other receivables

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

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

(d) Creditors and other payables

Trade creditors and other payables are stated at cost.

(e) Intangible assets

Intangible assets acquired separately are initially recognized at cost.

The cost of intangible assets acquired in a non exchange transaction is their fair value at the date of the exchange.

Intangible assets with indefinite useful lives

Intangible assets with indefinite useful lives are measured at cost less accumulated impairment losses; impairment testing is performed on an annual basis.

Intangible assets with finite useful lives

Intangible assets acquired by the entity, which have finite useful lives, are measured at cost less accumulated amortisation and any impairment losses.

Amortisation is recognised on a straight-line basis over the estimated useful life of the asset, from the date they are available for use and expensed in the reported in surplus or deficit for the year.

(f) Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument in another entity.

Financial instruments are comprised of trade debtors and other receivables, cash and cash equivalents, trade creditors and other payables and borrowings.

Initial recognition and measurement

Financial assets and financial liabilities are recognised initially at fair value plus transaction costs attributable to the acquisition, except for those carried at fair value through surplus or deficit, which are measured at fair value.

Financial assets and financial liabilities are recognised when the reporting entity becomes a party to the contractual provisions of the financial instrument.

Derecognition of financial instruments

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or if the Parent or Group transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset.

A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Subsequent measurement of financial assets

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

All financial assets held by the Trust in the years reported have been designated into one classification, "loans and receivables", being non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment.

Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

Subsequent measurement of financial liabilities

Trade payables and other borrowings are subsequently measured at amortised cost using the effective interest method.

(i) Provisions

A provision is recognised for a liability when the settlement amount or timing is uncertain; when there is a present legal or constructive obligation as a result of a past event; it is probable that expenditures will be required to settle the obligation; and a reliable estimate of the potential settlement can be made. Provisions are not recognised for future operating losses.

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation.

Provisions are discounted to their present values where the time value of money is material. The increase in the provision due to the passage of time is recognised as an interest expense.

All provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

(h) Employee entitlements

Short-term employee benefits

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

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

(i) Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Trust and revenue can be reliably measured. Revenue is measured at the fair value of consideration received.

The Trust assess its revenue arrangements against specific criteria to determine if it is acting as the principal or agent in a revenue transaction. In an agency relationship only the portion of revenue earned on the Trust's own account is recognised as gross revenue in the Statement of Comprehensive Revenue and Expense.

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

Revenue from non-exchange transactions

A non-exchange transaction is where the Trust either receives value from another entity without directly giving approximately equal value in exchange, or gives value to another entity without directly receiving approximately equal value in exchange.

When non-exchange revenue is received with conditions attached, the asset is recognised with a matching liability. As the conditions are satisfied the liability is decreased and revenue recognised.

When non-exchange revenue is received with restrictions attached, but there is no requirement to return the asset if not deployed as specified, then revenue is recognised on receipt.

Condition stipulation – funds received are required to be used for a specific purpose, with a requirement to return unused funds.

Restriction stipulation – funds received are required to be used for a specific purpose, with no requirement to return unused funds.

Donations and grants

Donations and grant income is recognised as revenue when received and all associated obligations have been met. Where grants have been given for a specific purpose, or with conditions attached, income is not recognised until agreed upon services and conditions have been satisfied. Government grants relating to income are recognised as income over the periods necessary to match them with the related services when performed. Grants received for which the requirements and services have not been met is treated as "income in advance" under current liabilities.

To the extent that there is a condition attached that would give rise to a liability to repay the grant amount or to return the granted asset, a deferred revenue liability is recognised instead of revenue. Revenue is then recognised only once the Trust has satisfied these conditions.



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

Rendering of services

Revenue from services rendered is recognised in the surplus or deficit in proportion to the stage of completion of the transaction at the reporting date. The stage of completion is assessed by reference to assessment of services provided. Under this method, revenue is recognised in the accounting periods in which the services are provided.

Interest income

Interest income is recognised as it accrues.

(j) Borrowing costs

All borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. The Trust has chosen not to capitalise borrowing costs directly attributable to the acquisition, construction or production of assets.

(k) Income tax

Due to its charitable status, the Trust is exempt from income tax.

(l) Goods and Services Tax (GST)

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

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

(m) New standards adopted and interpretations not yet adopted

All mandatory new or amended accounting standards and interpretations were adopted in the current year. Refer above for the effect of first time adoption of PBE standards (NFP) last year.

4 Significant accounting judgements, estimates and assumptions

The preparation of financial statements in conformity with NZ IPSAS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Where material, information on significant judgements, estimates and assumptions is provided in the relevant accounting policy or provided in the relevant note disclosure.

The estimates and underlying assumptions are based on historical experience and various other factors believed to be reasonable under the circumstances. Estimates are subject to ongoing review and actual results may differ from these estimates. Revisions to accounting estimates are recognised in the year in which the estimate is revised and in future years affected.

5 Capital Management Policy

The Trust's capital is its equity, being the net assets represented by retained earnings and other equity reserves. The primary objectives of the Trust's capital management policy is to ensure adequate capital reserves are maintained in order to support its activities. The Trust manages its capital structure and makes adjustment to it, in light of changes to funding requirements. To maintain or adjust the capital structure, budgetary discretionary expenditure is reduced to avoid the need for additional external borrowings.

Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

6 Income	2021	2020
	\$	\$
Other income		
Overseas patient debt recovery	-	-
Total other income	-	-
Total Revenue from exchange transactions	-	-
REVENUE FROM NON-EXCHANGE TRANSACTIONS		
Community fundraising and donations	851,859	819,060
Corporate Sponsorships	17,500	-
Bequests	27,000	441
Interest	54,773	103,737
Total Revenue from non-exchange transactions	951,132	923,238
TOTAL REVENUE	951,132	923,238

7 Expenses	2021	2020
	\$	\$
<i>The following amounts were expensed in the surplus / (deficit) for the year:</i>		
Service Delivery Expenses		
Maintenance - equipment	-	3,813
Total	-	3,813
	\$	\$
Donations to Rescue Helicopter Operator		
Donation to HeliOtago EMS Limited - operational	600,000	600,000
Donation to HeliOtago EMS Limited - additional costs towards expanded service Year 1	-	33,333
Donation to HeliOtago EMS Limited - capital projects	61,799	28,193
Donation to HeliOtago EMS Limited - donations	19,000	-
Donation to Helicopters Otago Limited - intangible assets	118,429	-
Total	799,228	661,526

From 1 November 2018 the Trust has financially supported the service operator under the new funding model and assisted with additional funding. These costs are shown in the Donations to Rescue Helicopter Operator (Note 7). During the 2018 year the remaining assets that were held by the Trust at the conclusion of the contract (\$147,714) have been transferred to the service operator. During the 2021 year the remaining intangible assets that were held by the Trust (\$118,428) have been transferred to the service operator.

Other Overhead and Administration Expenses	2021	2020
	\$	\$
Audit fees	5,000	5,000
Accountancy & administration	12,620	14,537
Legal fees	200	350
Loss on disposal of property, plant and equipment	-	-
Trust board expenses	1,330	1,500
Manager/Secretary fees	22,500	15,000
Other	9,099	9,992
Net foreign exchange losses	-	-
Total	50,749	46,379



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

8 Cash and cash equivalents

	2021	2020
	\$	\$
ANZ Cheque Account	35,855	35,902
ANZ Call Account 25	1,268,991	181,039
ANZ Call Account 26	28,658	28,644
ANZ NPO Current Account	56,472	7,465
Westpac Account	155,924	100,811
Paypal Account	3,629	9,519
Total cash and cash equivalents	1,549,529	363,380

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

9 Receivables

	2021	2020
	\$	\$
Trade debtors and sundry receivables	54,969	-
Accrued interest	3,855	24,931
Total	58,824	24,931

Classified as:

	2021	2020
Current assets	58,824	24,931
Non-current assets	-	-
Total	58,824	24,931

Trade debtors and other receivables are non-interest bearing and receipt is normally on 30 days terms. Therefore the carrying value of trade debtors and other receivables approximates its fair value.

As at 30 June 2020 and 2021, all overdue receivables have been assessed for impairment and appropriate allowances made. All receivables are subject to credit risk exposure.

Impairment allowance

The movement in the allowance for doubtful debts is as follows:

	2021	2020
	\$	\$
Opening balance	-	-
Amounts written off	-	-
Impairment losses recognised in the year	-	-
Impairment losses reversed in the year	-	-
Closing balance	-	-

10 Payables under exchange transactions

	2021	2020
	\$	\$
Current		
Trade creditors	4,641	32,741
Non trade payables and accrued expenses	32,980	6,000
GST payable/(receivable)	(18)	(1,554)
Related party payables	-	-
Total current	37,603	37,189
Total payables under exchange transactions	37,603	37,189

Trade creditors and other payables are non-interest bearing and normally settled on 30 day terms; therefore their carrying amount approximates their fair value.

Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

11 Intangible assets

Movements for each class of intangible assets are as follows:

	IFR GPS Route Mapping - Indefinite Life	Other	Total
	\$	\$	\$
2021			
Gross carrying amount			
Opening balance	111,749	6,680	118,429
Additions	-	-	-
Disposals	(111,749)	(6,680)	(118,429)
Closing balance	-	-	-
Accumulated depreciation and impairment			
Opening balance	-	-	-
Current year amortisation	-	-	-
Amortisation written back on disposal	-	-	-
Closing balance	-	-	-
Carrying amount 30 June 2021	-	-	-

	IFR GPS Route Mapping - Indefinite Life	Other	Total
	\$	\$	\$
2020			
Gross carrying amount			
Opening balance	111,749	6,680	118,429
Additions	-	-	-
Disposals	-	-	-
Closing balance	111,749	6,680	118,429
Accumulated depreciation and impairment			
Opening balance	-	-	-
Current year amortisation	-	-	-
Amortisation written back on disposal	-	-	-
Closing balance	-	-	-
Carrying amount 30 June 2020	111,749	6,680	118,429

Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

12 Financial instruments

(a) Carrying value of financial instruments

The carrying value of all material financial position assets and liabilities are considered to be equivalent to fair value.

Fair value is the amount for which an item could be exchanged, or a liability settled, between knowledgeable and willing parties in an arm's length transaction.

(b) Classification of financial instruments

All financial assets held by the Trust are classified as "loans and receivables" and are carried at cost less accumulated impairment losses. All financial liabilities are carried as amortised cost using the effective interest rate method.

Classification of financial instruments

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

2021	Financial assets at fair value through surplus or deficit	Loans and receivables	Liabilities at amortised cost	Total carrying amount	Fair value
Financial assets					
Other receivables	-	-	-	-	-
Other investments	-	-	-	-	-
Total non-current assets	-	-	-	-	-
<i>Other investments</i>					
Trade and other receivables	-	58,824	-	58,824	58,824
Cash and cash equivalents	-	1,549,529	-	1,549,529	1,549,529
Other investments	-	2,560,000	-	2,560,000	2,560,000
Total current assets	-	4,168,353	-	4,168,353	4,168,353
Total assets	-	4,168,353	-	4,168,353	4,168,353
Financial liabilities					
Trade and other payables	-	-	37,603	37,603	37,603
Total current liabilities	-	-	37,603	37,603	37,603
Total liabilities	-	-	37,603	37,603	37,603

2020	Financial assets at fair value through surplus or deficit	Loans and receivables	Liabilities at amortised cost	Total carrying amount	Fair value
Financial assets					
Other receivables	-	-	-	-	-
Other investments	-	-	-	-	-
Total non-current assets	-	-	-	-	-
<i>Other investments</i>					
Trade and other receivables	-	24,931	-	24,931	24,931
Cash and cash equivalents	-	363,380	-	363,380	363,380
Other investments	-	3,560,000	-	3,560,000	3,560,000
Total current assets	-	3,948,311	-	3,948,311	3,948,311
Total assets	-	3,948,311	-	3,948,311	3,948,311
Financial liabilities					
Trade and other payables	-	-	37,189	37,189	37,189
Total current liabilities	-	-	37,189	37,189	37,189
Total liabilities	-	-	37,189	37,189	37,189

Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2021

13 Related party transactions

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

The Trust has a related party relationship with its Trustees and other key management personnel.

Related party disclosures have not been made for transactions with related parties that are within a normal supplier relationship on terms and conditions no more or less favourable than those that it is reasonable to expect the Trust would have adopted in dealing with the party at arm's length in the same circumstances.

Transactions with related parties

The following transactions were carried out with related parties:

(a) Related party transactions

During the year Anderson Lloyd have provided legal support and advice to the Trust, Mr Warwick Deuchrass is a Trustee of the Trust and Former Partner of Anderson Lloyd.

(b) Key management compensation

The Trust has a related party relationship with its key management personnel. Key management personnel include the Chairman, trustees and senior management of the Trust. The only payment to Senior Management was to Vivienne Seaton - Manager/Secretary for the Trust.

	2021			
	Executive Chairman	Trustees	Snr mgmt	Total
	\$	\$	\$	\$
Salaries and other short-term employee benefits	-	-	-	-
Manager/Secretary Fees	-	-	22,500	22,500
Termination benefits	-	-	-	-
Post-employment benefits	-	-	-	-
Other long-term benefits	-	-	-	-
Total remuneration	-	-	22,500	22,500
Number of persons recognised as key management personnel	1	4	1	6

	2020			
	Executive Chairman	Trustees	Snr mgmt	Total
	\$	\$	\$	\$
Salaries and other short-term employee benefits	-	-	-	-
Manager/Secretary Fees	-	-	15,000	15,000
Termination benefits	-	-	-	-
Post-employment benefits	-	-	-	-
Other long-term benefits	-	-	-	-
Total remuneration	-	-	15,000	15,000
Number of persons recognised as key management personnel	1	4	1	6

14 Contingent assets and contingent liabilities

The Trust has no contingent assets or contingent liabilities (2020: None).

15 Capital funds conditionally committed

Capital funds contracted for at the end of the reporting period but not yet incurred is as follows:

	2021	2020
	\$	\$
Syringe Drivers	-	30,000
Total	-	30,000

16 Events after the reporting period

There were no significant events after the balance date.

To the Trustees of Otago Rescue Helicopter Trust

Opinion

We have audited the financial statements of Otago Rescue Helicopter Trust (the 'entity') and its subsidiaries ('the group'), which comprise the consolidated statement of financial position as at 30 June 2021, and the consolidated statement of comprehensive revenue and expense, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements, on pages 2 to 14, present fairly, in all material respects, the consolidated financial position of the group as at 30 June 2021, and its consolidated financial performance and cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing ('ISAs') and 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 Consolidated Financial Statements* section of our report.

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

We are independent of the Company in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)*, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Other than in our capacity as auditor, we have no relationship with or interests in the entity or any of its subsidiaries.

Trustees responsibilities for the consolidated financial statements

The Trustees responsible on behalf of the group for the preparation and fair presentation of the consolidated financial statements in accordance with Public Benefit Entity Standards Reduced Disclosure Regime, and for such internal control as the Trustees determine is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Trustees are responsible on behalf of the group for assessing the group'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 group or to cease operations, or have no realistic alternative but to do so.

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

Our objectives are to obtain reasonable assurance about whether the consolidated 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 and 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 economic decisions of users taken on the basis of these consolidated financial statements.

A further description of our responsibilities for the audit of the consolidated financial statements is located on at the External Reporting Board's website at:

<https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-7>

This description forms part of our auditor's report.

Restriction on use

This report is made solely to the Trustees, as a body. Our audit has been undertaken so that we might state to the Trustees those matters 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 the Trustees as a body, for our audit work, for this report, or for the opinions we have formed.





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