

**OTAGO RESCUE  
HELICOPTER TRUST**  
ANNUAL REPORT **2022**



## Otago Rescue Helicopter Trustees



Martin Dippie  
Trust Chairman



Warwick Deuchrass  
Trustee



John Gallaher  
Trustee



Tony Sycamore  
Trustee



Stephen Woodhead  
Trustee



## Key Statistics 2021-22

# 1,611

## Emergency Patient Retrievals

### MISSION HOURS FLOWN DURING YEAR

	2021-22	2020-21	%Change
Accident	971	1,027	-5.4%
Medical Emergency	1,024	1,229	-16.7%
Hospital Transfers	809	637	+27%
Search and Rescue	47	44	+8.2%
Overseas Patients	0	1	-100%
Other	0	12	-100%
<b>TOTAL</b>	<b>2,852</b>	<b>2,949</b>	<b>-3.3%</b>

\* Includes all operations across lower South Island

<b>Total Revenue</b>	\$1,405,785	\$924,132
<b>Total Expenses</b>	\$1,312,168	\$731,548
<b>Net surplus before bequests and transfer of assets</b>	\$93,616	\$192,584
<b>Total comprehensive revenue and expenses for the year</b>	\$209,033	\$101,155





# Highlights

## Year to 30 June 2022

- **Mission numbers remained high with 1,611 Emergency Patient Retrievals\***
- **Continued support of the operations of the rescue helicopter service across the region**
- **Development of further Instrument Flight Rules (IFR) routes across the region, with funding from a significant donation from the Otago Service Clubs Medical Trust**
- **Purchase of further medical and flight equipment, with funding from grants providers**
- **Ongoing donations received from local communities and individuals from across the region**
- **Receipt of a significant bequest**
- **Appointment of Craigs Investment Partners as Trust's fund managers**
- **Launch of our refreshed website**

\* Includes all operations across lower South Island.



## Numbers of Rescue Missions

The Otago Regional Rescue Helicopter Service responded to 1,611 patients in the year to 30 June 2022, providing them with the best possible care and involving 2,852 helicopter hours being flown. This compares with the previous year of 1,703 emergency patient missions and 2,949 hours being flown which was a significant uplift on the previous year (28% and 30% respectively).

The slightly reduced mission numbers reflect a quieter period in early 2022 as we all reduced our activity levels while the Delta variant of Covid circulated in the community.

Since then, the service has been extremely busy and Helicopters Otago Ltd (HeliOtago) has appointed additional paramedics to respond to demand to ensure that the highly specialised medical response continues to be provided 24/7, 365 days a year.

## Upgrade in equipment

The Trust has been pleased to provide funding of nearly \$300,000 for the replacement of the 16-year-old night vision goggles, purchase of new helmets, radios, fluid warmers, syringe drivers, and a new monitor and a ventilator, to enable the best possible ICU level equipment to be delivered to patients and to ensure that responses can be provided day and night.

Medical 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 and mean we enjoy enhanced safety for patients and crews.

Over the past year, new IFR routes have been commissioned into Stewart Island, Lumsden, Balclutha, Tapanui, Ranfurly, Gore, and Twizel, connecting with existing routes to Dunedin, Invercargill, Dunstan, Oamaru, Timaru, and Christchurch. These routes are life savers and already we are aware of a life saved for a patient located on Stewart Island where the flight would have been impossible prior to the introduction of the new IFR route.

## 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 and discussions are underway around extending the contract under which HeliOtago delivers 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. At the time of writing, we are awaiting information on the request for community funding from 1 November 2022.

## 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 \$1,354,084 and a bequest of \$115,417.

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 as well as the bequest.

We note special thanks to the Otago Service Clubs Medical Trust for the one-off donation of \$320,000 from the final distribution of that Trust. This generous donation enabled us to fund the development of new IFR routes across the region. We are also grateful to grants providers from Southland and Otago for contributing funding for the purchase of new equipment – our thanks go to Community Trust South, ILT Foundation, Aotearoa Gaming Trust, and the Otago Community Trust.

We are most grateful for the generosity of our community in providing the required funding to assist the service to respond to often desperate emergency situations across the region.



## Corporate Sponsorship

We are thankful for the ongoing support of our corporate sponsors - Network Waitaki Ltd as a silver sponsor, and Ravensdown Ltd as a bronze sponsor.

Their commitment to providing funding for the service over several years is greatly appreciated.

## Operational performance

During the year, the Trust contributed \$1.22m to the operator of the Otago Regional Rescue Helicopter service, HeliOtago, including 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, \$291,735 and the development and five-year maintenance costs of IFR routes, \$330,800.

Income exceeded these contributions and our administration costs, providing an end of year comprehensive income of \$209,033 that is transferred to reserves.

## Administrative achievements

Craigs Investment Partners was appointed as the Trust's fund manager during the year under review.

We are proud to have launched an updated and refreshed website, with fabulous work completed by the team at Core Development. There is ongoing work to populate the site and a social media presence is about to be launched.

Finally, Trustees undertook a review and updated the Trust Deed to ensure it meets current legislative requirements and serves our community well into the future.



## Challenges and outlook

There is expected to be ongoing growth in demand for the vital rescue helicopter operation across our large and geographically challenging area, especially as activities reignite after the Covid restrictions of recent years. In addition, growth in mission numbers will be driven by our community's aging demographic and improved clinical pathways that ensure patients are flown to the most appropriate hospital for definitive care. The new IFR routes also enable more missions to be flown than previously possible.

The renewal of the operator's contract with the Crown will be a key focus for Trustees in the next few months as we engage in conversations around the community's contribution from 1 November onwards. Trustees remain committed to ensuring we assist the delivery of a top-class rescue helicopter service for our community, including funding innovations that improve patient and crew safety and outcomes.

## Thanks to Trustees and Secretary / Manager

I offer my sincere thanks to my volunteer Trustee colleagues for their dedication and the professional knowledge they bring to our Trust. Thanks also to Vivienne Seaton, our Secretary / Manager for her efforts over the past year.

## Thanks to Helicopters Otago Ltd and its teams of pilots and paramedics

It is the operators of the service, Graeme and Ros Gale, and the team at HeliOtago, who ensure that the Otago Regional Rescue Helicopter Service is equipped ready to respond with highly skilled pilots and clinical crew wherever they are needed across our vast and geographically challenging region.

Responding to emergency requests, often in challenging flying and clinical situations, the team at HeliOtago bring a highly specialised response to patients in our community. We are truly grateful for their ongoing dedication and the care they provide – always with the patient first in their minds.



On behalf of Trustees

**Martin Dippie**

Chairman of Trustees





## For the 12 months ended 30 June 2022

Otago Regional Council	\$350,000
Otago Service Clubs Medical Trust	\$320,000
ILT Foundation	\$65,000
Aotearoa Gaming Trust	\$65,000
Community Trust of Southland	\$65,000
Otago Community Trust	\$65,000
Clinton Lions Club	\$57,500
Rotary Club of Wanaka	\$53,660
Waianakarua Lions Club	\$24,500
Westpac Chopper Appeal	\$23,630
Lions Club of Maniototo	\$17,000
Hugo Charitable Trust	\$15,000
Insol Ltd	\$10,000
Jaico Ltd	\$10,000
Lawlor Family	\$10,000
Lodge Wanaka	\$10,000
PA and MB Johnston	\$10,000
Ballantyne Trust	\$10,000
L & A Prattley	\$9,014
EMM Haynes Charitable Trust	\$7,500
Alexandra Rotary Club	\$5,000
B L Hore	\$5,000
Hancox	\$5,000
JA Russell Ltd	\$5,000
Lions Club of Alexandra Charitable Trust	\$5,000
P J McNab	\$5,000
Valley Roar Hunting and Fishing	\$5,000
M Hore – Golf tournament	\$4,000
Lions Club of Ranfurly (Maniototo Pakeke) Inc	\$3,500
C & L Rawson	\$3,000
JC Nicolas	\$3,000
Kurow Rugby Football Club	\$3,000
Plus 185 generous group and individual donations	\$104,780
<b>Total Donations</b>	<b>\$1,354,084</b>

## Otago Rescue Helicopter Trust

### Contents

	Page
Directory	1
Consolidated Statement of Comprehensive Revenue and Expense	2
Consolidated Statement of Financial Position	3
Consolidated Statement of Changes in Net Assets	4
Consolidated Statement of Cash Flows	5
Notes to the Consolidated Financial Statement	6
Independent Auditor's Report	14



# Otago Rescue Helicopter Trust

## Directory

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

# Otago Rescue Helicopter Trust

## Consolidated Statement of Comprehensive Revenue and Expense For the year ended 30 June 2022

	Notes	Consolidated 2022 \$	2021 \$
<b>REVENUE</b>			
Corporate Sponsorship	6	35,000	17,500
Fundraising and donations	6	1,354,084	851,859
Interest income	6	16,700	54,773
<b>REVENUE</b>		<b>1,405,785</b>	<b>924,132</b>
<b>EXPENSES</b>			
Donations to rescue helicopter operator	7	1,222,534	680,799
Other overhead and administration expenses	7	89,634	50,749
<b>TOTAL EXPENSES</b>		<b>1,312,168</b>	<b>731,548</b>
<b>NET SURPLUS/(DEFICIT) BEFORE BEQUESTS AND EQUIPMENT DONATED</b>		<b>93,616</b>	<b>192,584</b>
Bequests	6	115,417	27,000
Donation to Helicopters Otago Limited - intangible assets	7	-	(118,429)
<b>NET SURPLUS/(DEFICIT) AND TOTAL COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR</b>		<b>209,033</b>	<b>101,155</b>

### Reconciliation of Total Comprehensive Revenue and Expenses

Net Surplus allocated to General Operating Reserve	93,616	74,155
Net Surplus allocated to Endowment Fund Reserve	115,417	27,000
	<b>209,033</b>	<b>101,155</b>

### 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) were transferred to the service operator.

## Otago Rescue Helicopter Trust

### Consolidated Statement of Financial Position As at 30 June 2022

	Notes	Consolidated	
		2022	2021
		\$	\$
<b>ASSETS</b>			
<b>Current</b>			
Cash and cash equivalents	8	4,406,944	1,549,529
Bank deposits		-	2,560,000
Receivables	9	101,505	58,824
Prepayments		1,846	1,667
<b>Total current assets</b>		<b>4,510,296</b>	<b>4,170,020</b>
<b>TOTAL ASSETS</b>		<b>4,510,296</b>	<b>4,170,020</b>
<b>LIABILITIES</b>			
<b>Current</b>			
Payables under exchange transactions	10	168,846	37,603
<b>Total current liabilities</b>		<b>168,846</b>	<b>37,603</b>
<b>TOTAL LIABILITIES</b>		<b>168,846</b>	<b>37,603</b>
<b>NET ASSETS</b>		<b>4,341,450</b>	<b>4,132,417</b>
<b>TRUST FUNDS</b>			
Life support & ambulance equipment replacement reserve		1,000,000	1,000,000
Endowment capital reserve		1,462,902	1,347,485
General operating reserve		1,878,548	1,784,932
<b>TOTAL TRUST FUNDS</b>		<b>4,341,450</b>	<b>4,132,417</b>

These financial statements have been authorised for issue by the trustees on 05 September 2022.

	<u>5/9/22</u>
Trustee	Date
	<u>5/9/22</u>
Trustee	Date



The notes on pages 6 to 13 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 2022

	Trust Capital	General Operating Reserve	Undistributed donations reserve	Endowment Fund Reserve	Life Support & Ambulance Equipment Replacement Reserve	Total
	\$	\$	\$		\$	\$
<b>Balance 1 July 2021</b>	-	1,784,932	-	1,347,485	1,000,000	4,132,417
Surplus/ (deficit) for the year	209,033	-	-	-	-	209,033
<b>Total comprehensive revenue and expense</b>	<b>209,033</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>209,033</b>
Transfer to/ (from) equity reserves in the year	(209,033)	93,616	-	115,417	-	-
<b>Balance 30 June 2022</b>	<b>-</b>	<b>1,878,548</b>	<b>-</b>	<b>1,462,902</b>	<b>1,000,000</b>	<b>4,341,450</b>
<b>Balance 1 July 2020</b>	<b>-</b>	<b>1,710,777</b>	<b>-</b>	<b>1,320,485</b>	<b>1,000,000</b>	<b>4,031,262</b>
Surplus/ (deficit) for the year	101,155	-	-	-	-	101,155
<b>Total comprehensive revenue and expense</b>	<b>101,155</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>101,155</b>
Transfer to/ (from) equity reserves in the year	(101,155)	74,155	-	27,000	-	-
<b>Balance 30 June 2021</b>	<b>-</b>	<b>1,784,932</b>	<b>-</b>	<b>1,347,485</b>	<b>1,000,000</b>	<b>4,132,417</b>



The notes on pages 6 to 13 are an integral part of these financial statements.

# Otago Rescue Helicopter Trust

## Consolidated Statement of Cash Flows For the year ended 30 June 2022

	Notes	Consolidated	
		2022 \$	2021 \$
<b>Cash flow from operating activities</b>			
<i>Cash was provided from/(applied to):</i>			
Receipts from non-exchange transactions		1,457,965	841,391
Payments to suppliers		(1,178,822)	(731,090)
Interest received		20,556	75,848
Net movement in GST		(2,284)	-
<b>Net cash from/(used in) operating activities</b>		<b>297,415</b>	<b>186,149</b>
<b>Cash flow from investing activities</b>			
<i>Cash was provided from/(applied to):</i>			
Receipts from term deposits drawn		2,560,000	1,000,000
Receipts from term deposits invested		-	-
<b>Net cash from/(used in) investing activities</b>		<b>2,560,000</b>	<b>1,000,000</b>
<b>Cash flow from financing activities</b>			
<i>Cash was provided from/(applied to):</i>			
<b>Net cash from/(used in) financing activities</b>		<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>2,857,415</b>	<b>1,186,149</b>
Cash and cash equivalents, beginning of the year		1,549,529	363,380
<b>Cash and cash equivalents at end of the year</b>	<b>8</b>	<b>4,406,944</b>	<b>1,549,529</b>

# Otago Rescue Helicopter Trust

## Notes to the consolidated financial statements for the year ended 30 June 2022

### 1 Reporting entity

These financial statements comprise the consolidated financial statements of Otago Rescue Helicopter Trust (the "Trust") for the year ended 30 June 2022.

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 commences until the date that control ceases.

The subsidiary has a 30 June balance date and consistent accounting policies are applied.





# Otago Rescue Helicopter Trust

## Notes to the consolidated financial statements for the year ended 30 June 2022

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) 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.

#### Subsequent measurement of financial liabilities

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

### (f) 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.



# Otago Rescue Helicopter Trust

## Notes to the consolidated financial statements for the year ended 30 June 2022

### (g) 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.

### (h) 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.

#### 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.

### (i) 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.

### (j) Income tax

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



# Otago Rescue Helicopter Trust

## Notes to the consolidated financial statements for the year ended 30 June 2022

### (k) 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.

### (l) 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.

## 6 Income

	2022	2021
	\$	\$
<b>REVENUE FROM NON-EXCHANGE TRANSACTIONS</b>		
Community fundraising and donations	1,354,084	851,859
Corporate Sponsorships	35,000	17,500
Bequests	115,417	27,000
Interest	16,700	54,773
<b>Total Revenue from non-exchange transactions</b>	<b>1,521,202</b>	<b>951,132</b>
<b>Represented by:</b>		
Revenue	1,405,785	924,132
Bequests	115,417	27,000
<b>TOTAL REVENUE</b>	<b>1,521,202</b>	<b>951,132</b>

# Otago Rescue Helicopter Trust

## Notes to the consolidated financial statements for the year ended 30 June 2022

## 7 Expenses

The following amounts were expensed in the surplus / (deficit) for the year:

	2022	2021
	\$	\$
<b>Donations to Rescue Helicopter Operator</b>		
Donation to HeliOtago EMS Limited - operational	600,000	600,000
Donation to HeliOtago EMS Limited - capital projects	507,835	61,799
Donation to HeliOtago EMS Limited - donations	-	19,000
Donation to HeliOtago EMS Limited - IFR Maintenance	114,699	-
Donation to Helicopters Otago Limited - intangible assets	-	118,429
<b>Total</b>	<b>1,222,534</b>	<b>799,228</b>

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

	2022	2021
	\$	\$
Audit fees	6,000	5,000
Accountancy & administration	14,174	12,620
Legal fees	4,483	200
Trust board expenses	1,683	1,330
Manager/Secretary fees	45,003	22,500
Other	18,292	9,099
<b>Total</b>	<b>89,634</b>	<b>50,749</b>

## 8 Cash and cash equivalents

	2022	2021
	\$	\$
ANZ Cheque Account	35,925	35,855
ANZ Call Account 25	618,194	1,268,991
ANZ Call Account 26	28,702	28,658
ANZ NPO Current Account	45	56,472
Craigs Investment Partners Account	3,500,916	-
Westpac Account	223,163	155,924
Paypal Account	-	3,629
<b>Total cash and cash equivalents</b>	<b>4,406,944</b>	<b>1,549,529</b>

During the year the Trust selected a fund manager and transferred funds that were previously held on term deposit.

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



# Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2022

## 9 Receivables

	2022	2021
	\$	\$
Trade debtors and sundry receivables	101,505	54,969
Accrued interest	-	3,855
<b>Total</b>	<b>101,505</b>	<b>58,824</b>

Classified as:

Current assets	101,505	58,824
Non-current assets	-	-
<b>Total</b>	<b>101,505</b>	<b>58,824</b>

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 2021 and 2022, 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:

	2022	2021
	\$	\$
Opening balance	-	-
Amounts written off	-	-
Impairment losses recognised in the year	-	-
Impairment losses reversed in the year	-	-
<b>Closing balance</b>	<b>-</b>	<b>-</b>

## 10 Payables under exchange transactions

	2022	2021
	\$	\$
<b>Current</b>		
Trade creditors	5,902	4,641
Non trade payables and accrued expenses	164,095	32,980
GST payable/(receivable)	(1,151)	(18)
Total current	<b>168,846</b>	<b>37,603</b>
<b>Total payables under exchange transactions</b>	<b>168,846</b>	<b>37,603</b>

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 2022

## 11 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
<b>Financial assets</b>					
Other receivables	-	-	-	-	-
Other investments	-	-	-	-	-
<b>Total non-current assets</b>	-	-	-	-	-
<i>Other investments</i>					
Trade and other receivables	-	101,505	-	101,505	101,505
Cash and cash equivalents	-	4,406,944	-	4,406,944	4,406,944
Other investments	-	-	-	-	-
<b>Total current assets</b>	-	<b>4,508,449</b>	-	<b>4,508,449</b>	<b>4,508,449</b>
<b>Total assets</b>	-	<b>4,508,449</b>	-	<b>4,508,449</b>	<b>4,508,449</b>
<b>Financial liabilities</b>					
Trade and other payables	-	-	168,846	168,846	168,846
Total current liabilities	-	-	<b>168,846</b>	<b>168,846</b>	<b>168,846</b>
<b>Total liabilities</b>	-	-	<b>168,846</b>	<b>168,846</b>	<b>168,846</b>

2021	Financial assets at fair value through surplus or deficit	Loans and receivables	Liabilities at amortised cost	Total carrying amount	Fair value
<b>Financial assets</b>					
Other receivables	-	-	-	-	-
Other investments	-	-	-	-	-
<b>Total non-current assets</b>	-	-	-	-	-
<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
<b>Total current assets</b>	-	<b>4,168,353</b>	-	<b>4,168,353</b>	<b>4,168,353</b>
<b>Total assets</b>	-	<b>4,168,353</b>	-	<b>4,168,353</b>	<b>4,168,353</b>
<b>Financial liabilities</b>					
Trade and other payables	-	-	37,603	37,603	37,603
Total current liabilities	-	-	<b>37,603</b>	<b>37,603</b>	<b>37,603</b>
<b>Total liabilities</b>	-	-	<b>37,603</b>	<b>37,603</b>	<b>37,603</b>



# Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2022

## 12 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.

	2022			
	Executive Chairman	Trustees	Snr mgmt	Total
	\$	\$	\$	\$
Salaries and other short-term employee benefits	-	-	-	-
Manager/Secretary Fees	-	-	45,003	45,003
Termination benefits	-	-	-	-
Post-employment benefits	-	-	-	-
Other long-term benefits	-	-	-	-
<b>Total remuneration</b>	-	-	<b>45,003</b>	<b>45,003</b>
<b>Number of persons recognised as key management personnel</b>	1	4	1	6

	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	-	-	-	-
<b>Total remuneration</b>	-	-	<b>22,500</b>	<b>22,500</b>
<b>Number of persons recognised as key management personnel</b>	1	4	1	6

## 13 Contingent assets and contingent liabilities

The Trust has no contingent assets or contingent liabilities (2021: None).

## 14 Capital funds conditionally committed

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

	2022	2021
	\$	\$
Donation committed to HeliOtago EMS Ltd for NVGs and Syringe Drivers utilising residual of the grants received from community funders	140,595	-
<b>Total</b>	<b>140,595</b>	<b>-</b>

## 15 Events after the reporting period

There were no significant events after the balance date.

# Deloitte.

Independent Auditor's Report

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 2022, 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 26 to 13, present fairly, in all material respects, the consolidated financial position of the group as at 30 June 2022, 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 are 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.



*Deloitte Limited*

Dunedin, New Zealand  
05 September 2022



**OTAGO**  
**Rescue**  
HELICOPTER TRUST

P.O. Box 188, Dunedin [www.otagorescue.co.nz](http://www.otagorescue.co.nz)