

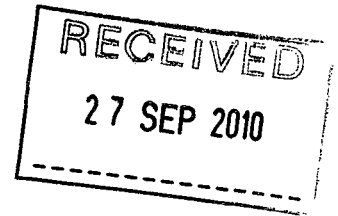
**Seaside Charitable Trust**  
**Annual Report**  
**For the Year Ended 31 March 2010**

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**Don Hounsell**  
Chartered Accountants

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**Seaside Charitable Trust**  
**Auditor's Report**  
**For the Year Ended 31 March 2010**



To the readers of the Financial Report of Seaside Charitable Trust.

I have audited the financial reports on pages 3 to 12. The financial report provides information about the past performance of Seaside Charitable Trust and its financial position as at 31 March 2010. This information is stated in accordance with the accounting policies set out on pages 7 and 8.

**Trustees Responsibilities**

The trustees are responsible for the preparation of a financial report which fairly reflects the financial position of the Trust as at 31 March 2010 and of the results of operations for the year ended 31 March 2010.

**Auditor's Responsibilities**

It is my responsibility to express an independent opinion on the financial report presented by the trustees and report my opinion to you.

**Basis of Opinion**

An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial report. It also includes assessing:

- the significant estimates and judgements made by the Trustees in the preparation of the financial report, and
- whether the accounting policies are appropriate to the Trust's circumstances, consistently applied and adequately disclosed.

I conducted my audit in accordance with Generally Accepted Auditing Standards in New Zealand. I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial report is free from material misstatements, whether caused by fraud or error. In forming my opinion I also evaluated the overall adequacy of the presentation of the information in the financial report.

I also formatted the statutory financial statements from the Trust's general ledger. Other than in my capacity as auditor I have no relationship with or interests in the Trust.

In forming my opinion I have considered the adequacy of the disclosures made in the financial report regarding the use of the going concern assumption.

**Unqualified Opinion**

I have obtained all the information and explanations that I have required.

In my opinion:

- Proper accounting records have been kept by the trustees as far as appears from my examination of those records; and
- The financial statements comply with Generally Accepted Accounting Practice; and give a true and fair view of the financial position of Seaside Charitable Trust as at 31 March 2010, and the results of its operations for the year ended on that date.

My audit report was completed on  
opinion is expressed as at that date.

2010 and my unqualified

Don Hounsell  
Chartered Accountant, Auckland

**Seaside Charitable Trust**  
**Trust Directory**  
**For the Year Ended 31st March 2010**

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**Nature of Business**

Operation of Rest Home

**Trustees**

Patricia Ann Orchard

Paul Harris

Robert Arthur Clifford Harris

David Alan Orchard

Brett McDonald

**Place of Business**

92 The Esplanade

Surfdale

Waiheke Island

**Postal Address**

P O Box 429

Surfdale

Waiheke Island

**Auditor**

Don Hounsell

Chartered Accountant

P O Box 34859

Birkenhead

Auckland

**Banker**

ASB Bank

BNZ Bank

**Seaside Charitable Trust**  
**Statement of Financial Performance**  
**For the Year Ended 31 March 2010**

	2010	2009
<b>REVENUE</b>		
Fees Income	748,443	674,566
Fee Income	748,443	674,566
<b>Less Overheads</b>		
Accident Compensation	9,514	9,043
Accountancy Fees	1,512	1,608
Amortisation of Goodwill	6,950	6,950
Advertising	265	504
Audit Fees	7,531	4,304
Bank Fees	426	386
Donations	100	150
Computer Expenses	4,708	1,491
Freight	2,100	2,445
Grounds Maintenance	1,612	1,090
Interest - Overdraft	2	30
Interest - Loans	-	438
Insurance	5,091	4,936
Laundry & Cleaning	9,296	6,991
Linen & Crockery	2,395	2,912
Medical Fees and Expenses	13,937	12,184
Residents Amenities	1,835	1,334
Power & Heating	14,196	13,124
Printing, Postage & Stationery	4,382	2,116
Provisions	53,983	44,554
Quality Assurance	100	95
Rates	6,996	4,916
Repairs & Maintenance	19,165	18,000
Staff Welfare	7,990	4,812
Subscriptions & licences	7,742	3,241
Telephone	6,726	8,304
Training & Seminars	7,046	2,854
Travel Expenses	3,099	3,046
Salaries and Wages	536,502	473,816
Waste Disposal	29,697	30,018
<b>Total Overhead Expenses</b>	<b>764,898</b>	<b>665,692</b>
<b>Sundry Expenses</b>		
Legal Fees Rest Home	5,760	-
Motor Vehicle Expenses	2,223	2,848
Refurbishment	6,980	10,000
	<u>14,963</u>	<u>12,848</u>

(Continued on next page ...)

*NOTE: This Statement is to be read in conjunction with the accompanying notes and the Auditors Report.*

**Seaside Charitable Trust**  
**Statement of Financial Performance**  
**For the Year Ended 31 March 2010**

	2010	2009
(... continued from previous page)		
<b>Net Rest Home Deficit Before Depreciation</b>	(31,418)	(3,975)
Depreciation	48,840	39,752
<b>NET REST HOME DEFICIT</b>	<u>(\$80,258)</u>	<u>(\$43,727)</u>
<b>Sundry Income</b>		
Rent Received	24,630	24,405
Donations Received	10,800	-
Interest Received	<u>33</u>	<u>4</u>
	35,463	24,409
<b>Meals on Wheels</b>		
<u>Meals on Wheels revenue</u>	50,487	50,543
<u>Meals on Wheels expenses</u>		
Provisions - Meals on Wheels	15,290	13,428
Wages - Meals on Wheels	<u>14,607</u>	<u>12,179</u>
	<u>29,897</u>	<u>25,608</u>
<b>NET MEALS ON WHEELS SURPLUS</b>	20,590	24,935
<b>Home Care</b>		
<u>Home Care revenue</u>	6,902	31,294
<u>Home Care expenses</u>		
Wages - Home Care	<u>6,788</u>	<u>27,855</u>
<b>NET HOME CARE SURPLUS / (DEFICIT)</b>	115	3,439
<b>NET OPERATING SURPLUS / (DEFICIT)</b>	<u><u>(24,090)</u></u>	<u><u>9,056</u></u>

*NOTE: This Statement is to be read in conjunction with the accompanying notes and the Auditors Report.*

**Seaside Charitable Trust**  
**Statement of Movements in Equity**  
**For the Year Ended 31 March 2010**

	<i>2010</i>	<i>2009</i>
<b>EQUITY AT START OF PERIOD</b>	2,301,974	2,292,917
Total recognised revenue and expenses for the year	(24,090)	9,056
Assets Revaluations Reserve - Current Year	3,224,028	-
<b>EQUITY AT END OF PERIOD</b>	<u>5,501,911</u>	<u>2,301,974</u>

*NOTE: This Statement is to be read in conjunction with the accompanying Notes and the Auditor's Report*

**Seaside Charitable Trust**  
**Statement of Financial Position**  
**As at 31 March 2010**

	2010	2009
<b>CURRENT ASSETS</b>		
ASB Bank - 00 Account	4,456	3,598
ASB Bank - 02 Account	-	98
BNZ - 000 Account	88,660	42,541
ASB Bank - 01 Account	-	873
BNZ - 097 Account	9,194	411
RWT Paid	16	3
Fees in Arrears	<u>23,965</u>	<u>26,360</u>
	126,291	73,885
<b>NON-CURRENT ASSETS</b>		
Property, Plant and Equipment	5,440,705	2,255,903
<b>Intangible</b>		
Goodwill	<u>13,900</u>	<u>20,850</u>
<b>TOTAL ASSETS</b>	<u>5,580,895</u>	<u>2,350,638</u>
<b>CURRENT LIABILITIES</b>		
Creditors and Accruals	72,516	43,093
Advance - Residents Pkt Money	873	873
Net GST Due	<u>5,595</u>	<u>4,698</u>
<b>Total Current Liabilities</b>	<u>78,984</u>	<u>48,664</u>
<b>NET ASSETS</b>	<u><u>5,501,911</u></u>	<u><u>2,301,974</u></u>
This is Represented by:		
<b>EQUITY</b>		
Founders' Stock	100	100
Capital Reserve	24,725	24,725
Assets Revaluation Reserve	4,700,006	1,475,978
Retained Earnings	<u>777,080</u>	<u>801,170</u>
<b>TOTAL EQUITY</b>	<u><u>5,501,911</u></u>	<u><u>2,301,974</u></u>

Signed for and on behalf of the Board of Trustees, this                      day of

.....  
 Patricia Ann Orchard

.....  
 Paul Harris

.....  
 Robert Arthur Clifford Harris

*NOTE: This Statement is to be read in conjunction with the accompanying notes and the Auditor's Report.*

# Seaside Charitable Trust

## Notes to the Financial Statements

### For the Year ended 31st March 2010

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#### 1. STATEMENT OF ACCOUNTING POLICIES

These financial statements are General Purpose Financial Reports as defined by the Institute of Chartered Accountants of New Zealand Statement of Concepts for General Purpose Financial Reporting. These Financial reports have been prepared to record the financial performance and position of the Seaside Charitable Trust.

The Trustees have chosen to prepare financial reports in accordance with the General Purpose Financial Reporting framework as modified by the Framework for Differential Reporting where appropriate, and subject to such material specific departures as may be identified below.

##### Measurement Base.

The accounting principles recognised as appropriate for the measurement and reporting of results and financial position on a historical cost basis have been followed in the preparation of the financial statements.

#### 2. SPECIFIC ACCOUNTING POLICIES

The following specific accounting policies, which materially affect the measurement of financial performance and financial position, have been applied:

##### (a) Changes in Accounting Policies

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

##### (b) Differential Reporting

Seaside Charitable Trust is a qualifying entity in that it qualifies for Differential Reporting as it is not publicly accountable and there is no separation between the owners and the governing body. All Differential Reporting exemptions, except FRS 19 (Accounting for Goods and Services Tax) have been applied.

##### (c) Property, Plant and Equipment

The entity has the following classes of Property, Plant and Equipment:

Land and Buildings	4% DV
Plant and Equipment	7.5% DV to 60% DV
Furniture and Fittings	9.0% DV to 60% DV

##### Depreciation

Depreciation has been calculated using the rates permitted by the Income Tax Act 2004.

##### Valuation

Revalued freehold land and buildings on hand at balance date are stated at their net current value as determined by an independent registered valuer, Barratt-Boyes Jefferies Lawton Ltd on 14 April 2010.

##### (d) Goodwill

Goodwill represents the excess of the purchase consideration over the fair value of net tangible and identifiable intangible assets acquired at the time of acquisition.

Goodwill is amortised by the straight line method over a period of 10 years. The trustees have evaluated the current carrying value of Goodwill on acquisition, and consider that it is correctly stated as at 31 March 2010.



**Seaside Charitable Trust**  
**Notes to the Financial Statements**  
**For the Year ended 31st March 2010**

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**(e) Leased Equipment**

Assets purchased under finance leases are included as fixed assets in the Statement of Financial Position and depreciated at maximum rates allowed by the Income Tax Act 1994. Finance leases, which effectively transfer to the lessee substantially all the risks and benefits incidental to ownership of the property, are capitalised at the present value of the minimum lease payments.

A corresponding liability is also disclosed with lease payments being apportioned between the liability and interest payments.

**(f) Goods & Services Tax**

No GST has been claimed on the purchase of land at Great Barrier as it will be used for residential purposes. All the other figures shown in the financial statements are prepared on a GST exclusive basis, with the exception of receivables and payables.

**(g) Income Tax**

The net surplus of the Trust is exempt from taxation. No provision for income tax has therefore been made.

**(h) Fees Income**

The main fee income comes from the Ministry of Health.

**3. FEES IN ARREARS**

Fees in Arrears are stated at their estimated realisable value.

**4. GOODWILL**

Goodwill - Cost	69,500	69,500
Accumulated amortisation	<u>(55,600)</u>	<u>(48,650)</u>
	<u>13,900</u>	<u>20,850</u>