



OTAGO
Rescue
HELICOPTER TRUST

ANNUAL REPORT

2020



Otago Rescue Helicopter Trust Board



Martin Dippie
Trust Chairman



Warwick Deuchrass



John Gallaher



Tony Sycamore



Stephen Woodhead



Key Statistics 2019-20

1,328 Emergency Patient Retrievals, up 11% on last year*

MISSION HOURS FLOWN DURING YEAR

	2019-20	2018-19	%Change
Accident	820	836	-2%
Medical Emergency	876	745	+17%
Hospital Transfers	475	359	+32%
Search and Rescue	36	57	-37%
Overseas Patients	48	#	#
Other	20	#	#
TOTAL	2,275	1,996	+14%

*Note includes Queenstown and Te Anau from 1 November 2018
Not previously categorised

Total Revenue	\$922,797	\$947,264
Total Expenses	\$711,718	\$949,899
Net surplus before bequests and transfer of assets	\$211,079	-\$2,635
Total comprehensive revenue and expenses for the year	\$211,520	\$271,890

OTAGO
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Highlights - Year to 30 June 2020

- **1,328 Emergency Patient Retrievals, 11% above last year***
- **Purchase of further medical equipment, including a Corpuls CPR machine enabling CPR to be automated during flight; upgraded stretcher bridges for carrying vital medical equipment; and purchase of new trauma / resus kits.**
- **Contract between MOH and ACC confirmed for years two to four from 1 November 2019.**
- **Arrival of new state-of-the-art Airbus H145 providing the latest avionics and more space for the vital life-saving work that the paramedics and crew deliver.**
- **Preparation for transport of COVID-19 cases.**
- **Ongoing support from local communities with fundraising events across the region prior to COVID-19 curtailing some of these.**

* *Includes all operations across lower South Island.*



Further growth in Rescue Missions

The rate of growth the number of missions continued to trend upwards with the highest ever number of rescues being recorded during the year. 1,328 patients were rescued involving 2,275 helicopter hours flown by HeliOtago. This compares with the previous year of 1,200 emergency patient missions and 1,997 hours flown.

The increased number of dedicated machines and the dedicated crews of highly trained intensive care paramedics enabled HeliOtago to respond very promptly day and night during the busiest year in the history of the service.

Since balance date, HeliOtago has purchased its own hangar in Queenstown, further strengthening the service across the region.



Upgrade in medical equipment

Trust funding of \$58,192 (\$30,000 of which was accrued in previous year) has contributed to the replacement and upgrade of equipment in the helicopters, including new stretcher bridges and replacement resus / trauma kits. In addition, a Corpuls CPR machine was purchased. This enables CPR to be automated during flight reducing the challenges of paramedics maintaining CPR over a long period with limited space available.

As always, equipment is purchased on the recommendation and with the overview of the Trust's senior medical advisor, Dr Mike Hunter.

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

From 1 November 2018, the MOH / ACC contract to provide rescue helicopter services across the entire South Island has been held by HEMS New Zealand, a partnership between HeliOtago and GCH Aviation in Christchurch. Under the contract, HeliOtago continues to deliver its impressive service in the lower South, incorporating the Queenstown Lakes area that is also supported by the Lakes District Air Rescue Trust. The increased specifications in terms of numbers of helicopters and dedicated crews has provided an enhanced service in the lower South.

During the year the contract between MOH / ACC and HEMS New Zealand has been confirmed until 31/10/22 with a further year at NASO (National Ambulance Sector Office) discretion, providing the community with certainty of an ongoing, highly professional and capable rescue service.

The contract was awarded based on ongoing committed community donations and delivery of that part of the contract is the focus of the Trust.





Donations and Bequests

The Trust received generous community donations totalling \$819,060. This includes a further generous donation from the Otago Motor Club Trust of \$25,500 for the purchase of the Corpuls CPR Machine.

The Trust records its sincere thanks to the Otago Regional Council for its ongoing annual donation of \$350,000.

The Trust also records gratitude to the communities across the region for their efforts in running fundraising events and projects to support the service.

The enthusiasm for these events reflects the benefits received from the ongoing increased use of the rescue helicopter service.

In addition, the Trust is grateful to receive many generous individual donations.

We are most grateful for the generosity of our community in providing the required support to enable the service to respond to often desperate emergency situations in this area.

Operational Performance

During the year, the Trust donated operational income to the operator of the 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. In addition, a further donation of \$33,333 was recorded reflecting a portion of the additional \$100,000 that was provided in the first year of the new contract with MOH / ACC.

Donation income exceeded these contributions providing an end of year operating surplus of \$211,520 that is held in reserves.

Challenges for the future - COVID-19

The demands of the emergency rescue helicopter service are uniquely challenging. Otago's rescue helicopters serve one of the larger, more remote and mountainous regions in the country.

There is expected to be ongoing growth in demand for the vital rescue helicopter operations across our large and geographically challenging area.

Added to the challenges, are the new uncertainties posed by the COVID-19 pandemic. The Trust is grateful to continue to work with Mr Graeme Gale and HeliOtago and, true to form, they were well prepared for transporting COVID-19 patients, as well as protecting crew to ensure the continuation of the service in even more challenging circumstances.

The COVID-19 crisis also leads to economic uncertainties and the Trust recognises that some community events have had to be cancelled during 2020. We are grateful to Westpac Bank for providing some direct support of its annual collection and to the other organisations and individuals who have assisted during this challenging year. We are hopeful that most fundraising events can get up and running again for 2021.





Changes in Trustees

During the year Mr Paul Moodie retired from his role of Trustee. Since his appointment in 2003 Paul provided expert financial advice and governance oversight to the Trust.

His passion and enthusiasm for the important work that the rescue helicopter service provides was evident over the many years that he volunteered his time.

Mr Stephen Woodhead, former Chair of the Otago Regional Council, was appointed a Trustee in November 2019. Stephen brings a wealth of knowledge of community organisations and of the public sector to the Trust and we thank him for accepting the appointment to this voluntary role.

Community Appreciation and Thanks

The rescue helicopter service is on standby 24 hours a day, every day of the year. HeliOtago's pilots, highly trained intensive care paramedics, and its management all work together to 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.

The Trust was delighted to congratulate Mr Graeme Gale and Mrs Rosslyn Gale, Directors of HeliOtago, on them each being appointed Officers of the New Zealand Order of Merit in the 2020 New Year Honours. The Trust has the utmost respect for Graeme and Ros and for their dedication to leading an amazing team that ensures the rescue helicopter service is available to provide much need help in often desperate situations.



On behalf of Trustees

Martin Dippie

Chairman of Trustees



Donations For the 12 months ended 30 June 2020

	This YTD
Otago Regional Council	\$350,000
Phil Hensman	\$100,000
Westpac Chopper Appeal	\$96,619
Clinton Lions Club	\$50,000
Otago Motor Club Trust	\$25,500
Anonymous Donor	\$20,000
Harold and Connie Masters	\$10,000
PA & MB Johnston	\$10,000
Ballantyne Charitable Trust	\$10,000
Waianakarua Lions Club	\$9,646
Waiareka Lions Club	\$9,646
Bear Park St Clair	\$9,160
Toi Toi Tokanui Lions Club Project	\$8,400
Valley Roar Hunting and Fishing	\$8,000
EMM Haynes Charitable Trust	\$7,500
Jaico Limited	\$7,500
Road Transport Logistics	\$7,000
Lawrence Lions Club	\$5,500
Mid East Provincial Southland Rural Women New Zealand	\$5,000
Sue Wilson	\$5,000
Thelma Hamilton	\$4,000
High Country Pleasure Riders	\$2,161
Estate Kevin Alexander Howard	\$2,000
Kapuka 1000 Black Tie Ball	\$2,000
Lions Club of Waiareka Valley Charitable Trust	\$2,000
Wendekreisen Travel/TR Wendekreisen	\$2,000
Hawkins Watts	\$1,500
Lions Club of Alexandra Charitable Trust	\$1,500
Hunting Competition	\$1,351
Silver Fern Farms Golf Classic	\$1,325
MD O'Callaghan - Cavalcade	\$1,267
AOPA Group	\$1,090
Rothbury Ltd	\$1,040
C Rose	\$1,000
Cecilia Tarrant	\$1,000
Diocese Dunedin Milton Parish	\$1,000
DV Waugh-Lory	\$1,000
Gower Family (Hillside Farm Trust)	\$1,000
Graeme Omond	\$1,000
Patrick Finlay	\$1,000
Penny Dixon	\$1,000
Peter Nees	\$1,000
RK Gordon	\$1,000
Ryan Fitzgerald	\$1,000
SFF Fingand Freezing Works Employees Shed Fund	\$1,000
Plus 141 generous group and individual donations	\$29,356

Total Donations **\$819,060**

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 Paul Moodie (<i>Retired July 2019</i>)
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 2020

	Notes	Consolidated	
		2020 \$	2019 \$
REVENUE			
Fundraising and donations	6	819,060	822,202
Interest income	6	103,737	112,470
Other income	6	-	12,591
TOTAL REVENUE		922,797	947,264
EXPENSES			
Service delivery expenses	7	3,813	3,458
Donations to rescue helicopter operator	7	661,526	809,058
Other overhead and administration expenses	7	46,379	106,972
Depreciation, amortisation and impairment expenses	8	-	30,411
TOTAL EXPENSES		711,718	949,899
NET SURPLUS/(DEFICIT) BEFORE BEQUESTS AND EQUIPMENT DONATED		211,079	(2,635)
Bequests	6	441	422,239
Donation to Helicopters Otago Limited - fixed assets	7	-	(147,714)
TOTAL COMPREHENSIVE REVENUE AND EXPENSES FOR THE YEAR		211,520	271,890

Reconciliation of Total Comprehensive Revenue and Expenses

Net Surplus allocated to General Operating Reserve	211,079	(150,349)
Net Surplus allocated to Endowment Fund Reserve	441	422,239
	211,520	271,890

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.





Otago Rescue Helicopter Trust

Consolidated Statement of Financial Position As at 30 June 2020

	Notes	Consolidated	
		2020	2019
		\$	\$
ASSETS			
Current			
Cash and cash equivalents	9	363,380	563,934
Bank deposits		3,560,000	3,260,000
Receivables	10	24,931	28,841
Prepayments		1,712	2,728
Total current assets		3,950,023	3,855,503
Non-current			
Intangible assets	13	118,429	118,429
Plant and equipment	12	-	-
Total non-current assets		118,429	118,429
TOTAL ASSETS		4,068,452	3,973,932
LIABILITIES			
Current			
Payables under exchange transactions	11	37,189	154,189
Total current liabilities		37,189	154,189
TOTAL LIABILITIES		37,189	154,189
NET ASSETS		4,031,263	3,819,743
TRUST FUNDS			
Life support & ambulance equipment replacement reserve		1,000,000	1,000,000
Endowment capital reserve		1,320,485	1,320,044
General operating reserve		1,710,778	1,499,699
TOTAL TRUST FUNDS		4,031,263	3,819,743

These financial statements have been authorised for issue by the trustees on 23 September 2020.



 Trustee


 Trustee

 Date 23/9/20.

 Date 23/9/20



The notes on pages 6 to 16 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 2020

	Trust Capital	General Operating Reserve	Undistributed donations reserve	Endowment Fund Reserve	Life Support & Ambulance Equipment Replacement Reserve	Total
	\$	\$	\$		\$	\$
Balance 1 July 2019	-	1,499,699	-	1,320,044	1,000,000	3,819,743
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	-	1,710,778	-	1,320,485	1,000,000	4,031,263
Balance 1 July 2018	-	1,650,048	-	897,805	1,000,000	3,547,853
Surplus/ (deficit) for the year	271,890		-		-	271,890
Total comprehensive revenue and expense	271,890	-	-	-	-	271,890
Transfer to/ (from) equity reserves in the year	(271,890)	(150,349)	-	422,239	-	-
Balance 30 June 2019	-	1,499,699	-	1,320,044	1,000,000	3,819,743



Otago Rescue Helicopter Trust

Consolidated Statement of Cash Flows For the year ended 30 June 2020

	Notes	Consolidated	
		2020	2019
		\$	\$
Cash flow from operating activities			
Cash was provided from/(applied to):			
Receipts from exchange transactions		-	132,794
Receipts from non-exchange transactions		819,501	1,244,442
Payments to suppliers		(820,322)	(859,005)
Payments to employees		-	-
Interest paid		-	-
Interest received		107,648	101,525
Net movement in GST		(7,381)	15,863
Net cash from/(used in) operating activities		99,446	635,619
Cash flow from investing activities			
Cash was provided from/(applied to):			
Acquisition of plant and equipment		-	(47,145)
Receipts from term deposits drawn		-	-
Receipts from term deposits invested		(300,000)	(400,000)
Net cash from/(used in) investing activities		(300,000)	(447,145)
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		(200,554)	188,474
Cash and cash equivalents, beginning of the year		563,934	375,460
Cash and cash equivalents at end of the year	9	363,380	563,934



The notes on pages 6 to 16 are an integral part of these financial statements.

Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

1 Reporting entity

These financial statements comprise the consolidated financial statements of Otago Rescue Helicopter Trust (the "Trust") for the year ended 30 June 2020.

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.

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.



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

(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) Plant and equipment

Items of plant and equipment are measured at cost, less accumulated depreciation and any impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset.

Additions and subsequent costs

Subsequent costs and the cost replacing part of an item of plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential will flow to the Trust and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised.

In most instances, an item of plant and equipment is recognised at its cost. Where an asset is acquired at no cost, or for a nominal cost, it is recognised at fair value at the acquisition date.

All repairs and maintenance expenditure is charged to surplus or deficit in the year in which the expense is incurred.

Disposals

A item of plant and equipment is derecognised upon disposal or when no further future economic benefits or service potential are expected from its use or disposal.

When an item of plant or equipment is disposed of, the gain or loss recognised in the surplus or deficit is calculated as the difference between the net sale proceeds and the carrying amount of the asset.

Upon disposal, any revaluation reserve relating to the particular asset being sold is reclassified to accumulated funds.

Depreciation

Depreciation is recognised as an expense in the reported surplus or deficit and measured on a straight line basis (SL) or diminishing value (DV) basis on all plant and equipment over the estimated useful life of the asset. The following depreciation rates have been applied at each class of plant and equipment:

Medical and Rescue equipment	11.4-80% DV
Motor Vehicles	13-36% DV

The residual value, useful life, and depreciation methods of plant and equipment is reassessed annually.

(f) Impairment

At each reporting date, the Trust assesses whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Trust estimates the asset's recoverable amount. Recoverable amount is determined for an individual asset. An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs of disposal and its value in use.

Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

Impairment losses are recognised immediately in surplus or deficit.

(g) 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.



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

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.

(h) 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.

(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.

(j) 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.



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

(k) 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.

(l) 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.

(m) Income tax

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

(n) 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.

(o) 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.



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

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

	2020	2019
	\$	\$
Other income		
Overseas patient debt recovery	-	12,591
Total other income	-	12,591
Total Revenue from exchange transactions	-	12,591
REVENUE FROM NON-EXCHANGE TRANSACTIONS		
Community fundraising and donations	819,060	822,202
Bequests	441	422,239
Interest	103,737	112,470
Total Revenue from non-exchange transactions	923,238	1,356,912
TOTAL REVENUE	923,238	1,369,503

7 Expenses

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

	2020	2019
	\$	\$
Service Delivery Expenses		
Maintenance - equipment	3,813	3,458
Total	3,813	3,458



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

7 Expenses

	2020	2019
	\$	\$
Donations to Rescue Helicopter Operator		
Donation to HeliOtago EMS Limited - operational	600,000	400,000
Donation to HeliOtago EMS Limited - additional costs towards expanded service Year 1	33,333	66,667
Donation to HeliOtago EMS Limited - capital projects	28,193	342,391
Donation to Helicopters Otago Limited - fixed assets	-	147,714
Total	661,526	956,772

From 1 November 2018 the Trust has financially supported the service operator under the new funding model and assisted with additional funding in the first year of the new model. These costs are shown in the Donations to Rescue Helicopter Operator. During the 2019 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.

	2020	2019
	\$	\$
Other Overhead and Administration Expenses		
Audit fees	5,000	7,150
Accountancy & administration	14,537	26,147
Legal fees	350	2,284
Loss on disposal of property, plant and equipment	-	2,063
Trust board expenses	1,500	16,939
Manager/Secretary fees	15,000	-
Other	9,992	52,389
Net foreign exchange losses	-	-
Total	46,379	106,972

8 Depreciation, amortisation and impairment expenses

	2020	2019
	\$	\$
Depreciation of property, plant and equipment	-	30,411
Total	-	30,411

9 Cash and cash equivalents

	2020	2019
	\$	\$
ANZ Cheque Account	35,902	35,946
ANZ Call Account 25	181,039	471,292
ANZ Call Account 26	28,644	28,627
ANZ NPO Current Account	7,465	22,533
Westpac Account	100,811	4,011
Paypal Account	9,519	1,525
Total cash and cash equivalents	363,380	563,934

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 2020

10 Receivables

	2020 \$	2019 \$
Trade debtors	-	-
Accrued interest	24,931	28,841
Total	24,931	28,842
<i>Classified as:</i>		
Current assets	24,931	28,842
Non-current assets	-	-
Total	24,931	28,842

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 2019 and 2020, 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:

	2020 \$	2019 \$
Opening balance	-	-
Amounts written off	-	-
Impairment losses recognised in the year	-	-
Impairment losses reversed in the year	-	-
Closing balance	-	-

11 Payables under exchange transactions

	2020 \$	2019 \$
Current		
Trade creditors	32,741	154,428
Non trade payables and accrued expenses	6,000	6,000
GST payable/(receivable)	(1,554)	(7,510)
Related party payables	-	1,271
Total current	37,189	154,189
Total payables under exchange transactions	37,189	154,189

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 2020

12 Plant and equipment

Movements for each class of plant and equipment are as follows:

2020	Medical & Rescue Equipment	Motor vehicles	Total
	\$	\$	\$
Gross carrying amount			
Opening balance	-	-	-
Additions	-	-	-
Disposals	-	-	-
Closing balance	-	-	-
Accumulated depreciation and impairment			
Opening balance	-	-	-
Depreciation for the year	-	-	-
Depreciation recovered on disposal	-	-	-
Closing balance	-	-	-
Carrying amount 30 June 2020	-	-	-

2019	Medical & Rescue Equipment	Motor vehicles	Total
	\$	\$	\$
Gross carrying amount			
Opening balance	1,227,893	101,904	1,329,797
Additions	-	-	-
Disposals	(1,227,893)	(101,904)	(1,329,797)
Closing balance	-	-	-
Accumulated depreciation and impairment			
Opening balance	1,076,788	72,821	1,149,609
Current year depreciation	26,635	3,776	30,411
Impairment charge for the year	(1,103,423)	(76,597)	(1,180,020)
Closing balance	-	-	-
Carrying amount 30 June 2019	-	-	-



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

13 Intangible assets

Movements for each class of intangible assets are as follows:

2020	IFR GPS Route Mapping - Indefinite Life \$	Other \$	Total \$
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

2019	IFR GPS Route Mapping - Indefinite Life \$	Other \$	Total \$
Gross carrying amount			
Opening balance	64,603	6,680	71,283
Additions	47,146	-	47,146
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 2019	111,749	6,680	118,429



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

14 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.

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

2019	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	-	28,841	-	28,841	28,841
Cash and cash equivalents	-	563,934	-	563,934	563,934
Other investments	-	3,260,000	-	3,260,000	3,260,000
Total current assets	-	3,852,775	-	3,852,775	3,852,775
Total assets	-	3,852,775	-	3,852,775	3,852,775
Financial liabilities					
Trade and other payables	-	-	154,189	154,189	154,189
Total current liabilities	-	-	154,189	154,189	154,189
Total liabilities	-	-	154,189	154,189	154,189



Otago Rescue Helicopter Trust

Notes to the consolidated financial statements for the year ended 30 June 2020

15 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 Findex have provided accounting and secretarial support and advice to the Group, Mr Paul Moodie a Former Trustee of the Trust is a Principal of Findex. 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.

	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

	2019			
	Executive Chairman	Trustees	Snr mgmt	Total
	\$	\$	\$	\$
Salaries and other short-term employee benefits	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	6	-	7

16 Contingent assets and contingent liabilities

The Trust has no contingent assets or contingent liabilities (2019: None).

17 Capital funds conditionally committed

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

	2020	2019
	\$	\$
Syringe Drivers	30,000	30,000
Total	30,000	30,000

18 Events after the reporting period

There were no significant events after the balance date.

19 COVID-19

The COVID-19 virus pandemic, which resulted in a lockdown throughout New Zealand, is not expected to significantly impact the future activities of the Trust.



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 2020, 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 16, present fairly, in all material respects, the consolidated financial position of the group as at date, 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 group in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants*, 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.

Trustee's 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 has 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
23 September 2020





OTAGO
Rescue
HELICOPTER TRUST



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