



# Kaikōura Enhancement Trust

## Half-Yearly Report

31 December 2021

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## Statement of Service Performance

For the Half Year ended 31 December 2021

Following the November 2016 earthquake, the Kaikōura Enhancement Trust (KET) was the recipient of \$597,800 from the the Ministry for Primary Industries (MPI) to complete the Kaikōura Plains Recovery Project. The grant has been paid the Trust over three years in instalments. In June 2021 the Trust received the final instalment from MPI to complete the project.

The project has included significant land remediation and drainage works on affected farms, with some contributions from landowners towards the costs. The project has also involved landowner education about how to manage the effects of the earthquake on their land uses, particularly where waterways have moved, and surrounding farmland has different attributes post-quake.

Some remaining funds were then subcontracted to Environment Canterbury for stream surveying of the Middle Creek Catchment to identify key factors which may have negative impacts on the waterway's ecology and water quality, and to provide actions on the ground to improve or mitigate those factors.

Surveying of the stream took place between March – July 2021, with 30km of waterways and connected drainways surveyed. A report has now been completed and presented to Environment Canterbury in September 2021, which analyses the results of the stream survey.

Key factors identified over the course of this survey include – critical sources of contaminants such as overland flow paths, bank slumping, stock access, spring heads, discharge sites, and crossing points, as well as physical attributes such as aquatic plants, riparian coverage, pest plants, fish barriers and blockages.

Ongoing work is now being undertaken to address these factors, and Environment Canterbury is working on a one-on-one basis with landowners to co-ordinate and guide on the ground action to improve the water quality of the catchment.

The Kaikōura Plains Recovery Project is being managed by Environment Canterbury and is expected to be completed this 2021-2022 financial year.

### Performance targets

The following performance targets have been adopted in KET's Statement of Intent 2021-2022.

Activity	Measure	Target	Achieved
		Full Year 30 Jun 2022	Half Year 31 Dec 2021
Kaikōura Plains Recovery Project is completed during the year	Project complete	100%	85%
Kaikōura Stream Walk Project is completed during the year	Project complete	100%	100%

## Statement of Comprehensive Revenue & Expense

For the Half Year ended 31 December 2021

	2021/2022 Budget Full Year	2021/2022 Actual Half-Year	2020/2021 Actual Full Year
<b>Revenue</b>			
Interest revenue	5	-	-
Grant revenue	42,627	-	53,150
Other revenue	-	-	2,879
Total revenue	42,632	-	56,029
<b>Expenditure</b>			
General expenses	200	121	254
Environmental projects	42,627	7,843	33,794
	42,827	7,964	34,048
Net surplus /(deficit)	(195)	(7,964)	21,981

The budget for 2021/2022 assumed that grant funds would be paid in smaller instalments in the latter part of the project; instead, the full final instalment was received in June 2021. In terms of expenses, the stream walk project was the only cost of note during the six months, with the Kaikōura Plains Recovery Project still ongoing but delayed due to COVID-19 and Environment Canterbury's workload priorities.

## Statement of Financial Position

For the Half Year ended 31 December 2021

	2021/2022 Budget Full Year	2021/2022 Actual Half-Year	2020/2021 Actual Full Year
<b>ASSETS</b>			
Cash & cash equivalents	442	90,063	98,027
Inventory	670	-	-
Investment in subsidiary	75,464	75,464	75,464
TOTAL ASSETS	76,576	165,527	173,491
<b>LIABILITIES &amp; EQUITY</b>			
Trade payables & GST	-	-	5,393
Equity	76,576	165,527	168,098
TOTAL LIABILITIES & EQUITY	76,576	165,527	173,491

The financial position of the Trust differs to forecast due to the cash balances held for the Kaikōura Plains Recovery Project, which has \$89,890 unspent at 31 December 2021.

## Summary of Significant Accounting Policies

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For the Half Year ended 31 December 2021

This Half-Year Report has not been audited; however, it has been prepared in accordance with the requirements of the Local Government Act 2002 as it pertains to the half-yearly report to be prepared by Council-Controlled Organisations. It also provides all the information required to be published in a half-year report for the Kaikōura Enhancement Trust Statement of Intent 2021-2022.

The financial statements for the six months ended 31 December 2021 do not include all the notes of the type normally included in an annual financial report but have been prepared using the same accounting policies and methods of computation as, and should be read in conjunction with, the financial statements and related notes included in the Group's Annual Report for the year ended 30 June 2021.

The financial statements presented in this Half-Yearly Report are for the Kaikōura Enhancement Trust only, and do not include consolidated accounts for the Group (which would include Innovative Waste Kaikōura Ltd).

## Directory

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Registered Office	Kaikoura Enhancement Trust PO Box 6 Kaikoura 7300
Trustees	T Blunt (Appointed on 26 March 2014) D Millton (Appointed 5 Feb 2020) R Roche (Appointed 5 Feb 2020)
Trust Settlor	Kaikoura District Council
Company Number	CC43926
Date of Incorporation	04-May-2009
Auditor	Audit New Zealand on behalf of the Auditor-General
Banker	Westpac Trust West End Kaikoura
Solicitor	Hardy Jones Clark PO Box 646 Blenheim