



Accounting For Charities Trust

*"Empowering Charities with the knowledge and skills to
effectively manage their finances with confidence"*

MANGERE MOUNTAIN EDUCATION TRUST

INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 30 June 2018

To the Trustees of Mangere Mountain Education Trust

Qualified Opinion

We have audited the performance report of Mangere Mountain Education Trust on pages 2 to 17, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flow for the year ended 30 June 2018, the statement of financial position as at 30 June 2018, the statement of accounting policies and other explanatory information.

In our opinion, except for the possible effects of the matters described in basis for the Qualified Opinion section of our report, the accompany performance report of Mangere Mountain Education Trust gives a true and fair view, in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not -For-Profit)

Basis of Qualified Opinion on the Financial Performance and Financial Position

Mangere Mountain Education Trust has been approved funding by the Auckland Council as part of the Auckland Long-Term Planning process of \$294,000 per annum for three years. In addition, Mangere Mountain Education Trust receives approximately \$80,000 per annum as revenue from operations. If all funds are received, Mangere Mountain Education Trust has sufficient funds to cover its cost and achieve its objectives. If for any reason the funding approved by Auckland Council does not eventuate, Mangere Mountain Education Trust will not be able to operate as a going concern. Refer note 10 in the Performance Report.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of Mangere Mountain Education Trust in accordance with the ethical requirements that are relevant to our audit of the audit procedures performance report in *Code of Ethics for Professional Accountants (IESBA Code)*, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Responsibilities of Management and Those Charged with Governance for the Performance Report

Management is responsible for the preparation of the performance report that give a true and fair view in accordance with International Financial Reporting Standards and in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For- Profit), and for such internal control as management determines is necessary to enable the preparation of performance reports that are free from material misstatement, whether due to fraud or error.

In preparing the performance report, management is responsible for assessing the Mangere Mountain Education Trust's ability to continue as a going concern, disclosing as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Mangere Mountain Trust's financial reporting process.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report as a whole is 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 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 this performance report.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Mangere Mountain Education Trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Mangere Mountain Education Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Mangere Mountain Education Trust to cease to continue as a going concern.

We communicate those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

ACCOUNTING FOR CHARITIES TRUST

ACCOUNTING FOR CHARITIES TRUST
11th September, 2018.
Wellington, NZ.

