



# Annual Report

NZ Hydrological Society Inc  
For the year ended 31 March 2019

Prepared by WK Advisors and Accountants Limited

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# Directory

## NZ Hydrological Society Inc For the year ended 31 March 2019

### Date of Incorporation

5 January 1977

### Executive

Joseph Thomas (President)  
Raelene Mercer (Secretary)  
Mr Mike Ede (Treasurer)  
Dr Richard Hawke (Editor)  
Abigail Lovett  
Dr MS Srinivasan  
Dr Sarah Mager  
Dr Helen Rutter  
David Leong  
Louise Weaver

### Registered Office & Business Location

c/- On-Cue  
23 Alma Street  
Nelson 7010

### Nature of Business

The purpose of the Society is to:

- \* Promote and stimulate public interest and knowledge in hydrology
- \* Organise and run conferences and workshops
- \* Produce educational material

### GST Status

Payments Basis, Six Monthly, coinciding with balance date.

### IRD Number

051-997-646

### Chartered Accountants

WK Advisors and Accountants Limited  
P O Box 349  
Blenheim 7240  
Contact - Craig Forsyth

### Auditors

Crowe  
72 Trafalgar Street  
Nelson 7010

**Bankers**

Westpac Bank  
P O Box 6098  
Christchurch 8442

**Postal Address**

PO Box 12-300  
Thorndon  
Wellington 6144

# Workshops & Conferences

## NZ Hydrological Society Inc For the year ended 31 March 2019

	NOTES	2019	2018
<b>Income</b>			
Symposium Income		16,501	10,376
Technical Workshops Income		46,339	88,629
<b>Total Income</b>		<b>62,840</b>	<b>99,005</b>
<b>Gross Surplus</b>		<b>62,840</b>	<b>99,005</b>
<b>Expenses</b>			
Symposium Expenses		9,562	7,053
Technical Workshop Expenses		40,682	98,209
<b>Total Expenses</b>		<b>50,244</b>	<b>105,261</b>
<b>Net Surplus / (Deficit)</b>		<b>12,595</b>	<b>(6,257)</b>



*These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors' Report.*

# Publications

## NZ Hydrological Society Inc For the year ended 31 March 2019

	NOTES	2019	2018
<b>Income</b>			
Book Sales - Advances in Freshwater Sciences book		1,915	3,409
Book Sales - Flood & Drought		-	41
Book Sales - Gravel Bed River		63	182
Book Sales - Ground Water		63	137
Book Sales - Miscellaneous		113	-
CD Sales - Gravel Bed River		-	32
<b>Total Income</b>		<b>2,155</b>	<b>3,802</b>
<b>Cost of Sales</b>			
Opening Stock		8,038	10,254
Closing Stock		(5,053)	(8,038)
<b>Total Cost of Sales</b>		<b>2,985</b>	<b>2,216</b>
<b>Gross Surplus</b>		<b>(830)</b>	<b>1,586</b>
<b>Net (Deficit)/Surplus</b>		<b>(830)</b>	<b>1,586</b>



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# Subscriptions

## NZ Hydrological Society Inc For the year ended 31 March 2019

	NOTES	2019	2018
<b>Income</b>			
Subscriptions - Associates NZ		435	478
Subscriptions - Corporate NZ		4,239	4,674
Subscriptions - Corporate OS		2,868	3,206
Subscriptions - Members NZ		29,621	28,350
Subscriptions - Members OS		1,785	2,359
Subscriptions - Student OS		-	130
Subscriptions - Students NZ		957	1,565
<b>Total Income</b>		<b>39,904</b>	<b>40,763</b>
<b>Gross Surplus</b>			
		<b>39,904</b>	<b>40,763</b>
<b>Expenses</b>			
Discount / Complimentary / Write-off / Fx	6	1,662	4,181
<b>Total Expenses</b>		<b>1,662</b>	<b>4,181</b>
<b>Net Surplus</b>			
		<b>38,242</b>	<b>36,582</b>



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# Project Fund

## NZ Hydrological Society Inc For the year ended 31 March 2019

	NOTES	2019	2018
<b>Gross Surplus</b>		-	-
<b>Expenses</b>			
Committed Project Funds		23,246	5,710
<b>Total Expenses</b>		<b>23,246</b>	<b>5,710</b>
<b>Net Deficit</b>		<b>(23,246)</b>	<b>(5,710)</b>



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# Administration

## NZ Hydrological Society Inc For the year ended 31 March 2019

	NOTES	2019	2018
<b>Gross Income</b>		-	-
<b>Other Income</b>			
Copyright Fees		4,561	2,460
Sponsorship - Aqualinc Research		8,333	8,333
Sundry Income		4,110	2,100
Waters for Survival - Donations		1,830	1,948
Waters for Survival - Donations Paid Out		(1,830)	(1,948)
<b>Total Other Income</b>		<b>17,004</b>	<b>12,893</b>
<b>Investment Income</b>			
Interest Received		4,380	4,263
<b>Total Investment Income</b>		<b>4,380</b>	<b>4,263</b>
<b>Total Revenue</b>		<b>21,384</b>	<b>17,157</b>
<b>Expenses</b>			
Accident Compensation Levy		34	30
Accountancy Fees		4,374	3,996
Administration Contract & Wages		17,976	11,921
Audit Fees		2,833	2,888
Bad Debts		130	-
Bank Charges		891	1,003
Computer Expenses		232	43
Depreciation Expense		275	536
Entertainment		943	1,391
General Expenses		-	435
Journal Printing		8,420	11,451
Licences & Registrations		945	1,630
Presentations & Gifts		261	-
Printing, Stamps & Stationery		4,699	3,150
Travel - KWRA		4,002	5,083
Travel and Accommodation		3,865	3,353
Web Expenses		120	213
<b>Total Expenses</b>		<b>49,999</b>	<b>47,122</b>
<b>Net Deficit</b>		<b>(28,615)</b>	<b>(29,966)</b>



These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors' Report.

# Statement of Profit or Loss

## NZ Hydrological Society Inc For the year ended 31 March 2019

	NOTES	2019	2018
<b>Income</b>			
Book Sales - Advances in Freshwater Sciences book		1,915	3,409
Book Sales - Flood & Drought		-	41
Book Sales - Gravel Bed River		63	182
Book Sales - Ground Water		63	137
Book Sales - Miscellaneous		113	-
CD Sales - Gravel Bed River		-	32
Subscriptions - Associates NZ		435	478
Subscriptions - Corporate NZ		4,239	4,674
Subscriptions - Corporate OS		2,868	3,206
Subscriptions - Members NZ		29,621	28,350
Subscriptions - Members OS		1,785	2,359
Subscriptions - Student OS		-	130
Subscriptions - Students NZ		957	1,565
Symposium Income		16,501	10,376
Technical Workshops Income		46,339	88,629
<b>Total Income</b>		<b>104,898</b>	<b>143,570</b>
<b>Cost of Sales</b>			
Opening Stock		8,038	10,254
Closing Stock		(5,053)	(8,038)
<b>Total Cost of Sales</b>		<b>2,985</b>	<b>2,216</b>
<b>Gross Surplus</b>		<b>101,914</b>	<b>141,353</b>
<b>Other Income</b>			
Copyright Fees		4,561	2,460
Sponsorship - Aqualinc Research		8,333	8,333
Sundry Income		4,110	2,100
Waters for Survival - Donations		1,830	1,948
Waters for Survival - Donations Paid Out		(1,830)	(1,948)
<b>Total Other Income</b>		<b>17,004</b>	<b>12,893</b>
<b>Expenses</b>			
Accident Compensation Levy		34	30
Accountancy Fees		4,374	3,996
Administration Contract & Wages		17,976	11,921
Audit Fees		2,833	2,888
Bank Charges		891	1,003
Committed Project Funds		23,246	5,710
Computer Expenses		232	43
Discount / Complimentary / Write-off / Fx	6	1,792	4,181
Entertainment		943	1,391

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	NOTES	2019	2018
General Expenses		-	435
Journal Printing		8,420	11,451
Licences & Registrations		945	1,630
Presentations & Gifts		261	-
Printing, Stamps & Stationery		4,699	3,150
Symposium Expenses		9,562	7,053
Technical Workshop Expenses		40,682	98,209
Travel - KWRA		4,002	5,083
Travel and Accommodation		3,865	3,353
Web Expenses		120	213
<b>Total Expenses</b>		<b>124,877</b>	<b>161,738</b>
<b>EBITDA</b>		<b>(5,959)</b>	<b>(7,492)</b>
<b>Depreciation and Amortization</b>			
Depreciation Expense		275	536
<b>Total Depreciation and Amortization</b>		<b>275</b>	<b>536</b>
<b>EBIT</b>		<b>(6,234)</b>	<b>(8,028)</b>
<b>Investment Income</b>			
Interest Received		4,380	4,263
<b>Total Investment Income</b>		<b>4,380</b>	<b>4,263</b>
<b>Net (Deficit) for the Year</b>		<b>(1,853)</b>	<b>(3,764)</b>



These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors' Report.

# Statement of Changes in Equity

## NZ Hydrological Society Inc For the year ended 31 March 2019

	2019	2018
<b>Capital</b>		
Opening Balance	159,675	163,440
<b>Increases</b>		
<b>Earnings for the Period</b>		
Current year earnings	(1,853)	(3,764)
<b>Total Earnings for the Period</b>	<b>(1,853)</b>	<b>(3,764)</b>
<b>Total Increases</b>	<b>(1,853)</b>	<b>(3,764)</b>
<b>Total Capital</b>	<b>157,822</b>	<b>159,675</b>



*These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors' Report.*

# Balance Sheet

## NZ Hydrological Society Inc As at 31 March 2019

	NOTES	31 MAR 2019	31 MAR 2018
<b>Assets</b>			
<b>Current Assets</b>			
Trade and Other Receivables		2,854	6,504
Accrued Income	9	35,610	31,352
GST Payment / Refund		5,987	3,743
Interest Accrued		2,264	4,918
Prepaid Conference Expenses		5,000	3,500
Stock of Books	13	5,053	8,038
Westpac - Cheque Account		46,647	67,349
Westpac - On-Line Saver		34,416	34,381
<b>Total Current Assets</b>		<b>137,831</b>	<b>159,785</b>
<b>Non-Current Assets</b>			
Fixed Assets as per Schedule		311	585
<b>Total Non-Current Assets</b>		<b>311</b>	<b>585</b>
<b>Investments</b>			
BNZ Term Deposit	3	42,634	41,292
Westpac Term Deposit	3	81,446	75,834
<b>Total Investments</b>		<b>124,080</b>	<b>117,126</b>
<b>Total Assets</b>		<b>262,222</b>	<b>277,496</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	7	41,282	50,090
Accrued Expenses	8	11,994	9,834
New Zealand Freshwater Science Society		2,363	586
Project Funds Committed	4	38,084	35,386
Sponsorship Received in Advance	5	10,417	18,750
Subscriptions in Advance - Corporate		260	889
Subscriptions in Advance - Members		-	243
Subscriptions in Advance - Students		-	43
Receipts in advance		-	2,000
<b>Total Current Liabilities</b>		<b>104,400</b>	<b>117,821</b>
<b>Total Liabilities</b>		<b>104,400</b>	<b>117,821</b>
<b>Net Assets</b>		<b>157,822</b>	<b>159,675</b>
<b>Accumulated Funds</b>			
Current Year Earnings		(1,853)	(3,764)
Retained Earnings		159,675	163,440
<b>Total Accumulated Funds</b>		<b>157,822</b>	<b>159,675</b>





These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors' Report.

	NOTES	31 MAR 2019	31 MAR 2018
<b>Total Accumulated Funds</b>		157,822	159,675

**Signed by:**

The accompanying notes form part of these Financial Statements and should be read in conjunction with the reports contained herein.

For and on behalf of the Executive Committee:

President  - Treasurer   
Dated: 11 NOVEMBER 2019



*These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors' Report.*

## Schedule of Fixed Assets and Depreciation

### NZ Hydrological Society Inc For the year ended 31 March 2019

NAME	PURCHASED	COST	OPENING VALUE	PURCHASES	DISPOSALS	RATE	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
<b>Office Equipment</b>									
4 Drawer Filing Cabinet	28 Jan 2004	289	31	-	-	14.40%	5	262	27
HP Laptop	5 Dec 2015	1,424	297	-	-	50.00%	148	1,276	148
Printer	19 Mar 2014	549	69	-	-	40.00%	28	508	41
Q5 Accounting System Software	31 Mar 2003	704	-	-	-	48.00%	-	704	-
Website Upgrade and Population	30 May 2014	2,780	188	-	-	50.00%	94	2,686	94
<b>Total Office Equipment</b>		<b>5,746</b>	<b>585</b>	<b>-</b>	<b>-</b>		<b>275</b>	<b>5,435</b>	<b>311</b>
<b>Total</b>		<b>5,746</b>	<b>585</b>	<b>-</b>	<b>-</b>		<b>275</b>	<b>5,435</b>	<b>311</b>

*These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Auditors' Report.*

# Notes to the Financial Statements

## NZ Hydrological Society Inc For the year ended 31 March 2019

### 1. Statement of Accounting Policies

The financial statements presented here are for the entity New Zealand Hydrological Society Incorporated, an Incorporated Society registered under the Incorporated Societies Act 1908.

These Special Purpose Financial Reports have been prepared in accordance with the minimum financial requirements in the Tax Administration (Financial Statements) Order 2014, as required under section 21B of the Tax Administration Act 1994.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

### 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.

### Tax Status

The Society claims tax exempt status as a scientific organisation under section CW49 of the Income Tax Act 2007

### Accounts Receivable

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

### Fixed Assets

Fixed Assets have been included at cost less accumulated depreciation. Details of fixed assets are set out in the attached Schedule of Fixed Assets and Depreciation.

### Investments

Investments are carried at the lower of cost and net realisable value. Where in the Trustees' opinion there has been a permanent reduction in the value of the investments this has been brought to account in the current period.

### Depreciation

Depreciation has been charged on either a diminishing value (DV) at rates approved by the Inland Revenue Department. Details of rates and depreciation claims are set out in the Fixed Asset Register included herein.

### Goods and Services Tax

The Statement of Financial Performance has been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of account receivables and payables.





## Revenue Recognition

### (i) Sales of Services

Sales of Services are recognised in the accounting period in which the services are rendered.

### (ii) Sales of Books

Sales of Books are recognised in the accounting period in which the books are sold.

### (ii) Interest Income

Interest income is recognised on an accruals basis.

## Project Funds Committed

Project funds committed are expensed in the year in which the commitment is approved. Project funds are paid out to recipients upon satisfying the terms of the relevant contract.

## Income in Advance

Income in advance is shown as received in the year that it relates to. Income relating to an unexpired period is shown as a current liability.

## Inventory

Inventory is initially recorded at cost. Books held for sale are subsequently measured at the lower of cost and their selling price. Books for distribution are subsequently measured at cost and written down if they become obsolete.

## Reporting Currency

These financial statements of New Zealand Hydrological Society Inc are presented in New Zealand dollars.

## 2. Audit

These financial statements have been subject to audit, please refer to Auditor's Report.

## 3. Investments

At balance date the following funds were held:

	Interest Rate	Maturity Date	2019	2018
Westpac	3.5%	09 Dec 2020	81,446	75,834
Bank of New Zealand	3.5%	28 Apr 2019	42,634	41,292
			<b>\$124,080</b>	<b>\$117,126</b>



#### 4. Project Funds Committed

Funds have been set aside for special projects. Project funds committed total \$38,084 (2018: \$35,386) and are as detailed below:

	2019	2018
Madison Frank/Jake Connelly - 2019 Technical Workshop Prize	2,000	0
Sarah Mager - How effective are community-based riparian border plantings for ameliorating water quality	5,740	5,740
William Conley - Constrain Dates of Paleo-Alignment Changes at Confluence of Waingawa and Ruamahanga Rivers	4,350	0
Jessica McIntyre - Water quality in the Waikaka Stream, Southland	2,000	0
Emily Diack - Quantifying Nutrient Export from Pristine Upland Catchments	0	5,752
Christina Bright - Deforestation effects on water quality and yield – a case study from Glendhu Forest.	7,640	5,540
Alice Trevelyan - Evaluating the role of fog in snow tussock covered catchments for improved water yield in upland Central Otago catchments.	4,504	4,504
Todd Redpath - Measurement of seasonal snowpack dynamics by drone photogrammetry	0	2,750
Hamish Graham - Pathways for nutrient contamination of Barkers Creek catchment, South Canterbury	1,000	1,000
Henrietta Jackson - Impact of allocation on water through the Pool Burn	0	1,000
Henry Lissaman - Water quality issues with high country farming in NZ	2,000	0
Andrew Neverman - Hydrological limits setting: The missing tool for River Management	1,900	1,900
Kate Coluccio - Groundwater processes in Te Waihora/Lake Ellesmere	3,750	0
Ethan Coulston - 2018 Technical Workshop Prize	0	2,000
Nicole Calder-Steele - An augmented reality: irrigation scheme delivery that supports environmental outcomes	3,200	3,200
Jennifer Leslie - 2017 Technical Workshop Prize	0	2,000
	<b>\$38,084</b>	<b>\$35,386</b>

The balance of the funds allocated to the projects are payable when the final reports have been written and submitted to the Society.

#### 5. Sponsorship Received in Advance

A further three years sponsorship has been renewed from Aqualinc Research. The unexpired value of the sponsorship deal is shown as Receipts in Advance. The three year period runs from 1 July 2017 to 30 June 2020. The full value of this sponsorship is \$25,000 over the three years. Twelve (12) months have been amortised as at balance date.

#### 6. Discount / Complimentary / Write-off / Fx

Management has accumulated the following items in this account -

- discounts for early payment of subscriptions
- bank fees charged for receipt of overseas income
- complimentary subscriptions granted
- write off of uncollectable subscriptions



## 7. Accounts Payable

	2019	2018
Trade Creditors	41,282	41,406
Wages Due	0	614
PAYE Due	0	420
NZFWSS Due	0	7,650
<b>Total:</b>	<b>\$41,282</b>	<b>\$50,090</b>

## 8. Accrued Expenses

Accrued Expenses included in the Statement of Financial Position relate to provisions for audit fees, accountancy fees and Water for Survival donation as scheduled:

	2019	2018
Accountancy	3,780	3,600
Audit Fees	2,750	2,600
Water for Survival Donation	5,464	3,634
<b>Total:</b>	<b>\$11,994</b>	<b>\$9,834</b>

## 9. Accrued Income

Accrued Income included in the Statement of Financial Position relates to income received after balance date.

	2019	2018
Annual Symposium Income	11,932	31,352
Technical Workshop Fees	23,678	
<b>Total:</b>	<b>\$35,610</b>	<b>\$31,352</b>

## 10. Contingent Liabilities

NZ Hydrological Society Inc has an arrangement with Westpac for a Business MasterCard facility with a limited of \$2,000 at 31 March 2019, the MasterCard facility is the only known contingent liability at balance date (2018: \$2,000). NZ Hydrological Society Inc has not granted any securities in respect of liabilities payable by any other party whatsoever.

## 11. Events Subsequent to Balance Date

No events or transactions have occurred since balance date which would have a material effect upon the financial statements or which are of such significance as to require mention in the notes to the financial policies. There are no plans or intentions that may materially affect the current value or classification of assets and liabilities.



## 12. Capital Commitments

As at balance date there are no significant capital commitments. (2018: \$Nil)

## 13. Stock of Books

A new book, *Advances in New Zealand Freshwater Science*, was published in the 2016 year. It was a joint effort between NZ Hydrological Society Inc and NZ Freshwater Sciences Society. All costs of publishing have been shared 50/50 between the parties, and all income is also shared 50/50, including postage and packaging costs. NZ Hydrological Society Inc. stores all unsold copies of the book, although only half of the books stored, are owned by NZ Hydrological Society Inc.



## **INDEPENDENT AUDITOR'S REPORT**

### **To the Members of NZ Hydrological Society Inc**

#### **Opinion**

We have audited the special purpose financial statements of NZ Hydrological Society Inc (the Society) on pages 5 to 14, and 16 to 20 which comprise the balance sheet as at 31 March 2019 and the statement of profit or loss and statement of changes in equity for the year then ended, and notes to the special purpose financial statements, including a summary of significant accounting policies.

In our opinion except for the effects of the matter described in the basis for qualified opinion paragraph section of our report, the accompanying special purpose financial statements of the Society for the year ended 31 March 2019 are prepared, in all material respects, in accordance with the tax basis of accounting in New Zealand as described in Note 1 of the special purpose financial statements.

#### **Basis for Opinion**

We conducted our audit in accordance with 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 Special Purpose Financial Statements* section of our report. We are independent of the Society 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 we have fulfilled our other ethical 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.

Other than in our capacity as auditor we have no relationship with, or interests in, the Society.

#### **Emphasis of Matter – Basis of Accounting and Restriction on Distribution**

We draw attention to Note 1 to the special purpose financial statements, which describes the basis of accounting. The special purpose financial statements are prepared in accordance with the basis of accounting as described in Note 1 of the special purpose financial statements. As a result, the special purpose financial statements may not be suitable for another purpose. Our report is intended solely for the Society and should not be distributed to parties other than the Society and its members. Our opinion is not modified in respect of this matter.

#### **Responsibilities of the Committee for the Special Purpose Financial Statements**

The Committee are responsible on behalf of the entity for the preparation of the special purpose financial statements in accordance with the tax basis of accounting in New Zealand as described in Note 1 of the special purpose financial statements, and for such internal control as the Committee determine is necessary to enable the preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the special purpose financial statements, the Committee are responsible for assessing the Society'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 Committee either intend to liquidate the Society or to cease operations, or have no realistic alternative but to do so.

### **Auditor's Responsibilities for the Audit of the Special Purpose Financial Statements**

Our objectives are to obtain reasonable assurance about whether the special purpose 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 (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 decisions of users taken on the basis of these special purpose financial statements.

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

- Identify and assess the risks of material misstatement of the special purpose financial statements, 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 the Society's internal control.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Committee and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society'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 special purpose financial statements 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 the Society to cease to continue as a going concern
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

We communicate with the Committee 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.



**Crowe New Zealand Audit Partnership**  
CHARTERED ACCOUNTANTS

Dated at Nelson this 11th day of November 2019