



2022

FINANCIAL

STATEMENTS

The Trustees are pleased to present the Financial Statements of the ILT Foundation for the year ended 31st March 2022.

For and on behalf of the Board of Trustees:

A handwritten signature in blue ink, appearing to read 'Alan Dennis', written over a horizontal line.

Alan Dennis
Chairman

A handwritten signature in blue ink, appearing to read 'Angela Newell', written over a horizontal line.

Angela Newell
Trustee

Date: 20 June 2022

ILT Foundation

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ILT Foundation

Directory

Trustees	Alan Dennis (Chairman) Sean Bellew Angela Newell Suzanne Prentice Paddy O'Brien Christopher Ward Jason McKenzie Louise Evans (From September 2021)
Manager	Lisa-Maree Fleck
Registered Office	252 Dee Street PO Box 1771 INVERCARGILL 9840
Auditor	Audit New Zealand On behalf of the Controller and Auditor-General
Legal Advisors	Ward Adams Bryan-Lamb Invercargill
Bankers	Westpac Banking Corporation Invercargill

ILT Foundation

Statement of Comprehensive Income For the year ended 31 March 2022

	Notes	2022 \$	2021 \$
REVENUE			
Gaming proceeds		8,600,872	8,588,960
Interest income		18,334	24,477
Gain/(Loss) on sale of Plant and Equipment		-	-
TOTAL REVENUE		8,619,206	8,613,437
EXPENSES			
Gaming duty		1,978,201	1,975,461
Venue payments	4	1,379,655	1,161,436
Other expenses	5	1,189,567	1,220,195
TOTAL EXPENSES		4,547,423	4,357,092
OPERATING PROFIT/(LOSS) BEFORE GRANTS		4,071,783	4,256,345
Grant expense	7	4,726,950	4,030,475
OPERATING PROFIT/(LOSS)		(655,167)	225,870
OTHER COMPREHENSIVE INCOME			
<i>Movements that will be reclassified to profit or loss in subsequent periods:</i>		-	-
<i>Movements that will not be reclassified to profit or loss in subsequent periods:</i>		-	-
Total other comprehensive income		-	-
TOTAL COMPREHENSIVE INCOME / (EXPENSE)		(655,167)	225,870

ILT Foundation

Statement of Financial Position As at 31 March 2022

	Notes	2022 \$	2021 \$
ASSETS			
Current			
Cash and cash equivalents	6	1,506,416	2,221,095
Short Term Bank Deposits		1,500,000	1,505,757
Trade and Other Receivables		139,361	355,357
Total current assets		3,145,777	4,082,209
Non-current			
Property, plant and equipment	8	852,033	986,741
Total non-current assets		852,033	986,741
TOTAL ASSETS		3,997,810	5,068,950
LIABILITIES			
Current			
Trade and Other Payables		481,829	615,191
Grants Allocated but Unpaid	7	665,419	951,311
Employee entitlements	10	22,636	19,355
Total current liabilities		1,169,884	1,585,857
TOTAL LIABILITIES		1,169,884	1,585,857
NET ASSETS		2,827,926	3,483,093
FOUNDATION EQUITY			
Undistributed Net Proceeds		645,886	1,301,053
Capital asset reserve		852,032	986,741
Depreciation reserve funds		1,330,008	1,195,299
FOUNDATION EQUITY	9	2,827,926	3,483,093

ILT Foundation

Statement of Changes in Equity For the year ended 31 March 2022

	Notes	Undistributed Net Proceeds	Capital Asset reserve	Depreciation reserve	Total
		\$	\$	\$	\$
Balance 1 April 2021		1,301,053	986,741	1,195,299	3,483,093
Profit / (Loss) for the year before grants		4,071,783	-	-	4,071,783
Grants Expense		(4,726,950)	-	-	(4,726,950)
Total comprehensive income / (expense)		(655,167)	-	-	(655,167)
Net transfer to/ (from) equity reserves in the year		-	(134,709)	134,709	-
Balance 31 March 2022	9	645,886	852,032	1,330,008	2,827,926
Balance 1 April 2020		1,075,183	1,209,448	972,592	3,257,223
Profit / (Loss) for the year before grants		4,256,345	-	-	4,256,345
Grants Expense		(4,030,475)	-	-	(4,030,475)
Total comprehensive income / (expense)		225,870	-	-	225,870
Net transfer to/ (from) equity reserves in the year		-	(222,707)	222,707	-
Balance 31 March 2021		1,301,053	986,741	1,195,299	3,483,093

ILT Foundation

Statement of Cash Flows For the year ended 31 March 2022

	Notes	2022 \$	2021 \$
Cash flow from operating activities			
<i>Cash was provided from/(applied to):</i>			
Income received from gaming proceeds		8,827,028	8,265,115
Interest received		19,292	18,373
Payments to suppliers, employees and trustees		(4,185,014)	(3,810,538)
Grants paid	7	(5,012,842)	(3,288,164)
GST (net)		(99,838)	65,717
Net cash from/(used in) operating activities		(451,374)	1,250,503
Cash flow from investing activities			
<i>Cash was provided from:</i>			
Maturing/sale of Investments		3,005,757	3,000,000
Disposal of property, plant and equipment		174	-
<i>Cash was applied to:</i>			
Acquisition of property, plant and equipment		(269,236)	(257,161)
Purchase of investments		(3,000,000)	(4,005,757)
Net cash from/(used in) investing activities		(263,305)	(1,262,918)
Cash flow from financing activities			
<i>Cash was provided from/(applied to):</i>			
Net cash from/(used in) financing activities		-	-
Net increase/(decrease) in cash and cash equivalents		(714,679)	(12,415)
Cash and cash equivalents, beginning of the year		2,221,095	2,233,510
Cash and cash equivalents at end of the year	6	1,506,416	2,221,095

ILT Foundation

Notes to the financial statements for the year ended 31 March 2022

1 Reporting entity

The ILT Foundation was formed by Trust Deed dated 2 August 2005 and is a registered Charitable Trust in terms of the Charitable Trusts Act 1957. It operates Electronic Gaming Machines licensed by the Department of Internal Affairs in various premises owned by the Invercargill Licensing Trust.

The financial statements were authorised for issue by the Board of Trustees on 20 June 2022.

2 Basis of preparation

The financial statements have been prepared in accordance with NZ Generally Accepted Accounting Practice (NZ GAAP) and comply with the New Zealand equivalent to International Financial Reporting Standards (NZ IFRS). Under the terms of the Accounting Standards Framework issued by the External Reporting Board (XRB) the ILT Foundation has designated itself a Tier 2 for profit entity and therefore applied Tier 2 Accounting Standards (NZ IFRS Reduced Disclosure Regime).

The Foundation is a qualifying Tier 2 entity as it meets the following criteria:

- the entity does not have public accountability; and
- the entity's expenses are less than \$30 million.

The general accounting principles as appropriate for the measurement and reporting of results and financial position under the historical cost method have been followed in the preparation of these financial statements. The accrual basis of accounting has been used unless otherwise stated.

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest dollar. The functional currency of the Foundation is New Zealand dollars.

(a) Comparatives

The comparative financial period is 12 months.

The net asset position and net profit or loss reported in comparatives is consistent with previously authorised financial statements.

(b) New and amended standards and interpretations

There have been no new or amended accounting standards and interpretations that effect the ILT Foundation reporting for this financial year.

3 Underlying Fundamental Assumptions

A key significant assumption underlying the preparation of the Foundation's financial statements under the going concern assumption is that the Foundation will continue to have its Class 4 Gambling License renewed annually by the Department of Internal Affairs.

Summary of significant accounting policies

The accounting policies of the Foundation 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) Income

The following specific recognition criteria must be met before revenue is recognised:

(i) Gaming proceeds

The Foundation operates gaming machines at a number of sites. Revenue from the operation of gaming machines comprises proceeds from the gaming machines less the deduction of prizes to the participants. Revenue from gaming machine proceeds is recognised when received into the gaming machine.

(ii) Interest income

Interest income is recognised as it accrues, using the effective interest method.

(b) Venue payments

These costs are expensed on a monthly basis. They relate to the provision of Venue services provided by the Invercargill Licensing Trust, under the terms of a Licence Agreement, exclusively for the Foundation's gaming machines. The Agreement commenced on 1 April 2018 for a 3 year term. It has subsequently been renewed for a further 3 years to expire on 31 March 2024. It can be terminated at any time by either party upon 1 months notice.

(c) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits in transit, cheques account funds, deposits held on call with banks and other short-term highly liquid investments with original maturities of three months or less.

Short term bank deposits are bank term deposits with maturities greater than three months but less than one year. They are recorded at cost, which is considered to be their fair value.

(d) Trade 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 Foundation will not be able to collect all amounts due according to the original terms of the receivable.

(e) Creditors and other payables

Trade creditors and other payables are stated at cost.

(f) Financial instruments

The Foundation has policies to manage the risks associated with financial instruments. The Foundation is risk averse and seeks to minimise exposure from its treasury activities. These policies do not allow any transactions that are speculative in nature to be entered into.

(i) Non-derivative financial instruments

Non-derivative financial instruments comprise trade and other receivables, cash and cash equivalents, and trade and other payables.

Non-derivative financial instruments are recognised initially at fair value.

Cash and cash equivalents comprise cash balances and call deposits.

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 Foundation in the years reported have been designated into one classification and are measured at amortised cost using the effective interest method, less provision for impairment.

(g) Property, plant and equipment

Property, Plant and Equipment are valued at cost less accumulated depreciation and impairment losses.

Additions

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential associated with the item will flow to the Foundation and the cost of the item can be measured reliably.

In most instances, an item of property, 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 when control over the asset is obtained.

Subsequent costs

Costs incurred subsequent to initial acquisition are capitalised only when it is probable that future economic benefits or service potential associated with the item will flow to the Foundation and the cost of the item can be measured reliably.

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

Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposals are included in the profit or loss.

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

Depreciation

Depreciation is provided for using the Diminishing Value method in order to recognise the high first few years reduction in value of gaming equipment. The following rates are applied:

Gaming Machines and Associated Equipment	33% D.V.
Motor Vehicles	21.6% D.V.

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

(h) Impairment

The carrying amounts of the Foundation's assets are reviewed at each balance date to determine whether there is any indication of impairment.

An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses directly reduce the carrying amount of assets and are recognised in the profit or loss.

(i) Non-financial assets

The carrying amounts of the Foundation's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that are largely independent from other assets and groups. Impairment losses are recognised in profit or loss. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cashflows are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of the time value of money and the risks specific to the asset.

In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(i) Employee entitlements

Short-term employee benefits

Employee benefits, previously earned from past services, that the Foundation expects 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.

ILT Foundation

Notes to the financial statements for the year ended 31 March 2022

(j) Income tax

The Financial Statements do not include any provision for income tax. The ILT Foundation, being a registered Charitable Trust and earning income solely from gaming machine activities, is exempt from income tax.

(k) 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.

(l) Grant expenditure

Grants expensed to the profit or loss for the year represent:

(i) Grants that have been applied for during the year, and which have been approved and allocated for payment by the Trustees, but not necessarily paid out by balance date.

(ii) less Grants that have been returned to the Foundation during the year.

Grants allocated but unpaid at balance date are recorded in the Statement of Financial Position (refer Note 7).

(m) Statement of cash flows

The Statement of Cash Flows has been prepared using the Direct Method whereby major classes of gross cash receipts and gross payments are disclosed. For the purpose of the statement of cashflows, cash and cash equivalents include cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. The following terms are used in the statement of cash flows;

- Operating activities are the principal revenue producing activities of the Foundation and other activities that are not investing or financing activities;

- Investing activities are the acquisition and disposal of long-term assets and other investments not included in cash equivalents; and

- Financing activities are activities that result in changes in the size and composition of the contributed equity and borrowing of the entity.

(n) Goods and Services Tax

All items in the financial statements are stated exclusive of GST, except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense.

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.

The net GST paid to, or received from the IRD, including the GST relating to investing and financing activities, is classified as an operating cash flow in the Statement of Cash Flows.

Commitments and contingencies are disclosed exclusive of GST.

Significant accounting judgements, estimates and assumptions

The preparation of financial statements 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. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements relate to the valuation of investments and are discussed further in note 3 above.

ILT Foundation

Notes to the financial statements for the year ended 31 March 2022

4 Venue Payments

The Foundation has a services agreement / short term lease with the Invercargill Licensing Trust that provides for the installation and operation of the Foundation's gaming machines in 9 of the Licensing Trust's Hotel and Tavern properties. This Services Agreement is established pursuant to a licence granted under the Gambling Act 2003.

The Agreement commenced on 1 April 2018 for a 3 year term. It has subsequently been renewed for a further 3 years to expire on 31 March 2024. It can be terminated at any time by either party upon 1 months notice.

Monthly payments are variable and can be no greater than 16% of gaming machine income. Payments over the past two years have totalled \$1,161,436 (2021) and \$1,379,655 (2022).

5 Other expenses

The following amounts were expensed in the profit / (loss) for the year:

	2022	2021
	\$	\$
Audit fees	23,821	22,192
Depreciation	388,111	413,992
Loss on disposal of property, plant and equipment	15,660	65,876
Problem gambling levy	77,150	77,043
Personnel costs	207,310	159,901
Less Government COVID-19 Wage Subsidy (April 2020)	(15,118)	(14,059)
Trustees remuneration	60,638	57,697
Sundry operating expenses	431,995	437,553
Total	1,189,567	1,220,195

6 Cash and cash equivalents

	2022	2021
	\$	\$
Bank balances	1,506,416	2,221,095
Short term bank deposits - less than 3 months	-	-
Total cash and cash equivalents	1,506,416	2,221,095

The carrying amount of cash and cash equivalents approximates their fair value.

The effective interest rate on short term bank deposits in 2022 was 0.5% (2021: 0.7%).

7 Grants Allocated but Unpaid

	2022	2021
	\$	\$
Grants allocated but unpaid	665,419	951,311
Total payables - Allocated Grants	665,419	951,311
<i>Grants allocated but unpaid comprise:</i>		
Opening balance	951,311	209,000
Allocated at Trustees' meetings during the year	5,067,981	4,051,701
Allocated grants returned	(341,031)	(21,226)
Grants Expense	4,726,950	4,030,475
Allocated grants paid during the year	(5,012,842)	(3,288,164)
Total grants allocated but unpaid:	665,419	951,311

8 Property, plant and equipment

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

	Gaming assets	Motor vehicle	Total
	\$	\$	\$
2022			
Gross carrying amount			
Opening balance	4,819,765	41,149	4,860,914
Additions	269,236	-	269,236
Disposals	(237,898)	-	(237,898)
Closing balance	4,851,103	41,149	4,892,252
Accumulated depreciation and impairment			
Opening balance	3,846,052	28,121	3,874,173
Depreciation for the year	385,297	2,814	388,111
Depreciation written back on disposal	(222,064)	-	(222,064)
Closing balance	4,009,285	30,935	4,040,220
Carrying amount 31 March 2022	841,818	10,214	852,032

	Gaming assets	Motor vehicle	Total
	\$	\$	\$
2021			
Gross carrying amount			
Opening balance	5,251,710	41,149	5,292,859
Additions	257,161	-	257,161
Disposals	(689,106)	-	(689,106)
Closing balance	4,819,765	41,149	4,860,914
Accumulated depreciation and impairment			
Opening balance	4,058,879	24,532	4,083,411
Depreciation for the year	410,403	3,589	413,992
Depreciation written back on disposal	(623,230)	-	(623,230)
Closing balance	3,846,052	28,121	3,874,173
Carrying amount 31 March 2021	973,713	13,028	986,741

ILT Foundation

Notes to the financial statements for the year ended 31 March 2022

9 Foundation equity

	Undistributed Net Proceeds	Capital Asset Reserve	Depreciation Reserve	Total
	\$	\$	\$	\$
2022				
Balance at 1 April 2021	1,301,053	986,741	1,195,299	3,483,093
Total operating profit before grants	4,071,783	-	-	4,071,783
Grants allocated during the year	(5,067,981)	-	-	(5,067,981)
Grants returned during the year	341,031	-	-	341,031
Assets purchased during the year	-	269,236	(269,236)	-
Assets sold during the year	-	-	-	-
Depreciation, gains and losses for the year	-	(403,945)	403,945	-
Balance at 31 March 2022	645,886	852,032	1,330,008	2,827,926

	Undistributed Net Proceeds	Capital Asset Reserve	Depreciation Reserve	Total
	\$	\$	\$	\$
2021				
Balance at 1 April 2020	1,075,183	1,209,448	972,592	3,257,223
Total operating profit before grants	4,256,345	-	-	4,256,345
Grants allocated during the year	(4,051,701)	-	-	(4,051,701)
Grants returned during the year	21,226	-	-	21,226
Assets purchased during the year	-	257,161	(257,161)	-
Assets sold during the year	-	-	-	-
Depreciation, gains and losses for the year	-	(479,868)	479,868	-
Balance at 31 March 2021	1,301,053	986,741	1,195,299	3,483,093

Undistributed Net Proceeds

Regulations 10 and 11 of the Gambling (Class 4 Net Proceeds) Regulations 2004 require Class 4 licence holders to distribute within three months a minimum of 40% of their GST-exclusive gross proceeds to the community or for authorised purposes. The amount of equity that is undistributed net proceeds due for distribution is \$645,886. Of this amount, \$400,983 has been distributed between 31 March 2022 to (date of approval of financial statements).

Capital Asset Reserve

The Capital asset reserve represents the equity held in the gaming assets of the Foundation. This is equivalent to the book value of gaming assets at balance date.

Depreciation Reserve

The Depreciation reserve fund represents funds accumulated from depreciation expense at balance date that have not yet been spent on asset replacements but are available for future expenditure.

10 Employee entitlements

	2022	2021
	\$	\$
Current		
Annual leave entitlements	22,636	19,355
Total	22,636	19,355

Notes to the financial statements for the year ended 31 March 2022

11 Financial Assets and Liabilities

(a) Classification of financial instruments

The carrying amounts presented in the statement of financial position relate to the following categories of financial assets and liabilities.

2022	Financial assets at amortised cost	Financial liabilities at amortised cost	Total carrying amount	Fair value
Financial assets				
Trade and other receivables	139,361	-	139,361	139,361
Cash and cash equivalents	1,506,416	-	1,506,416	1,506,416
Short Term Bank Deposits	1,500,000	-	1,500,000	1,500,000
Total current assets	3,145,777	-	3,145,777	3,145,777
Total assets	3,145,777	-	3,145,777	3,145,777
Financial liabilities				
Trade and other payables	-	481,829	481,829	481,829
Grants allocated but not paid	-	665,419	665,419	665,419
Total current liabilities	-	1,147,248	1,147,248	1,147,248
Total liabilities	-	1,147,248	1,147,248	1,147,248

2021	Financial assets at amortised cost	Financial liabilities at amortised cost	Total carrying amount	Fair value
Financial assets				
Trade and other receivables	355,357	-	355,357	355,357
Cash and cash equivalents	2,221,095	-	2,221,095	2,221,095
Short Term Bank Deposits	1,505,757	-	1,505,757	1,505,757
Total current assets	4,082,209	-	4,082,209	4,082,209
Total assets	4,082,209	-	4,082,209	4,082,209
Financial liabilities				
Trade and other payables	-	615,191	615,191	615,191
Grants allocated but not paid	-	951,311	951,311	951,311
Total current liabilities	-	1,566,502	1,566,502	1,566,502
Total liabilities	-	1,566,502	1,566,502	1,566,502

ILT Foundation

Notes to the financial statements for the year ended 31 March 2022

12 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 Foundation.

(a) Related party transactions

The Invercargill Licensing Trust was primarily responsible for the establishment of the ILT Foundation in August 2005. The ILT Foundation operates under its own Trust Deed and is controlled by its own Trustees, some of whom are Invercargill Licensing Trust Trustees. The following are Trustees on both entities: Alan Dennis, Sean Bellew, Angela Newell, Patrick O'Brien, Suzanne Prentice and Louise Evans. The ILT Foundation has two additional Trustees who are co-opted onto the ILT Foundation Board, namely Chris Ward and Jason McKenzie.

The ILT Foundation has contracts with the Invercargill Licensing Trust, approved by the Department of Internal Affairs, to operate gaming machines and other activities in their licensed premises. During the period payments to the Invercargill Licensing Trust for site rentals, administration and other services amounted to \$1,426,407 (\$1,214,691 in 2021).

As at 31 March 2022 \$121,793 was owing by the ILT Foundation to the Invercargill Licensing Trust, which was later settled in the normal course of business (2021: \$136,727).

Legal services are provided to the ILT Foundation by Ward Adams Bryan-Lamb where Christopher Ward (Trustee) is a Senior partner. The value of services provided during the year was \$8,080 (\$2,579 in 2021).

Several of the Trustees of the Foundation and key management personnel have a key relationship with organisations which were recipients of grants during the year. The details are as follows:

Trustee	Recipient organisation	Trustee's relationship to recipient organisation	Grant amount 2022 \$	Grant amount 2021 \$
Alan Dennis	Rugby Southland	Observer/Member of		
	Southland Indoor Leisure Centre Charitable Trust	Appointments Committee Chairman	255,000 400,000	255,000 300,000
			655,000	555,000
Sean Bellew	Southland Racing Club	President	7,500	5,000
			7,500	5,000
Mike Mika (Resigned Feb 2021)	Murihiku Māori and Pasifika Cultural Trust	Trustee	N.A.	60,000
			N.A.	60,000
Louise Evans	Graeme Dingle Foundation	Trustee	18,750	N.A.
			18,750	N.A.
Angela Newell	Invercargill Primary Schools Educational Initiatives Trust (enrich@ILT)	Trustee	440,426	378,000
	Shakespeare in the Park Charitable Trust	Trustee	4,500	2,000
	Arts Murihiku Charitable Trust	Trustee	4,400	10,000
	Southland Regional Development Agency (Great South)	Contract Role	26,625	17,750
			475,951	407,750
Paddy O'Brien	The Hawthorndale Care Village Charitable Trust	Trustee	-	495,000
			-	495,000
Suzanne Prentice	Hospice Southland	Employee	26,250	-
	Rape & Abuse Support Centre Southland Inc	Husband - Board Member	11,250	7,500
			37,500	7,500
Chris Ward	Southland Indoor Leisure Centre Charitable Trust	Solicitor	400,000	300,000
			400,000	300,000
Jason McKenzie	Talent Development Southland	Contractor	60,750	30,500
	Rugby Southland	Contractor	255,000	255,000
			315,750	285,500

ILT Foundation

Notes to the financial statements for the year ended 31 March 2022

(a) Related party transactions (continued)

Management	Recipient organisation	Relationship to recipient organisation	Grant amount 2022 \$	Grant amount 2021 \$
Lisa-Maree Fleck			-	-
			-	-

(b) Key management compensation

The Group have a related party relationship with its key management personnel. Key management personnel include the Trustees and Senior Management of the Trust.

Key management personnel compensation includes the following expenses:

	2022 \$	2021 \$
Salaries and other short-term employee benefits	159,262	154,740
Termination benefits	-	-
Post-employment benefits	-	-
Other long-term benefits	-	-
Total remuneration	159,262	154,740
Number of persons recognised as key management personnel	9	9

13 Contingent assets and contingent liabilities

The Foundation has no contingent assets or contingent liabilities (2021: none).

14 Commitments

In March 2022 the Foundation ordered 5 new gaming machines at a cost of \$123,985. Supply was dependent on receiving Department of Internal Affairs licensing to operate the machines. (2021: In March 2021 the Foundation had ordered 10 new gaming machines at a cost of \$243,860. Supply was dependent on receiving Department of Internal Affairs licensing to operate the machines.)

15 Coronavirus pandemic - COVID-19

From 1 April 2020 to 12 December 2021, New Zealand was operating under the Covid-19 Alert System. Invercargill was on Alert Level 1 till 17 August 2021. All of New Zealand was on Alert Level 4 on 18 August 2021 till 31 August 2021 when Invercargill dropped to Alert Level 3. On 7 September 2021, Invercargill dropped to Alert Level 2. Invercargill stayed at Alert Level 2 till 2 December 2021 when the Covid-19 Alert System was replaced by the Covid Protection Framework Alert Level -- Traffic Light System. Invercargill was at the Orange Alert level from 2 December 2021 till 23 January 2022. On 23 January 2022, the country moved to Phase 1 of the Red Alert Level. Invercargill remained at this level till 31 March 2022.

We describe below the effects that we have identified on ILT Foundations as a result of the COVID-19 pandemic.:

1. For the period 1 April 2021 to 17 August 2021, the gaming venues were operating under Covid-19 Alert System Level 1. The total revenue for the months of April to August 2021 was 83% higher for the same period in 2020 and 10% higher for the same period in 2019.

For the period 1 September 2021 to 31 March 2022, the gaming venue had to operate under Covid-19 Alert System Level 4, moving onto Level 3 which then changed to the Traffic Light System at Orange and being raised finally to Red Level 1. The total revenue for the months of September to March 22 was 25% lower as compared to the same period in 2021 and 26% lower as compared to 2020.

Total revenue for the 2022 year was similar to the 2021 year but down by 14% to the 2020 year.

Notes to the financial statements for the year ended 31 March 2022

15 Coronavirus pandemic - COVID-19 (continued)

2. The Foundation's operating expenses for 2022 were 4% higher as compared to 2021 and 10% lower as compared to 2020. Fixed costs, including Salaries and Wages, remain the same at pre-Covid Levels.

3. The ILT Foundation's operations and activities have continued and are forecast to remain profitable providing there are no long periods of trading restrictions because of any further outbreaks of COVID-19.

4. Grants to the community were increased during the 2022 year by 17% over 2021. All profits from gaming need to be distributed within three months of profit being generated.

5. We have assessed whether the decrease in cash flow during the 2022 year has resulted in impairment of the Foundation's assets. We conclude that the forecast cash flows for the 2023 year continue to support the carrying value of the gaming machines and no impairment is required.

6. We confirm that after reviewing the financial results for the 12 months ending 31st March 2022, as of 13th May it is expected that ILT Foundation will continue as a going concern for the next 12 months.

We confirm we have reviewed the ongoing impact of Covid-19 on our revenue and our grants distribution along with the possibility Covid Alert Levels may fluctuate in the coming 12 months and affect our operation.

The Financial Statements / Statement of Financial Position as at 31st March 2022 will provide further detail around the ILT Foundation's present position to substantiate our ability to continue to operate.

16 Events after the reporting period

In May 2022, the Foundation received 5 new gaming machines at a cost of \$123,985. The machines have been set up and the Foundation received its amended gaming license from the Department of Internal Affairs in April 2022. (2021: In April 2021 the Foundation paid in advance for 10 new gaming machines at a cost of \$243,860. Possession and ownership of the machines remain with the suppliers until the Foundation has obtained an amended gaming licence from the Department of Internal Affairs to operate them. The licences are expected to be received in late May 2021.)

The following two grants were approved prior to 31 March 2022 and paid on 20 May 2022:

ICC Splash Palace for \$149,219 and The Hawthorndale Care Village Charitable Trust for \$495,000. (2021: Nil)

ILT Foundation

Itemised statement of the distribution of net proceeds from Class 4 gambling

	\$		\$
Able Charitable Trust (Southern Family Support)	25,000	Lighthouse Southland Inc	9,375
All Saints Anglican Parish	5,000	LUG South	2,025
Altrusa International of Invercargill	3,664	Makarewa School	2,000
Alzheimers Society Southland Inc	7,500	Menz Shed Invercargill Inc	6,000
Aotearoa Community Wellbeing Trust	2,621	Miharo Murihiku Trust	30,000
Aphasia NZ Charitable Trust	1,500	Mobility Assistance Dogs Trust	1,000
Aqua Health Inc	1,575	Motorcycling New Zealand Inc	3,000
Arts Murihiku Charitable Trust	4,400	Murihiku Maori Rugby Charitable Trust	18,125
Ascot Community School	151,000	Myross Bush Rugby Club Inc	1,400
Ascot Park Consortium Inc	10,000	Netball South Zone Inc	112,500
Athletics Southland Inc	53,000	NZ Council of Victim Support Groups Inc	3,000
Aurora College	3,000	Order of St John	4,237
Autism New Zealand Inc	3,750	Oreti Park Speedway 1998	28,774
Awarua Whanau Services	15,000	Otago Rescue Helicopter Trust	65,000
Barnardos New Zealand Inc	21,750	Otatara Community Parents Group Charitable Trust	10,000
Blue Light Ventures Inc	1,425	Pacific Island Advisory Charitable Trust	15,000
Bluff Community Pool Trust	75,000	Parent to Parent NZ Inc	5,250
Bluff Oyster & Food Festival (Charitable Trust)	3,750	Phoenix Hockey Club	1,316
Bluff Rugby Football Club Inc	2,979	Phoenix Synchro Southland Inc	22,500
Bluff Yacht Club Inc	8,250	Pirates Old Boys Rugby Club (Invercargill) Inc	11,250
Bowls Southland Inc	33,750	Presbyterian Support Southland	120,000
Cancer Society of NZ-Otago&Southland Division Inc	7,500	Queens Park Association Football Club	5,750
Cardiac Club of Southland Inc	840	Queens Park Golf Club Inc	11,250
CCS Disability Action Southland Inc	9,000	Rangatahi Tumeke Charitable Trust	4,000
Chamber of Commerce Southland Inc	1,125	Rape and Abuse Support Centre Southland Inc	11,250
Choirs Aotearoa New Zealand	4,500	Rata Netball Club	3,000
Christian Mission Fellowship International New Riv	5,000	RMH South Island Trust	3,750
Citizens Advice Bureau Invercargill Inc	5,000	Rock Quest Charitable Trust	6,000
City of Invercargill Highland Pipe Band Inc	33,750	Royal NZ Foundation of the Blind Inc	3,750
Collegiate Rugby Football Club Inc	11,250	Royal NZ Plunket Trust	7,500
Conductive Education Southern Charitable Trust	11,250	Royal NZ SPCA Inc	10,000
CS Art Charitable Trust	7,000	Rugby Southland Inc	255,000
Cycling Southland Inc	116,250	Shakespeare in the Park Charitable Trust	4,500
Diabetes New Zealand	6,000	Southern Adventurers Guild Charitable Trust	2,500
Disabilities Resource Centre Southland C/T	4,601	Southern Filmmakers Trust	5,478
Dunedin Civic Orchestra Inc	2,961	Southern Harness Racing Inc	10,000
Epilepsy Association of New Zealand Inc	5,625	Southern Institute of Technology	130,000
Georgetown Piping & Dancing Society	2,000	Southern REAP Inc	7,500
Graeme Dingle Foundation Southland	18,750	Southern Snooker and Billiards Association	2,812
Grasmere Indoor Bowls Club	350	Southern SouNZ Inc	900
Grasmere Netball Club	1,210	Southern Steam Train Charitable Trust	80,000
Grey Power Southland Association Inc	5,000	Southern Strength Powerlifting Club	5,000
Gymsports NZ Inc	30,000	Southland Amateur Rowing Association Inc	6,375
Head Injury Society of Southland Inc	7,650	Southland Art Society Inc	5,100
Heart Kids Southland	5,000	Southland Asthma Society Inc	9,000
Hockey Southland Inc	56,250	Southland Astronomical Society Inc	20,000
Hospice Southland Charitable Trust	26,250	Southland Badminton Association Inc	50,000
Inclusive Activity Murihiku Charitable Trust	12,200	Southland Basketball Association Inc	71,250
Indian Community Southland Inc	3,750	Southland Beneficiaries & Comm Rights Centre Inc	25,000
Invercargill Citizens Bowling Club Inc	3,375	Southland BMX Club Inc	15,000
Invercargill City Council	149,219	Southland Canoe Club Inc	5,370
Invercargill Community Patrol Charitable Trust	29,000	Southland Chevrolet Club Inc	1,721
Invercargill Dodgers Softball Club Inc	3,750	Southland Christmas Parade Charitable Trust	8,250
Invercargill Golf Club Inc	2,025	Southland Community Nursery Conservation Trust	3,750
Invercargill Gymnastic Club Inc	16,000	Southland Competitions Society Inc	2,625
Invercargill Harness Racing Club Inc	7,500	Southland Cricket Association Inc	101,250
Invercargill Hockey Association Inc	150,000	Southland Deaf Community Inc	1,500
Invercargill Indoor Bowls Sub Centre	937	Southland Disability Enterprises Ltd	18,750
Invercargill Musical Theatre Inc	22,500	Southland District Rugby Football League Inc	33,750
Invercargill Primary School Educ Initiatives Trust	440,426	Southland Dog Training Club Inc	2,500
Invercargill Public Art Gallery Inc	2,500	Southland Filipino Society Inc	5,000
Invercargill Repertory Society Inc	7,500	Southland Food Bank Trust	20,000
Invercargill Rowing Club Inc	10,000	Southland Football Inc	78,750
Invercargill Secondary Schools Network Trust	378,500	Southland Girls High School	3,000
Invercargill Symphonia Inc	1,250	Southland Group NZ Riding for the Disabled Inc	11,250
Jubilee Budget Advisory Service Ltd	30,000	Southland Indoor Leisure Centre Charitable Trust	400,000
Jubilee SuperGrans Ltd	12,000	Southland Kennel Association Inc	1,500
Kalapu Maile Ua Southland	4,207	Southland Kiribati Community & Youth Inc	1,500
KartSport Southland Inc	12,282	Southland Life Education Community Trust	3,750
Kenzies Gift Charitable Trust	5,200	Southland Literacy Association Inc	4,500
Kiwi Family Trust	1,300	Southland Masters Badminton Club	1,500
Kiwi Harvest Limited	10,000	Southland Migrant Walking Together Organisation	8,125
Learning Differences Aotearoa Trust	5,250	Southland Motorcycle Club Inc	45,100

ILT Foundation

Itemised statement of the distribution of net proceeds from Class 4 gambling (continued)

	\$
Southland Mountain Bike Club Inc	16,000
Southland Multicultural Trust	11,250
Southland Multiple Sclerosis Society Inc	13,125
Southland Power Boat Club Inc	3,750
Southland Racing Club Inc	7,500
Southland Regional Development Agency (Great Sth)	26,625
Southland Schools Pipe Band Programme Trust	68,025
Southland Science and Technology Fair Society Inc	1,500
Southland Social Sciences Fair	1,125
Southland Society of Model Engineers Inc	1,500
Southland Softball Association Inc	70,000
Southland Sports Car Club Inc	45,000
Southland Stock Car Drivers Association Inc	34,125
Southland Stroke Club Inc	3,750
Southland Table Tennis Association Inc	21,500
Southland Tennis Association Inc	43,500
Southland Triathlon and Multisport Club Inc	9,450
Southland Water Polo Club Inc	13,500
Southland Woodworkers Guild Inc	5,703
Southland Youth One Stop Shop Trust	18,750
Special Olympics Southland Inc	3,750
Spirit Army	3,750
Sport Southland (T/A Active Southland)	151,476
Squash Southland Inc	33,750
St Therasas School	2,500
Strings of Southland Charitable Trust	1,650
Swimming Southland Inc	52,500
Talent Development Southland Charitable Trust	60,750
Te Rangī Bowling Club Inc	5,000
The NZ Symphony Orchestra Foundation	5,000
The Stroke Foundation of NZ Ltd	3,622
The YMCA of Invercargill Charitable Trust	28,750
Touch Southland Inc	30,000
TSB Netball Club	5,000
Tuturu Charitable Trust	15,000
Vintage Car Club of NZ - Southland Branch Inc	12,500
Volleyball Southland Inc	26,250
Waihopai City Lions Club Inc	3,750
Waihopai School	20,500
Waikiwi Bowling Club	10,000
Waikiwi Highland Piping and Dancing Society	750
Waikiwi Rugby Football Club Inc	11,250
Waverley Bowling Club Inc	10,000
Windsor North School	2,500
Youthline Southland Charitable Trust	6,750
Grants returned	-341,031
TOTAL	\$4,726,950