



AUCKLAND AIRPORT
COMMUNITY
TRUST



ANNUAL REPORT

2011

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Auckland Airport Community Trust has

contributed more than

\$2,000,000

in community grants

to the local community

Chairman's Report



It gives me particular pleasure to present to you this eighth Annual Report of the Auckland Airport Community Trust. Particular pleasure, because we have reached a milestone that Trustees are very proud to be able to share with you. With this year's funding commitments, the Auckland Airport Community Trust has achieved the impressive milestone of distributing \$2 million into worthy community projects since its creation in 2003.

Projects like the installation of amplification systems into classrooms that are affected by aircraft noise so that the children can hear what the teacher is saying.

Electronic whiteboards funded by the Trust have changed the way children learn in several schools.

Digital cameras have been used to make images and books that have helped to break down cultural barriers at one of the area's, if not the country's, most culturally diverse pre-schools.

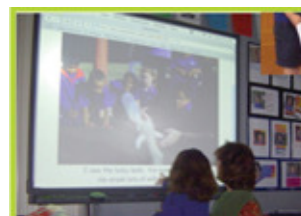
Funds have also been given for computers, software, data projectors and screens, expertise and books.

Programmes for babies, toddlers, school children, teenagers, adults, the elderly as well as people challenged by disabilities and disadvantage.

But one of the most exciting benefits has been to those who have learned new skills by being associated with these programmes – teachers, parents and even the students (you can read about them on pages 7-8) who have been sharing their knowledge about mobile phones with seniors.

These are a reminder of some of the projects that we have reported on over the years and not intended to be an exhaustive list. However, they do provide an opportunity to reflect on the Trust's achievements.

The foundations for these achievements have been the establishment and implementation of clear strategies and agreed protocols that serve to guide Trustees through the difficult process of decision-making.



Community Grants

For the 2010/2011 funding round, 25 applications were received totalling requests for \$550,400. This was an increase of 67% in application numbers and 44% in application value over the previous year. This reflects renewed and intense interest in the development of grassroots initiatives in our areas of focus – life skills and literacy. It is also indicative of the financial pressures that many organisations are facing in the current economic climate.

This year, there were many more applications for life skill programmes. Unfortunately, we were unable to consider some of them as their focus was not on people living or working in the Area of Benefit as required by the Trust Deed.

Of those projects that did meet this requirement, Trustees were keen to see clear evidence that the organisations could deliver their programme at a satisfactory standard to its conclusion and had monitoring systems to evaluate the level to which they met their objectives.

From the applications, thirteen projects were selected for grants totalling \$205,319 (see page 9 for details).

The Trust has been a strategic funding partner for some of the successful organisations for some years. These include: Aorere Kindergarten, Rongomai School, St Peter Chanel Aoga Amata Pre-School and Great Potentials.

Grants have also been given to support new programmes. The Trust is fully aware that new innovative programmes need to be trialled and proven successful before the programme has any chance of receiving funding from more traditional sources. If the Trustees believe that a new programme has the potential to transform the lives of those living or working within the Area of Benefit, it will encourage and support them.

One of the new initiatives that has been successful in receiving a grant is a pilot programme for students at De la Salle and Mangere colleges giving them access to the Inzone Experience Kiosk. This kiosk provides the most up-to-date careers information as well as a snapshot of the employment and training opportunities available in New Zealand. Schools play a critical role in preparing students to make the transition to further education and employment. The kiosk has the potential to supplement more formal approaches offered to students in a compelling way using modern interactive technology.

The Trust is also providing support for the Springboard Trust to start its School Principal Development Programme with two schools from the Area of Benefit. The aim is to give Principals the skills and confidence to be better leaders, to be more effective in their collaboration with their teachers and community and to enhance their strategic planning techniques. We will follow this programme with great interest as we believe that principals who have been through the Springboard programme will bring to their communities a more successful focus and improved educational outcomes.

Hardship Grants

Previous annual reports and financial statements published by the Trust have contained information about our Hardship Grants programme. This programme provides limited financial assistance to homeowners who have received an offer for the installation of acoustic treatment measures for their homes from Auckland International Airport Limited (AIAL). This programme is managed by AIAL in accordance with previously agreed schedules relating to noise contours in the geographical area that is also the Trust's Area of Benefit.

Due to the time lag between the Trust approving a hardship grant application and the final installation and certification of the work in the applicants' homes, the financial statements of the Trust show two entries: the first on p10 of the accounts show that \$20,800 was paid to AIAL on behalf of homeowners who had grants approved in a previous year. In the current year grants to homeowners to the value of \$7,800 have been awarded but not yet paid out.

Financial Performance

In October 2010 the Trust received its annual distribution from AIAL of \$301,024. This figure is calculated from the base line of \$250,000 in 2003 and adjusted each year by the compounded value of the CPI.

Additional income of \$26,189 was generated from interest. The Trust continues to achieve its on-going objective of maintaining its operating expenses within the level of interest earned, (actual expenses: \$14,352)

The Trust ended the year with a surplus (\$102,012) and in accordance with previous practice, the Trustees resolved to transfer this surplus to the Endowment Fund Reserve for allocation to worthy projects next year or a major project further in the future. This reserve contains funds to a total of \$168,394 at balance date.

Also in keeping with previous practice, the Trustees have retained a Hardship Grant Reserve of \$70,000 against future demands on our funds in support of this grant programme.

The balance sheet (on page 4) shows unpaid distributions of \$215,719. This is comprised of grants awarded but not yet paid out. A full listing of these grants, plus grants previously paid, can be found on pages 10-11 of the Annual Financial Statements section of this report.

Governance

The publication of this Annual Report, including full disclosure of the Trust's Annual Financial Statements remains an integral part of the Trust's commitment to good governance.

During the 12 months under review the Trust has met ten times. Full minutes have been kept of those meetings and form part of the documents submitted to our auditors for review.

During the year under review there has been one change in the makeup of the Board. Donna Richards, who represented the Aircraft Noise Consultative Group experienced a prolonged period of illness and decided to step down. The Trust is currently working with the Aircraft Noise Consultative Group to identify an appropriate Trustee to take her place.

Administration

In October last year, our long-serving administrator, Janis McArdle, resigned. Janis had been the Trust's administrator since its inception in 2003. We acknowledge her significant contribution to the Trust's success. In February, Auckland Communities Foundation was appointed as the Trust's new administrator after a competitive tender process. The Trust has a number of synergies with ACF and, in addition to the comprehensive administration support that they provide, we are looking forward to drawing upon the Foundation's research knowledge and grant-making experience.

Appreciation

Once again I conclude this Annual Report by recording my thanks to the Trustees who have worked conscientiously over the year to ensure that the Trust continues to serve our community and stakeholders.

I would also like to acknowledge the relatively smooth transition that has been made with ACF and thank Mark Bentley and Kat Stanier for their co-operation.

Last, but probably most important, thanks to all of you who work in, or volunteer for, the organisations that we support. We admire what you do, we acknowledge that, at times, it is not easy, but you play a very important part in enhancing the quality of the lives that you touch.

Roger Baldwin
Chairman



HIPPY – a programme that can change lives

GREAT POTENTIALS FOUNDATION

You may have noted that the Trust has supported the 'Great Potentials Foundation' for several years now. The Foundation is funded to run the HIPPY programme out of Rongomai School which is in Otara and draws from the Trust's Area of Benefit.

So what is the HIPPY programme and how successful is it?

HIPPY is an acronym for Home Interaction Programme for Parents and Youngsters. It's a two-year programme that helps parents learn skills that will enable them to create a positive learning environment in the home. This leads to an increase in the child's attention span, improved concentration and discovering the fun of learning – all key factors in being well prepared for starting school.

The Foundation has been a flag-waver for early intervention for years – an idea that the Government is now endorsing. Funding from the AACT has enabled the programme to be established in Otara and to build its reputation in the area since 2008. Without the Trust's support, the programme would not have been available to local children as no funding has been forthcoming from the Government. But the best part of this story is that this is all about to change. HIPPY has so impressed the decision-makers that in the Budget this year, the Government has set aside money to cover 85% of each HIPPY programme's operating costs.



Benefits for children

- Encourages a love of learning
- Maximises chances of enjoyment and doing well at school
- Promotes language and listening skills
- Builds self-esteem and confidence in learning
- Improves communication between parents & children

Benefits for Parents & Families

- Helps create a learning environment at home
- Increases parents' knowledge of child development and the way children learn
- Provides parents with opportunities to enjoy positive time with their children
- Enables parents to be actively involved in their children's education
- Supports parents to meet regularly and promotes a sense of inclusion and connectedness with their community
- Increases parents' self-confidence
- Has an overall positive impact on family relationships
- Creates employment and training opportunities

The Trust has pledged to top up this amount for the next three years at HIPPY Otara to ensure the continuation of the programme at Rongomai School.

Rongomai's principal, Tina Voordouw, an enthusiast for the programme, believes: "The fact that the programme nurtures parents alongside their tamariki is precisely what we need. It's useless attending to one without the other because it's the relationship that's the key. And if we get that right within our families, then it can ripple out further. The parents actually become resources for our community."

The programme in Otara is led by a co-ordinator, whose role is to train young parents, who have already participated in the programme, to support the learning of other families which are just starting HIPPY. Although there is a significant commitment required from the parents, most are motivated by their desire to give their children opportunities that they may not have had themselves.

Tina Voordouw maintains that "the graduates of the HIPPY programme are easily identifiable within the school, not only because of the many relevant skills the children have acquired, but because their parents are so tuned in to their learning".

Some components of the programme involve getting the co-ordinator, tutors and parents together. These sessions have provided opportunities for parents to meet others within their community and to learn other skills such as CPR and gardening.

One father, who at the time of joining the programme, was a Stormtrooper gang member, describes his involvement as "a 'gift'". A year into the programme, he left the gang and describes it as "the best thing I've done for my son in my life". His partner uses the word, "miracle".

It's a programme that can change lives.



Parents celebrate the children's achievements through rap.

A Sense of Accomplishment

AGE CONCERN COUNTIES MANUKAU INC

Have you ever felt frustrated because you don't know how to do something that everybody else seems to have no trouble with?

As you get older and as the pace of technological change increases, the opportunities for these feelings of inadequacy occur more frequently. What to do about it? The easiest thing is to opt out and decide that you've managed this long without using a remote control, computer, mobile phone or latest gizmo so you can continue to do so. But, because technology has changed the way in which we communicate, people who don't keep up, can become isolated very quickly.

The team at Age Concern Manukau Counties is very aware of the loneliness and sadness of isolation. In 2009, they launched a pilot programme in an attempt to make a difference to the quality of life of its participants. The aim of the programme was to teach seniors to text so that they could keep in touch with their children, grandchildren and friends in New Zealand and overseas.

Over time, the workshops have evolved into "Cell Phones for Seniors" with the objective of giving each attendee a working knowledge of how to use the range of capabilities of their mobile phone. The results have been very satisfying with one participant remarking, "A great confidence builder. Just shows that you can teach an old dog new tricks."

As good as this programme has become at ensuring that each person reaches the point where they can successfully use their mobile phone independently, it has another successful twist to it. Because there are so many different types of mobile phone, it became apparent fairly quickly that one-on-one tutoring was going to be the most efficient and effective method of teaching.

Someone then had the inspirational idea of encouraging young people (who you might think were born knowing how to use any and every



electronic device) to work with the elderly. So, the largest group of 'buddies' doing the tutoring are students from local schools. Others volunteer as a component of other programmes, such as the Duke of Edinburgh Award or just because they are looking for an opportunity to make a contribution to the local community.



For many, especially the younger volunteers, this has been their first involvement with elderly people and they've enjoyed talking with them and laughing together. Their feelings of satisfaction are summed up by one who exclaimed, "I got to help someone learn something new and useful."



"It was enjoyable when my senior started to learn and it gave me a sense of accomplishment."

Congratulations to the

166 participants and the

186 buddies

so far in 2011

Disbursement of Funds

2011		2010	
Aorere Kindergarten	\$7,325	Age Concern Counties	\$ 9,720
De La Salle College	\$5,750	Manukau	
Gifted Kids Programme	\$18,400	ATTITUDE	\$ 2,100
Great Potentials Foundation	\$36,000	Brainwave Trust	\$ 36,400
Hindu Heritage	\$12,536	Dawson Primary School	\$ 24,050
Mangere College	\$5,750	Great Potentials Foundation	\$ 119,374
Monte Cecilia Housing Trust	\$10,360	Papatoetoe Kindergarten	\$ 10,496
Parents Inc Attitude Division	\$2,500	Rongomai School	\$ 23,200
Rongomai School	\$23,302	St Peter Chanel Aoga Amata	\$ 3,300
Speld Manukau	\$7,500	Preschool	
Springboard Trust	\$33,400	Water Safe Auckland	\$ 42,148
Story Time Foundation	\$39,988		
St Peter Chanel Aoga			
Amata Pre-school	\$2,508		
	\$205,319		\$270,788
2009		2008	
Aorere Kindergarten	\$ 6,493	Aorere Kindergarten	\$ 9,500
Books for Babes Charitable		Rongomai School	\$ 48,000
Trust	\$ 40,195	Books for Babes Charitable	
Brainwave	\$ 14,250	Trust	\$ 20,921
COMET	\$ 6,240	Tyndale Park Christian	
Computer Clubhouse Trust	\$ 57,833	School	\$ 2,100
De La Salle College	\$ 15,937	Papatoetoe South School	\$ 16,200
Great Potentials Foundation	\$ 94,714	Counties Manukau Sports	
Papatoetoe Kindergarten	\$ 10,496	Foundation	\$ 69,975
Rongomai School	\$ 75,250	Royal NZ Foundation of the	
Rongomai Te Kohanga Reo	\$ 2,270	Blind	\$ 10,500
The Gifted Kids Programme	\$ 23,200	Great Potentials Foundation	\$ 66,770
	\$346,878		\$243,966

2007		2006	
Aorere Kindergarten	\$ 8,339	Dawson Primary School	\$ 2,500
Murdoch Park Kindergarten	\$ 8,880	Rongomai School	\$ 20,000
Brainwave Trust	\$ 23,950	Papatoetoe South School	\$ 8,480
Great Potentials Foundation	\$ 97,938	Papatoetoe West School	\$ 60,000
Rongomai School	\$ 43,540	De La Salle College	\$ 74,973
Papatoetoe Kindergarten	\$ 10,496	City of Manukau Education Trust [COMET]	\$ 40,000
Books for Babes Charitable Trust	\$ 26,360	Papatoetoe Kindergarten	\$ 6,790
Tyndale Park Christian School	\$ 2,720	Tyndale Park Christian School	\$ 8,055
Tautua Aoga Amata Charitable Trust	\$ 27,145	Dawson Primary School	\$ 14,208
TYLA Trust Otara	\$ 23,400	Flatbush School	\$ 28,262
	\$ 272,768		\$ 263,268
2005		2004	
De La Salle College	\$ 34,300	Chapel Downs Primary Sch.	\$ 26,300
South Auckland Adult Literacy Trust	\$ 11,300	Clover Park Middle School	\$ 39,049
Murdoch Park Kindergarten	\$ 12,300	Papatoetoe South School	\$ 38,828
Papatoetoe Kindergarten	\$ 9,000	Puhinui School	\$ 35,830
Tangaroa College	\$ 67,700	Redoubt North School	\$ 31,849
Rongomai School	\$ 30,500	South Auckland Seventh Day Adventist School	\$ 22,701
	\$ 165,100	Tyndale Park Christian Sch.	\$ 9,812
			\$ 204,369

Trustees

With the amalgamation of local authorities in the region, Auckland Council is the successor to all the rights and obligations of Manukau City Council in respect of the Deed of Trust pursuant to section 35 of the Local Government (Tamaki Makaurau Reorganisation) Act 2009.

Two Trustees are appointed by Auckland International Airport Limited, two Trustees by Auckland Council and one by the Aircraft Noise Community Consultative Group. Trustees serve a term of three years and are eligible for re-appointment.

The Airport Noise Community Consultative Group appointed Donna Richards as its representative on the Trust in 2010. Sadly, Donna has been unable to attend many meetings due to ill-health. As a result, she has offered her resignation effective from the end of the Trust's financial year. We thank Donna for her contribution and wish her a speedy recovery. The Airport Noise Community Consultative Group will shortly announce her successor.



Roger Baldwin – Chairman

Roger is an Auckland Council appointee on the Trust. He served on the Mangere Community Board from 1989 -1992 and on the Manukau City Council from 1992 -1998, with the last three years as Chairman of the Corporate Business Committee. Amongst his many other community responsibilities he was the inaugural Chairman of the Aircraft Noise Community Consultative Group. He also plays a very active role in the One Tree Hill Rotary Club, the Mangere Bridge Residents and Ratepayers Association and the Mangere Bridge Community Trust.



Martin Fryer

Martin initially came to the Trust as a representative of the Auckland Airport Noise Community Consultative Group in November 2005. At that time he was the Environment Manager for Air New Zealand. In September 2007 Martin was appointed into his current role as Sustainability Advisor with Auckland Airport. With that appointment, he also became the company's second representative on the Trust Board.



Ian McGeachie J.P.

Ian is also an Auckland Council appointee having served on the Trust since 2004. As a current member of the Auckland Council representing the Otara/Papatoetoe Local Board, and a former Manukau City Councillor and member of the Papatoetoe Community Board, Ian knows the community very well. He has served on the Counties Manukau Sports Foundation, the Papatoetoe Licensing Trust and the St George Charitable Trust. Ian is also a Justice of the Peace and assists with JP duties at the Papatoetoe Citizens Advice Bureau. He is currently a trustee of the Papatoetoe Sports and Community Charitable Trust.

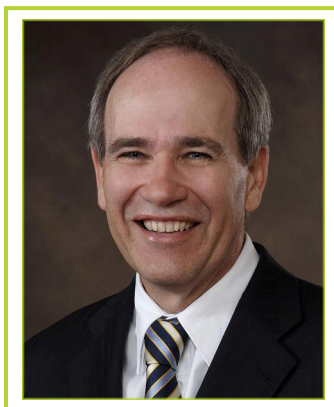


John McShane

John was a founding Trustee appointed by Auckland Airport. He is the company's Environment and Planning Manager. In this role, he has been a member of the Aircraft Noise Community Consultative Group since its inception in 1997 and represented AIAL through the Manukau District Plan process for the Northern Runway.

Appointers' Comments

His Worship the Mayor of Auckland Council
Len Brown



As Mayor I have always appreciated the valuable support the Auckland Airport Community Trust has provided to the residents of Auckland and the local environment within its Area of Benefit. I am happy that it continues to provide such excellent service under the new Auckland Council.

The new Auckland Council now takes over the responsibilities required of the former local authorities towards the Trust and it is my pleasure to continue to support the work of the Trust and its efforts to provide for and assist the people of Auckland. I wish the Trust all the best for the coming year.

Chief Executive, Auckland International Airport Limited
Simon Moutter



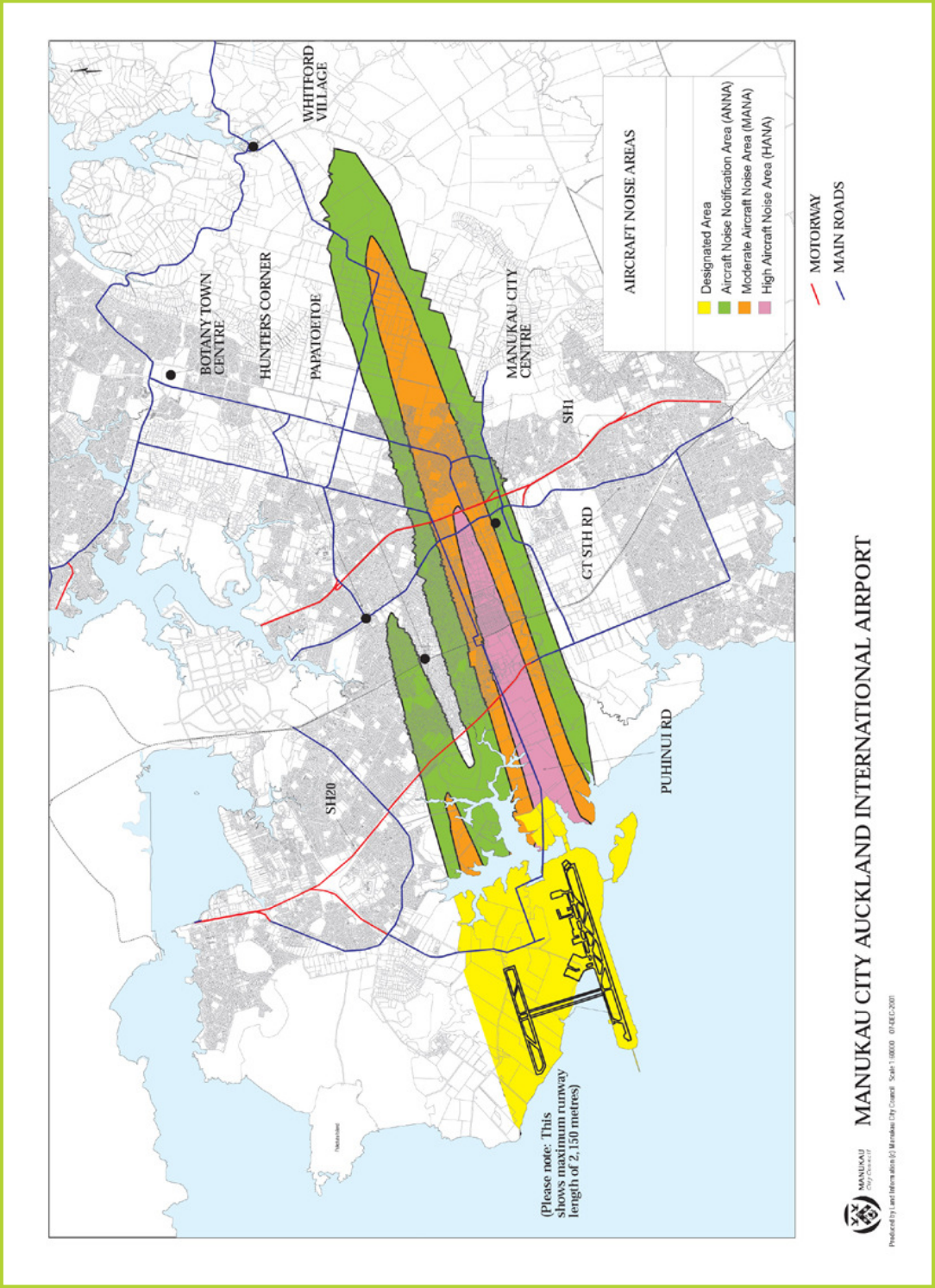
As CEO of Auckland Airport it gives me great pleasure to contribute to this year's annual report of the Auckland Airport Community Trust.

This year sees an array of programmes being funded that demonstrate real vision. Vision is an essential element of leadership and all Trust beneficiaries should be justly proud of the leadership they are showing within their communities and beyond.

I am particularly pleased to see the Trust holding its Annual Public Meeting in the Novotel Auckland Airport, the realisation of a vision Auckland Airport has had for many years.

Everyone involved in, and associated with the Trust should be congratulated on another successful year, another funding milestone and a job well done.

Area of Benefit



Establishment of the Auckland Airport Community Trust

The Trust was formally established in October 2003. This was a direct result of the decision made in the Environment Court on 10 December 2001 that Auckland International Airport Limited would establish a trust fund as a condition of the company being granted approval to build a second runway. The court decision (A143/2001) specified the amount - \$250,000 per annum adjusted by the rate of the consumer price index each year. The charitable purposes embedded in the resulting Trust Deed have their origins in that court decision.

Charitable Purposes

The charitable purposes of the Trust are set out in its Trust Deed and are listed below. The Trust Deed also defines the Area of Benefit for the Trust. The Area of Benefit is defined by the HANA (High Aircraft Noise Area), MANA (Moderate Aircraft Noise Area) and ANNA (Aircraft Noise Notification Area) as those areas appear in the Manukau District Plan. Those areas are the most impacted by current and projected aircraft movements to and from Auckland Airport. In general terms this area covers part of the suburbs of Wiri, Mangere, Papatoetoe, Otara, East Tamaki, Flatbush and Whitford. A full map of the Area of Benefit is included on page 14. It must be noted that although Manukau City Council is now part of the Auckland Council, the existing plans continue to apply to their former districts until a new Auckland Council unitary plan is developed.

5. CHARITABLE PURPOSES

5.1 Purposes: The Trustees shall hold and apply the Trust Fund upon trust for the following charitable purposes within Manukau City for the benefit of those living and working in the Area of Benefit and affected by noise from Aircraft Operations;

- (a) for the mitigation of the adverse effects associated with noise from Aircraft Operations which are not provided for under Condition 10 of the Designation (**“the other adverse effects”**);
- (b) to ensure positive effects on the external environment to offset the other adverse effects, including but not limited to the provision of opportunities and facilities as contemplated by clause 8.4(b);
- (c) in cases of significant financial hardship, to assist property owners in the Area of Benefit to meet their share of any costs of acoustic treatment measures or enhancements where such a contribution by an owner is required by Condition 10 of the Designation.

8. MANAGEMENT OF THE TRUST

8.4 Payment/application of Trust Fund: For the avoidance of doubt:

- (a) in determining whether and how to pay or apply the Trust Fund under clause 5.1, the Trustees shall, to the greatest extent possible, give primacy to the purposes listed in clauses 5.1(a) and 5.1(b);
- (b) while the Designation provides various physical measures to address adverse effects arising from Aircraft Operations (in the form of the acoustic treatment and related ventilation measures provided in Condition 10), the purposes set out at clauses 5.1(a) and 5.1(b) are intended to ensure that adverse effects of noise from Aircraft Operations on the external environment, which cannot be mitigated by such physical means, can at least be partially offset by providing positive effects in the form of enhanced cultural, recreational and other opportunities and facilities to those living and working in the Area of Benefit, provided that (for the avoidance of doubt) such opportunities and facilities must be provided for or to achieve the charitable purposes set out in clause 5.1. Such opportunities and facilities may be provided outside the Area of Benefit, but should be readily available to residents in those areas affected by noise from Aircraft Operations;
- (c) nothing in clause 5.1 shall allow the Trustees to pay or apply income or capital of the Trust Fund for the purposes of opposing or challenging Aircraft Operations in any way or for the funding of acoustic treatment in developments where the developer has the responsibility to provide acoustic treatment under rule 5.21.4 of the Operative Manukau District Plan 2002.

8.5 Means of achieving purposes: The Trustees may, in order to achieve the purposes of the Trust as set out in clause 5.1, in addition to all other powers vested in the Trustees:

- (a) provide grants, support and assistance to any person, group, project or programme where it is consistent with the Trust's charitable purposes;
- (b) seek out and enter into strategic relationships with other parties in the pursuit of common goals consistent with the purposes of the Trust;
- (c) make known, advertise or otherwise promote the activities and purposes of the Trust by such use of any media as the Trustees may decide;
- (d) seek, accept and receive subscriptions, donations, subsidies, grants, endorsements, gifts, legacies, loans and bequests in money, in kind or partly in both;
- (e) undertake such other activities and enterprises to further the charitable purposes of the Trust as the Trustees may decide.



AUCKLAND AIRPORT
COMMUNITY
TRUST

Annual Report

For the year ended 30 June 2011

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**Auckland Airport Community Trust
Trust Directory
As at 30 June 2011**

Settlor	Auckland International Airport Limited
Type of Trust:	Charitable Trust
Trustees:	Donna Richards John McShane Roger Baldwin Martin Fryer Ian McGechie
Bankers:	ASB Bank, Mangere Bridge
Solicitors:	Martelli McKegg Wells & Cormack, Auckland
Auditors:	CST Nexia Audit, Manukau City
Accountants:	CST Nexia Limited, Manukau City

**Auckland Airport Community Trust
Statement of Responsibility
For the year ended 30 June 2011**

The Board is responsible for the maintenance of adequate accounting records and the preparation and integrity of the financial statements and related information. The independent external auditors, CST Nexia Audit, have audited the financial statements and their report appears on page 13.

The Board is also responsible for the systems of internal control. These are designed to provide reasonable but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability for assets, and to prevent and detect material misstatements. Appropriate systems of internal control have been employed to ensure that all transactions are executed in accordance with authority and are correctly processed and accounted for in the financial records. The systems are implemented and monitored by suitably trained personnel with an appropriate segregation of authority and duties. Nothing has come to the attention of the Board to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

The financial statements are prepared on a going concern basis. Nothing has come to the attention of the Board to indicate that the Trust will not remain a going concern in the foreseeable future.

In the opinion of the Board:

- The statement of financial performance is drawn up so as to give a true and fair view of the surplus of the Trust for the financial year ended 30 June 2011.
- The statement of financial position is drawn up so as to give a true and fair view or the state of affairs of the Trust as at 30 June 2011.

There are reasonable grounds to believe that the Trust will be able to pay its debts as and when they fall due.

For and on behalf of the Board:



Trustee

13 September 2011
Date



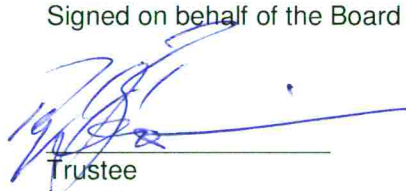
Trustee

13 September 2011
Date

Auckland Airport Community Trust
Statement of Financial Position
As at 30 June 2011

	Note	2011 \$	2010 \$
Trustee Funds			
Trustee Funds	2	<u>238,394</u>	<u>136,382</u>
		238,394	136,382
Current Liabilities			
Accounts Payable		3,174	4,902
Unpaid and Approved Distributions and Grants	3	<u>215,719</u>	<u>378,343</u>
		218,893	383,245
Total Funds Employed		<u>457,287</u>	<u>519,627</u>
Current Assets			
Current Account		15,587	3,668
Term Deposits		433,652	512,479
Accrued Interest		5,695	3,479
Prepayments		<u>2,353</u>	<u>-</u>
		457,287	519,627
Total Assets		<u>457,287</u>	<u>519,627</u>

Signed on behalf of the Board of Trustees:


 Trustee

13.09.2011
 Date


 Trustee

13.09.2011
 Date

The notes and accounting policies on pages 7 to 12 form a part of and are to be read in conjunction with these financial statements.

**Auckland Airport Community Trust
Statement of Financial Performance
For the year ended 30 June 2011**

	Note	2011 \$	2010 \$
Income			
Grant - Auckland International Airport Limited		301,024	295,847
Interest Received		<u>26,189</u>	<u>24,449</u>
		327,213	320,296
Operating Expenses			
Administration Fees		3,882	4,996
Advertising		1,945	482
Annual Public Meeting		2,082	1,598
Bank Charges		10	35
Computer Expenses		46	40
Charitable Commission Fee		77	-
General Expenses		292	683
Printing and Stationery		2,568	1,548
Remuneration to CST Nexia - Audit		2,300	2,250
Remuneration to CST Nexia - Other Services		<u>1,150</u>	<u>2,475</u>
		14,352	14,108
 Surplus Before Distributions and Grants		<u>312,861</u>	<u>306,188</u>
Distributions and Grants			
Less: Approved Distributions	3	205,319	270,788
Less: Hardship Grants	3	7,800	22,200
Plus: Grants Cancelled	9	<u>2,270</u>	<u>-</u>
		(210,849)	(292,988)
 Net Surplus/(Deficit) Transferred to Trustee Funds		<u>102,012</u>	<u>13,200</u>

The notes and accounting policies on pages 7 to 12 form a part of and are to be read in conjunction with these financial statements.

Auckland Airport Community Trust
Statement of Movements In Trustee Funds
For the year ended 30 June 2011

	Note	2011 \$	2010 \$
Trustee Funds at beginning of the year		136,382	123,182
Net Surplus/(Deficit) for the year		102,012	13,200
Transfer to Endowment Funds Reserve		(102,012)	(13,200)
Increase in Endowment Funds Reserve		102,012	13,200
Increase in Hardship Grant Reserves		-	-
Total Recognised Revenues and Expenses		102,012	13,200
Trustee Funds at the end of the year	2	<u>238,394</u>	<u>136,382</u>

The notes and accounting policies on pages 7 to 12 form a part of and are to be read in conjunction with these financial statements.

Auckland Airport Community Trust
Notes to the Financial Statements
For the year ended 30 June 2011

1 Statement of Accounting Policies

A Reporting Entity

The financial statements presented here are for the reporting entity Auckland Airport Community Trust (the Trust). The Trust is a charitable trust under the Charitable Trusts Act 1957. The Trust is reporting pursuant to the requirements of its trust deed.

B Statutory Base

The financial statements are prepared in accordance with the reporting requirements of the Financial Reporting Act 1993. The Trust is a charitable trust incorporated under the Charitable Trusts Act 1957.

C Financial Reporting Framework

These financial statements have been prepared under the existing New Zealand Financial Reporting Standards framework, which is one of the two frameworks for generally accepted accounting practice currently available to be applied in New Zealand for qualifying small entities. The other framework for generally accepted accounting practice is the New Zealand Equivalents to International Financial Reporting Standards (NZ IFRS). The time line and criteria applicable to small entities and incorporated societies for mandatory conversion to NZ IFRS is yet to be announced by the Accounting Standards Review Board.

D Differential Reporting

The Trust is a qualifying entity within the New Zealand Institute of Chartered Accountants' differential reporting framework. The entity qualifies for differential reporting exemptions in the absence of public accountability and the entity is not large in terms of the size criteria. The entity has taken advantage of all differential reporting concessions available to it, with the exception of FRS 19 Accounting for Goods & Services Tax, with which it has complied fully.

E Measurement Base

The measurement base adopted is that of historical cost. Reliance is placed on the Trust being a going concern.

F Charities Status

The Charities Act 2005 was passed in April 2005, establishing the Charities Commission which came into being on 1 July 2005. Changes to the Income Tax Act 2007 and Estate and Gift Duties Act 1968 mean that only charities registered with the Charities Commission will be eligible for tax exemptions.

The Trust applied for and received registration as a charity from the Charities Commission. The Trust has taken advantage of the following:

- exemption from income tax for non business income
- exemption for business income derived by or in support of charities
- exemption from gift duty for persons who make gifts to the Trust

Auckland Airport Community Trust
Notes to the Financial Statements (continued)
For the year ended 30 June 2011

G Particular Accounting Policies

The following particular accounting policies which materially affect the measurement of financial performance and financial position of the Trust have been applied:

Grants

Grants and donations are recorded as revenue at the point their receipts are formally acknowledged by the Trust. The Trust is funded primarily by Auckland International Airport Limited.

Accounts Receivable

Accounts Receivable is stated at their estimated realisable value after providing for doubtful debts.

Goods and Services Tax

The financial statements have been prepared on a GST inclusive basis.

Trustee Funds

Trustee funds comprise of accumulated surplus over the years, Endowment Fund Reserves and Hardship Grant Reserves. Endowment Funds Reserves are funds left to build up and be used for major community projects at some future date. Hardship Grants Reserves are funds set aside for future approved hardship grant distributions.

Changes in Accounting Policies

There have been no changes in accounting policies and they have been applied on a consistent basis with those of the previous period.

Auckland Airport Community Trust
Notes to the Financial Statements (continued)
For the year ended 30 June 2011

2 Trustee Funds

	2011 \$	2010 \$
<i>Accumulated Trustees Funds</i>		
Balance at the beginning of the year	-	-
Surplus/(deficit) for the year	102,012	13,200
Transfer to Hardship Grants Reserve	-	-
Transfer to Endowment Funds Reserve	(102,012)	(13,200)
Accumulated Trustee Funds at year end	-	-
<i>Endowment Funds Reserves</i>		
Endowment Funds Reserves at beginning of the year	66,382	53,182
Transfer from Accumulated Funds	102,012	13,200
Endowment Funds Reserves at end of the year	168,394	66,382
<i>Hardship Grant Reserves</i>		
Hardship Grant Reserves at the beginning of the year	70,000	70,000
Transfer from Accumulated Funds	-	-
Hardship Grant Reserves at the end of the year	70,000	70,000
Total Trustee Funds	<u>238,394</u>	<u>136,382</u>

Auckland Airport Community Trust
Notes to the Financial Statements (continued)
For the year ended 30 June 2011

3 Distributions

Unpaid and Approved Distributions and Grants	2011	2010
Literacy Grants	205,319	354,944
Hardship Grants	10,400	23,400
	<u>215,719</u>	<u>378,344</u>

Hardship Grants	2011	2010
Unpaid Hardship Grants at the beginning of the year	23,400	21,800
Hardship Grants paid during the year	20,800	20,600
Hardship Grants cancelled during the year	-	-
Hardship Grants granted during the year	7,800	22,200
Unpaid Hardship Grants at the end of the year	<u>10,400</u>	<u>23,400</u>

Literacy Grants 2011	Unpaid Grants as at 30 June 2010	Grants Approved During the Year	Distributions Paid During the Year	Grants Cancelled	Unpaid Grants as at 30 June 2011
Aorere Kindergarten	-	7,325	-	-	7,325
Books for Babes Charitable Trust	20,195	-	20,195	-	-
Hippy @ Rongomai Yr 2 (Great Potentials Foundation)	176,065	-	176,065	-	-
Papatoetoe Kindergarten	15,496	-	15,496	-	-
The Gifted Kids Programme	-	18,400	-	-	18,400
Rongomai Te Kohanga Reo	2,270	-	-	2,270	-
Brainwave Trust	36,400	-	36,400	-	-
De La Salle College	-	5,750	-	-	5,750
Water Safe Auckland	42,148	-	42,148	-	-
St Peter Chanal Preschool	3,300	2,508	3,300	-	2,508
Dawson Primary School	24,050	-	24,050	-	-
Rongomai School	23,200	23,303	23,200	-	23,303
ATTITUDE	2,100	-	2,100	-	-
Age Concern Counties Manukau	9,720	-	9,720	-	-
Parents Inc Attitude Division	-	2,500	-	-	2,500
Mangere College	-	5,750	-	-	5,750
Story Time Foundation	-	39,988	-	-	39,988
Great Potentials	-	36,000	-	-	36,000
Monte Cecilia Housing Trust	-	10,360	-	-	10,360
Speld Manukau City	-	7,500	-	-	7,500
Hindu Heritage	-	12,536	-	-	12,536
Springboard Trust	-	33,400	-	-	33,400
	<u>354,944</u>	<u>205,319</u>	<u>352,674</u>	<u>2,270</u>	<u>205,319</u>

Auckland Airport Community Trust
Notes to the Financial Statements (continued)
For the year ended 30 June 2011

3 Distributions (continued)

Literacy Grants 2010	Unpaid Grants as at 30 June 2010	Grants Approved During the Year	Distributions Paid During the Year	Grants Cancelled	Unpaid Grants as at 30 June 2011
Aorere Kindergarten	6,493	-	6,493	-	-
Books for Babes Charitable Trust	51,116	-	30,921	-	20,195
Countries Manukau Sports Foundation	34,975	-	34,975	-	-
Rongomai School	75,250	23,200	75,250	-	23,200
Great Potentials Foundation	94,714	119,374	38,023	-	176,065
Papatoetoe Kindergarten	10,496	10,496	5,496	-	15,496
Computer Clubhouse Trust	57,833	-	57,833	-	-
The Gifted Kids Programme	23,200	-	23,200	-	-
Rongomai Te Kohanga Reo	2,270	-	-	-	2,270
Brainwave Trust	14,250	36,400	14,250	-	36,400
De La Salle College	15,937	-	15,937	-	-
City of Manukau Education Trust	6,240	-	6,240	-	-
Water Safe Auckland	-	42,148	-	-	42,148
St Peter Chanel Preschool	-	3,300	-	-	3,300
Dawson Primary School	-	24,050	-	-	24,050
ATTITUDE	-	2,100	-	-	2,100
Age Concern Counties Manukau	-	9,720	-	-	9,720
	392,774	270,788	308,618	-	354,944

4 Events Occurring After Balance Date

There are no material post balance date events (30 June 2010: \$Nil).

5 Contingent Liabilities

There are no contingent liabilities at year end (30 June 2010: \$Nil).

6 Commitments

There are no commitments as at 30 June 2011 (30 June 2010: \$Nil).

There are no capital commitments as at 30 June 2011 (30 June 2010: \$Nil).

7 Related Parties

There are no related party transactions at year end (30 June 2010: \$Nil).

Auckland Airport Community Trust
Notes to the Financial Statements (continued)
For the year ended 30 June 2011

8 Trustees Remuneration

Trustees did not receive remuneration during the year (30 June 2010: \$Nil).

9 Grants Cancelled

No grants were cancelled in 2010. In 2011, a grant of \$2,270 to Rongomai Te Kohanga Reo was cancelled due to the grant applicant failing to provide a signed copy of grant conditions.

INDEPENDENT AUDITOR'S REPORT

To the members of Auckland Airport Community Trust

Report on the Financial Statements

We have audited the financial statements of Auckland Airport Community Trust on pages 4 to 12, which comprise the statement of financial position as at 30 June 2011, and the statement of financial performance and statement of movements in trustee funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our firm carries out business advisory services for Auckland Airport Community Trust. Except in this regard, and other than our capacity as auditors, the firm has no other relationship with, or interest in, Auckland Airport Community Trust.

Opinion

In our opinion, the financial statements on pages 4 to 12 present fairly, in all material respects, the financial position of Auckland Airport Community Trust as at 30 June 2011, and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

CST Nexia Audit

CST Nexia Audit
Chartered Accountants
Manukau City

13 September 2011

Directory

Auckland Airport Community Trust

Trustees

Roger Baldwin

Martin Fryer

Ian McGechie

John McShane

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Auckland Airport Community Trust

% Auckland Communities Foundation

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Auditors

CST Nexia Audit

Solicitors

Martelli McKegg Wells & Cormack

Bankers

ASB Bank