
POWER ENGINEERING EXCELLENCE TRUST

Annual Report 2020



Performance Report (Summary)

Introduction

This report presents a summary of the full Performance Report, prepared by Ainger Tomlin and available on Charities Services website.

All notes and disclaimers in the full report apply to this summary.

Reporting Entity

The Power Engineering Excellence Trust is a charitable trust established in 2002 (Registration Number: CC45199).

The Trust's vision is to empower those who will shape New Zealand's energy future.

The purpose of the Trust is to encourage a greater number of students to study power engineering and to promote research and innovation of power engineering.

Main Sources of Entity's Cash Resources

Investment Returns

Up to 31 October 2020, the Trust has investment return from investment held under the University of Canterbury Trust Funds (UCTFs) Statement of Investment Policy and Objectives (SIPO) which is approved by the University Council. From 1 November 2020, the Trust will receive interest income from bank short term deposits.

Donations

The trust receives funding from Industry Partners.

Statement of Accounting Policies

Basis of Preparation

The Power Engineering Excellence Trust has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future. These financial statements have been prepared on a going concern basis and in accordance with Tier 3 PBE accounting standards, which have been applied consistently throughout the period.

Goods and Services Tax (GST)

The Power Engineering Excellence Trust is not registered for GST. Therefore all amounts are stated inclusive of GST.

Income Tax

Power Engineering Excellence Trust is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Changes in Accounting Policies

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

Tier 2 PBE Accounting Standard Applied

All investments held by the UCTF are stated at market value. All investments held by bank short term deposits are stated at historical cost.

Statement of Service Performance

Description of Entity's Outcomes

Mission

We inspire and enable tomorrow's power engineering talent by sharing responsibility, knowledge and opportunity across academia and industry.

Outcome

Aids power engineering education to inspire and enable more students to choose power engineering courses at UC, to facilitate career opportunities for students, to create a world-class power engineering tertiary education portfolio, to provide Undergraduate and Postgraduate scholarships and to increase the quality and quantity of power engineers in New Zealand.

	2020	2019
DESCRIPTION AND QUANTIFICATION OF THE ENTITY'S OUTPUTS		
Scholarships Paid \$	177,000	135,833
Number of Scholarships Granted	41	36
Sponsorship Paid \$	22,000	21,500
Number of Activities Sponsored	1	1

Statement of Financial Performance

For the Year Ended 31 DECEMBER 2020

		31-Dec-20	31-Dec-19
	NOTES		
REVENUE			
Donations, fundraising, and other similar revenue	1	203,500	213,250
Providing Goods or Services	1	2,616	-
Interest, dividends, and other investment revenue	1	97,331	93,505
Total Revenue		<u>303,447</u>	<u>306,755</u>
EXPENDITURE			
Scholarships and Education Support	2	199,000	157,333
Volunteer and employee related costs	2	236,309	191,964
Costs related to providing Goods and Services	2	7,984	40,954
Total Expenditure		<u>443,293</u>	<u>390,251</u>
NET SURPLUS (DEFICIT)		<u>(139,846)</u>	<u>(83,496)</u>

Statement of Financial Position

As at 31 DECEMBER 2020

		31-Dec-20	31-Dec-19
	NOTES		
ASSETS			
Current Assets	4	189,630	-
Non-Current Assets	4	650,000	929,476
Total Assets		<u>839,630</u>	<u>929,476</u>
LIABILITIES			
Funds Received in Advance		50,000	-
Total Liabilities		<u>50,000</u>	<u>-</u>
TOTAL ASSETS LESS TOTAL LIABILITIES (NET ASSETS)		<u>789,630</u>	<u>929,746</u>
ACCUMULATED FUNDS			
Accumulated surpluses or (deficits)	3	789,630	929,476
Total Accumulated Funds		<u>789,630</u>	<u>929,476</u>

Notes to the Performance Report

1. Analysis of Revenue

	2020	2019
DONATIONS, FUNDRAISING, AND OTHER SIMILAR REVENUE		
Donations	203,500	213,250
REVENUE FROM PROVIDING GOODS AND SERVICES		
Returns from Specialised Consulting Contracts	2,616	-
INTEREST, DIVIDENDS, AND OTHER INVESTMENT REVENUE		
Investment Income Distribution	97,331	93,505

2. Analysis of Expenses

	2020	2019
VOLUNTEER AND EMPLOYEE RELATED COSTS		
Total Volunteer and employee related costs	<u>236,309</u>	<u>191,964</u>
COSTS RELATED TO PROVIDING GOODS OR SERVICES		
Marketing and Outreach	5,320	-
Field Trips	16	14,191
Members Event	2,648	7,318
Other Expenses	-	19,445
Total Costs related to providing goods and services	<u>7,984</u>	<u>40,954</u>
SCHOLARSHIP AND SPONSORSHIP MADE		
Undergraduate Scholarships	152,000	130,000
Postgraduate Scholarships	25,000	5,833
Sponsorship	22,000	21,500
Total Scholarship and Sponsorship made	<u>199,000</u>	<u>157,333</u>

3. Accumulated Funds

	2020	2019
ACCUMULATED FUNDS		
Opening Balance	929,476	1,012,972
Surpluses or (deficits)	<u>(139,846)</u>	<u>(83,496)</u>
Total Accumulated Funds	<u>789,630</u>	<u>929,476</u>

4. Analysis of Assets

	2020	2019
BANKS ACCOUNTS AND CASH		
BNZ Everyday Bank Account	82,031	-
DEBTORS AND PREPAYMENTS		
Investment Distribution Receivable	97,331	-
OTHER CURRENT ASSETS		
Funds Held by University of Canterbury	10,268	-
OTHER NON-CURRENT ASSETS		
BNZ Term Deposits	650,000	-
Investment Held by UC Trust Funds	-	929,476

5. Commitments

There are no commitments as at 31 December 2020 (2019 - nil).

6. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 December 2020 (2019 - nil).

7. Related Parties

There were no transactions involving related parties during the financial year. (2019 - nil).

8. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report (2019 - nil).

9. Going Concern and Effects of Covid-19 Pandemic

On 11 March 2020 the World Health Organisation declared a global pandemic as a result of the outbreak and spread of COVID-19. Following this, on Wednesday 25 March 2020 the New Zealand Government raised its Alert Level to 4 for an initial 4 week period.

Although the full impact on the value of the investment portfolio and the income it generates has yet to be seen due to market volatility. The Trust is well positioned to respond appropriately in any event, with the ability