

Hawke's Bay Power Consumers' Trust

CHAIRMAN'S REPORT and FINANCIAL STATEMENTS of the Trust

**For the year ended
31 March 2024**

TRUSTEES

**D Kirton
B Arnott
J Farnworth
D Pearson
K Westwood**

HAWKE'S BAY POWER CONSUMERS' TRUST

DIRECTORY

Trust's Office:

c/- Brown Webb Richardson Ltd
111 Avenue Road East
Hastings

Phone: (06) 873 8037
Email: hbpct@bwr.co.nz

Trustees:

Diana Kirton (Chair)
Barbara Arnott
David Pearson
Jeff Farnworth
Kirsten Westwood

Secretary and Accountant:

Stephen Dine

Bankers:

Westpac - Hastings

TRUSTEES' REPORT

On the operations and financial affairs of the

HAWKE'S BAY POWER CONSUMERS' TRUST
For the year ended 31 March 2024

ANNUAL REPORT TO CONSUMERS**THE TRUST**

Hawke's Bay Power Consumers' Trust is the 100% owner of Unison Networks and has been since 1993. The Trust holds the shares in Unison on behalf of all power consumers connected to Unison's electricity network in Hawke's Bay. This means Hawke's Bay power consumers are the beneficial owners of the company.

The Trust is represented by five Trustees who are elected every three years by the power consumers of Hawke's Bay. The current Trustees are Diana Kirton (Chair), Kirsten Westwood, Barbara Arnott, David Pearson and Jeff Farnworth. The next Trust elections are on 1 October 2024.

This is an annual report on the operations and financial results of the Hawke's Bay Power Consumers' Trust for the year ended 31 March 2024. Trading activities of Unison Networks Limited are summarised later in this report.

WHAT THE TRUST DOES

The Trustees role is to hold the shares for the benefit of its consumer-owners and also to ensure the value of their investment is protected and enhanced, now and into the future. They monitor the operational and financial performance of the Company by measuring results against the Company's business plan and Statement of Corporate Intent progressively during the year. In this way they are alert to any variations to the outcomes that have been agreed with the Board.

Key tasks of the Trust are to:

- Act in the best interests of the Hawke's Bay power consumers, as owners, and exercise their rights as shareholders.
- Appoint Unison's Board of Directors and monitor their performance and the performance of the Company.
- Determine annually the amount of Trust funds to be paid to consumer-owners as a dividend or in other ways.
- Approve Unison's annual business goals and financial objectives.
- Manage and account for the financial affairs of the Trust.
- Hold a public meeting each year to report on the operations and financial performance of the Trust.
- Review the ownership of Unison's shares every five years, through a public consultative process.

TRUST ACTIVITIES SINCE 2023 ANNUAL PUBLIC MEETING

Consumer Dividends \$15.8 million in 2023

In 2023 the Trust received a dividend payment from Unison of \$15.8 million, exclusive of imputation credits. This was distributed to consumers at \$240 per ICP (installation connection point), with tax credits attached – to a maximum of 3 ICP's per consumer.

The registration portal remains open at www.hbpct.co.nz for further registrations at any time of the year.

The direct financial benefits consumers have had from Trust ownership since 1999 now stands at around \$250 million.

Recovery from Cyclone Gabrielle

Trustees are exceptionally proud of the work carried out by the Unison team, alongside Transpower, in recovering from Cyclone Gabrielle. This work was nationally recognised when they received the prestigious Network Initiative of the Year award at the 2023 Energy Excellence Awards. This award recognised the innovative and collaborative efforts taken to restore power in Hawke's Bay following Cyclone Gabrielle.

Following an intense period of planning, Unison and Transpower have jointly established the plan going forward for the rebuild of the flood-inundated Redclyffe substation. This plan was presented to key stakeholders in November 2023.

Ownership review

Trustees conducted a 5-yearly review of the ownership structure of Unison in the latter half of 2023. As part of the review Trustees sought feedback from the public to gauge views on the future ownership of Unison. There was unprecedented interest in the process from power consumers with a record 198 submissions received. They were almost equally split between keeping the current ownership model and changing it.

Following a month-long consultation, trustees unanimously supported the Directors recommendation that the shares in Unison remain in Trust ownership.

Sale of Unison Fibre Limited (UFL)

The sale of Unison Group subsidiary Unison Fibre Limited to leading central North Island fibre network provider Tuatahi First Fibre, was finalised in late January 2024. The strategic divestment of Unison Fibre by the Unison Group has allowed their customers to benefit from a greater choice of service providers, as well as being part of a bigger provider solely focused on fibre services.

Trustees fully supported this sale and have viewed it as a fantastic outcome for consumers and former Unison Fibre customers.

Working with Directors

Two new directors have been appointed to the UNL Board to replace outgoing directors Lucy Ellwood and Phil Hocquard who retire by rotation following Unison’s annual meeting at the end of July.

The new appointees are Wendie Harvey and Jon Nichols. They will take up their roles in August. <https://www.hbpct.co.nz/wp-content/uploads/2024/05/FINAL-HBPCT-appoints-new-directors-to-Unison-board.pdf>

Trustees continue to have a strong and open relationship with directors. The company monthly reports are provided to trustees soon after board meetings. Along with regular chair-to-chair meetings, trustees are kept up to date with company activities as well as initiatives that are in the pipeline. This “no surprises” approach is valued and respected by both parties.

Trustees attended a Unison Group and Subsidiaries’ Vision and Strategies presentations in early December. The subsidiaries play a vital role in the financial growth of the company. As they are the non-regulated arm of the Unison group, their success will contribute most to the growth of the dividend paid to the Trust for distribution to power consumers of Hawke’s Bay.

ETNZ

Barbara Arnott and Diana Kirton attended the ETNZ conference in May 2023. Former Unison CEO, Ken Sutherland, gave an excellent presentation on the devastating impact of Cyclone Gabrielle and the work then being carried out by Unison in the recovery process. This was very well received by trustees from lines companies throughout the country.

HBPCT has taken the stand that ETNZ should limit its conferences to one per year, that being the May conference in Wellington which includes the AGM. The May conference is a good opportunity to hear from the Energy Minister of the day, as well as any other sector leaders.

HBPCT have made the recommendation that the traditional spring conference be replaced with an online meeting of the trust chairs in order to keep the ETNZ executive informed of matters that are concerning energy trusts throughout the country. This option would reduce the cost to individual trusts, plus make the most of modern communication technology.

Trust elections

Trust elections are being held this year, with nominations open from 1 – 31 July. Election Services run the election process and all details will be available on the Trust website at www.hbpct.co.nz

Voting will be by post or electronically. Trustees encourage power consumers to get involved by casting their vote when the time comes, or standing for the Trust when nominations open.

COMPANY PERFORMANCE 2023-2024

Compliance: *The trading results for 2023-2024 disclosed an increase on the previous year, including the first year contribution from the addition of Magnetic Power Services Pty*

Limited, recognition of insurance income and the impact of Cyclone Gabrielle in the prior year. Total group revenue was \$360 million, up \$40 million from the previous year, while operating expenditure reached \$248 million, a \$23 million increase. After accounting for increased depreciation and borrowing costs, the 'operating profit before tax' increased by \$6.7 million to \$42.9 million.

Shareholders' funds showed an increase of \$10 million or 2.0%, increasing to \$520 million.

Ratio of Consolidated Shareholders' Funds to Total Assets

- The minimum target ratio of consolidated shareholders' funds to total assets is set at not less than 40%.
- Target goal for 2024-48%

Compliance: The minimum target ratio was achieved and the target goal was slightly behind. The actual ratio was 47%.

Performance Targets

Unison's 2024 Statement of Corporate Intent sets targets for both financial and network performance,

Compliance: The Company materially achieved its financial performance targets but fell slightly behind its network performance targets. The Trustees are however satisfied with the financial results and the network performance.

	Statement of Corporate Intent	
	2024 Targets	Actual Results 2024
FINANCIAL		
Earnings before interest, taxation, depreciation, amortisation and financial instruments as a percentage of average assets employed	10.2%	10.3%
Earnings before interest and taxation as a percentage of average assets employed	6.2%	6.1%
Total line operating costs per consumer	\$431	\$427
NETWORK PERFORMANCE		
SAIDI - System Average Interruption Index (Minutes)	<68.03	70.19
SAIFI - System Average Interruption Frequency Index	<1.497	1.534
HEALTH AND SAFETY PERFORMANCE		
• Injuries relating to critical risk	Nil	Nil
• Number of Public Accidents	Nil	Nil

COMPLIANCE WITH OTHER MATTERS

Unison's Statement of Corporate Intent is realised each year, detailing matters relating to the Company's scope of activities, dividend distributions, accounting policies, information to be provided to shareholders and administrative matters relating to procedures and communications with the Trust, as the sole shareholder. We are satisfied that in all these matters the Company has complied with the Statement of Corporate Intent.

THANKS

The last financial year has been an extraordinarily busy one for Unison and the Trust. The strength of the Unison team has consolidated it as a truly consumer-focused company. The current 100 years of Unison celebrations reminds us all that the company was built by the people of Hawke's Bay, for the power consumers of Hawke's Bay. The Trust is very proud to own the company that puts the needs of its shareholders first and foremost.

Our special thanks to the Trust Secretary, Stephen Dine, and his team at Brown Webb Richardson, for the continued professional, courteous service and support they provide to the Trust.

TRUSTEES' CONTRIBUTIONS

I would personally like to thank the current trustees for their open and honest contribution around the Trust table. The challenges we have faced this past year have been unprecedented. Much of the work of trustees goes unseen by the public and I thank each of them for their contributions on behalf of power consumers over the past year.

DIANA KIRTON CHAIR

On behalf of the Trustees – David Pearson, Jeff Farnworth, Barbara Arnott and Kirsten Westwood.

MORE TRUST INFORMATION

Detailed information about the Trust and its work is accessible on the Trust website:
www.hbpct.co.nz

Hawke's Bay Power Consumers' Trust

Income Statement for the year ended 31 March 2024

	<i>Note</i>	<i>This Year</i> \$	<i>Last Year</i> \$
Investment and Other Income			
Dividends Received	6	15,805,325	15,805,325
Interest Received		<u>324,502</u>	<u>205,415</u>
		16,129,827	16,010,740
Expenses			
Advertising		12,918	61,546
Audit Fees		28,537	24,126
Ownership Review		74,650	-
Distribution Expenses		231,379	236,607
Director Recruitment		9,306	8,221
Energy Efficiency Projects		-	174,829
General Expenses		18,342	24,491
Insurance		10,148	9,902
Legal Expenses		10,638	1,766
Public Relations		5,984	4,646
Secretarial & Accounting Fees		51,060	51,060
Trustees Expenses		763	4,491
Trustees Remuneration		139,997	147,385
Website Hosting & Design		<u>5,671</u>	<u>3,446</u>
Total Expenses		599,391	752,518
Net Income before Tax		<u>15,530,435</u>	<u>15,258,222</u>
Tax Expense	7	-	-
Net Income for the Year		<u><u>15,530,435</u></u>	<u><u>15,258,222</u></u>

Statement of Comprehensive Income for the year ended 31 March 2024

	<i>Note</i>	<i>This Year</i> \$	<i>Last Year</i> \$
Net Income for the year		15,530,435	15,258,222
Other comprehensive income			
Other Comprehensive Income for Year		-	-
Total comprehensive income		<u><u>15,530,435</u></u>	<u><u>15,258,222</u></u>

This Statement is to be read in conjunction with the accompanying Notes

Hawke's Bay Power Consumers' Trust

Statement of Movements in Equity for the year ended 31 March 2024

	<i>This Year</i> \$	<i>Last Year</i> \$
Credits for year:		
Net Income For Year	15,530,435	15,258,222
Distribution Over-provided & Unclaimed Money	436,094	287,918
	<hr/>	<hr/>
	15,966,529	15,546,140
Debits for year:		
Previous Distribution Cheques Presented	9,750	30,341
Distribution to Owners	15,998,648	15,979,588
	<hr/>	<hr/>
	16,008,398	16,009,928
Debit for year	<hr/>	<hr/>
	(41,869)	(463,788)
Opening Credit Balance	66,878,186	67,341,975
Closing Credit Balance	<hr/> <hr/>	<hr/> <hr/>
	66,836,318	66,878,186

This Statement is to be read in conjunction with the accompanying Notes and the Accountant's Statement

Hawke's Bay Power Consumers' Trust

Balance Sheet
as at 31 March 2024

	<i>Note</i>	<i>This Year</i> \$	<i>Last Year</i> \$
ASSETS			
Current Assets			
Cash and Cash Equivalents		708,989	1,469,866
Short-Term Investments		2,449,243	1,879,303
Accounts Receivable		3,792	3,792
Interest Accrued		24,493	11,053
Payments in Advance		9,757	9,182
		3,196,273	3,373,196
Non-Current Assets			
Unison Networks Limited Shares Held		64,000,000	64,000,000
Total Assets		67,196,273	67,373,196
LIABILITIES			
Current Liabilities			
Accounts Payable	72,093		35,642
Provision for Distribution	287,863		459,367
Total Liabilities		359,956	495,010
EXCESS ASSETS OVER LIABILITIES		66,836,317	66,878,186
EQUITY			
Retained Earnings		1,836,318	1,878,186
Trust Capital		65,000,000	65,000,000
TOTAL EQUITY		66,836,318	66,878,186

For and on behalf of Trustees

Trustee

Date 31 July 2024

Trustee

This Statement is to be read in conjunction with the accompanying Notes

Hawke's Bay Power Consumers' Trust

Cash Flow Statement for the year ended 31 March 2024

	<i>This Year</i> \$	<i>Last Year</i> \$
Cash Flows from Operating Activities		
Cash was provided from:		
Dividends Received	15,805,325	15,805,325
Interest Received	<u>311,062</u>	<u>196,377</u>
	16,116,387	16,001,702
Cash was disbursed to:		
Expenses Paid	<u>563,516</u>	<u>773,218</u>
	563,516	773,218
Net Cash Flow from Operations	<u>15,552,871</u>	<u>15,228,484</u>
Cash Flows From Financing Activities		
Cash was disbursed to:		
Previous Distribution Cheques Presented	9,750	30,341
Distributions Paid	<u>15,734,058</u>	<u>15,625,521</u>
	15,743,808	15,655,861
Net Cash Flow from Financing	<u>(15,743,808)</u>	<u>(15,655,861)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(190,937)</u>	<u>(427,377)</u>
Represented By:		
Opening Cash and Cash Equivalents	3,349,169	3,776,547
Net Increase (Decrease) in Cash and Cash Equivalents	(190,937)	(427,377)
Closing Cash and Cash Equivalents	<u><u>3,158,232</u></u>	<u><u>3,349,170</u></u>

This Statement is to be read in conjunction with the accompanying Notes

Hawke's Bay Power Consumers' Trust

Notes to the Financial Statements for the year ended 31 March 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The assets and liabilities of the former Hawke's Bay Electric Power Board were vested in a new energy company (Hawke's Bay Power Distribution Limited) on 1 June 1993 in accordance with the Establishment Plan which was approved by the Governor General by Order in Council on the 10th day of May 1993. Hawke's Bay Power Distribution Limited changed its name to Hawke's Bay Network Limited on 19 January 1999 following reorganisation of the business in accordance with the Electricity Reform Act 1998. Hawke's Bay Network Limited changed its name to Unison Networks Limited on the 17 April 2003.

The Establishment Plan also provided for the establishment of the Hawke's Bay Power Consumers' Trust, the reporting entity for these financial statements, and the allocation of all shares in the Company to the Trustees.

The objective of the Trust is to hold the shares in the company on behalf of the Consumers' and distribute to the Consumers' in their capacity as owners, the benefits of ownership of the shares in the Company and to carry out future ownership reviews involving the public consultation in accordance with the terms of the Deed establishing the Trust.

The Trust is domiciled and registered in New Zealand.

For the purposes of complying with generally accepted accounting practice in New Zealand ("NZ GAAP"), the Trust is a for-profit entity. These financial statements have been approved for issue by the Trustees on 31st July 2024.

B. Basis of Preparation

The financial statements of the Trust have been prepared in accordance with New Zealand generally accepted accounting practice (NZ GAAP). They comply with New Zealand equivalents to International Financial Reporting Standards (NZ IFRS), and other applicable New Zealand Financial Reporting Standards, as appropriate for profit-orientated entities.

Statutory Basis

The financial statements have been prepared in accordance with the requirements of the Electricity Industry Act 2010 and the Financial Reporting Act 2013, and they comply with those Acts.

The financial statements have been prepared on the basis of historical cost, except where otherwise stated.

The financial statements are presented in New Zealand dollars, which is also the Trust's functional currency. The financial statements are rounded to the nearest dollar.

The preparation of financial statements in conformity with NZ IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Trusts accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in the notes to the Financial Statements.

There are no new standards, interpretations or amendments, which are not yet effective and have

Hawke's Bay Power Consumers' Trust

Notes to the Financial Statements **for the year ended 31 March 2024**

not been adopted early in these financial statements, that will or may have a significant effect on the Trust's future financial statements.

C. Goods & Services Tax

The Trust is not registered for GST and therefore the financial statements are prepared on a GST inclusive basis.

D. Income Tax

Income tax expense includes components relating to current tax and deferred tax.

Current tax is the amount of income tax payable based on the taxable profit for the current year. Current tax also includes adjustments to income tax payable in respect of prior years.

Deferred tax is the amount of income tax payable or recoverable in future periods in respect of temporary differences and unused tax losses. Temporary differences are differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences or tax losses can be utilised.

Deferred tax is not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition of an asset or liability in a transaction that affects neither accounting profit nor taxable profit.

Current tax and deferred tax are measured using tax rates (and tax laws) that have been enacted or substantively enacted at balance date.

Current and deferred tax is recognised against the profit or loss for the period, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

E. Revenue

Dividends received are recognised as revenue when the right to receive payment is established.

Interest received is recognised as revenue as it is earned.

F. Provision for Distribution

A provision is recognised at the time the distributions become legally payable by the Trust. The provision at balance date represents unclaimed distributions at year-end.

G. Financial Instruments

The Trust initially recognises financial instruments when it becomes a party to the contractual provisions of the instrument.

The Trust derecognises a financial asset when the contractual rights to the cash flows from the asset expire.

The Trust derecognises a financial liability when its contractual obligations are discharged, cancelled, or expire.

Hawke's Bay Power Consumers' Trust

Notes to the Financial Statements for the year ended 31 March 2024

H. Financial Assets

The Trust classifies its financial assets in the following categories: financial assets at fair value through profit or loss, loans and receivables, held to maturity investments and available for sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and re-evaluates this designation at every reporting date. At balance date, the Trust only had financial assets classified as loans and receivables.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the Trust provides money, goods or services directly to a debtor with no intention of selling the receivable. They are included in current assets, except for those with maturities greater than 12 months after balance date, which are classified as non-current assets. The Trust's loans and receivables comprise cash and cash equivalents.

I. Cash and Cash Equivalents

Cash and cash equivalents includes deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of one year or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

J. Investments

Investments in Unison Networks Limited are recorded at values placed on them as part of the 1993 Establishment Plan.

K. Accounts Payable

These amounts represent liabilities for goods and services provided to the Trust prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Accounts payables are initially recognised at fair value and subsequently carried at amortised cost using the effective interest method.

L. Consolidation

The Financial Statements of Unison Networks Limited are not consolidated into this financial report of the Trust. A separate set of Consolidated Financial Statements has been prepared and is available on the Trust's website.

M. Changes in Accounting Policies

There have been no significant changes in accounting policies during the current year. Accounting policies have been applied on a basis consistent with prior year.

Hawke's Bay Power Consumers' Trust

Notes to the Financial Statements for the year ended 31 March 2024

2. AUDIT

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

3. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2023:\$0). In the event of a legitimate claim being made by a Consumer to share in the distribution made in March 1999, December 2004, October 2006, October 2007, October 2008, October 2009, October 2010, August 2011, November 2012, November 2013, August 2014, November 2015, November 2016, August 2017, November 2018, November 2019, August 2020, November 2021, November 2022 and November 2023 the Trust will settle the claim from general funds.

4. FINANCIAL INSTRUMENTS

The Trust is party to financial instruments as part of its normal operations. These financial instruments include bank accounts, advances, accounts receivable, accounts payable. All financial instruments are recognised in the balance sheet with any movements recognised in either profit or loss or other comprehensive income depending on their classification. The fair values of financial instruments are considered to be their carrying value as disclosed except that the estimated fair value of shares in Unison Networks Limited based upon net tangible assets of the Company at 31 March 2024 is \$447,605,000.

The Trust is exposed to the following financial risks: credit risk and cash flow interest rate risk.

Credit risk is the risk of financial loss to the Trust if a counterparty to a financial instrument fails to meet its contractual obligations. The Trust's exposure to credit risk is in relation to cash and cash equivalents. All cash and cash equivalents are held with registered trading banks with a minimum credit rating of "A". Funds are spread across five trading banks to avoid a concentration of risk.

Cash flow interest rate risk arises through the fluctuation of market interest rates affecting the Trust's return on investment. Funds are held with a variety of trading banks either on call or short term deposits with an original maturity of 12 months or less. The Trust does not rely on the interest income to continue operations and therefore the overall risk is not considered significant.

5. RELATED PARTY TRANSACTIONS

Dividends totalling \$15,805,325 (2023: \$15,805,325) were received from Unison Networks Ltd during the year.

6. DIVIDEND

During the financial year an imputed dividend of \$15,805,325 (\$21,951,840 inclusive of imputation credits) was received in respect to the 2023/2024 financial year (2023: \$21,951,840 fully imputed dividend).

Hawke's Bay Power Consumers' Trust

**Notes to the Financial Statements
for the year ended 31 March 2024**

	<i>This Year</i>	<i>Last Year</i>
	\$	\$
7. INCOME TAX		
a Taxation		
Surplus (Deficit) before Tax	<u>\$15,530,435</u>	<u>\$15,258,222</u>
Prima Facie tax expense @ 33%	5,125,044	5,035,213
Plus/(less) tax effect of :-		
Non-deductible expenses	-	57,694
Distributions to Beneficiaries	(5,177,054)	(5,110,532)
Unrecognised Tax Losses	36,956	(23,296)
Imputation Credit Adjustment	<u>15,054</u>	<u>40,921</u>
Tax Expense/(Benefit)	<u>\$0</u>	<u>\$0</u>
	<i>This Year</i>	<i>Last Year</i>
	\$	\$
Current Tax	-	-
Deferred Tax	-	-
Tax Expense	<u>-</u>	<u>-</u>
A deferred tax asset has not been recognised in relation to tax losses of \$2,671,317 (2023: \$2,421,084).		
b Taxation Payable/(Receivable)		
8. RECONCILIATION OF THE NET SURPLUS AFTER TAXATION WITH THE NET CASH FLOWS FROM OPERATING ACTIVITIES		
Reported Surplus after taxation	<u>15,530,435</u>	<u>15,258,222</u>
	15,530,435	15,258,222
Add (Less) movements in working capital items:		
Increase (Decrease) in accounts payable	36,450	(20,569)
(Increase) Decrease in interest accrued	(13,440)	(9,038)
(Increase) Decrease in pre-payments	<u>(575)</u>	<u>(132)</u>
Net Cash Flow from Operating Activities	<u>\$15,552,871</u>	<u>\$15,228,484</u>

Hawke's Bay Power Consumers' Trust

Notes to the Financial Statements **for the year ended 31 March 2024**

	<i>This Year</i>	<i>Last Year</i>
	\$	\$
9. RETAINED EARNINGS MOVEMENT		
Movements in retained earnings were as follows:		
Opening Balance	<u>1,878,186</u>	<u>2,341,975</u>
Profit for Year	15,530,435	15,258,222
Distributions to Beneficiaries	(15,998,648)	(15,979,588)
Previous Distribution Cheques Presented	(9,750)	(30,341)
Distribution Over-provided & Unclaimed Money	<u>436,094</u>	<u>287,918</u>
Closing Balance	<u><u>1,836,317</u></u>	<u><u>1,878,187</u></u>
10. KEY MANAGEMENT PERSONNEL		
Key management personnel compensation for the period and financial year are set out below. The key management personnel are the Trustees of the Trust who have the authority for the strategic direction and management of the Trust. Key management services are also provided by Brown Webb Richardson Limited through the provision of secretarial services.		
Short Term Benefits	140,000	143,000
Post Employment Benefits	-	-
Other Long Term Benefits	-	-
Total	<u><u>\$140,000</u></u>	<u><u>\$143,000</u></u>
The Trust has a contract with Brown Webb Richardson Limited for the provision of secretarial services to the Trust. For the year ended 31 March 2024 the amount of compensation paid or payable to Brown Webb Richardson Limited for the provision of the services was \$51,060. (2023: \$51,060).		
11. NOTES SUPPORTING CASH FLOW STATEMENT		
Cash and cash equivalents for the purpose of the cash flow statement comprises:		
Cash at bank available on demand:		
Westpac 00 Cheque Account	443,051	995,025
Westpac 03 Distribution Account	2,769	6,585
Westpac 01 Online Saver Account	152,704	138,207
Westpac 04 Distribution Account	84,305	91,995
ANZ 88 Distribution Account	23,959	235,899
ASB Fastsaver	<u>2,201</u>	<u>2,154</u>
	708,989	1,469,866
Short-term Deposits:		
BNZ - Term Deposit	687,824	660,529
Westpac - Term Deposit 27	200,000	200,000
Westpac - Term Deposit 29	523,042	507,479
Westpac - Term Deposit 30	538,377	511,294
Westpac - Term Deposit 34	<u>500,000</u>	<u>-</u>
	2,449,243	1,879,303
Total Cash and Cash Equivalents	<u><u>3,158,231</u></u>	<u><u>3,349,169</u></u>

Hawke's Bay Power Consumers' Trust

**Notes to the Financial Statements
for the year ended 31 March 2024**

	<i>This Year</i>	<i>Last Year</i>
	\$	\$
12. SIGNIFICANT EVENTS OCCURRING AFTER BALANCE DATE		
There have been no significant reporting events subsequent to balance date.		