

Calendar 2011/2012

TEC | ANNUAL REPORT
Supporting and Strengthening Communities

how do we show CALDERA Annual Report



TECT SHOWCASES BAY COMMUNITIES

We would like to acknowledge the outstanding results TECT's Consumers and the community have achieved with the grants distributed over the past 18 years. TECT prides itself on the attention it gives to ensuring our investments benefit Consumers of this generation and the next.

We consider our grants and donations to be a strategic investment in our community from which we expect a return. Not in dollar terms, but we do believe that our distributions will make a real difference. From the annual cheques that directly benefit Consumers to the grants that: address social issues; meet educational and community needs; improve equality or reduce hardship - we believe TECT's distributions make a positive impact in our community. We aim to support people in our region to be actively involved and participate in their communities.

This year for the first time, our Annual Report is in the form of a calendar featuring a fabulous array of photography capturing Consumers and Community Organisations at work and play in the community. The calendar also contains important funding dates and events which we hope will make it a useful resource, so please keep it and use.

It is with pleasure that we acknowledge the following local photographers who have contributed their stunning images. We know you'll agree that the photography truly showcases our Bay communities.

Special thanks to:

GATE PHOTOGRAPHY www.gatephotography.co.nz

KJELL NILSSON www.taurangaphotographer.co.nz

NIKKI SOUTH www.nikkisouth.co.nz

GUY HASTINGS www.yourstruly.co.nz

JAMIE TROUGHTON www.dscribe.co.nz

KIRK O'DONOGHUE www.kode.co.nz

ANDY BELCHER www.andybelcher.com

Photo courtesy of

GATE PHOTOGRAPHY

www.gatephotography.co.nz



Dear Consumers,

In a year in which the New Zealand economy has been severely impacted by the global financial crisis and by natural disasters, TECT has provided important benefits to the Tauranga economy through its distributions to Consumers and Consumer Organisations.

TrustPower

TECT was formed to hold shares in the listed electricity generator retailer, TrustPower. TECT's major investment remains its 33% shareholding in that Company.

In the year under review, TECT received dividends from TrustPower of \$39.5m, down from \$47.8m last year. Although total dividends were lower this year, ordinary dividends increased from 36c per share to 38c per share (dividends last year included a special dividend of 10c per share).

The value of the TrustPower investment at 31 March 2011 was \$7.20 per share compared to \$7.24 as at 31 March 2010.

Some brief details about TrustPower are worth mentioning because it is TECT's major investment.

In the ten years to 31 March 2010, Craig Investment Partners calculate that of the Companies listed on the NZX, TrustPower has provided the second highest returns.

As to the future, in the year under review, TrustPower successfully completed the 36 MW first stage of its Mahinerangi wind farm near Dunedin, on time and below budget. The Company secured resource consents for the development of hydro electric stations at Arnold (46 MW) near Greymouth, and at Wairau (72 MW) near Blenheim. These consents are significant because they are the only two major hydro consents achieved since the introduction of the Resource Management Act in 1991.

In a diversification of its business, TrustPower in December 2010, completed the commissioning of pumping equipment at Highbank, which is seen as an important first step in providing greater irrigation capacity to the Canterbury region.

As TrustPower develops these opportunities and others, Trustees are confident, that over time, the value of the

TrustPower investment and the dividends that flow from it will increase in line with the Company's strong past performance.

Key financial results for the year are as follows:

- Group Equity increased by \$3.6m, an increase of 0.53%
- Short term money market deposits were \$19.8m including \$5.3m committed to TECT's funding reserves and distribution provisions
- Group Income was \$33.6m, compared to \$34.4m last year, a decrease of 2.3%
- Group Expenses decreased by \$1.8m, a decrease of 26.6%. This decrease is attributable to reduced interest costs as the result of reduced debt

Trustees consider the results pleasing in the current financial climate.

TECT's Distributions

This year \$30.9m was allocated to TECT's Consumer Distribution Schemes. \$25.9m was distributed directly to Consumers through the annual cheque distribution scheme. This represented an average payment of \$446 per Consumer, making it a record distribution. Trustees were pleased to be able to do this at a time when most Consumers are facing difficult financial conditions.

TECT has now distributed over \$169m direct to Consumers since 1994, and the base amount has grown from \$20 per Consumer then, to \$360 in 2010. Trustees are pleased to have resolved this year to further increase the base amount of the November 2011 distribution from \$360 per customer to \$375 per customer, an increase of 4.2%. \$5m was allocated to TECT's other Consumer Community Organisation Schemes, and details of the grants made from those schemes are set out elsewhere in this report.

A review of these distributions will give you an insight into the many wonderful activities being undertaken in our community by our community organisations and the many passionate volunteers associated with them. Their work enriches our community and makes Tauranga a better place for all of us.

Where grants have been made to organisations to assist in the provision of community amenities, those grants have been made on the basis that reasonable access to those

amenities is to be afforded to Consumers generally. This has added significantly to the variety of amenities now available to Consumers.

While each of the grants detailed in this report has brought benefit to the Consumers receiving it, it has been particularly pleasing to again support the TrustPower/TECT helicopter in the vital work it does. A grant to the Lions Club Cancer Hostel at Hamilton will assure accommodation for those of us in need of critical treatment, and we await with much anticipation, the opening in October of our newest major amenity, the indoor sports and exhibition centre TECT Arena at Baypark.

Trustees

Trustee elections were held in June 2010. Thank you to the eighteen candidates who presented themselves for election. The election saw Mr Ron Scott and I returned as Trustees, and we were joined by Dame Susan Devoy. Dame Susan has quickly settled into her work and adds greatly to the breadth of Trustee experience across a wide range of endeavours. Ron and Susan join me in thanking Consumers for their support. Frances Denz retired at our AGM last year. I commend Frances for her work on behalf of Consumers.

I acknowledge Trustees for their commitment and for their efforts on behalf of Consumers during the year.

Secretariat

Thanks too, to our Secretary Fraser Lellman, and to his team of Char Niles, Jeanette Voss and Judi Priest for their efforts on behalf of Consumers. They have all contributed strongly to the smooth and efficient running of TECT.

Conclusion

Thank you for the opportunity of presenting this report. We as Trustees are placed by you in the very privileged position of overseeing the many benefits that TECT brings to our community. I hope you will enjoy this report, and agree that TECT remains worthy of your continued support.



Michael Cooney
TECT Chairperson

We have funding available
www.tect.org.nz

Join us at our AGM: Thursday 28 July 2011, 5:30pm,
Club Mount Maunganui, Cnr Totara and Kawaka Streets, Mount Maunganui.



IT'S COOL TO INSULATE

TURNING UP THE HEAT

Mr & Mrs Dijk of Te Puna had no insulation in their 1980's home. It was cold, damp and expensive to heat. They are among the 900,000 houses in New Zealand with insufficient or no insulation, where indoor temperatures fall well below World Health Organisation recommended limits.

TECT has contributed \$650,000 to the Tauranga Healthy Homes project since 2005. The focus of the project is to reach Consumers who can't afford to improve the energy efficiency of their homes. TECT's contribution and other local funding secured has enabled over 750 local homes to be retrofitted to date – a real benefit for the community. TECT has recently committed further funds to the Healthy Homes project which will enable another 400 local homes to be retrofitted.

The healthy homes package includes a home energy check plus ceiling and underfloor insulation, polythene ground covers, hot water cylinder wraps and pipe lagging, weather stripping and draft stopping around doors and windows.

We know this scheme is making a real difference in our community. TECT is proud to be involved in such a positive initiative and is delighted to be part of a project that improves health and energy efficiency, as well as making homes warmer and drier, especially for the elderly, and young children, who are vulnerable to the cold. Not only does the project create employment opportunities, but reduced power consumption is also good news for the environment.

For eligibility criteria or for further information please visit our website at www.tect.org.nz

Photo courtesy of

KJELL NILSSON

www.taurangaphotographer.co.nz



JULY 2011

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
31					1	2
3	4	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24	25	26	27	28	29	30

CLOSE OFF DATE FOR FUNDING APPLICATIONS (MONTHLY)

SCHOOL TERM 2 ENDS

TECT AGM
5.30pm, Club
Mount Maunganui,
Cnr Totara and
Kawaka Streets,
Mount Maunganui

AUGUST 2011

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
	1	2	3	4	5	6
7	8	9	10	11	12	13
14	15	16	17	18	19	20
21	22	23	24	25	26	27
28	29	30	31			

SCHOOL TERM 3 BEGINS

CLOSE OFF DATE FOR SUBSIDY SCHEME APPLICATIONS (QUARTERLY)

CLOSE OFF DATE FOR FUNDING APPLICATIONS (MONTHLY)

We have funding available
www.tect.org.nz

If your community organisation needs money or you know of a community group that needs a helping hand, then apply now. Visit www.tect.org.nz

A BLAST OF CREATIVITY

A FESTIVAL EXTRAVAGANZA

20-30 OCTOBER 2011

The 2011 Tauranga Arts Festival is a showcase of the best theatre, dance, music, writers and visual arts from New Zealand as well as from overseas. The 10-day Festival from 20-30 October promises to deliver an impressive line-up of events, activities and exhibitions which is sure to give people the chance to experience a breathtaking range of arts culture.

Over 60,000 festival-goers are expected to converge on the city to experience the visiting international artists and local performers. The festival has become a vital and dynamic meeting place for showcasing the arts. TECT's major sponsorship of this iconic event ensures our local region has the opportunity to enjoy a packed multi-arts programme which is sure to excite and entertain everyone.

The 2011 Tauranga Arts Festival will showcase: The prestigious World Press Photo exhibition at the Tauranga Art Gallery; the Pacific Crystal Palace which will once again be down on the Strand, and feature musical genres ranging from jazz, blues and world music. It is also the home for the writers' and readers' programme. Baycourt will host theatre, contemporary dance and music for all ages. There will be edgy street performances and fringe theatre for the whole family to enjoy, school outreach programmes, and much much more.

Start preparing for some serious Festival enjoyment!

Photo courtesy of

NIKKI SOUTH

www.nikkisouth.co.nz



SEPTEMBER 2011

SUNDAY MONDAY TUESDAY WEDNESDAY THURSDAY FRIDAY SATURDAY

				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	
DAYLIGHT SAVING STARTS						

CLOSE OFF DATE
FOR FUNDING
APPLICATIONS
(MONTHLY)

RUGBY WORLD
CUP STARTS

OCTOBER 2011

SUNDAY MONDAY TUESDAY WEDNESDAY THURSDAY FRIDAY SATURDAY

30	31					1
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
RUGBY WORLD CUP CONCLUDES	LABOUR DAY	SCHOOL TERM 4 BEGINS				

20TH-30TH
TAURANGA ARTS
FESTIVAL

CLOSE OFF DATE
FOR FUNDING
APPLICATIONS
(MONTHLY)

SCHOOL
TERM 3 ENDS

We have funding available
www.tect.org.nz

TECT Consumers: 20% discount off first two tickets to any Arts Festival show purchased from Baycourt Ticketdirect with your TECT Card. Tickets on sale from **19 August 2011.**



KIWI KIDS CAN DO ANYTHING!

There is no shortage of children with untapped potential for excellence in our schools. The Foundation for Youth Development ("FYD") is a leader in the field of youth development and runs a number of programmes including Kiwi Can and Project K in schools across New Zealand, involving thousands of children. The programmes focus on building children's self confidence towards a positive future and engages them to develop a 'can do' attitude. It does so by helping them to become more confident, respect themselves and others, and be better prepared to handle the challenges and opportunities that life has to offer them.

While the programmes focus on the needs of the students, the schools have noticed positive signs that are benefiting not only the students but their families and communities. Schools have reported that: the atmosphere is more harmonious; teachers are able to relate to the students more positively and vice-versa; students have a greater desire to attend school; numeracy and literacy levels have increased; students are confidently developing a sound range of communication skills; parents are becoming more involved with the school; there's a noticeable reduction in bullying and violence and school truancy, crime has decreased in the community. Most importantly, there is respect for each other.

TECT is proud to help fund local Tauranga/Western Bay branch of FYD in their endeavours to create a youth population with a positive outlook and eyes open to the future. As Sir Edmond Hillary once said, "It's all about the kids".

This photo and cover courtesy of

GUY HASTINGS

www.yourstruly.co.nz



NOVEMBER 2011

SUNDAY MONDAY TUESDAY WEDNESDAY THURSDAY FRIDAY SATURDAY

1 2 3 4 5

6 7 8 9 10 11 12

CLOSE OFF DATE
FOR SUBSIDY
SCHEME
APPLICATIONS
(QUARTERLY)

13 14 15 16 17 18 19

20 21 22 23 24 25 26

CLOSE OFF DATE
FOR FUNDING
APPLICATIONS
(MONTHLY)

27 28 29 30

DECEMBER 2011

SUNDAY MONDAY TUESDAY WEDNESDAY THURSDAY FRIDAY SATURDAY

1 2 3

4 5 6 7 8 9 10

11 12 13 14 15 16 17

SCHOOL TERM
4 ENDS FOR
SECONDARY
SCHOOLS

18 19 20 21 22 23 24

CLOSE OFF DATE
FOR FUNDING
APPLICATIONS
(MONTHLY)

SCHOOL
TERM 4 ENDS

TECT
OFFICE CLOSED
UNTIL 9 JANUARY

25 26 27 28 29 30 31

CHRISTMAS DAY

BOXING DAY

We have funding available
www.tect.org.nz

TECT Distribution Cheques: \$25.8 million is being mailed to eligible Consumers in November.

New TECT Cards are being issued with the cheques. Visit www.tect.org.nz for a list of TECT Card discounts.



SURF LIFESAVERS READY TO COME TO THE RESCUE

Over the last 100 years, Surf Lifesaving has grown from humble beginnings on the shores of suburban beaches to become one of New Zealand's most honoured and respected volunteer organisations. New Zealand has thousands of beaches and millions of people visit them each year, but they can be a deadly playground. From the roaring surf to the treacherous rips, it is easy to be swept into danger.

New Zealand Surf Lifeguards are always ready to come to the rescue. While the yellow-and-red flag has remained a symbol of safety in the surf through the long summer months, the lifeguards are ever on the lookout for an upraised hand, with ears pricked for a cry for help. Last summer, New Zealand Surf Lifeguards performed over 100,000 preventative actions during 155,000 hours of beach patrols.

TECT has been more than happy to take the plunge and support our local Mount, Omanu, Papamoa, Maketu and Waihi Beach Surf Clubs with funding towards clubhouse upgrades, equipment, inflatable rescue boats and the Festival of Surf Sport Centennial Celebrations. Our local Clubs cater for some of the largest junior surf programmes in New Zealand with junior members being educated in beach safety, hazards, lifeguarding and competition while having fun at the same time. From the age of 5 years these "Nippers" are encouraged to develop their surf lifesaving knowledge and skills so that they can be more confident in the water and enjoy the beach.

Surf Lifesaving is a great activity that brings together service to the community with sport, recreation, loads of fun-filled summer days and friendships that last a lifetime – our partnership with Surf Lifesaving is one that we are extremely proud of.

Photo courtesy of

JAMIE TROUGHTON

www.dscribe.co.nz



JANUARY 2012

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
1 NEW YEAR'S DAY	2	3	4	5	6	7
8	9 TECT OFFICE REOPENS	10	11	12	13	14
15	16	17	18	19	20	21
22	23	24	25	26	27 CLOSE OFF DATE FOR FUNDING APPLICATIONS (MONTHLY)	28 TAURANGA CITY AIRSHOW
29 TAURANGA CITY AIRSHOW	30 AUCKLAND ANNIVERSARY DAY	31 SCHOOL TERM 1 BEGINS THIS WEEK				

FEBRUARY 2012

SUNDAY	MONDAY	TUESDAY	WEDNESDAY	THURSDAY	FRIDAY	SATURDAY
		1	2	3	4	5
6	7	8	9	10	11	12
13	14 WAITANGI DAY	15	16	17	18	19
20	21	22	23	24	25	26
27 CLOSE OFF DATE FOR FUNDING APPLICATIONS (MONTHLY)	28	29				

We have funding available
www.tect.org.nz

TECT Consumers: \$3 discount off every Tauranga City Airshow e-ticket purchased online at www.classicflyersnz.com. Tickets on sale from **1 August 2011**.



A FOCAL POINT FOR TRANSFORMING COMMUNITIES

People yearn for 'community' but some feel anxious about getting involved or fear stepping out of their comfort zones. However, community spirit is not dead – it just needs a focal point to bring people together. The popular and well-used St Columba Presbyterian Church and Community Centre in Cherrywood makes everyone feel welcome, bringing people together and helping transform communities. They're passionate about helping people.

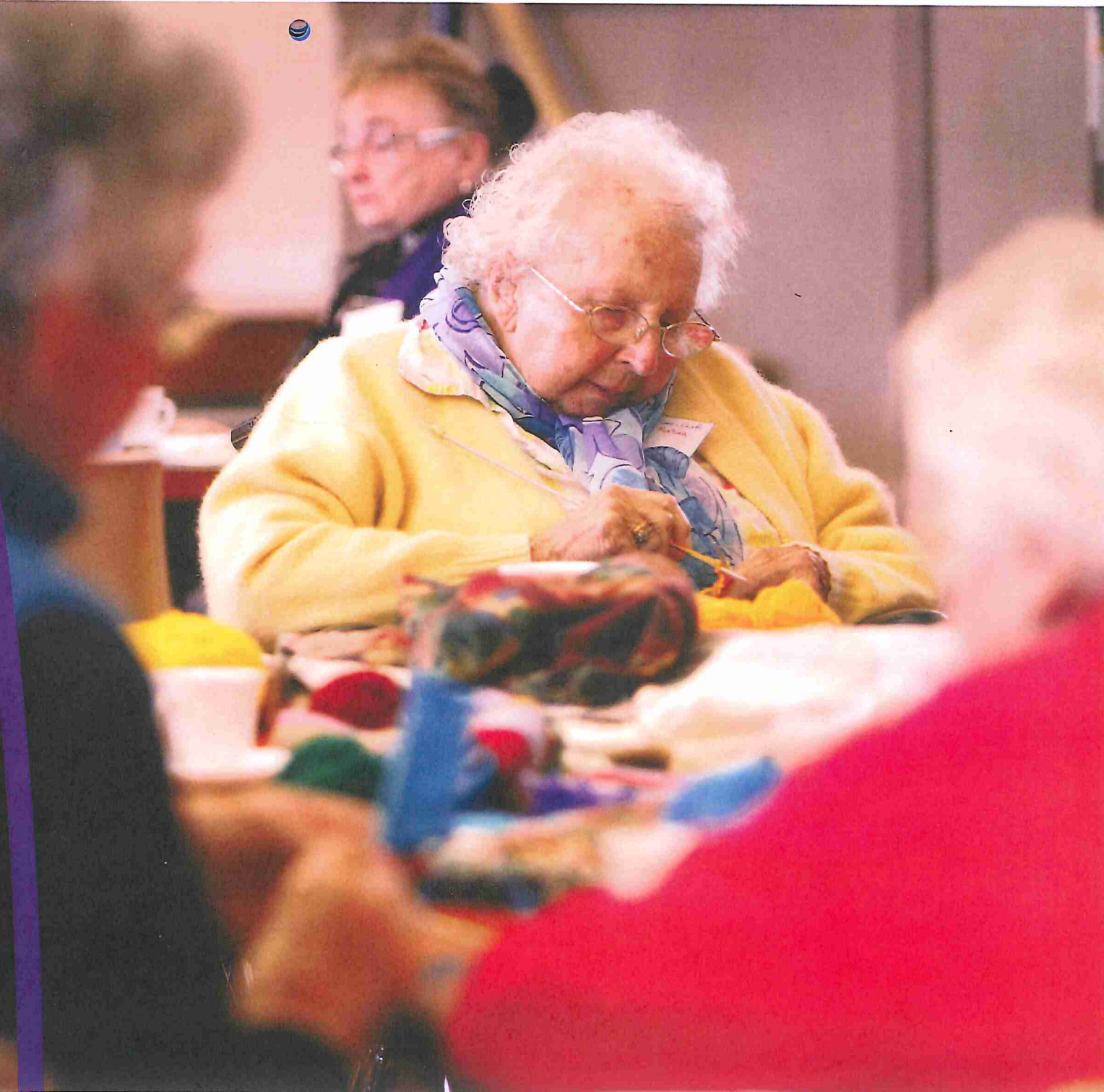
The Church hall has undergone a major transformation this year. TECT part-funded the renovation to better meet the demands of the 21st century users. The new look hall now has a new internal look, including extensive insulation, audio and video facilities and state-of-the-art air conditioning.

TECT is pleased to support projects which benefit the wider community. St Columba Church and Community Centre are committed to engaging with their local communities by delivering effective and innovative community outreach programmes. They provide activities for pre-schoolers and mums, school holiday programmes, support fellowships, community care and craft activities (pictured), age concern initiatives, dance and recreational activities and much more. In terms of space, the new look hall means the people of St Columba Church and Community Centre can now expand what it can offer and reach out to more families. We see it as an affirmation that St Columba are meeting some very real community needs.

Photo courtesy of

KIRK O'DONOGHUE

www.kode.co.nz



MARCH 2012

SUNDAY MONDAY TUESDAY WEDNESDAY THURSDAY FRIDAY SATURDAY

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25	26	27	28	29	30	31

CLOSE OFF DATE
FOR FUNDING
APPLICATIONS
(MONTHLY)

APRIL 2012

SUNDAY MONDAY TUESDAY WEDNESDAY THURSDAY FRIDAY SATURDAY

1 1 ST ELIGIBILITY DATE FOR CHEQUE DISTRIBUTION 2012 DAYLIGHT SAVING ENDS	2	3	4	5 SCHOOL TERM 1 ENDS 5 TH -9 TH 50TH TAURANGA NATIONAL JAZZ FESTIVAL	6 GOOD FRIDAY	7
8	9	10	11	12	13	14
15	16 EASTER MONDAY	17	18	19	20	21
22	23	24	25	26	27 CLOSE OFF DATE FOR FUNDING APPLICATIONS (MONTHLY)	28
29	30 SCHOOL TERM 2 BEGINS		ANZAC DAY			

We have funding available
www.tect.org.nz

If your community organisation needs money or you know of a community group that needs a helping hand, then apply now. Visit www.tect.org.nz

MANY CULTURES, ONE COMMUNITY

New Zealand is a rich mixture of cultures made up of peoples from a range of diverse cultural and linguistic backgrounds. In Tauranga alone, we have over seventy migrant communities residing.

The Tauranga Regional Multicultural Council plays an important role in promoting awareness of our region's communities. The Multicultural Council enables people to openly express their commitment to New Zealand while, at the same time, protecting their ethnic heritage and identity.

The aim of their programmes is to strengthen the confidence of individuals to manage their own affairs, to participate in and influence their local communities and to engage in the benefits available to them as members of society. They help people adapt to the Kiwi lifestyle, with various language courses on offer, introductions to different customs and cultures, group gatherings and even driving lessons and cooking demonstrations.

The Multicultural Council has several events during the year, amongst which are the Tauranga Regional Ethnic Festival and the monthly 'Living in Harmony'. These events bring together a compilation of culture, dance, food, arts and crafts to encourage and introduce the various migrant communities living in Tauranga to the wider community. It's a fantastic opportunity for everyone to gather to get a real taste and a great experience of the various cultures that make up our city.

TECT is pleased to be involved with the Multicultural Council in their commitment to supporting and strengthening communities, and of course offering opportunities for local migrants to become successful citizens.

Photo courtesy of

ANDY BELCHER

www.andybelcher.com



MAY 2012

SUNDAY MONDAY TUESDAY WEDNESDAY THURSDAY FRIDAY SATURDAY

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27	28	29	30	31		

CLOSE OFF DATE FOR FUNDING APPLICATIONS (MONTHLY)

CLOSE OFF DATE FOR SUBSIDY SCHEME APPLICATIONS (QUARTERLY)

TECT TRUSTEE ELECTION NOMINATIONS OPEN

JUNE 2012

SUNDAY MONDAY TUESDAY WEDNESDAY THURSDAY FRIDAY SATURDAY

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17	18	19	20	21	22	23
24	25	26	27	28	29	30

QUEEN'S BIRTHDAY

TECT TRUSTEE ELECTION NOMINATIONS CLOSE

CLOSE OFF DATE FOR FUNDING APPLICATIONS (MONTHLY)

TECT TRUSTEE ELECTION VOTING PAPERS DELIVERED

SCHOOL TERM 2 ENDS

We have funding available
www.tect.org.nz

If your community organisation needs money or you know of a community group that needs a helping hand, then apply now. Visit www.tect.org.nz



COMMUNITY GRANTS & DONATIONS APPROVED YEAR ENDED 2011

Community Organisation Subsidy Scheme

ORGANISATION	PROJECT/ITEMS	APPROVED
Aquinas College	Computer Upgrade, Computers, Musical Equipment, Speakers	\$60,000
Arataki Free Kindergarten	Heatpumps	\$7,103
Asthma & Respiratory Management	Computer Equipment, Wiring	\$7,823
Bay of Plenty Community Homes	Computers, Data Projector, Dryer, DVD, Electrical Appliances, Fridge, Heaters, Oven, Printer, Vacuum Cleaner, Washing Machine	\$5,000
Bethlehem College	Electrical Upgrade	\$15,000
Bethlehem Community Church	Coffee Maker, Data Projector, Heaters, Kettle, Microwave, Telephone, Toaster, Installation	\$5,607
Botanical Road Kindergarten	Heatpumps	\$3,851
Brookfield Free Kindergarten	Heatpumps	\$4,950
Brookfield Primary School	Computers, Data Projector, Sound System	\$24,094
CCS Disability Action BOP Inc	Heatpumps	\$14,000
Creative Tauranga Charitable Trust	Computer Equipment, Computers, Installation	\$9,595
Dave Hume Swimming Pool Trust	Electrical Appliances	\$5,475
Deaf Aotearoa NZ Inc - BOP	Fridge, TV	\$1,045
Detour Theatre Trust	Cabling, Lighting	\$2,758
Families Achieving Balance Charitable Trust	Cabling, Microwave, Printer, Security System, Vacuum Cleaner, Installation	\$4,024
Gate Pa Bowling Club Inc	Floodlighting	\$916
Get Smart Tauranga Trust	Computers, Heatpumps	\$1,345
Golden Sands School	Computers, Data Projector, Dishwasher, Fridge, Interwrite Boards, Oven, Sound System, TV, Video Camera	\$60,000
Greerton Bible Church	Computers, Data Projector, Lighting, TV	\$4,122
Habitat for Humanity Tauranga	Cabling, Heaters, Heatpumps, Oven, Wiring	\$22,974
Huria Te Kohanga Reo	Computers, Dishwasher, Fridge, Heatpumps, Oven, Printer, Sound System, Phone System, TV, Vacuum Cleaner	\$7,229
Judea Community Sports Club	Computers, Dishwasher, Fridge, Heatpumps, Lighting, Microwave, Printer, Sound System, TV, Vacuum Cleaner, Video Camera, Wiring	\$18,000
Kaka Street Special School	Data Projector, Interwrite Boards, Sound System	\$9,608
Katikati Christian Centre	Data Projector	\$655
Katikati College	Computers	\$26,161
Katikati Croquet Club Inc	Dishwasher, Fridge	\$989
Katikati Kindergarten	Computers	\$644
Katikati Primary School	Computer Equipment	\$5,000
Katikati Squash Rackets Club Inc	Glass Cleaner	\$2,200
Kids Campus Tauranga Public Services Childcare	Computers	\$760
Lifechurch Tauranga Trust	Computers, Lighting	\$6,065
Matahui Road School	Computers, Data Projector, Sound System, Speakers, Video Camera, Wiring	\$10,450
Matua School	Computers, Heatpumps, Installation	\$60,000
Maungatapu Free Kindergarten	Computers	\$1,155
Maungatapu School	Computer Equipment, Computers, Data Projector, Sound System, Wiring	\$28,338
Mount Mainstreet	Lighting, Installation	\$6,964
Mount Maunganui Anglican Parish	Digital Organ, Lighting, Microphones	\$24,452
Mount Maunganui Baptist Church	Fridge, Hot Water Cylinder, Oven, Sound System	\$5,797
Mount Maunganui College	Computers	\$12,100
Mount Maunganui Contract Bridge Club	Heatpumps	\$21,582
New Zeal Foundation	Computers	\$4,155
New Zealand Deerstalkers Assn	Cabling	\$2,467
Oasis Christian Centre Elim Church Trust	Data Projector, Oven, Sound System	\$3,265
Omanu Primary School	Computer Equipment, Computers	\$18,448
Otamarakau School	Data Projector, Sound System, Installation	\$3,180
Otumoetai Baptist Church	Data Projector, Musical Equipment, Sound System	\$5,271
Otumoetai College	Cabling, Cook-Top, Data Projector, Dishwasher, Electrical Appliances, Fridge, Heatpumps, Interwrite Boards, Oven, Rangehood, Security System, Sound System, Water Heater, Installation	\$60,000

ORGANISATION	PROJECT/ITEMS	APPROVED
Otumoetai Golf Club Inc	Heatpumps, Wiring	\$1,314
Otumoetai Intermediate School	Computers, Dishwasher	\$34,640
Otumoetai Playcentre	Computer Equipment, Computers	\$637
Otumoetai Sport & Recreation Club Inc	Security System	\$7,600
Paengaroa Bible Chapel	Data Projector, Photocopier	\$1,100
Paengaroa Community Hall	Electrical Upgrade	\$375
Pirirakau Hauora Charitable Trust	Computer Equipment, Vacuum Cleaner, Water Cooler, Water Heater, Installation	\$2,587
Pongakawa Playcentre	Dishwasher, Heatpumps, Vacuum Cleaner	\$4,648
Sport Bay of Plenty	Computer Equipment, Computers	\$6,284
St John Resource Centre Inc	Computers, Lighting	\$3,957
St John's Anglican Church	Sound System	\$2,400
St Joseph's Catholic Church	Computers	\$2,917
St Paul's Co-Operating Church	Computers	\$577
St Paul's Presbyterian Church	Heatpumps	\$5,708
St Peters in the City Presbyterian Church	Electrical Upgrade, Heatpumps, Lighting, Wiring	\$60,000
St Thomas More Catholic Church	Amplifier, Microphones, Sound System, Installation	\$17,000
Tauranga (BOP) Hearing Assn	Heatpumps	\$1,804
Tauranga Adventist School	Computers, TV	\$4,323
Tauranga Citizens Advice Bureau	Cabling, Photocopier	\$4,563
Tauranga City Elim Church Trust	Computers, TV	\$1,694
Tauranga Girls College	Computers	\$30,222
Tauranga Historical Society Inc	Computers	\$577
Tauranga Living Without Violence Collective	Heaters, Heatpumps	\$1,875
Tauranga Musical Theatre	Digital Mixing Desk, Lighting	\$16,805
Tauranga Regional Multicultural Council	Computers, Sound System, Water Heater	\$969
Tauranga Returned Services Assn	Air-Conditioning, Installation	\$25,000
Tauranga Rudolph Steiner School	Computers	\$545
Tauranga Sports Club Inc.	Cabling, Floodlighting, Wiring	\$16,663
Te Kupenga Hauora o Tauranga	Heatpumps	\$3,957
Te Kura Kaupapa Maori o Te Kura Kokiri	Computer Equipment, Data Projector, Interwrite Boards	\$13,066
Te Kura o Matapihi	Computers, Heatpumps	\$18,500
Te Puke Community Care Trust	Heatpumps	\$8,000
Te Puke Intermediate School	Computer Equipment, Computers	\$21,530
Te Puke Playcentre	Fridge	\$489
Te Puna Hauora ki Tauranga Moana Trust	Computer Equipment, Computers, Fridge, Shredder, Vacuum Cleaner, Installation	\$10,000
Te Ranga Hall Inc	Air-Conditioning, Data Projector, Fridge, Generator, Hand Driers, Lighting, Oven, Sound System	\$25,905
Te Tuinga Whanau Support Service	Computers, Photocopier, Printer	\$9,876
Te Whare Hauora o Ngati Kahu 2000	Cabling & Networking, Heatpumps, Security System, Phone System, Wiring	\$10,535
Tutereinga Te Kohanga Reo	TV	\$666
Welcome Bay Baden Powell Centre	Fridge, Oven	\$845
Welcome Bay Baptist Church	Cabling, Data Projector	\$1,175
Welcome Bay Community Church	Heatpumps	\$1,197
Welcome Bay Free Kindergarten	Dishwasher, Hot Water Cylinder	\$930
Welcome Bay Playcentre	Fridge, Heatpumps, Hot Water Cylinder, Microwave, Installation	\$2,662
Welcome Bay Tennis Club Inc	Computers, Printer, Vacuum Cleaner	\$795
Whaioara Trust	Computer Upgrade, Computers, Electrical Appliances, Fridge, Heaters, Shredder, Vacuum Cleaner	\$7,818
Whakamarama & Districts Kindergarten	Heatpumps	\$3,890
Whakamarama School	Heatpumps	\$1,975
YMCA of Tauranga Inc	Computer Equipment, Electronic Switches	\$324
TOTAL		\$1,005,536

Community Amenities

ORGANISATION	PROJECT/ITEMS	APPROVED
Bethlehem Baptist Church	Building Extensions and Carpark Upgrade	\$300,000
Cancer Society of NZ	Construction of a New Cancer Lodge in Hamilton	\$250,000
Hei Marae	Marae Restoration Project	\$150,000
Matakana Primary School	Floodlighting	\$25,000
Mount Maunganui College	Gymnasium and Heath Centre Upgrade	\$300,000
Mount Maunganui Golf Club	High Performance Youth Coaching Facility	\$10,000
Omokoroa Boat Club	Upgrade and Development of Club House	\$92,000
Omokoroa No 1 School	Development of New Six Lane Heated Swimming Pool	\$50,000
Otumoetai Tennis Club	Tennis Court Upgrade	\$40,000
Paengaroa School	Construction of School/Community Swimming Pool	\$235,000
Pahoa School	Construction of Community Hall	\$148,834
Pyes Pa School	Astroturf Upgrade	\$30,904
St Columba Church	Refurbishment of Hall	\$42,500
Tauranga City Council	Construction of a Full Access Playground Kaka Street	\$161,428
Tauranga Intermediate School	Development of Sports and International Centre	\$300,000
Te Awanui Hauora Trust	Construction of Multi-Disciplinary Health Centre	\$180,000
Te Puna Quarry Park	Construction of Art/Education Centre	\$65,000
		\$2,380,666

Community Events

ORGANISATION	PROJECT/ITEMS	APPROVED
Bay of Plenty Kart Club	Street Kart Race	\$40,000
Hui Aranga	Festival of Maori Culture & Spirituality	\$6,210
Katch Katikati Inc	Katikati Cultural and Heritage Festival	\$2,600
Life Church	'A Night Before Christmas' Event	\$5,700
Merivale Community Inc	'Get Movin' Merivale Festival	\$3,694
Merivale School	Te Ra Whakangahau Arts Festival	\$6,282
NZ Garden & Arts Festival	Festival 2010	\$30,000
Papamoa Toy Library	Nigel Latta Parenting Event	\$2,678
Seventh Day Adventist Church	'Road to Bethlehem' Outdoor Theatrical Presentation	\$5,000
Surf Lifesaving NZ Inc	Festival of Surf Sport Centenary Celebrations	\$50,000
Tauranga Arts Festival	Tauranga Arts Festival 2011	\$100,000
Tauranga Jazz Society	National Jazz Festival 2011	\$70,000
Tauranga Performing Arts Competition Society	Festival of Performing Arts	\$10,000
Tauranga Woodcrafters Club	Woodcrafters Exhibition	\$1,750
		\$333,914

Community Special Projects

ORGANISATION	PROJECT/ITEMS	APPROVED
Creative Tauranga	Hairy Maclure Sculpture Trail	\$30,000
Maungatapu Free Kindergarten	Alterations and Extensions to Kindergarten	\$28,111
Netball Bay of Plenty	'All About Heart' Coaches and Umpires Programme	\$78,000
Papamoa Coast Kindergarten	Alterations to Kindergarten	\$15,080
Pirirakau Inc	Restoration of Historical Maori Pa Site	\$25,000
Priority One	Instep Programme	\$15,000
Salvation Army Tauranga	Community Recovery/Transitional Housing Programme	\$40,000
Tauranga Art Gallery Trust	Artbus	\$20,000
Tauranga Repertory Society	Construction of a Fly Tower	\$30,000
Te Aranui Youth Trust	Anti Drink Driving Expo 2011	\$27,974
Te Aranui Youth Trust	Anti Drink Driving Expo 2010	\$28,650
		\$337,815

Energy Efficiency

ORGANISATION	PROJECT/ITEMS	APPROVED
Energy Options Charitable Company Limited	Tauranga Healthy Homes Project	\$400,000

Scholarships

ORGANISATION	PROJECT/ITEMS	APPROVED
Bay of Plenty Polytechnic	Electrical-Related Scholarships	\$8,000

TOTAL APPROVED GRANTS AND DONATIONS FOR YEAR ENDED 31 MARCH 2011 **\$4,465,931**

TOTAL CONSUMER CHEQUE DISTRIBUTIONS FOR YEAR ENDED 31 MARCH 2011 **\$25,875,000**

CONSUMER CHEQUE DISTRIBUTIONS

TECT distributes the majority of its annual income directly to Consumers by way of cheques. In November 2010, TECT distributed \$25,875,000 to eligible Consumers. Each Consumer received a fixed amount of \$360 plus a small amount which varied according to each Consumer's power usage. The average cheque amount was \$446. The cheque distribution is of significant benefit to Consumers and provides a huge cash injection into the local economy. To be eligible for the TECT cheque, you must be a TrustPower customer in TECT's District (basically in the Tauranga City or Western Bay of Plenty region) and have an active TrustPower power account continuously from

1 April to 30 September. This year each eligible Consumer will receive a fixed base amount of \$375 with cheques being mailed out in November.



TRUST GOVERNANCE

TECT and its subsidiary TECT Charitable Trust operate under Deeds of Trust respectively dated 21 December 1993 and 27 March 2002. Provisions of the Electricity Amendment Act 2001 also impact upon Trust Governance. TECT's Consumers (approximately 62,000) are TrustPower power account holders located generally in the Tauranga City and the Western Bay of Plenty District.

TECT is governed by six Trustees who are elected by Consumers for 4-year terms. The terms of appointment of Trustees are staggered so that 3 Trustees retire

every 2 years. Trustees are responsible for managing TECT's assets for the benefit of qualifying Consumers. Trustee conduct is governed by a Code of Practice which is published on TECT's website.

The day-to-day operations of TECT are managed by the Trust Secretary, Mr Fraser Lellman, BDO Tauranga Limited, Chartered Accountants.

During the year, TECT amended its Deed to include a provision for Notice of Meetings to be sent to Trustees electronically.



Trustees BW Cronin - Deputy Chairperson, Dame S Devoy, RJC Scott, KC Collings, MW Groos and MJ Cooney - Chairperson

TECT GROUP SUMMARISED CONSOLIDATED FINANCIAL STATEMENTS 2011

FULL CONSOLIDATED FINANCIAL STATEMENTS AVAILABLE

The Summarised Consolidated Financial Statements on this page have been extracted from the full audited Consolidated Financial Statements of the Trust for the year ended 31 March 2011. If you require more detailed information, copies of the full Consolidated Financial Statements and the unmodified auditors' opinion dated 22 June 2011 can be obtained from: **The Secretary, Tauranga Energy Consumer Trust, PO Box 356, Tauranga**

Statement of Comprehensive Income

For the year ended 31 March 2011

	TECT GROUP	
	2011	2010
Operating Income		
Dividend Income	39,708,722	48,012,622
Interest Income	1,302,201	1,947,483
Loss/Impairment Russell Investments	-	172,759
Miscellaneous Operating Income	408	75,200
TOTAL INCOME	\$41,011,331	\$50,208,064
Administration Expenses		
Legal and Advisory Fees	7,492	186,488
Secretarial Costs	329,137	333,785
Trustee Expenses	138,523	142,885
Other Administration Expenses	284,087	235,468
Finance Expenses		
Fair Value Adjustment of Interest Free Loans	260,305	-
Interest	3,583,811	1,702,252
Net Change in Fair Value of Derivatives	412,624	-
RPS Payments - Arawata Finance Ltd	-	4,020,855
Other Finance Expenses	84,134	275,708
TOTAL EXPENSES	\$5,100,113	\$6,897,441
TOTAL SURPLUS FOR YEAR BEFORE TAXATION	35,911,218	43,310,623
Net Tax Charge	2,280,516	8,878,380
TOTAL SURPLUS AFTER TAXATION	\$33,630,702	\$34,432,243
Plus Other Comprehensive Income		
Valuation Gain/(Loss) on Investments	(4,155,153)	19,736,979
Less Tax on Components of Other Comprehensive Income	3,941,601	(5,921,094)
Net Valuation Gain/(Loss) on Investments	(213,552)	13,815,885
TOTAL COMPREHENSIVE INCOME	\$33,417,150	\$48,248,128

Statement of Changes in Trust Equity

For the year ended 31 March 2011

	TECT GROUP	
	2011	2010
Total Surplus After Taxation	33,630,702	34,432,243
Total Other Comprehensive Income	(213,552)	13,815,885
TOTAL COMPREHENSIVE INCOME	33,417,150	48,248,128
Distributions	(29,973,275)	(34,082,009)
Consumer Distributions Written Back	151,036	45,000
	3,594,911	14,211,119
TRUST EQUITY AT START OF THE YEAR	672,997,607	658,786,488
TRUST EQUITY AT END OF THE YEAR	\$676,592,518	\$672,997,607

Statement of Financial Position

As at 31 March 2011

	TECT GROUP	
	2011	2010
TOTAL TRUST EQUITY (INCLUDING RESERVES)	\$676,592,518	\$672,997,607
<i>Represented by:</i>		
Investments		
Shares in TrustPower Ltd	747,927,634	752,082,787
Loans to Consumer Organisations	833,695	250,000
ANZ Senior Bonds	3,058,514	3,053,302
RPS - Tauranga City Aquatics Ltd	4,000,000	4,000,000
Total Investments	\$755,819,843	\$759,386,089
Current Assets		
Cash & Cash Equivalents	3,681,715	3,207,543
Short Term Deposits	16,728,533	19,484,750
Sundry Accounts Receivable & Prepayments	81,879	26,885
Total Current Assets	\$20,492,127	\$22,719,178
TOTAL ASSETS	\$776,311,970	\$782,105,267
Less Current Liabilities		
Sundry Accounts Payable	71,173	90,396
Bank Overdraft	307,163	-
Accrued Interest	238,203	-
Taxation Payable	347,381	875,586
Provision for Distributions	5,097,337	10,508,153
Provision for Loan	200,000	-
Total Current Liabilities	\$6,261,257	\$11,474,135
Non Current Liabilities		
Deferred Taxation	37,328,561	41,672,360
Loan - ANZ Bank	55,000,000	55,244,155
Interest Rate Swap - ANZ Bank	1,129,634	717,010
Total Non Current Liabilities	\$93,458,195	\$97,633,525
TOTAL LIABILITIES	\$99,719,452	\$109,107,660
NET ASSETS	\$676,592,518	\$672,997,607

Statement of Cash Flows

For the year ended 31 March 2011

	TECT GROUP	
	2011	2010
NET CASH FLOWS FROM OPERATING ACTIVITIES	33,910,122	34,576,459
NET CASH FLOWS FROM INVESTING ACTIVITIES	2,112,217	16,018,934
NET CASH FLOWS USED IN FINANCING ACTIVITIES	(35,855,330)	(55,482,198)
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS	167,009	(4,887,805)
Add Opening Cash & Cash Equivalents	3,207,543	8,095,348
CLOSING CASH & CASH EQUIVALENTS	\$3,374,552	\$3,207,543

TRUSTEE

TRUSTEE

DATE 22 June 2011

These Statements are to be read in conjunction with the Notes to the Financial Report shown below.

NOTES TO THE SUMMARISED CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

1. REPORTING ENTITY

These are the Summarised Financial Statements for the TECT Group comprising Tauranga Energy Consumer Trust ("TECT"), TECT Charitable Trust, TECT Holdings Limited, TECT Finance Limited and TECT Finance No. 2 Limited.

The Tauranga Energy Consumer Trust was established under a Trust Deed on 21 December 1993 as a consequence of the Tauranga Electric Power Board's Establishment Plan. TECT is a Consumer Trust, the income and capital of which are to be used to provide benefits to Consumers who are TrustPower customers in the area defined in the Trust Deed (being the area supplied by the Tauranga Electric Power Board as at 21 December 1993 subsequently amended to include the Tauranga district area previously supplied by Tauranga Electricity Limited).

TECT is not a Charitable Trust and accordingly may not continue for more than 80 years. On the winding up of the Trust the assets of the Trust, which remain, will be distributed for the benefit of Consumers.

TECT Group holds 103,878,838 shares, representing 33% in the capital of TrustPower Limited.

2. BASIS OF PREPARATION

The summary financial statements are prepared in accordance with FRS 43 Summary Financial Statements. The full financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP), as applicable for profit-oriented entities. The Trust has made an explicit and unreserved statement of compliance with International Financial Reporting Standards (IFRS) in its full financial statements.

This summary is extracted from the full financial statements authorised for issue by the Trustees on 22 June 2011, for which an unmodified audit opinion has been given. This summary has also been examined by KPMG and a copy of their summary unmodified audit opinion is included in this report.

The summary financial statements are presented in New Zealand dollars and rounded to the nearest dollar.

The summary financial statements cannot be expected to provide as complete an understanding as provided by the full financial statements of the Trust. You can obtain a copy of the full financial statements free of charge from the TECT office at 96 Cameron Road, Tauranga 3110 or the Trust's website www.tect.org.nz.

3. TAXATION

The tax charge debit of \$2,280,516 relates to current group tax charges of \$13,937,199 less dividend Imputation Tax Credits of \$11,679,276 plus deferred tax adjustment of \$22,593.

4. DEFERRED TAX

Deferred Tax shown in the Statement of Financial Position arises primarily from excess Imputation Credits which are able to be converted to tax losses and from revaluation of financial instruments to fair value.

5. IMPUTATION CREDITS

As TECT is not a company it does not have an Imputation Credit account. TECT Holdings Limited, TECT Finance Limited and TECT Finance No. 2 Limited are registered as an Imputation Group. As at 31 March 2011 the Group had Imputation Credits available of \$16,641,276 (2010: \$1,855,287).

6. COMMITMENTS AND CONTINGENCIES

TECT Group had no commitments or contingencies at the end of the financial year other than those disclosed in the Statement of Financial Position. (2010: Nil)

7. RELATED PARTY TRANSACTIONS

Mr Michael Cooney is Chairperson of Tauranga Energy Consumer Trust and TECT Charitable Trust. He is a Director of TECT Holdings Limited, TECT Finance Limited and TECT Finance No. 2 Limited and is also a Director of TrustPower Limited. Net dividends received by TECT Group from TrustPower Limited during the year ended 31 March 2011 totalled \$39,473,958 (2010: \$47,784,265). At 31 March 2011 the TECT Group shareholding in TrustPower Limited was 103,878,838 shares valued at \$7.20 per share (2010: \$7.24) or a total value of \$747,927,634 (2010: \$752,082,787).

Ms Frances Denz was a Trustee of Tauranga Energy Consumer Trust and TECT Charitable Trust and was also a Director of TECT Holdings Limited, TECT Finance Limited and TECT Finance No. 2 Limited until 29 July 2010. She was also a Director of Tauranga City Aquatics Limited. Net dividends received by TECT Group from Tauranga City Aquatics Limited during the year ended 31 March 2011 totalled \$234,764 (2010: \$228,357). At 31 March 2011 the TECT Group Redeemable Preference shareholding in Tauranga City Aquatics Limited was valued at \$4 million.

Trustees are required to be Consumers as defined in TECT's Trust Deed and are therefore beneficiaries of TECT and accordingly are related parties. All transactions with related parties are undertaken in the normal course of business on normal commercial terms.

8. INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS

To the readers of Tauranga Energy Consumer Trust's Summary Financial Statements

The accompanying summary consolidated financial statements shown above, which comprise the summary consolidated statement of financial position as at 31 March 2011 and the summary consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, are derived from the audited consolidated financial statements of Tauranga Energy Consumer Trust and its subsidiaries ("the group") for the year ended 31 March 2011. We expressed an unmodified audit opinion on those financial statements in our report dated 22 June 2011.

The summary financial statements do not contain all the disclosures required for full financial statements under generally accepted accounting practice in New Zealand. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the group.

Trustees' Responsibility for the Consolidated Financial Statements

The Trustees are responsible for the preparation of a summary of the audited consolidated financial statements, in accordance with FRS-43 *Summary Financial Statements*.

Auditor's Responsibility

Our responsibility is to express an opinion on the summary consolidated financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (New Zealand) (ISA (NZ)) *810 Engagements to Report on Summary Financial Statements*. Other than in our capacity as auditors we have no relationship with, or interests in, the group.

Opinion

In our opinion, the summary consolidated financial statements, derived from the audited consolidated financial statements of Tauranga Energy Consumer Trust and its subsidiaries ("the group") for the year ended 31 March 2011, are a fair summary of those financial statements, in accordance with FRS-43 *Summary Financial Statements*.

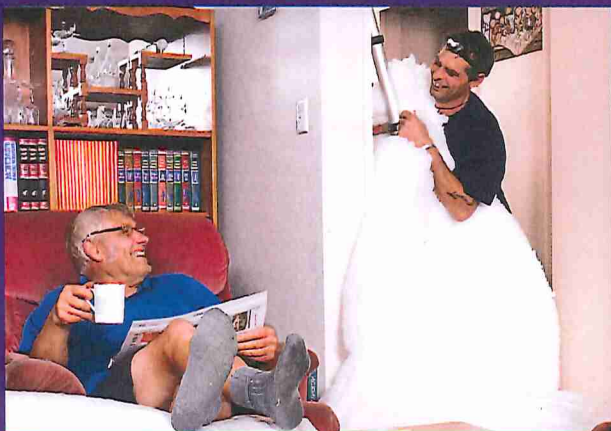
Other Matter

The consolidated financial statements of the group, for the year ended 31 March 2010, were audited by another auditor who expressed an unmodified opinion on those statements on 24 June 2010.

KPMG

22 June 2011
Tauranga





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Benefiting Consumers and their Communities

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