

Tax Certificate

Frequently Asked Questions

What's a Tax Certificate and why did you send it?

Your Tax Certificate tells you how much you received from us during the past financial year from:

- Distributions; and/or
- Distributable Income

We're legally required to send you a Tax Certificate to tell you how much Distributable Income (DI) in total was earned during the year, and how much of this DI you received.

We also take this opportunity to detail how much you received from Distributions.

What's the difference between Distributions and Distributable Income?

- Distributions are the income you received from the land blocks you're an owner in. This is generally rental income.
- Distributable Income is the total income earned from investing the client funds that we hold, less a management fee. We invest client funds when they're either unable to be paid out to the client or the funds are being held for future development of the land.

Is Distributable Income the same as interest?

No. It doesn't meet the strict definition of 'interest', but it's similar in that it is a return on funds invested.

Does everyone receive a share of the total Distributable Income received for the year?

No. Distributable Income is only earned on funds that are unable to be paid out. In most cases we hold clients' bank accounts and are able to pay out the funds soon after they are distributed.

How is my share of Distributable Income calculated?

Distributable Income is calculated monthly. Your share is calculated based on the balance of your Te Tumu Paeroa client account on the last day of each month. If we're not holding any funds for you, you don't receive any Distributable Income.

When will my funds be paid into my bank account?

We make payments to clients' bank accounts monthly when the amount meets certain minimum payment thresholds. Currently our threshold is \$2.

The bank account you have listed isn't mine.

We can update your bank account details and have your funds credited to your authorised account. Please call us on 0800 WHENUA (0800 943 682) to confirm your address so we can send you a direct credit form. Once completed and returned to us we will update your bank account details.

The Māori Trustee Common Fund IRD number isn't mine.

The IRD number listed in the Income Summary is Te Tumu Paeroa's IRD number - as the funds were initially sitting with us. If we hold your IRD number, this will be shown next to "Your IRD Number". If we don't hold your IRD number and you would like to update this, please call the team on 0800 WHENUA (0800 943 682).

Do I need to file a tax return?

We can't give tax advice but you're able to use the Tax Certificate to support a an income tax return - if you're required to make one. For tax information please contact IRD and speak to a Māori Liaison Officer on 0800 227 774.

I never received that amount of \$3,431,281.

The amount listed in the Income Summary sent is the total amount of Distributable Income for all entities and individuals under our administration.

For more information, phone: 0800 WHENUA (943 682), email: contact@tetumupaeroa.co.nz or send a letter to: Freepost Authority, Te Tumu Paeroa, PO Box 5038, Wellington 6140