

Performance Report

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2018

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Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2018

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Entity Information

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2018

Legal Name of Entity

Whanganui Community Foundation Incorporated

Entity Type and Legal Basis

Trust Incorporated under the Charitable Trusts Act 1957

Registration Number

404391

Entity's Purpose or Mission

The Foundations mission is to enable Community organisations to carry out Charitable, cultural, philanthropic and recreational activities, to achieve greater social wellbeing and connectedness in the wider Whanganui region

Entity Structure

Pursuant to the Community Trusts Act 1999, the Whanganui Community Foundation is incorporated under the Charitable Trusts Act 1957. The group consists of the Foundation and its subsidiary Whanganui Charitable Foundation Ltd which is a limited liability company registered under the Charities Act 2005.

The Foundation is one of 12 Community Trusts nationwide and is governed by 10 Trustees appointed by the Minister of Finance.

Financial management is undertaken by Spooner Hood & Redpath Ltd who are contracted to provide a range of financial and administrative services. Grants are managed by a Community Engagements and Grants manager

Main Sources of the Entity's Cash and Resources

The Foundation's administration and granting activities are funded from Investment Income from an Investment Portfolio administered by Craig's Investment Partners and property rentals from the lease of a property at 7 Park Place, Wanganui.

Main Methods Used by the Entity to Raise Funds

The Whanganui Community Foundation is not an active fundraiser.

Entity's Reliance on Volunteers and Donated Goods or Services

The entity does not rely on volunteers for donated goods or services.

Postal Address

162 Wicksteed Street
P O Box 765
Whanganui

Website

www.whanganuicommunityfoundation.org.nz



Approval of Performance Report

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2018

The Trustees are pleased to present the approved financial report including the historical financial statements of Whanganui Community Foundation Incorporated for year ended 31 March 2018.

APPROVED:

J. Herewini

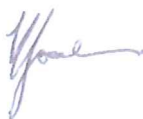
Chairperson



Date 9 AUGUST 2018

T. J. Goodwin

Deputy Chairperson



Date 9 AUGUST 2018

Statement of Service Performance

Whanganui Community Foundation Incorporated

For the year ended 31 March 2018

Description of Entity's Outcomes

The outcomes of Whanganui Community Foundation include:

To enable community organisations to carry out charitable, cultural, philanthropic and recreational activities in the region so as to achieve greater social wellbeing and connectedness.

To build and maintain the Investment Funds Capital base in real terms (CPI) and to grow such capital value at a level equal to the population base growth of the region.

Description and Quantification of the Entity's Outputs

Whanganui Community Foundations Outputs	Actual	Budget	Actual	Budget
	2018	2018	2017	2017
	\$	\$	\$	\$
<u>Grants Made/Committed</u>				
Quick Response Grants	170,778	200,000	955,982	784,070
Community Support Grants	282,500	300,000		
Capital Grants	1,000,000	-		
High Engagement Grants	393,720	400,000		
	1,846,998	900,000		
Number of Grants Applications	135		121	
Number Approved	63		77	
Social Initiatives in Schools	-	-	254,070	254,070
Number of Schools	-		78	
Total Investment Income	3,024,583	-	2,725,471	-
Total Investment Portfolio	45,918,387	-	43,753,560	-

Both floors of the property at 7 Park Place, are leased to tenants who operate in the "social wellbeing" space. The commercial building provided gross rental income of \$63,328 for the 2018 year.

Additional Information

- The increase in the Investment Portfolio Valuation of 4.9% (2016 5.2%) exceeds any increase in population growth and the CPI increase.
- Grants allocated were in line with funding budgeted.
- As a result of research into the deprivation statistics for the region a new strategy has been developed targeting the following areas from 1 April 2017, and superseding the Social Initiatives in Schools programme.
 - Children 0-5 years old
 - Youth at risk
 - The elderly in our communities
 - Activities and programmes that strengthen our communities.



Statement of Financial Performance

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2018

<u>Account</u>	<u>Notes</u>	<u>2018</u>	<u>2017</u>
Income			
Revenue from providing goods or services	1	63,328	57,406
Interest, dividends and other investment revenue	1	2,922,527	2,668,065
Fair Value Increase in Investment Property		38,728	-
Total Income		3,024,583	2,725,471
Expenses			
Trustees related costs	2	102,344	70,956
Costs related to providing goods or service	2	15,309	13,448
Grants and donations made	2	1,853,013	1,210,052
Costs relating to investment income	2	115,402	94,270
Other expenses	2	534,496	134,583
Total Expenses		2,620,565	1,523,309
Surplus for the year		404,018	1,202,161

This statement should be read in conjunction with the accompanying notes to the accounts and attached Audit Report.



Statement of Financial Position

Whanganui Community Foundation Incorporated (Consolidated)

As at 31 March 2018

Account	Notes	2018	2017
Assets			
Current Assets			
Bank accounts and cash	3	1,261,447	772,847
Debtors and prepayments	3	44,990	28,554
Investments (held to Maturity)	3	923,636	1,793,000
Total Current Assets		2,230,073	2,594,401
Non-Current Assets			
Investment Property	4	660,000	621,273
Investments (At Fair Value)	5	41,344,445	39,809,440
Investments (Held to Maturity)	3	1,758,103	901,000
Total Non-Current Assets		43,762,548	41,331,714
Total Assets		45,992,621	43,926,115
Liabilities			
Current Liabilities			
Creditors and accrued expenses	3	670,490	51,723
Unused donations and grants with conditions	3	141,190	-
Total Current Liabilities		811,680	51,723
Non-current liabilities			
Grants	3	902,530	-
Total Liabilities		1,714,210	51,723
Total Assets less Total Liabilities (Net Assets)		44,278,411	43,874,392
Accumulated Funds			
Accumulated surpluses	8	41,178,410	43,874,392
Discretionary Reserves	8	3,100,000	4,000,000
Total Accumulated Funds		44,278,411	47,874,392

This statement should be read in conjunction with the accompanying notes to the accounts and attached Audit Report.



Statement of Cash Flows

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2018

Account	2018	2017
Cash Flows from Operating Activities		
Cash was received from		
Receipts from providing goods or services	63,328	48,240
Interest, dividends and other investment receipts	1,396,495	1,505,695
Other Income		5,381
Net GST	(4,677)	10,834
Cash was applied to		
Payments to Trustees Expenses	(97,789)	(65,272)
Donations or grants paid	(540,278)	(1,193,707)
Purchase of goods & services	(313,443)	(257,579)
Total Cash Flows from Operating Activities	503,636	53,592
Cash Flows from Investing and Financing Activities		
Cash was received from		
Receipts from sale of plant and equipment	174	-
Receipts from sale of investments	14,998,036	5,026,846
Proceeds from Social Loans repaid	93,000	93,000
Cash was applied to		
Payments to acquire Investment Property	-	(213,870)
Funds invested in Social Loans	-	(30,000)
Payments to purchase investments	(15,106,246)	(5,546,185)
Total Cash Flows from Investing and Financing Activities	(15,036)	(670,209)
Net Increase/ (Decrease) in Cash	488,600	(616,617)
Cash Balances		
Cash and cash equivalents at beginning of period	772,847	1,389,464
Cash and cash equivalents at end of period	1,261,447	772,847
Net change in cash for period	488,600	(616,617)

This statement should be read in conjunction with the notes to the accounts and the attached Audit Report.



Statement of Accounting Policies

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2018

Reporting Entity

The reporting entity is Whanganui Community Foundation Inc ("the Foundation"). The Foundation is domiciled in New Zealand and is a charitable organisation incorporated under the Charitable Trusts Act 1957, and a Community Trust pursuant to the Community Trusts Act 1999 ("The Act")

The performance report comprising the Foundation and its controlled entity, the Whanganui Charitable Foundation Limited, ("the Company") are presented for the year ended 31 March 2018.

These Group performance reports and the accompanying notes summarise the financial results of activities carried out by the Foundation. The Foundation makes grants to qualifying not for profit entities in the Whanganui, Rangitikei, Wairarapa and South Taranaki areas

The consolidated performance report have been approved and were authorised for issue by the Board of Trustees on 26 July 2018.

Basis of Preparation

The entity 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 expenses equal to or less than \$2,000,000.

All transactions are reported using the accrual basis of accounting. The performance report has been prepared on the assumption that the Foundation will operate in to the foreseeable future.

Summary of Accounting Policies

The significant accounting policies used in the preparation of these performance reports are set out below.

Basis of Measurement

These consolidated performance reports have been prepared on the basis of historical cost, as modified by the fair value measurement of investment properties and non-derivative financial instruments.

Functional and presentational currency

The consolidated performance reports are presented in New Zealand dollars (\$), which is the Foundation's functional currency. All financial information presented in New Zealand dollars has been rounded to the nearest dollar.

Basis of consolidation

Controlled entities are all those entities over which the controlling entity has the power to govern the financial and operating policies so as to benefit from its activities. The controlled entities are consolidated from the date on which control is transferred and are de-consolidated from the date that control ceases.

In preparing the consolidated performance reports, all inter entity balances and transactions, and unrealised gains and losses arising within the consolidated entity are eliminated in full. The accounting policies of the controlled entity are consistent with the policies adopted by the Foundation and have a 31 March reporting date.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

As a Community Trust, the Whanganui Community Foundation Inc is wholly exempt from New Zealand income tax pursuant to Sec CW 52 of the Income Tax Act 2007.

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.



Accounts Receivable

Accounts Receivable are stated at their estimated realisable value. Bad debts are written off in the year they are identified

Revenue

Revenue is recognised on an accrual basis and is reported in the financial period to which it relates.

Donations

Donations are recognised as an expense when approved by the Trustees. Donations approved but not paid are recognised as a liability.

Tier 2 PBE Accounting Standards Applied

PBE IPSAS 6: Consolidated & Separate Financial Statements

The Foundation has opted up to PBE IPSAS 6 (NFP) for the preparation of consolidated performance reports.

PBE IPSAS 16: Investment Property

After initial recognition at cost, the Directors have elected to measure the Investment Property at Fair Value. Any gains or losses arising from a change in fair value is recognised as surplus or deficit in the Statement of Financial Performance in the period it arises. The fair value is a reflection of market conditions at the reporting date (Refer Note 4).

PBE IPSAS 28-30 Financial Instruments

Financial assets are recognised in the Statement of Financial Position when the Foundation becomes party to a financial contract. They include cash balances, investments, term deposits and accrued income.

All assets that are financial instruments are recognised in the Statement of Financial Position.

All financial assets are initially recognised at fair value, being the value of consideration paid. After initial recognition, financial assets designated at fair value through profit or loss are revalued to fair value at each reporting date.

For investments that are actively traded in organised financial markets, fair value is determined by reference to exchange quoted market bid prices at the close of business on the reporting date. Investments in pooled funds are valued at the unit exit price ("bid price") determined by the Fund Manager at the close of business on the reporting date.

All realised and unrealised gains or losses on investments are recognised in the Statement of Financial Performance. Investment transactions are recorded by Fund Managers on a transaction date basis.

Financial assets are managed and have their performance evaluated on a fair value basis in accordance with risk management and investment strategies of the Foundation.

The Foundation ceases to recognise a financial asset when and only when the contractual rights to cash flows from the financial asset expire.

In that respect shares in Te Kete Putea Ltd have been written off as the company has ceased operations and been liquidated as at 31 March 2018. (2017 \$12,250).



Community Social Loans

Community Loans are valued at Cost

Reserve Accounts

The Foundation has established two reserves for future use.

Capital Grants Reserve

The Capital Grants Reserve is for large capital grants.

Grants Reserve

In case of a prolonged downturn in investment income, it was resolved to form a reserve to cover three years of grants budget. The reserve will require additional transfers only if draw downs have occurred in the future.

Changes in Accounting Policies

There have been no changes in accounting policies, other than the establishment of reserve funds.

All other accounting policies have been applied on a basis consistent with the previous period.



Notes to the Performance Report

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2018

	2018	2,017
1. Analysis of Revenue		
Revenue from providing goods or services		
Lease or Rent Received	63,328	57,406
Total Revenue from providing goods or services	63,328	57,406
Interest, dividends and other investment revenue		
Craig's Investments - Unrealised gains	1,387,868	940,653
Realised gains	138,608	323,046
NZ Interest	869,418	818,617
NZ Dividends	378,723	360,544
Overseas Interest	489	5,936
Overseas Dividends	147,421	219,269
Total Interest, dividends and other investment revenue	2,922,527	2,668,065
Total Revenue	2,985,855	2,725,471
2. Analysis of Expenses		
Trustee & employee costs		
Trustees Fees	67,500	66,000
Trustee Expenses	6,120	4,956
Grants Management Office Costs	28,724	-
Total trustee & employee costs	102,344	70,956
Costs related to providing goods or services		
Power & gas	-	189
Rates	2,565	2,611
Letting fees - Lease	-	4,166
Repairs - Buildings & Grounds	12,744	6,482
Total Costs related to providing goods or services	15,309	13,448
Grants and donations made		
Quick Response Grants	170,778	-
Community Support Grants	282,500	-
High Engagement Grants	393,720	-
Capital Grants	1,000,000	-
Interest on Community Loans	6,015	-
Community Distributions	-	1,210,052
Total Grants and donations made	1,853,013	1,210,052
Costs related to investment income		
Investment Management Costs	115,402	94,270
	115,402	94,270
Other expenses		
Admin /Accounting Fees	68,506	70,800
Audit Fees	10,000	10,000
Boundary Change - TSB Community Trust	350,000	-
Consultancy - Grants	41,772	-
Legal expenses	2,575	4,562
Insurances	7,367	6,505
Investment Advisory	-	5,850
Occupancy Costs	6,377	-
Other	31,649	20,039
Strategic Planning Costs	-	12,827
Subscriptions	4,000	4,000
Te Kete Putea Ltd	12,250	-
Total Other expenses	534,496	134,583
Total Expenses	2,620,565	1,523,309



3. Analysis of Assets and Liabilities

Current Assets

Bank accounts and cash

BNZ Cheque Account	39,880	51,029
BNZ Call Account	1,221,567	721,818
Total Bank accounts and cash	1,261,447	772,847

Debtors and prepayments

Accrued Income	22,715	12,342
GST Receivable	7,004	11,681
Prepayments	15,271	4,531
Total Debtors and prepayments	44,990	28,554

Investments (Held to maturity)

BNZ Short Term Deposits	872,636	1,700,000
Social Loans - Current Portion (Note 7)	51,000	93,000
Total Investments Held to Maturity	923,636	1,793,000

Non-Current Assets

Investments (At Fair Value)

Craig's Investment Portfolio	39,510,158	36,619,557
Craig's Investment - NZ Cash	1,824,344	3,068,524
Craig's Investment - Aust Cash	9,942	109,109
Shares in Te Kete Putea Ltd (Grants Database)	-	12,250
Total Investments (At Fair Value)	41,344,444	39,809,440

Held to Maturity Investments

BNZ Term Deposit	1,758,103	850,000
Social Loans (Note 7)	-	51,000
Total Investments Held to Maturity	1,758,103	901,000

Investment Property

Investment Property (Note 4)	660,000	621,273
Total Property, Plant & Equipment	660,000	621,273

Total Assets

45,992,621	43,926,114
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Current Liabilities

Creditors and accrued expenses

Creditors & Accrued Expenses	64,974	51,723
Employee Costs Payable	5,516	-
Boundary Change - TSB Community Trust (Note 11)	350,000	-
Sarjeant Art Gallery Redevelopment Project	250,000	-
Total Creditors and accrued expenses	670,490	51,723

Unused donations and grants with conditions

High Engagement Grant "Life to the Max"	100,000	-
Capacity Building Grant "Life to the Max"	41,190	-
Total Unused donations and grants with conditions	141,190	-

Non-current liabilities

High Engagement Grant "Life to the Max"	100,000	-
Capacity Building Grant "Life to the Max"	52,530	-
Sarjeant Art Gallery Redevelopment Project	750,000	-
Total Other non-current liabilities	902,530	-

Total Liabilities

1,714,210	51,723
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4 Investment Property

Opening Value	621,272	557,799
Additions	-	63,473
Movement in Fair Value	38,728	-
Closing Balance	<u>660,000</u>	<u>621,272</u>
Total Investment Property	660,000	621,272

Land and Buildings were valued on 31 March 2018 by registered valuer, R D (Rob) Boyd, of the firm Morgan's Property Advisors.

5 Investments

	2018	%	2017	%
	\$		\$	
Global Equities	8,792,346	21.27	7,622,700	19.15
Australian Equities	6,109,274	14.78	6,338,102	15.93
New Zealand Equities	6,874,720	16.63	5,836,225	14.66
Bonds and Term Deposits	16,152,367	39.07	14,627,440	36.75
Cash NZ/Australia	1,834,286	4.44	3,177,633	7.98
Property NZ/Australia	1,581,451	3.83	2,195,089	5.52
Total Investments	41,344,444	100.00	39,797,189	100.00

6 Financial Instruments

Fair Value Measurement

Financial instruments are required to be specified in a hierarchy of fair value based on the degree to which fair value is observable.

Level 1 : Fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 : Fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 : Fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data.

Financial instruments are recorded as follows:

Group

	2018		2017	
	Level 1	Level 2	Level 1	Level 2
CIP Property NZ/Aust	1,581,451		2,195,089	-
CIP - NZ Equities	6,874,720		5,836,225	-
CIP - Australian Equities	248,408	5,860,866	5,486,006	852,096
CIP - International Equities		8,792,346	-	7,622,700
CIP - Cash NZ/Aust	1,834,286		3,177,633	-
NZ Corporate Bonds	16,152,367		14,627,440	-
	26,691,232	14,653,212	31,322,393	8,474,796

Risks arising from the Group's financial assets and liabilities are inherent in the nature of the Group's activities, and are managed through an ongoing process of risk identification, measurement and monitoring. The Group is exposed to credit risk, liquidity risk and market risk (including currency, interest rate and pricing risks).

The Group's income is generated from its financial assets. Liabilities which arise from its operations are met from cash flows provided by these assets.

Information regarding the fair value of assets and liabilities exposed to risk is regularly reported to the Foundation's management and ultimately to the Board of Trustees. The Investment Portfolio is regularly rebalanced to ensure that asset classes remain within the Strategic Asset Allocation set out in the Foundation's Statement of Investment Policy and Objectives (SIPO).

The SIPO sets out the Foundation's investment objectives. These can be summarised as:

To ensure that the investment fund is invested prudently;
To provide inter-generational equity with regard to distribution levels over time;
To ensure that money is available for distribution, as required, to meet the needs and distribution policies of the Foundation; and
To maintain the value of the investment fund's capital base in real terms and to grow such capital value at a level equal to the population base growth of the region. Real in this context relates to the changes in the Consumer Price Index (CPI).

The Investment Portfolio

The Foundation manages its Investment Portfolio in terms of its SIPO. The SIPO is monitored on a regular basis by the Board of Trustees and, as required, amended to reflect international best investment practice. The Portfolio's Strategic Asset Allocation is reviewed at three yearly intervals. The Strategic Asset Allocation was last reviewed in 2017. Craig's Investment Partners (CIP) assists both management and trustees with investment advice and portfolio monitoring, and are contracted to manage the Investment Portfolio.

Portfolio Characteristics

The Foundation is not directly involved with the analysis, sale or purchase of individual asset securities other than term deposits. Investments are made into either securities directly owned by the Foundation but held in custody by CIP or pooled funds with CIP. The performance of each asset class is measured against an appropriate internationally accepted standard or index for each asset class.

Global Equities:

This portfolio is invested by CIP largely in a pooled fund administered by Quay Street International Equity Fund.

New Zealand Bonds:

The New Zealand Bond Portfolio is managed by CIP. The Investment Guidelines provide strict limits on the underlying investment categories, along with credit and duration restrictions. The portfolio is measured against the NZX Corporate Investment Grade index.

Cash:

The Cash Portfolio is managed by CIP along with some term deposits placed directly with Bank of New Zealand. The investment guidelines places limits on the underlying investment categories, along with credit and duration restrictions. The portfolio is measured against the NZX 90 day bank bill index.

The SIPO sets out the following risks and mitigations:

Interest rate risk, reinvestment risk, default risk, currency risk, inflation risk, market volatility risk, market downturn risk, manager risk and timing risk. Comprehensive strategies are in place to mitigate each of these risks.

Liquidity Risk

Liquidity risk is the risk that the Group will encounter difficulties in meeting the obligations associated with its financial liabilities. This risk is managed through the Group's investment in a diversified portfolio of financial assets.

The Foundation's investment portfolio consists largely of listed securities and unit trust investments which under normal market conditions are readily convertible to cash. These are smaller holdings in offshore Unit Trusts. In addition, the Group maintains sufficient cash and cash equivalents to meet normal operating requirements.

Financial Liabilities

The Foundation's financial liabilities comprise accounts payable and grants approved but not yet paid.

At balance date, all accounts payable were current, and are normally settled on the 20th of the month following invoice date.

Grants approved but not yet paid are held as current liabilities pending the satisfaction of conditions under which the grant was paid.

At balance date grants approved but not yet paid totalled \$1,311,720

Maturity Analysis of Financial Liabilities

Financial liabilities comprise accounts payable, accrued employees' entitlements and grants that have been approved but not yet paid. All are considered to be current. No conditions placed on grants to be satisfied before payment would prevent payment within the 12 months.

7 Social Loans

The Foundation has made loans to three community organisations. The loans are secured and regular monthly repayments are made. The loans are at a concessionary interest rate of 6% which is accounted for as a community distribution grant with interest foregone being added back to the income.

Total loan repayments during the year amounted to \$93,000

	Current 2018 \$	Term 2018 \$	Total 2018 \$	Total 2017 \$
Community House	21,000	-	21,000	9,000
YMCA	21,000	-	21,000	57,000
Te Oranganui	9,000	-	9,000	78,000
Totals	51,000	-	51,000	144,000

8 Accumulated Funds

The foundation annually transfers 10% of the grants budget to a Capital Grants Reserve.

Accumulated Surplus

Opening Balance	39,874,392	42,672,230
Operating Surplus/(Deficit) for the year	404,018	1,202,162
Transfers to Reserves	900,000	(4,000,000)
Balance as at 31 March 2018	41,178,410	39,874,392

Discretionary Reserves

Opening Balance	4,000,000	-
Transfer to Accumulated Surpluses	(900,000)	4,000,000
Balance as at 31 March 2018	3,100,000	4,000,000
Total Accumulated Funds	44,278,410	43,874,392



Breakdown of Discretionary Reserves

Grants Reserve	Cover for 3 years budgeted grants	2,500,000	2,500,000
Capital Grants Reserve	For large grants	600,000	1,500,000
Balance as at 31 March 2018		3,100,000	4,000,000
Total Discretionary Reserves		3,100,000	4,000,000

9 Capital Commitments

There are no capital commitments as at balance date.

10. Operating Commitments

The foundation has an Accounting/Administration contract commitment worth \$35,600 annually.

The foundation has an Fluxx Grants Management contract commitment worth US\$10,000 annually.

11. Significant Grants and Donations with Conditions not Recorded as a Liability

There are no significant grants not recorded as a liability.

12. Related Parties

From time to time, Trustees have and disclose interests in, or a relationship with, grantee organisations and abstain from those decisions.

13. Events After the Balance Date

On the 5th July 2018 the trustees resolved to allocate from the Capital Grants Reserve, to allocate \$300,000 to Bulls and District Community Trust for the Bulls Community Centre, and \$500,000 to the Regional Velodrome Development Trust for the Velodrome project.

Both Grants are on the condition that any funding received surplus to the target is rebated to the Foundation.

14. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

15. Grants Approved

Quick Response Grants

	15
60s Up Movement of NZ Inc (Petre Branch)	500
Alzheimer's Whanganui Incorporated	5,000
Brain Injury Association Whanganui Inc	2,000
Bulls & District Community Trust	4,000
Christian Social Services Whanganui	4,000
Citizens Advice Bureau Whanganui Incorporated	3,000
Community House Whanganui Assn Inc	6,000
Counselling Centre (Marton) Inc	7,000
English Language Partners Wanganui Inc	2,000
Guyton Group Trust	5,000
Hospice Wanganui	3,000
Inspire Whanganui Trust	5,000
Keith Street School	5,000
Life Education Trust Wanganui and Districts	5,000
Marae Time Trust	500
Multicultural Council of Rangitikei/Whanganui Inc	1,000
Neighbourhood Support South Taranaki	2,000
NZ Council of Victim Support Groups Inc	4,000
Paepae In The Park Incorporated	3,000
Parkinsonism Society Wanganui Inc	4,000
Project Marton	5,000
Rangitikei District Council	4,000
Ratana Orakeinui Trust Incorporated	4,000
Royal New Zealand Coastguard Incorporated (National Grant)	2,778
Royal New Zealand Foundation of the Blind	2,500
Ruapehu College	4,000
Taihape Older & Bolder	4,000
Taki Rua Productions Society Incorporated	3,000
Te Kura o Te Wainui-a-Rua	2,000
Te Whānau OSCAR Mō Ngā Tamariki	7,000
The Marton & Surrounds ICT Hub Charitable Trust Board	5,000
The Parenting Place	1,000
The Whanganui Festival of Cultures Committee	2,500
Toimata Foundation	1,000
Waiora Christian Community Trust	5,000
Waitotara School	1,000
Wanganui Area Neighbourhood Support Groups Incorporated	3,500
Wanganui Community Education Service Inc	6,000
Wanganui Enterprises	10,000
Wanganui Surf Lifeguard Services	2,000
Whanganui Peoples Centre	5,000
Whanganui Restorative Practice Trust	3,000
Whanganui Rowing Association	2,000
Whanganui Volunteer Centre Trust	4,000
Whenuakura Playgroup	2,000
Women's Network (Wanganui) Incorporated	5,000
YMCA Central Inc	3,500

170,778



Community Support Grants

Age Concern Wanganui Incorporated	15,000
Converge Trust	10,000
Family Works Whanganui	20,000
Jigsaw Whanganui	50,000
New Zealand Family and Foster Care Federation Inc	15,000
Ngati Rangī Trust	30,000
Rise Stopping Violence Service	15,000
Spirit of Adventure Trust	10,000
Te Ora Hou Whanganui Incorporated - Stone Soup	25,000
Te Ora Hou Whanganui Incorporated - Pihī Ora Hou	25,000
The Whanganui Boys & Girls Club	25,000
Whanganui Learning Centre	20,000
Whanganui Safe and Free Incorporated	10,000
Youth Services Trust Whanganui	12,500

282,500

High Engagement Grants

Life to the Max Trust	393,720
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In October 2017, the Foundation pledged a High Engagement grant of \$300,000 over a 3 year period, along with an additional \$93,720 for capacity building and evaluation over the 3 year period. The project is to expand their social worker service, and increase capacity/client load, and to commission and external longitudinal evaluation of the impact of the service on clients who have previously engaged with Life to the Max.

Capital Grant

.Sarjeant Gallery redevelopment	1,000,000
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In June 2016, the Foundation pledged up to \$1M to the Sarjeant Gallery Redevelopment project, conditional on the project proceeding. In March 2018 the project achieved the fund raising goal and the pledge is to be fulfilled by annual payments of \$250,000 for the next 4 years.

Total Grants Approved

\$1,846,998



INDEPENDENT AUDITOR'S REPORT

To Trustees' of Whanganui Community Foundation Incorporated

Report on the Performance Report

Opinion

We have audited the performance report of Wanganui Community Foundation Incorporated (Consolidated) which comprises the entity information, the statement of service performance, the statement of financial performance, and statement of cash flows for the year ended 31 March 2018, the statement of financial position as at 31 March 2018, and the statement of accounting policies and other explanatory information.

In our opinion:

- (a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- (b) the accompanying consolidated performance report on pages 1 to 17 present fairly, in all material respects,
 - the entity information for the year then ended;
 - the service performance for the year then ended; and
 - the financial position of Whanganui Community Foundation Incorporated (Consolidated) as at 31 March 2018, and (of) its financial performance and cash flows for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cashflows, statement of accounting policies and notes to the consolidated performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised).

Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of Whanganui Community Foundation Incorporated (Consolidated) in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, Whanganui Community Foundation Incorporated (Consolidated).

Responsibilities of the Trustees' for the Consolidated Performance Report

The Trustees' are responsible for:

- (a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;

(b) the preparation and fair presentation of the consolidated performance report on behalf of the Foundation which comprises:

- the entity information;
- the statement of service performance; and
- the statement of financial performance, statement of financial position, statement of cashflows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board, and

(c) such internal control as the Trustees’ determine is necessary to enable the preparation of the consolidated performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Trustees’ are responsible on behalf of Whanganui Community Foundation Incorporated for assessing the Foundation’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees’ either intend to liquidate Whanganui Community Foundation Incorporated or to cease operations, or have no realistic alternative but to do so.

Auditor’s Responsibilities for the Audit of the Consolidated Performance Report

Our objectives are to obtain reasonable assurance about whether the consolidated performance report is free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this performance report.

A further description of the auditor’s responsibilities for the audit of the performance report is located at the XRB’s website at:

https://xrb.govt.nz/Site/Auditing_Assurance_Standards/Current_Standards/Page8.aspx

Restriction on Responsibility

This report is made solely to the Trustees’ as a body. Our audit work has been undertaken so that we might state to the Trustees’ those matters we are required to state to them in an auditor’s report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trustees’ as a body, for our audit work, for this report, or for the opinions we have formed.



Cotton Kelly
Palmerston North

16 August 2018