

Performance Report

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2022



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Whanganui Community Foundation Incorporated (Consolidated)
For the year ended 31 March 2022

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Entity Information

Whanganui Community Foundation Incorporated (Consolidated)
For the year ended 31 March 2022

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 Foundation's 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 the Foundation 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 2022

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 2022.

APPROVED:



Dr M Paki

Chairperson

Date: 25 August 2022



J Vickers

Deputy Chairperson

Date: 25 August 2022

Statement of Service Performance

Whanganui Community Foundation Incorporated
For the year ended 31 March 2022

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
	2022	2022	2021	2021
	\$	\$	\$	\$
<u>Grants Made/Committed</u>				
Covid 19 Grants	-	120,000	94,170	120,000
Social Loans	2,349	1,650	2,040	1,650
Quick Response Grants	215,153	200,000	224,998	200,000
Hikurangi Inc Grants	72,500	50,000	27,500	50,000
Community Support Grants	469,175	300,000	302,500	300,000
Capital Grants	72,500	100,000	100,000	100,000
High Engagement Grants	-	-	6,280	-
	831,678	771,650	757,488	771,650
Number of Grants Considered	94		102	
Number Approved	67		82	
Total Investment Income	734,812		8,109,352	
Total Investment Portfolio	52,073,134		53,195,893	

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 \$70,887 for the 2022 year.

Additional Information

1. Grants allocated were in line with funding budgeted.
2. 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.
 - (a) Children 0-5 years old.
 - (b) Youth at risk.
 - (c) The elderly in our communities.
 - (d) Activities and programmes that strengthen our communities.
3. From 1 April 2022 a Special Purposes (Housing) Grants policy has been established with seed funding of \$400,000. The High Engagement grant category has been abolished.

Statement of Financial Performance

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2022

Account	Notes	2022	2021
Income			
Revenue from providing goods or services	1	70,887	65,389
Interest, dividends and other investment revenue	1	663,925	8,043,963
Fair Value Increase in Investment Property	4	80,000	55,000
Grants written back		14,592	-
Grants refunded		3,045	-
Total Income		832,449	8,164,353
Expenses			
Trustees related costs	2	155,976	134,251
Costs related to providing goods or service	2	3,738	4,349
Grants and donations made	2	686,678	729,988
Costs relating to investment income	2	91,993	78,379
Other expenses	2	117,122	110,917
Total Expenses		1,055,507	1,057,884
(Deficit)/Surplus for the year		(223,058)	7,106,468

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 2022

Account	Notes	2022	2021
Assets			
Current Assets			
Bank accounts and cash	3	619,680	2,127,551
Debtors and prepayments	3	40,188	30,293
Loans Receivable		9,001	9,000
Investments (held to Maturity)	3	972,681	964,439
Total Current Assets		1,641,550	3,131,283
Non-Current Assets			
Investment Property	4	830,000	750,001
Loans Receivable		25,332	34,333
Property Plant & Equipment	5	1,311	2,624
Investments (At Fair Value)	6	49,649,462	49,316,945
Total Non-Current Assets		50,506,105	50,103,903
Total Assets		52,147,655	53,235,186
Liabilities			
Current Liabilities			
Creditors and accrued expenses	3	86,825	316,916
Employee Costs		3,268	2,257
Unused donations and grants with conditions	3	49,600	578,202
Total Current Liabilities		139,692	897,375
Non-current liabilities			
Grants	3	173,711	208,000
Total Liabilities		313,403	1,105,375
Total Assets less Total Liabilities (Net Assets)		51,834,252	52,129,811
Accumulated Funds			
Accumulated surpluses	9	47,983,479	48,306,538
Discretionary Reserves	9	3,850,772	3,823,273
Total Accumulated Funds		51,834,252	52,129,811

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 2022

Account	2022	2021
Cash Flows from Operating Activities		
Cash was received from		
Receipts from providing goods or services	70,887	65,389
Interest, dividends and other investment receipts	107,884	180,962
Other Income	17,637	-
Net GST	(5,664)	6,145
Cash was applied to		
Payments to Trustees Expenses	(155,976)	(134,401)
Donations or grants paid	(1,322,070)	(1,291,683)
Purchase of goods & services	(441,942)	(187,211)
Total Cash Flows from Operating Activities	(1,729,244)	(1,360,799)
Cash Flows from Investing and Financing Activities		
Cash was received from		
Receipts from sale of investments	1,191,374	2,948,688
Cash was applied to		
Purchase of property, plant & equipment	-	(1,624)
Payments to purchase investments	(970,000)	(25,895)
Total Cash Flows from Investing and Financing Activities	221,374	2,921,169
Net Increase/ (Decrease) in Cash	(1,507,870)	1,560,370
Cash Balances		
Cash and cash equivalents at beginning of period	2,127,550	567,180
Cash and cash equivalents at end of period	619,680	2,127,550
Net change in cash for period	(1,507,870)	1,560,370

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 2022

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 2022.

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, and Wairarino areas.

The consolidated performance report has been approved and was authorised for issue by the Board of Trustees on 25 August 2022.

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 to the extent that it is probable that the economic benefit will flow to the Trust and revenue can be reliably measured. The following specific recognition criteria must be met before revenue is recognized

Revenue from providing goods or services

The Foundation receives revenue from the lease of investment property owned. Revenue is recognized in the period the goods or services are provided

Interest, dividends and other investment revenue

Interest: interest is recognised as it accrues, using the effective interest method.

Dividends: dividends are recognised when received and recorded gross of any imputation credits.

Realised/unrealised gains: Realised/Unrealised gains on Investments are recorded in the Statement of Financial Performance.

Donations

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

Property, Plant and Equipment

Property, plant and equipment are recorded at Cost less accumulated depreciation.

Any gain or loss on disposal is recognised in the Statement of Financial Performance.

Depreciation

Office equipment is depreciated on a diminishing value over the useful life of the asset.

The rates used are those approved by Trustees as follows:

Office Equipment	50%	DV
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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.

Community Social Loans

Community Loans are valued at Cost.

Reserve Accounts

The Foundation has established three 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 has been 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.

Hikurangi Reserve

In December 2019, the Foundation received a distribution of the funds from Hikurangi Incorporated totalling \$450,773. The Foundation, pursuant to an agreement with Hikurangi, is distributing the funds over time by way of grants to applicants who meet the criteria in the Foundation's policies as they pertain to enhancing the wellbeing of isolated elderly in the community.

Changes in Accounting Policies

There have been no changes in accounting policies.

All 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 2022

	2022	2021
1 Analysis of Revenue		
Revenue from providing goods or services		
Lease or Rent Received	70,887	65,389
Total Revenue from providing goods or services	70,887	65,389
Interest, dividends and other investment revenue		
Craig's Investments - Unrealised gains / (Losses)	(979,496)	6,118,494
Realised gains	317,208	560,611
NZ Interest	616,479	736,198
NZ Dividends and PIE's	353,150	400,137
Overseas Interest	-	12,979
Overseas Dividends	356,583	211,794
Grants written back	14,592	-
Grants Refunded	3,045	-
Other Income	-	3,750
Total Interest, dividends and other investment revenue	681,562	8,043,963
Total Revenue	752,449	8,109,352
2 Analysis of Expenses		
Trustee & employee costs		
Trustees Fees	68,100	68,100
Trustee Expenses	2,186	1,510
Grants Management Office Costs	85,690	64,641
Total trustee & employee costs	155,976	134,251
Costs related to providing goods or services		
Rates	2,778	2,700
Repairs - Buildings & Grounds	960	1,649
Total Costs related to providing goods or services	3,738	4,349
Grants and donations made		
Quick Response Grants	215,153	224,998
Covid 19 Support Grants	-	94,170
Community Support Grants	469,175	302,500
High Engagement Grants	-	6,280
Capital Grants	-	100,000
Interest on Community Loans	2,349	2,040
Total Grants and donations made	686,678	729,988
Costs related to investment income		
Investment Management Costs	91,993	78,379
	91,993	78,379
Other expenses		
Admin /Accounting Fees	53,520	53,520
Audit Fees	9,000	9,000
Consultancy	1,576	-
Legal expenses	1,045	-
Insurances	8,818	8,264
Occupancy Costs	8,097	7,090
Other	30,286	29,043
Subscriptions	4,780	4,000
Total Other expenses	117,122	110,917
Total Expenses	1,055,507	1,057,884

3 Analysis of Assets and Liabilities**Current Assets****Bank accounts and cash**

BNZ Cheque Account	92,125	195,440
BNZ Call Account	526,652	1,931,139
BNZ Imprest Account	903	972
Total Bank accounts and cash	619,680	2,127,551

Debtors and prepayments

Accrued Income	5,379	5,285
Accounts Receivable	3,568	754
GST Receivable	10,828	5,164
Prepayments	20,413	19,090
Total Debtors and prepayments	40,188	30,293

Loans Receivable (Note 8)

Social Loans - Current Portion	9,001	9,000
	9,001	9,000

Investments (Held to maturity)

BNZ Short Term Deposits	972,681	964,439
Total Investments Held to Maturity	972,681	964,439

Non-Current Assets**Property Plant & Equipment**

Office Equipment	1,311	2,624
	1,311	2,624

Loans Receivable (Note 8)

Social Loans - Non -Current Portion	25,332	34,333
	25,332	34,333

Investments (At Fair Value)

Craig's Investment Portfolio	48,304,884	47,893,555
Craig's Investment - NZ Cash	1,203,000	1,526,756
Craig's Investment - Aust Cash	80,944	86,202
Craig's Investment - US Cash	60,632	10,832
Craig's Investment - NZ Broker Account	-	(200,400)
Total Investments (At Fair Value)	49,649,462	49,316,945

Investment Property

Investment Property (Note 4)	830,000	750,000
Total Property, Plant & Equipment	830,000	750,000

Total Assets**52,147,655****53,235,185****Current Liabilities****Creditors and accrued expenses**

Creditors & Accrued Expenses	86,825	66,916
Employee Costs Payable	3,268	2,257
Sarjeant Art Gallery Redevelopment Project	-	250,000
Total Creditors and accrued expenses	90,093	319,173

Unused donations and grants with conditions

High Engagement Grant - Wanganui Learning Centre	26,600	162,202
High Engagement Grant -Te Oranganui Trust	-	100,000
Capital Grant - Te Ora Hou Whanganui Inc	-	300,000
Multi Year Grants -2023	23,000	16,000
Total Unused donations and grants with conditions	49,600	578,202

Non-current liabilities

Multi Year Grants -2022	-	16,000
Multi Year Grants -2024	7,000	
High Engagement Grant -Te Oranganui Trust	166,711	192,000
Total Other non-current liabilities	173,711	208,000

Total Liabilities**313,404****1,105,375****4 Investment Property**

Opening Value	750,000	695,000
Movement in Fair Value	80,000	55,000
Closing Balance	830,000	750,000

Total Investment Property**830,000****750,000**

Land and Buildings were valued on 31 March 2022 by registered valuer, K D (Ken) Pawson, of the firm Morgan's Property Advisors.

5 Property, Plant & Equipment

<u>2022</u>	Opening Cost	Additions	Disposals	Depn for Year	Accum Depn	Total
Office Equipment	3,260	-	-	1,313	1,949	1,311
	3,260	-	-	1,313	1,949	1,311

6 Investments

	2022	%	2021	%
	\$		\$	
Global Equities	11,591,701	23.35	11,244,239	22.80
Australian Equities	7,462,642	15.03	7,010,274	14.21
New Zealand Equities	11,005,522	22.17	10,100,709	20.48
Bonds and Term Deposits	16,115,343	32.46	17,489,465	35.46
Cash NZ/Australia	1,344,305	2.71	1,423,390	2.89
Property NZ/Australia	2,129,676	4.29	2,048,868	4.15
Total Investments	49,649,189	100.00	49,316,945	100.00

7 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

	2022		2021	
	Level 1	Level 2	Level 1	Level 2
CIP Property NZ/Aust	2,129,676		2,048,868	-
CIP - NZ Equities	11,005,522		10,100,709	-
CIP - Australian Equities		7,462,642		7,010,274
CIP - International Equities		11,591,701		11,244,239
CIP - Cash NZ/Aust	1,344,305		1,423,390	-
NZ Corporate Bonds	16,115,343		17,489,465	-
	30,594,846	19,054,343	31,062,432	18,254,513

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 October 2020. 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 in a range of Australian and International equities

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 liabilities pending the satisfaction of conditions under which the grant was paid.

At balance date grants approved but not yet paid totalled \$223,311 (2021 \$1,036,202).

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.

8 Social Loans

The Foundation makes loans to community organisations from time to time. 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 \$9000.

	Current 2022 \$	Term 2022 \$	Total 2022 \$	Total 2021 \$
Wanganui Football Charitable Trust	1,001	7,999	9,000	10,000
Hockey Whanganui Incorporated	8,000	17,333	25,333	33,333
Totals	9,001	25,332	34,332	43,333

9 Accumulated Funds

The Foundation annually transfers 10% of the grants budget to a Capital Grants Reserve. balance has been aligned with the Capital Grants made where conditions are yet to be met.

Accumulated Surplus

Opening Balance	48,306,538	41,500,070
Operating Surplus/(Deficit) for the year	(303,058)	7,051,468
Property Impairment	80,000	55,000
Transfers to/from Reserves	(100,000)	(300,000)
Balance as at 31 March 2022	47,983,479	48,306,538

Discretionary Reserves

Opening Balance	3,823,273	3,550,773
Hikurangi Inc - Distributed	(72,500)	(27,500)
Transfer to/from Accumulated Surpluses	100,000	300,000
Balance as at 31 March 2022	3,850,772	3,823,273

Total Accumulated Funds	51,834,252	52,129,811
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Breakdown of Discretionary Reserves

Grants Reserve	Cover for 3 years budgeted grants	2,500,000	2,500,000
		2,500,000	2,500,000

10 Operating Commitments

The foundation has an Accounting/Administration contract commitment of \$36,880 (2021:\$36,880).

The foundation has a Fluxx Grants Management contract commitment of US\$13,000 annually (2021:US\$13,000)

11 Capital Commitments

There are no capital commitments at balance date (2021:\$Nil).

12 Significant Grants and Donations with Conditions not Recorded as a Liability

On 24 June 2021, the Foundation committed \$70,000 to the Ratana Orakenui Trust (playground project), conditional on full funding being achieved. This was paid in July 2022.

13 Related Parties

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

14 Events After the Balance Date

There is only one significant event after balance date. In June 2022, \$200,000 was committed to the Wai Ora Christain Community Trust for their transactional housing project, with conditions.

15 Contingent Liability

There are no Contingent liabilities at balance date (2021: \$Nil)

16 Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

17 Grants Committed

Social Loans

Wanganui Football	569
Hockey Wanganui	1,780

2,349

Quick Response Grants

Alzheimer's Whanganui Incorporated	-
Barnardos NZ Incorporated	6,000
Bird Rescue Wanganui- Manawatu Trust	5,460
Bushy Park Education Committee	4,000
Cancer Society of NZ - Whanganui-Rangitikei- Waimarino Centre Incorporated	10,000
Christian Social Serices (Whanganui)	21,000
Citizens Advice Bureau Whanganui	5,000
Cystic Fibrosis Association of NZ	4,500
Dance Therapy NZ	3,000
Epilepsy Association of New Zealand Incorporated	4,500
Institute for Child Protection Studies Trust Incorporated	7,150
Koriniti Marae Maori Reservation Trust	8,847
Life Education Trust Wanganui & Districts	4,000
Nga Wairiki - Ngati Apa Charitable Trust	3,311
NZ Choral Federation Incorporated	3,061
Marion and Districts Budget Services Incorporated	4,500
Mental Illness Survivors Team Incorporated	5,000
Momentum Charitable Trust	5,000
Netball Whanganui Incorporated	4,000
Para Kore Marae Incorporated	10,000
Parenting Place Charitable Trust	6,500
People First NZ Incorporated	4,000
Progress Castlecliff Incorporated	1,000
Presbyterian Support Central (Family Works)	4,000
Read NZ Te Pou Muramura Incorporated	1,925
Raetihi Community Charitable Trust	5,000
Sport Whanganui	2,500
Sustainable Whanganui Trust	7,000
Tennis Wanganui Incorporated	4,000
The Marion and Surrounds ICT Hub Charitable Trust Board	9,000
The Girl Guides Association NZ Incorporated	6,600
The Whanganui Boys and Girls Gym Club Trust	4,500
The Gift Trust	5,000
Waimarino Agriculture & Pastoral Association	1,000
Waimarino Museum Society Incorporated	1,300
Wanganui Agricultural & Pastoral Association Incorporated	2,000
Whanganui Creative Space	2,000
Whanganui Surf Lifeguard Service Incorporated	5,000
Whanganui Marist Cricket Club Incorporated	1,000
Whanganui Regional Heritage Trust Board	5,000
Whanganui Regional Museum Trust	7,000
Whanganui Violence Intervention Network	6,500
Whanganui Volunteer Centre Trust	1,000
Woven Rivers Trust	4,000

215,153

Community Support Grants

Age Concern Wanganui Incorporated	20,000
Converge Trust	30,000
Family Support Services Whanganui Trust (Jigsaw)	75,000
Gabby's Starlit HOPE	10,000
Hakeke St Community Centre.	20,000
Hospice Whanganui	30,000
Keith Street School Board of Trustees	35,000
Life to the Max Trust	50,000
The National Foundation for the Deaf Incorporated	13,000
Presbyterian Support Central (Family Works)	10,000
Te Ao Hou Marae	23,175
Te Ora Hou Whanganui Incorporated	20,000
Wai Ora Christian Community Trust	25,000
Wanganui Enterprises Trust	15,000
Wanganui Group of The Riding for the Disabled Association Incorporated	20,000
Women's Network (Wanganui) Incorporated	15,000
YMCA Central Incorporated	13,000
Youth Services Trust Whanganui	45,000

469,175

Multi Year Grants

Alzheimers Whanganui Incorporation

In September 2020, the foundation pledged a multi year grant of \$18000 towards Operating and Administration expenses to be paid in instalments of \$6000 over 3 years.

Community House (Whanganui) Association Incorp

In February 2021, the foundation pledged a multi year grant of \$18000 towards Operating Expenses to be paid in instalments of \$6000 over 3 years.

Whanganui Volunteer Centre Trust

In August 2020, the foundation pledged a multi year grant of \$12000 towards the Administrators Wages to be paid in instalments of \$4000 over 3 years.

Christian Social Services (Whanganui)

In November 2021, the foundation pledged a multi year grant of \$21000 towards operating Costs to be paid in instalments of \$7000 over 3 years.

Hikurangi Reserve Grants

Aphasia NZ Charitable Trust	5,000
Age Concern Wanganui Incorporated	15,000
Hospice Whanganui	30,000
Whanganui Womens Club Incorporated	5,000
The Stroke Foundation of NZ Ltd	9,500
The Whanganui Blind And Partially Blind Craft Group Incorporated	5,000
Royal NZ Foundation of the Blind Incorporated	3,000

72,500

High Engagement Grants

No further grants were made, nor will there be further grants.

Whanganui Learning Centre Trust

In October 2017, the Foundation pledged a High Engagement grant of \$240,000 over a 3 year period to employ an intensive case worker (ICW) who will work with whanau to identify barriers to educational and social participation in the low-decile/low socio-economic areas of Whanganui, to overcome these barriers to advance social and educational achievements for young children and youth.

All except \$14,952 was provided. The balance has been written back.

Te Oranganui - Korowaitia Te Puna o Te Moke

In September 2019, a grant of \$100,000 Per Annum for 3 Years Plus an evaluation/capacity building grant of \$92,000 was approved to fund an Oral Health Project being facilitated by Te Oranganui. \$166,711 is unclaimed at balance date.

Capital Grant

Ratana Orakenui Playground Project

A commitment of \$70,000 was made conditional on full funding being achieved. This was paid in July 2022.

Te Ora Hou Whanganui Inc

In June 2019, it was agreed to assist with funding a new Whare for Te Ora Hou, with a grant of \$300,000, subject to conditions being met and funds uplifted within 3 years. This funding has been provided.

Total Grants Approved

\$686,678

INDEPENDENT AUDITOR'S REPORT

To the Whanganui Community Foundation Incorporated (Consolidated)

Report on the Consolidated Performance Report

We have audited the consolidated performance report of Whanganui Community Foundation and Group on pages 1 to 17 which comprises the entity information, the statement of service performance, the consolidated statement of financial performance and consolidated statement of cash flows for the year ended 31 March 2022, the consolidated statement of financial position as at 31 March 2022, 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 presents fairly, in all material respects,
 - the entity information for the year then ended;
 - the service performance for the year then ended; and
 - the consolidated financial position of Whanganui Community Foundation and Group as at 31 March 2022, and its consolidated financial performance, and consolidated 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 consolidated statement of financial performance, consolidated statement of financial position, consolidated statement of cash flows, statement of accounting policies and notes to the 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 consolidated Performance Report section of our report. We are independent of the Group 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, the Whanganui Community Foundation Incorporated (Consolidated) or any of its subsidiaries.

Other Information

The Trustees are responsible on behalf of the Group for the other information. The other information comprises Our Story, Organisational Structure, Our Community and Valued Investment Partners and Funders but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If based, on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 entity which comprises:

- the entity information;
- the statement of service performance; and
- the consolidated statement of financial performance, consolidated statement of financial position, consolidated statement of cash flows, 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 consolidated performance report, the Trustees are responsible on behalf of the Group for assessing the entity'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 the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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) 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 these financial statements.

A further description of the auditors responsibilities for the audit of the financial statements is located at the External Reporting Board's website at:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-7/>

Restriction on Responsibility

This report is made solely to the trustees, as a body, in accordance with section 42F of the Charities Act 2005. 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.



Cameron Town
Silks Audit Chartered Accountants Limited
Whanganui, New Zealand

Date: 25 August 2022