

Performance Report

Whanganui Community Foundation Incorporated (Consolidated)

For the year ended 31 March 2023



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Whanganui Community Foundation Incorporated (Consolidated)
For the year ended 31 March 2023

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Entity Information

Whanganui Community Foundation Incorporated (Consolidated)
For the year ended 31 March 2023

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 2023

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 2023.

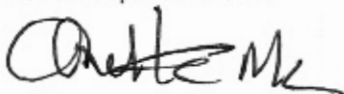
APPROVED:



Dr M Paki

Chairperson

Date: 22 September 2023



A Main

Deputy Chairperson

Date: 22 September 2023

Statement of Service Performance

Whanganui Community Foundation Incorporated

For the year ended 31 March 2023

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
	2023	2023	2022	2022
	\$	\$	\$	\$
<u>Grants Made/Committed</u>				
Covid 19 Grants	-	-	-	120,000
Social Loans	1,816	1,650	2,349	1,650
Quick Response and Multi year Grants	155,307	200,000	215,153	200,000
Hikurangi Inc Grants	49,043	50,000	72,500	50,000
Community Support Grants	333,000	300,000	469,175	300,000
Capital Grants	70,000	120,000	72,500	100,000
Housing Grants	233,720	-	-	-
	842,886	671,650	831,678	771,650
Number of Grants Considered	100		94	
Number Approved	66		67	
Total Investment Income	(555,803)		752,449	
Total Income Earning Assets	50,241,448		52,073,134	

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 \$74,080 for the 2023 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 2023

Account	Notes	2023	2022
Income			
Revenue from providing goods or services	1	74,080	70,887
Interest, dividends and other investment revenue	1	(668,174)	678,517
Fair Value Increase in Investment Property	4	30,000	80,000
Grants refunded	1	38,291	3,045
Total Income		(525,803)	832,449
Expenses			
Trustees related costs	2	161,572	155,976
Costs related to providing goods or service	2	6,696	3,738
Grants and donations made	2	770,343	686,678
Costs relating to investment income	2	84,957	91,993
Other expenses	2	143,308	117,122
Total Expenses		1,166,876	1,055,507
(Deficit)/Surplus for the year		(1,692,679)	(223,058)

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 2023

Account	Notes	2023	2022
Assets			
Current Assets			
Bank accounts and cash	3	862,234	619,680
Debtors and prepayments	3	48,106	40,188
Loans Receivable	8	9,000	9,001
Investments (held to Maturity)	3	990,023	972,681
Total Current Assets		1,909,363	1,641,550
Non-Current Assets			
Investment Property	4	860,000	830,001
Loans Receivable	8	16,334	25,332
Property Plant & Equipment	5	1,347	1,311
Investments (At Fair Value)	6	47,527,844	49,649,462
Total Non-Current Assets		48,405,525	50,506,106
Total Assets		50,314,888	52,147,656
Liabilities			
Current Liabilities			
Creditors and accrued expenses	3	47,342	86,825
Employee Costs	3	5,974	3,268
Unused donations and grants with conditions	3	62,500	49,600
Total Current Liabilities		115,816	139,693
Non-current liabilities			
Grants	3	175,511	173,711
Total Liabilities		291,327	313,404
Total Assets less Total Liabilities (Net Assets)		50,023,561	51,834,252
Accumulated Funds			
Accumulated surpluses	9	46,190,800	47,983,480
Discretionary Reserves	9	3,832,762	3,850,772
Total Accumulated Funds		50,023,561	51,834,252

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 2023

Account	2023	2022
Cash Flows from Operating Activities		
Cash was received from		
Receipts from providing goods or services	74,080	70,887
Interest, dividends and other investment receipts	1,091,420	107,884
Other Income	38,291	17,637
Net GST	2,968	(5,664)
Cash was applied to		
Payments to Trustees Expenses	(161,572)	(155,976)
Donations or grants paid	(883,987)	(1,322,070)
Purchase of goods & services	(273,163)	(441,942)
Total Cash Flows from Operating Activities	(111,963)	(1,729,244)
Cash Flows from Investing and Financing Activities		
Cash was received from		
Receipts from sale of investments	1,293,740	1,191,374
Cash was applied to		
Purchase of property, plant & equipment	-	-
Payments to purchase investments	(939,223)	(970,000)
Total Cash Flows from Investing and Financing Activities	354,517	221,374
Net Increase/ (Decrease) in Cash	242,554	(1,507,870)
Cash Balances		
Cash and cash equivalents at beginning of period	619,680	2,127,550
Cash and cash equivalents at end of period	862,234	619,680
Net change in cash for period	242,554	(1,507,870)

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 2023

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 2023.

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 22 September 2023

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.



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.

In September 2022 the Foundation received the final distribution from Hikurangi Incorporated totalling \$1,033.00

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 2023

	2023	2022
1 Analysis of Revenue		
Revenue from providing goods or services		
Lease or Rent Received	74,080	70,887
Total Revenue from providing goods or services	74,080	70,887
Interest, dividends and other investment		
Craig's Investments - Unrealised gains / (Losses)	(1,758,758)	(979,496)
Realised gains / (Losses)	(284,872)	317,208
NZ Interest	640,511	616,479
NZ Dividends and PIE's	432,563	353,150
Overseas Interest	1,043	-
Overseas Dividends	312,679	356,583
NZ Partnership Income/(Losses)	(11,340)	-
Grants written back	-	14,592
Grants Refunded	38,291	3,045
Total Interest, dividends and other investment revenue	(629,883)	681,562
Total Revenue	(555,803)	752,449
2 Analysis of Expenses		
Trustee & employee costs		
Trustees Fees	66,059	68,100
Trustee Expenses	1,025	2,186
Grants Management Office Costs	94,488	85,690
Total trustee & employee costs	161,572	155,976
Costs related to providing goods or services		
Rates	2,806	2,778
Repairs - Buildings & Grounds	3,890	960
Total Costs related to providing goods or services	6,696	3,738
Grants and donations made		
Quick Response Grants	146,807	215,153
Housing Grants	233,720	-
Community Support Grants	341,500	469,175
High Engagement Grants	-	-
Multi Year Grants	46,500	-
Interest on Community Loans	1,816	2,349
Total Grants and donations made	770,343	686,678
Costs related to investment income		
Investment Management Costs	84,957	91,993
	84,957	91,993
Other expenses		
Admin /Accounting Fees	53,520	53,520
Audit Fees	10,350	9,000
Consultancy	365	1,576
Legal expenses	1,600	1,045
Insurances	9,515	8,818
Occupancy Costs	7,958	8,097
Other	55,047	30,286
Subscriptions	4,953	4,780
Total Other expenses	143,308	117,122
Total Expenses	1,166,876	1,055,507



	2023	2022
3 Analysis of Assets and Liabilities		
Current Assets		
Bank accounts and cash		
BNZ Cheque Account	88,695	92,125
BNZ Call Account	773,219	526,652
BNZ Imprest Account	320	903
Total Bank accounts and cash	862,234	619,680
Debtors and prepayments		
Accrued Income	18,284	5,379
Accounts Receivable	124	3,568
GST Receivable	7,860	10,828
Prepayments	21,838	20,413
Total Debtors and prepayments	48,106	40,188
Loans Receivable (Note 8)		
Social Loans - Current Portion	9,000	9,001
	9,000	9,001
Investments (Held to maturity)		
BNZ Short Term Deposits	990,023	972,681
Total Investments Held to Maturity	990,023	972,681
Non-Current Assets		
Property Plant & Equipment		
Office Equipment	1,347	1,311
	1,347	1,311
Loans Receivable (Note 8)		
Social Loans - Non -Current Portion	16,334	25,332
	16,334	25,332
Investments (At Fair Value)		
Craig's Investment Portfolio	46,831,784	48,304,884
Craig's Investment - NZ Cash	870,303	1,203,000
Craig's Investment - Aust Cash	50,007	80,944
Craig's Investment - US Cash	9,370	60,632
Craig's Investment - UK Cash	17,138	-
Craig's Investment - NZ Broker Account	(250,758)	-
Total Investments (At Fair Value)	47,527,844	49,649,462
Investment Property		
Investment Property (Note 4)	860,000	830,000
Total Property, Plant & Equipment	860,000	830,000
Total Assets	50,314,888	52,147,655
Current Liabilities		
Creditors and accrued expenses		
Creditors & Accrued Expenses	47,342	86,825
Total Creditors and accrued expenses	47,342	86,825
Employee Entitlements		
Employee costs payable	1,908	2,602
Holiday Pay	4,066	666
	5,974	3,268
Unused donations and grants with conditions		
High Engagement Grant - Wanganui Learning Centre	-	26,600
Wai Ora Christian Community Trust - Housing	40,000	-
Multi Year Grants -2023	-	23,000
Multi Year Grants -2024	22,500	-
Total Unused donations and grants with conditions	62,500	49,600
Non-current liabilities		
Multi Year Grants -2024	-	7,000
Multi Year Grants -2025	15,500	-
Wai Ora Christian Community Trust - High Engagement Grant -Te Oranganui Trust	100,000	-
	60,011	166,711
Total Other non-current liabilities	175,511	173,711
Total Liabilities	291,327	313,404



4 Investment Property

Opening Value	830,000	750,000
Movement in Fair Value	30,000	80,000
Closing Balance	860,000	830,000
Total Investment Property	860,000	830,000

Land and Buildings were valued on 31 March 2023 by registered valuer, Clinton Peter of the firm Morgan's Property Advisors.

5 Property, Plant & Equipment

<u>2023</u>	Opening Cost	Additions	Disposals	Depn for Year	Accum Depn	Total
Office Equipment	3,260	1,108	-	1,072	3,021	1,347
	3,260	1,108	-	1,072	3,021	1,347

6 Investments

	2023	%	2022	%
	\$		\$	
Global Equities	10,715,773	22.55	11,591,701	23.35
Australian Equities	7,399,543	15.57	7,462,642	15.03
New Zealand Equities	10,067,223	21.18	11,005,522	22.17
Bonds and Term Deposits	16,828,125	35.41	16,115,343	32.46
Cash NZ/Australia	696,061	1.46	1,344,305	2.71
Property NZ/Australia	1,821,120	3.83	2,129,676	4.29
Total Investments	47,527,845	100.00	49,649,189	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

	2023		2022	
	Level 1	Level 2	Level 1	Level 2
CIP Property NZ/Aust	1,821,120		2,129,676	-
CIP - NZ Equities	10,067,223		11,005,522	-
CIP - Australian Equities		7,399,543		7,462,642
CIP - International Equities		10,715,773		11,591,701
CIP - Cash NZ/Aust	696,061		1,344,305	-
NZ Corporate Bonds	16,828,125		16,115,343	-
	29,412,529	18,115,316	30,594,846	19,054,343

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 \$319,731 (2022 \$223,311).



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 \$9,000.

	Current 2023 \$	Term 2023 \$	Total 2023 \$	Total 2022 \$
Wanganui Football Charitable Trust	1,000	7,000	8,000	9,000
Hockey Whanganui Incorporated	8,000	9,334	17,334	25,333
Totals	9,000	16,334	25,334	34,333

Wanganui Stockcar and Speedway Club Incorporated

In December 2022 the club applied for funding of \$70,000 towards a new safety wall. It was resolved that they be offered an interest free loan. In April 2023 the loan documentation was approved. However, at Balance date the documents were not signed and the funds not drawn down.

9 Accumulated Funds

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

Accumulated Surplus

Opening Balance	47,983,479	48,306,538
Operating Surplus/(Deficit) for the year	(1,722,679)	(303,058)
Property Impairment	30,000	80,000
Transfers to/from Reserves	(100,000)	(100,000)
Balance as at 31 March 2023	46,190,800	47,983,479

Discretionary Reserves

Opening Balance	3,850,772	3,823,273
Hikurangi Inc - Funds received	1,033	-
Hikurangi Inc - Distributed	(49,043)	(72,500)
Transfer to/from Accumulated Surpluses	100,000	100,000
Ratana Orakeinui - Playground	(70,000)	-
Balance as at 31 March 2023	3,832,762	3,850,772

Total Accumulated Funds	50,023,561	51,834,251
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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 (2022:\$36,880).
The foundation has a Fluxx Grants Management contract commitment of US\$13,000 annually (2022:US\$13,000)

11 Capital Commitments

There is one capital commitment at balance date of \$80,000 towards stage 2 the Lorendale Park Playground Approval was granted in April 2023 (2022:\$Nil).

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

On 25 August 2022, the Foundation committed \$100,000 to the Ruapehu Emergency Services Charitable Trust conditional on full funding being achieved and being uplifted in 3 years. This was paid in June 2023.

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: a) In October 2022 the Foundation pledged \$170,000 to Tamaupoko Community Led Trust for their project to improve substandard housing for the over 65's, with conditions.

15 Contingent Liability

There are no Contingent liabilities at balance date (2022: \$Nil)

16 Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

17 Grants Committed Social Loans

	\$	
Wanganui Football	512	
Hockey Wanganui	1,303	
	<hr/>	1,816

Quick Response Grants

Aphasia NZ Charitable Trust	4,000	
ARAN animal Rescue NZ	4,000	
Autism new Zealand Incorporated	4,500	
Brain Injury Association Whanganui Incorporated	2,500	
Chamber Music Whanganui Music Trust	2,000	
Community Governance Aotearoa Via Rata Foundation Ltd	3,200	
Counselling Centre (Marton) Incorporated	10,000	
Dance Therapy NZ	4,000	
Heritage Food Crops Research Trust	5,000	
Momentum Charitable Trust	8,000	
NZ Choral Federation Incorporated	3,000	
NZ Council of Victim Support Groups Incorporated	4,000	
Ohakune Carrot Adventure Park	2,500	
Para Kore Marae Incorporated	10,000	
Philanthropy New Zealand	1,600	
Pride Whanganui Trust	4,000	
Raetihi Community Charitable Trust - Waimarino Shears	5,000	
Raetihi Marae Trust	8,500	
Road Safety Education Ltd	2,000	
Royal New Zealand Foundation of the Blind Incorporated	1,000	
Sport Whanganui	3,378	
Springvale Playcentre	3,500	
Stroke Central New Zealand Incorporated	2,000	
Sustainable Whanganui Trust	5,000	
Taihape Playcentre	2,000	
Tennis Wanganui Incorporated	4,000	
The Compassionate Friends Whanganui Chapter	1,000	
The Girl Guides Association NZ Incorporated	6,500	
The Hearing Association Wanganui Branch Incorporated	2,000	
The Marton and Surrounds ICT Hub Charitable Trust Board	6,000	
The Orautoha School Board of Trustees	4,700	
The Scout Association of New Zealand	4,000	
The Wanganui Blind & Partially Blind Craft Group Incorporated	3,000	
Waimarie Operating Trust	4,000	
Wanganui Agricultural & Pastoral Association Incorporated	2,217	
Wanganui Multiple Sclerosis Society Incorporated	2,000	
Whanganui Creative Space	3,300	
Whanganui Cricket Association Incorporated	5,000	
Whanganui Regional Heritage Trust Board	2,912	
	<hr/>	155,307



Community Support Grants

Birthright Wanganui	8,000		
Bulls and District Community Trust	10,000		
Cancer Society of NZ Wanganui-Rangitikei-Waimarino Centre Incorporated	10,000		
Community Education Whanganui Trust	15,000		
Converge Trust	30,000		
Family Support Services Whanganui Trust (Jigsaw)	35,000		
Gabby's Starlit HOPE	10,000		
Hakeke St Community Centre.	15,000		
Life to the Max Trust	45,000		
Presbyterian Support Central (Family Works)	10,000		
Te Ora Hou Whanganui Incorporated	10,000		
Te Whawhaki Trust	30,000		
Volcano Vibe Collective	10,000		
Wanganui Central Baptist Kindergarten and Creche Trust	10,000		
Women's Network (Wanganui) Incorporated	15,000		
Woven Rivers Trust	30,000		
YMCA Central Incorporated	15,000		
Youth Services Trust Whanganui	25,000	333,000	-

Multi Year Grants

Christian Social Services (Whanganui)

In November 2021, the foundation pledged a multi year grant of \$21,000 towards operating Costs to be paid in instalments of \$7,000 over 3 years. Final payment due November 2023.

Epilepsy Association of NZ Incorp

In September 2022, the foundation pledged a multi year grant of \$15,000 towards field support services to be paid in instalments of \$5,000 over 3 years. 15,000

Citizens Advice Bureau Whanganui

In April 2022, the foundation pledged a multi year grant of \$15,000 towards operating funding to be paid in instalments of \$5,000 over 3 years. 15,000

Life Education Trust Wanganui and Districts

In February 2023, the foundation pledged a multi year grant of \$16,500 towards an educator salary to be paid in instalments of \$5,500 over 3 years. 16,500

Hikurangi Reserve Grants

Hearing Association Whanganui	1,043		
Community Education Trust Whanganui	5,000		
Bulls & Districts Community Trust	10,000		
Hakeke St community Centre	5,000		
Raetihi Marae Trust	1,500		
Men's Shed	4,000		
The Stroke Foundation of NZ Ltd	10,000		
Cancer Society - Whanganui Rangitikei and Waimarino	10,000		
Royal NZ Foundation of the Blind Incorporated	2,500	49,043	

High Engagement Grants

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

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. \$60,011 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.

Special Purpose - Housing Grants

Wai Ora Christian Community Trust

In June 2022 the board agreed that a grant of \$200,000 be made for their Transactional Housing Project subject to conditions. 200,000

Grace Foundation Charitable Trust

In September 2022 the board approved \$33,720 for funding for housing ex prisoners. In May 2023 The board approved an additional \$51,220 for housing and Rehabilitation of inmates exiting prison. 33,720

\$770,343



INDEPENDENT AUDITOR'S REPORT

To the Trustees of Whanganui Community Foundation Incorporated

Report on the Consolidated Performance Report

We have audited the consolidated performance report of Whanganui Community Foundation Incorporated 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 2023, the consolidated statement of financial position as at 31 March 2023, and the consolidated 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 consolidated 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 Incorporated as at 31 March 2023, 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 consolidated entity information and consolidated 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 and group.

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 consolidated 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 consolidated 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 Consolidated Performance Report

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

A further description of the auditors responsibilities for the audit of the consolidated 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 the Trust Deed. 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.



Mark Fraser
Silks Audit Chartered Accountants Limited
Whanganui, New Zealand

Date: 22 September 2023