

# Performance Report

Wakatipu Community Foundation  
For the year ended 31 March 2022

Prepared by Deloitte Limited

# Contents

|    |                                    |
|----|------------------------------------|
| 3  | Entity Information                 |
| 5  | Statement of Service Performance   |
| 6  | Statement of Financial Performance |
| 7  | Statement of Financial Position    |
| 8  | Statement of Cash Flows            |
| 9  | Statement of Accounting Policies   |
| 11 | Notes to the Performance Report    |

# Entity Information

## Wakatipu Community Foundation For the year ended 31 March 2022

### Legal Name of Entity

Wakatipu Community Foundation

### Entity Type and Legal Basis

Community Foundation, Registered Charity

### Registration Number

CC55258

### Entity's Purpose or Mission

The Wakatipu Community Foundation builds endowment funds that benefit all aspects of our community, today and tomorrow. The foundation is joining a global movement that matches community aspirations with philanthropic intent to create a local force for good. The purposes of the Foundation are as follows;

- To provide support, both financial and otherwise, for Community Organisations and for any Charitable Purpose.
- To promote and encourage generosity among the people of New Zealand towards Community Organisations and any Charitable Purpose.
- To establish and administer separate named funds within the Trust Fund in order to fulfill the wishes of individual donors who wish to support Community Organisations and any Charitable Purpose.

### Entity Structure

The Wakatipu Community Foundation Board of Trustees (all voluntary positions) comprises six Trustees including a Chair and Vice Chair. The Board shall consist of no fewer than four nor more than eight Trustees at any one time.

The filling of vacancies on the Board is by appointment by majority resolution of the continuing members of the Board. The Board may, by a motion decide by a 75% majority of votes, terminate a Trustee's membership of the Board if it believes that such action is in the best interests of the Trust.

Certain tasks will be allocated to Committees, but ultimately the Board is responsible. Specifically;

- The Board has the power to establish a Distributions Committee and to vest in that committee all or any of the Board's power to consider and make distributions from the Trust Fund.
- The Board has the power to establish an Investment Advisory Committee and to vest in that committee all or any of the Board's powers in respect of the investment of all or any part of the Trust Fund.

The underlying investments are managed by Craigs Investment Partners, which acts in accordance with the IPS (Investment Policy Statement).

Wakatipu Community Foundation had one paid employee for the year ended 31 March 2022 to carry out the foundation's administration.

### Main Sources of Entity's Cash and Resources

The main source of revenue is endowment fund donations from local donors to support their community. Donations will be pooled and invested.

Donor's can;

- Leave a gift in their will and/or

- donate during their lifetime (and potentially receive a 33.3% tax credit).

The capital is invested and the investment income will be used to make distributions annually to charities and community groups primarily in the region. When making distributions, donor wishes are paramount. They can choose which groups to support, or leave the decision to our Trustees and Distributions Committee who decide each year where the distributions are best needed.

The other main source of revenue will be earned from investments.

### **Main Methods Used by Entity to Raise Funds**

Other than endowment donations and investment income, the main source of funds is administration fees, general donations and funding from Corporate Partners.

The Foundation receives an administration fee of 1% of the total fund value for its administration services.

Corporate Partners will be sought to provide support, allowing the Wakatipu Community Foundation to administer the donor funds in the first instance, continue to build the profile of the Foundation and encourage other potential donors to set up a fund.

### **Entity's Reliance on Volunteers and Donated Goods or Services**

Trustees are volunteers. Various services are offered to the organisation in-kind or at a reduced rate (e.g. accountancy services, audit services, investment management, marketing)

### **Physical Address**

25b Advance Terrace  
Arrowtown  
9302

### **Postal Address**

25b Advance Terrace  
Arrowtown  
9302

# Statement of Service Performance

## Wakatipu Community Foundation For the year ended 31 March 2022

'What did we do?', 'When did we do it?'

### Description of Entity's Outcomes

1. Promote Philanthropy by helping donors meet their charitable goals and meet the community's greatest needs.
2. Engage and collaborate with community partners to identify creative solutions to current challenges and deepen our knowledge of the region.
3. Grow number of funds established
4. Manage each Endowment Fund - While each Donor Fund is separately monitored and accounted for with personalised quarterly donor reports, the capital of each Fund is combined with all other Funds to achieve economies of scale.

|   | 2022    | 2021    |
|---|---------|---------|
| <b>Description and Quantification of the Entity's Outputs</b> |         |         |
| Number of endowment donations received                        | 41      | 32      |
| Value of endowment donations received                         | 364,901 | 180,261 |
| Number of endowment distributions made                        | 9       | 1       |
| Value of endowment distributions made                         | 3,500   | 500     |
| Number pass through donations received                        | 304     | 656     |
| Value of pass through donation received                       | 271,131 | 595,039 |
| Number of pass through donations made                         | 47      | 79      |
| Value of pass through donations made                          | 179,576 | 107,064 |
| Number of administration donations received                   | 44      | 18      |
| Value of administration donations received                    | 240,425 | 138,350 |

### Additional Output Measures

The Wakatipu Community Foundation was established by Deed of Trust dated 6th Nov 2017. It received it's charitable status on the 15th March 2018.

In this short time the Foundation has achieved the following qualitative outputs:

| 2022 Outputs   | 2021 Outputs   |
|--|--|
| <ul style="list-style-type: none"> <li>Continued positive momentum and increased local awareness</li> <li>New endowments established.</li> <li>Corporate partners attracted and retained who provide pro-bono services to minimise our costs. these include: legals,accounting, auditing, print media, and wine.</li> <li>Administration of the Wakatipu Greatest Needs and Impact 100 Funds.</li> </ul> | <ul style="list-style-type: none"> <li>Continued positive momentum and increased local awareness</li> <li>New endowments established.</li> <li>Corporate partners attracted and retained who provide pro-bono services to minimise our costs. these include: legals,accounting, auditing, print media, and wine.</li> <li>Administration of the Wakatipu Greatest Needs and Impact 100 Funds.</li> </ul> |

# Statement of Financial Performance

## Wakatipu Community Foundation For the year ended 31 March 2022

|  | NOTES | 2022           | 2021             |
|--|-------|----------------|------------------|
| <b>Revenue</b>                                   |       |                |                  |
| Donations, fundraising and other similar revenue | 1     | 605,326        | 1,349,814        |
| Revenue from providing goods or services         | 1     | 20,461         | -                |
| Interest, dividends and other investment income  | 1     | (49,767)       | 24,307           |
| Other revenue                                    | 1     | 6,672          | 3,025            |
| <b>Total Revenue</b>                             |       | <b>582,691</b> | <b>1,377,147</b> |
| <b>Gross Profit</b>                              |       |                |                  |
|  |       | <b>582,691</b> | <b>1,377,147</b> |
| <b>Expenses</b>                                  |       |                |                  |
| Volunteer and employee related costs             | 2     | 75,510         | 64,418           |
| Grants and donations made                        | 2     | 159,012        | 640,364          |
| Costs related to providing goods or services     | 2     | 14,794         | 12,933           |
| Administration fee                               | 2     | 6,672          | 3,025            |
| Other expenses                                   | 2     | 29,506         | 17,537           |
| <b>Total Expenses</b>                            |       | <b>285,494</b> | <b>738,277</b>   |
| <b>Surplus/(Deficit) for the Year</b>            |       |                |                  |
|  |       | <b>297,197</b> | <b>638,870</b>   |

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

# Statement of Financial Position

## Wakatipu Community Foundation As at 31 March 2022

'What the entity owns?' and 'What the entity owes?'

|   | NOTES | 31 MAR 2022      | 31 MAR 2021      |
|---|-------|------------------|------------------|
| <b>Assets</b>   |       |                  |                  |
| <b>Current Assets</b>                                   |       |                  |                  |
| Bank accounts and cash                                  | 3     | 1,001,794        | 1,374,602        |
| Debtors and prepayments                                 | 3     | 67,025           | -                |
| Other Current Assets                                    | 3     | 597              | 597              |
| <b>Total Current Assets</b>                             |       | <b>1,069,416</b> | <b>1,375,199</b> |
| <b>Non-Current Assets</b>                               |       |                  |                  |
| Investments   | 3     | 757,183          | 308,906          |
| <b>Total Non-Current Assets</b>                         |       | <b>757,183</b>   | <b>308,906</b>   |
| <b>Total Assets</b>                                     |       | <b>1,826,599</b> | <b>1,684,105</b> |
| <b>Liabilities</b>                                      |       |                  |                  |
| <b>Current Liabilities</b>                              |       |                  |                  |
| Pass Through Funds                                      | 4     | 420,119          | 582,911          |
| Creditors and accrued expenses                          | 4     | 4,354            | 4                |
| Goods and services tax                                  | 4     | 3,769            | 31               |
| <b>Total Current Liabilities</b>                        |       | <b>428,243</b>   | <b>582,946</b>   |
| <b>Total Liabilities</b>                                |       | <b>428,243</b>   | <b>582,946</b>   |
| <b>Total Assets less Total Liabilities (Net Assets)</b> |       | <b>1,398,356</b> | <b>1,101,159</b> |
| <b>Accumulated Funds</b>                                |       |                  |                  |
| Accumulated surpluses or (deficits)                     |       | 1,398,356        | 1,101,159        |
| <b>Total Accumulated Funds</b>                          |       | <b>1,398,356</b> | <b>1,101,159</b> |

This performance report has been approved by the Trustees, for and on behalf of Wakatipu Community Foundation.

APPROVED

*Raymond Key*

*Jonathan Gurnsey*

Raymond Key

Jonathan Gurnsey

(Chairman)

(Vice Chairman)

Date 9 September 2022

Date 9 September 2022

# Statement of Cash Flows

## Wakatipu Community Foundation For the year ended 31 March 2022

|   | 2022             | 2021             |
|---|------------------|------------------|
| <b>Cash Flows</b>   |                  |                  |
| <b>Cash Flows from Operating Activities</b>                     |                  |                  |
| Donations, fundraising and other similar receipts               | 607,134          | 2,014,992        |
| Receipts from providing goods or services                       | 27,133           | 9,703            |
| Net movement in GST   | 3,738            | 496              |
| Interest, dividends and other investment receipts               | (8,108)          | 3,260            |
| Donations or grants paid  | (386,287)        | (847,228)        |
| Payments to suppliers/employees                                 | (126,482)        | (97,913)         |
| <b>Net Cash Flow from Operating Activities</b>                  | <b>117,128</b>   | <b>1,083,310</b> |
| <b>Cash Flows from Investing and Financing Activities</b>       |                  |                  |
| Receipts from the sale of investments                           | 2,137,387        | 940,605          |
| Payments to purchase investments                                | (2,627,323)      | (1,043,483)      |
| <b>Total Cash Flows from Investing and Financing Activities</b> | <b>(489,936)</b> | <b>(102,878)</b> |
| <b>Cash and Cash Equivalents</b>                                |                  |                  |
| Cash and cash equivalents at the start of the period            | 1,374,599        | 394,167          |
| Net increase/(decrease) in cash                                 | (372,805)        | 980,432          |
| <b>Cash and cash equivalents at the end of the period</b>       | <b>1,001,794</b> | <b>1,374,599</b> |



# Statement of Accounting Policies

## Wakatipu Community Foundation For the year ended 31 March 2022

'How did we do our accounting?'

### Reporting Entity

The Wakatipu Community Foundation is a charitable trust constituted by Deed of Trust dated 6th November 2017 (the "Trust Deed"), incorporated under the Charitable Trust Act, 1957 (and amended from time to time) and registered with the Charities Commission CC55258.

### 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 annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

The entity elected to adopt Tier 2 PBE NFP (RDR) IPSAS standards. This is an allowable departure from PBE SFR-A (NFP), based on the appropriate standard PBE IPSAS 28, 29 & 30 Financial Instruments: Presentation, Recognition and Measurement and Disclosure for its investment balances.

The performance report is presented in New Zealand dollars and rounded to the nearest dollar.

### Goods and Services Tax (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.

### 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. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised:

#### Donations

Donations are recognised as revenue on the date they are received.

#### Interest, Dividends and Investments

Interest, dividends and investment revenue is recognised in the Statement of Financial Performance as it is earned, on an accrual basis.

#### Goods and Services

Revenue from the sale of goods are recognised when the goods are sold to the customer. Revenue from services is recognised by the stage of completion of the services at balance date.

#### Administration Fee

The Foundation receives an administration fee annually for the management services it provides to the endowment funds. The fee is calculated as 1% of the total fund value in accordance with the Wakatipu Community Foundation Trust Deed.

### Endowment Funds Revenue

Endowment funds received are treated as other income and are recognised on the date they are received. Endowment fund balances are maintained as part of equity in the Balance Sheet.

### Acting as an Agent

Amounts paid on behalf of others (that is, as agent of another entity) are not treated as revenue and expenses of the Foundation. This occurs in relation to pass through funds where the Foundation acts as an agent.

## Pass-Through Funds

A pass-through payment is a “donation” which is received by the Wakatipu Community Foundation as an agent of a third party with the understanding or intention that it is passed through the Wakatipu Community Foundation to benefit a specific individual or programme determined by the third party. These amounts collected as an agent will not give rise to an increase in net assets or revenue of the Wakatipu Community Foundation. The key in distinguishing pass-through payments from other donations is therefore based on the amount of control and discretion that the Wakatipu Community Foundation has over how the money will be spent.

## Income Tax

Wakatipu Community Foundation is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

## 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.

## Trade Receivables

Trade receivables are recognised at fair value, less an allowance for any noncollectable amounts. Individual debts that are known to be noncollectable are written off in the period they are identified.

## Financial Instruments

The foundation is party to financial instruments as part of its normal operations. These financial instruments include bank accounts, debtor, creditors, and investments. All financial instruments are recognised in the Balance Sheet and all revenue and expenses in relation to financial instruments in the Income Statement when incurred. Subsequent to initial recognition, investments in listed equity and fixed interest securities are measured at fair value, and changes therein are recognised in the Income Statement. The carrying value of the financial instruments approximates their fair value. Fixed term investments are recorded at market value adjusted for amortisation of the premium or discount on purchase price. Shares are recorded at market value. Cash deposits are recorded at cost.

## Investments

Investments in listed equity and fixed interest securities are stated at fair value. Upon initial recognition, attributable transaction costs are recognised in the Income Statement when incurred. Subsequent to initial recognition, investment in listed equity and fixed interest securities are measured at fair value, and changes therein are recognised in the Income Statement.

Non-quoted or unlisted securities are initially recognised at cost or, if donated, at fair value which is deemed as cost. After initial recognition, they are carried at lower of cost or net realisable value.

Purchases and sales of investments are recognised on the trade date or the date on which the Foundation commits to purchase or sell the asset.

## Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis during the reporting period.

# Notes to the Performance Report

## Wakatipu Community Foundation For the year ended 31 March 2022

|   | 2022            | 2021             |
|---|-----------------|------------------|
| <b>1. Analysis of Revenue</b>                                 |                 |                  |
| <b>Donations, fundraising and other similar revenue</b>       |                 |                  |
| Charitable Initiatives  | 50,000          | -                |
| Corporate Donations   | 10,000          | 20,000           |
| Donations - General   | 119,653         | 1,144,553        |
| Endowment Funds Received                                      | 364,901         | 180,261          |
| Establishment Donations                                       | 15,000          | 5,000            |
| Sponsorship Revenue   | 45,772          | -                |
| <b>Total Donations, fundraising and other similar revenue</b> | <b>605,326</b>  | <b>1,349,814</b> |
| <b>Interest, dividends and other investment revenue</b>       |                 |                  |
| Investment Portfolio Increase (Decrease) in Value             | (60,526)        | 19,944           |
| Interest Received   | 1,337           | 1,692            |
| Dividends Received  | 9,422           | 2,671            |
| <b>Total Interest, dividends and other investment revenue</b> | <b>(49,767)</b> | <b>24,307</b>    |
| <b>Other revenue</b>  |                 |                  |
| Administration Fee  | 6,672           | 3,025            |
| <b>Total Other revenue</b>                                    | <b>6,672</b>    | <b>3,025</b>     |

The Foundation receives an administration fee annually for the management services it provides to the endowment funds. The fee is calculated as 1% of the total fund value in accordance with the Wakatipu Community Foundation Trust Deed.

|   | 2022           | 2021           |
|---|----------------|----------------|
| <b>2. Analysis of Expenses</b>                            |                |                |
| <b>Grants and donations made</b>                          |                |                |
| Current Year Distributions Approved                       | 159,012        | 640,364        |
| <b>Total Grants and donations made</b>                    | <b>159,012</b> | <b>640,364</b> |
| <b>Costs related to providing goods or services</b>       |                |                |
| Promotion & Publicity Including Event Related Costs       | 14,794         | 12,933         |
| <b>Total Costs related to providing goods or services</b> | <b>14,794</b>  | <b>12,933</b>  |
| <b>Volunteer and employee related costs</b>               |                |                |
| Wages   | 75,510         | 64,418         |
| <b>Total Volunteer and employee related costs</b>         | <b>75,510</b>  | <b>64,418</b>  |
| <b>Other expenses</b>                                     |                |                |
| Audit Fee   | 4,350          | 5,000          |
| Bank Fees   | 17             | 45             |
| Consulting & Accounting                                   | 18,547         | 9,623          |
| Entertainment   | 1,445          | 1,059          |
| General Expenses  | 1,049          | 750            |
| Investment Portfolio Management Fee                       | 3,006          | -              |

|                               |               |               |
|-------------------------------|---------------|---------------|
| Subscriptions and Memberships | 1,092         | 1,060         |
| <b>Total Other expenses</b>   | <b>29,506</b> | <b>17,537</b> |

2022                      2021

### 3. Analysis of Assets

#### Bank accounts and cash

|                                     |                  |                  |
|-------------------------------------|------------------|------------------|
| ASB Bank Accounts                   | 276,769          | 661,793          |
| Impact 100 Fund                     | 231,988          | 212,935          |
| Greatest Needs Fund                 | 493,037          | 499,874          |
| <b>Total Bank accounts and cash</b> | <b>1,001,794</b> | <b>1,374,602</b> |

#### Debtors and prepayments

|                                      |               |          |
|--------------------------------------|---------------|----------|
| Accounts Receivable                  | 67,025        | -        |
| <b>Total Debtors and prepayments</b> | <b>67,025</b> | <b>-</b> |

#### Other current assets

|                                   |            |            |
|-----------------------------------|------------|------------|
| Tax Receivable                    | 597        | 597        |
| <b>Total Other current assets</b> | <b>597</b> | <b>597</b> |

#### Investments

|                                |                |                |
|--------------------------------|----------------|----------------|
| Fixed Interest Securities - NZ | 156,387        | 97,546         |
| Property - NZ                  | 11,090         | 21,418         |
| Equities - NZ                  | 174,260        | 65,572         |
| Equities - Australia           | 135,881        | 41,090         |
| Equities - International       | 264,381        | 78,794         |
| Cash - NZ                      | 1,771          | 1,617          |
| Cash - Australia               | 1,378          | 2,724          |
| Cash - International           | 12,035         | 146            |
| <b>Total Investments</b>       | <b>757,183</b> | <b>308,906</b> |

2022                      2021

### 4. Analysis of Liabilities

|                    |         |         |
|--------------------|---------|---------|
| Pass Through Funds | 420,119 | 582,911 |
|--------------------|---------|---------|

#### Creditors and accrued expenses

|   |              |          |
|---|--------------|----------|
| Accounts Payable                            | 4,354        | 4        |
| <b>Total Creditors and accrued expenses</b> | <b>4,354</b> | <b>4</b> |

#### Other current liabilities

|  |              |           |
|--|--------------|-----------|
| GST                                    | 3,769        | 31        |
| <b>Total Other current liabilities</b> | <b>3,769</b> | <b>31</b> |

2022                      2021

### 5. Property, Plant and Equipment

No property, plant and equipment purchases were made during the year ended 31 March 2022 (2021:Nil)

## 6. Equity and Reserves

|                           | Endowment Fund Reserve | Endowment Fund Distribution Reserve | Accumulated Surpluses | Total            |
|---------------------------|------------------------|-------------------------------------|-----------------------|------------------|
| <b>2022</b>               |                        |                                     |                       |                  |
| Opening Balance           | 454,869                | 13,570                              | 632,720               | 1,101,159        |
| Net Surplus               | -                      | -                                   | 297,197               | 297,197          |
| Transfer to Reserves      | 264,068                | 23,187                              | (287,255)             | -                |
| <b>Closing balance</b>    | <b>718,937</b>         | <b>36,757</b>                       | <b>642,662</b>        | <b>1,398,356</b> |
| <b>2021</b>               |                        |                                     |                       |                  |
| Opening Balance           | 264,562                | 2,834                               | 194,893               | 462,289          |
| Prior period error        | 825 -                  | 825                                 |                       | 0                |
| Restated Opening Balances | 265,387                | 2,009                               | 194,893               | 462,289          |
| Net Surplus               | -                      | -                                   | 638,870               | 638,870          |
| Transfer to Reserves      | 189,482                | 11,561                              | (201,043)             | -                |
| <b>Closing balance</b>    | <b>454,869</b>         | <b>13,570</b>                       | <b>632,720</b>        | <b>1,101,159</b> |

In the prior year Endowment Fund Distribution Reserves were over stated by \$825. This error has been corrected in the current year.

2022                      2021

## 7. Community Foundations of New Zealand Disclosure

### Equity Funds

|  |                  |                  |
|--|------------------|------------------|
| Endowment Funds  | 755,694          | 468,439          |
| Charitable Initiatives                                       | 503,811          | 511,661          |
| Administration Funds   | 146,704          | 121,059          |
| <b>Total Equity Funds</b>                                    | <b>1,406,209</b> | <b>1,101,159</b> |
| Pass Through Funds   | (420,119)        | (582,911)        |
| <b>Total Community Foundations of New Zealand Disclosure</b> | <b>986,090</b>   | <b>518,248</b>   |

Pass Through funds are held on behalf of Davis Endowment, Arrowtown Autumn Festival, Brannigans, Craigs IP Workplace Giving, Edgar Charitable Fund, Impact 100, John and Mary Thompson Fund, NZ Sotherbys and Te Hau Toka.

### Endowment Funds

Donated funds held in perpetuity or with a door-directed pay down period of three or more years from the date the donation is made.

### Administration Funds

Funds held for the running of the foundation and not held for charitable purposes.

### Pass-through funds

Funds donated with the intention that the funds be fully paid out to charitable purposes within three years of the date of the donation.

2022 2021

## 8. Financial Instruments

### Financial Instruments measured at Fair Value

|   |                |                |
|---|----------------|----------------|
| Craigs Investment Partners Endowment Fund                 | 757,183        | 308,906        |
| <b>Total Financial Instruments measured at Fair Value</b> | <b>757,183</b> | <b>308,906</b> |

### Financial Instruments measured at Cost

|   |                  |                  |
|---|------------------|------------------|
| Bank Accounts and Cash                              | 1,001,794        | 1,374,602        |
| Accounts Receivable                                 | 67,025           | -                |
| Accounts Payable                                    | (4,354)          | (4)              |
| <b>Total Financial Instruments measured at Cost</b> | <b>1,064,465</b> | <b>1,374,598</b> |

|                                    |                  |                  |
|------------------------------------|------------------|------------------|
| <b>Total Financial Instruments</b> | <b>1,821,648</b> | <b>1,683,504</b> |
|------------------------------------|------------------|------------------|

## 9. Commitments

There are no commitments as at 31 March 2022 (2021:Nil)

## 10. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 March 2022 (2021:Nil)

## 11. Related Parties

Jennifer Belmont is a paid employee of the Foundation and Trustee. The Wakatipu Community Foundation holds an individual employment agreement and the remuneration \$60,000 gross per annum (2021:\$60,000) is considered to be arms length for the administration services provided.

Other Trustee's regularly provide their time and skill to the oversight and operating of the Trust at no charge.

## 12. COVID-19 Disclosure

The Board are aware that COVID-19 was declared a global health emergency on 31 January 2020 by the World Health Organisation. This lock down and subsequent periods with social distancing restrictions has limited the activities of our funders and suppliers. At this point in time, it is not possible to quantify the financial impact of this pandemic on the Foundation and its future operations. The Foundation has sufficient cashflow to be able to absorb any financial impact and viability of the Foundation and the Board believes that the continued use of the Going Concern assumption remains appropriate.

## 13. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report.



Tel: +64 3 218 2959  
Toll Free: 0800 182 959  
Fax: +64 3 218 2092  
invercargill@bdo.co.nz  
www.bdo.co.nz

BDO INVERCARGILL  
136 Spey Street  
P O Box 1206  
Invercargill 9840, New Zealand

## INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF WAKATIPU COMMUNITY FOUNDATION

### Report on the Performance Report

#### Opinion

We have audited the performance report of Wakatipu Community Foundation ("the Trust"), 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 2022, the 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 performance report presents fairly, in all material respects:
  - the entity information for the year ended 31 March 2022;
  - the service performance for the year then ended; and
  - the financial position of the Trust as at 31 March 2022, and 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 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) *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* ("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 the Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards)* (New Zealand) 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 Trust.

#### Other Matter

The performance report of Wakatipu Community Foundation for the year ended 31 March 2021 was audited by another auditor who expressed an unmodified opinion on those statements on 28 February 2022.



Tel: +64 3 218 2959  
Toll Free: 0800 182 959  
Fax: +64 3 218 2092  
invercargill@bdo.co.nz  
www.bdo.co.nz

BDO INVERCARGILL  
136 Spey Street  
P O Box 1206  
Invercargill 9840, New Zealand

## Responsibilities of the Trustees for the 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 performance report on behalf of the Trust which comprises:
  - the entity information;
  - the statement of service performance; and
  - the statement of financial performance, statement of financial position, 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 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 the trust for assessing the trust'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 trust 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 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.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the directors and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the trust's ability





Tel: +64 3 218 2959  
Toll Free: 0800 182 959  
Fax: +64 3 218 2092  
invercargill@bdo.co.nz  
www.bdo.co.nz

BDO INVERCARGILL  
136 Spey Street  
P O Box 1206  
Invercargill 9840, New Zealand

to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the trust to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

We communicate with the trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### Who we Report to

This report is made solely to the trust's trustees, as a body. Our audit work has been undertaken so that we might state those matters which 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 trust and the trust's trustees, as a body, for our audit work, for this report or for the opinions we have formed.

*BDO Invercargill*

BDO Invercargill  
Invercargill  
New Zealand  
9 September 2022