

ANNUAL REPORT

Financial Year
Ending 30 June 2023

CHRISTCHURCH FOUNDATION

**FOR A
BETTER
CITY**

Trustees



Dr. Anake Goodall
Chair
(from 14/12/2022)



Paul Deavoll
Deputy Chair



Peter Scott
Trustee
(from 14/12/2022)



Annabel Holland
Trustee
(from 14/12/2022)



Pauline Cotter
Trustee
(from 14/12/2022)



Paul Bingham
Trustee



Graham Dockrill
Trustee



Mariann Matai
IoD Emerging Director
Appointee



Humphry Rolleston
Chair
(until 14/12/2022)

Management



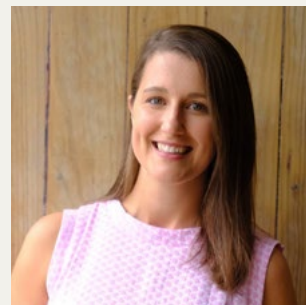
Amy Carter
Chief Executive



Julia Rose
Philanthropy Manager



Nicole Perry
Partnerships Manager
(until April 2023)



Hannah Duder
Kaitiakitanga Programme Manager

PARTNERS

Founding Funder



City Partners



Strategic Partner

MADEKNOWN



Major Partners




Collaborative Partners



CHAIRMAN'S REPORT



 Dr. Anake Goodall
Chair

Tēnā rā tātou!

It is my considerable privilege to present this, my first annual report since taking over the Chair's role from Humphry Rolleston who stood down half way through the 2023 fiscal year as part of a planned governance rotation.

Humphry has overseen the establishment of the Foundation since its inception, including the setting up of the systems, procedures and policies required to efficiently deliver transformative change for our people and this place. He and his wife Debra have been enormously generous at every turn, supporting the Foundation as it has found its feet and identified areas where it can uniquely add value to our wider community. Thank you both most sincerely on behalf of my fellow trustees and the citizens of Ōtautahi Christchurch and the Selwyn and Waimakariri districts.

In a complex economic environment the Foundation has raised **\$803,094** for projects and funds for the betterment of greater Christchurch. Some of this is invested in endowments, where the income earned on investments is distributed to the nominated causes in perpetuity. Effectively, the value of every donation is distributed again and again every 20-25 years; truly gifts that keep on giving.

Some \$513,484 was distributed across our programmes of work, with our projects being diverse and having a long term focus. Significant change does not occur quickly. More details about the impact of our work at a project level can be found in the Impact Report on our website.

Reflecting the fine margins that we are operating within at this early stage of our journey, we have booked an operational loss of \$3,358 for the year. This will be covered by our operational reserves. Financial sustainability over the long run is a major area of focus for the board and is likely to remain so for the next two to three financial years as we continue to build critical mass and momentum.

Joining me as new trustees in the governance refresh are Annabel Holland, Pauline Cotter, and Institute of Directors Intern Mariann Matai. Environment Canterbury Chair Peter Scott also joined the board at the same time but has had to step off (FY 2024) in due to his other responsibilities. I take this opportunity to thank Peter for his contribution, and for holding the important bridging role between the Foundation and Environment Canterbury. The board will be looking to appoint at least two new trustees in the coming months.

As the Foundation moves out of its establishment phase it is also consolidating its strategic focus. With the benefit of the insights from our ongoing activities and the research undertaken to date we are now scoping a couple of significant opportunities for the region. Assuming they pass muster, we very much look forward to reporting further on these in due course.

Community Foundations are very flexible, purpose-built philanthropic vehicles. We can cater to the needs of a wide variety of donors, support issues large and small, and over short and literally perpetual timeframes. The informative peak body website www.communityfoundations.org.nz confirms that approximately \$250 million is already under management by 17 Community Foundations across Aotearoa, and this is forecast to increase four or five times in the medium term. Successfully establishing this philanthropic capital ballast in our region will ensure that we are able to reflect and provide for the values and aspirations of our residents for generations to come.

This is a big prize, but will take focus, commitment and intentional collaboration to realise. As the proverb reminds us:

“Mā te huruhuru,
ka rere te manu.
Resources enable the
realisation of bold visions.”

In closing, we offer our sincerest thanks to our Ambassadors, Partners, Patrons, Better City Businesses, and donors. The considerable generosity of the wider community has enabled the establishment of a broad base for the Foundation. With your active support we now turn our attention to realising the considerable potential that The Christchurch Foundation represents for Ōtautahi Christchurch and the Selwyn and Waimakariri districts.

Please, come join us!

Dr. Anake Goodall
Chair

FINANCIALS



General Purpose Financial Report

The Christchurch Foundation
For the year ended 30 June 2023

Prepared by KPMG South Island



Contents

| | |
|----|---|
| 3 | Directory |
| 5 | Approval of Financial Statements |
| 6 | Statement of Service Performance |
| 8 | Statement of Comprehensive Revenue and Expenses |
| 10 | Statement of Financial Position |
| 11 | Statement of Changes in Equity |
| 12 | Statement of Cash Flows |
| 13 | Notes to the Financial Statements |



Directory

The Christchurch Foundation For the year ended 30 June 2023

Nature of Business

Funding charitable activities

Location of Business

Level 3, BNZ Centre
101 Cashel Street
Christchurch 8011

IRD Number

124-261-864

Accountants

KPMG
Level 5
79 Cashel Street
Christchurch 8011

Auditors

BDO Christchurch Audit Limited
Level 4
287 - 293 Durham Street North
Christchurch 8011

Bankers

ANZ
TSB

Directory



Deed Established

21 July 2017

Registration Date

8 September 2017

Registration Number

CC54845

Trustees

Anake Goodall
Annabel Holland
Graham Dockrill
Paul Bingham
Paul Deavoll
Pauline Cotter
Peter Scott



Approval of Financial Statements

The Christchurch Foundation
For the year ended 30 June 2023

The Trustees are pleased to present the financial statements of The Christchurch Foundation for the year ended 30 June 2023.

Graham Dockrill
Trustee of the Christchurch Foundation

Anake Goodall
Trustee of the Christchurch Foundation

Dated: 13 December 2023

Statement of Service Performance

The Christchurch Foundation
For the year ended 30 June 2023



Our Founding Purpose

Since establishment in 2017, The Christchurch Foundation ("The Foundation") has been dedicated to fostering and promoting intelligent philanthropy, resulting in significant and enduring positive change in Ōtautahi Christchurch and New Zealand.

Medium to Long Term Goals

The Foundation's role is to achieve enduring transformative change for our place and people by:

- Enabling philanthropists to give to our community by providing advisory and administration services to support their giving.
- Supporting and growing business generosity and its impact.
- Facilitating overseas residents in donating to causes in greater Ōtautahi Christchurch and wider New Zealand with ease and ensuring tax efficiency where applicable.
- Managing passthrough/ project giving and endowment giving, where gifted capital is invested and generates income for perpetual distribution.
- Developing, securing funding for, and delivering projects aligned to our residents' aspirations that are not currently being addressed by others, and where a champion is required to deliver outcomes that our community wants and needs to thrive.
- Collecting and distributing funding for when disasters strike in a way that builds resilience, empowers our communities and is equitable.
- Building and nurturing a thriving philanthropic infrastructure including improving the diversity and skills of those working in the not-for-profit sector, ensuring that the sector is fit for future and effective.
- Bringing individuals, organisations, and businesses together to collaborate for positive change and international impact.

The Foundation conducts an annual planning process in conjunction with the existing budget process to ensure its financial sustainability. Monthly monitoring and reporting on these priorities are undertaken, and appropriate planning is implemented if specific objectives are not being met, to ensure future success.

Current Period Responsibilities

Currently, The Foundation prioritises maintaining and expanding funding relationships while ensuring the organisation's financial sustainability for the future.

Measuring Our Performance

To measure our service performance against these priorities The Christchurch Foundation have identified the following key metrics:

- Fund liquidity, including number of funds established annually (*table 1*), the total value of funds under management (*table 2*), the value of the distributions made (*table 3*).



**Table 1 - New Funds Established Annually**

| New Funds Established | Quantity | Fund Names |
|-----------------------|----------|--|
| 2022 | 2 | Lantern, Women In Sport |
| 2023 | 6 | C.V. Gallagher Memorial Trust Endowment, Female Entrepreneurs Endowment, Female Entrepreneurs, Riccarton Bush, Tui Corridor, Youth Hub |

Table 2 – Total Value of Funds Under Management*

Total Funds have increased by \$266,608 (15.5%) during the year ended 30 June 2023, as outlined below:

| Fund Breakdown | | |
|---------------------------|--------------------|--------------------|
| | 30 June 2023 | 30 June 2022 |
| Total Passthrough Funds | \$1,807,337 | \$1,668,650 |
| Total Endowment Funds | \$174,193 | \$46,272 |
| Total Fund Balance | \$1,981,530 | \$1,714,922 |

* "Funds under management" refers to all funds excluding operating funds.

Table 3 – Value of Distributions Made

Total distributions made (including those under agency agreements) since inception total \$15,159,798 and are shown on the table below. Also shown is a breakdown of distributions made in the 2022 and 2023 financial years:

| Distribution Breakdown | | | |
|---|---------------------|------------------|--------------------|
| Funds and Causes | Since Inception | 2023 | 2022 |
| Various Charities and Organisations via Business Partnerships | \$44,960 | - | \$35,156 |
| Our People, Our City | \$11,478,394 | - | \$99,397 |
| Education Fund | \$225,242 | \$54,642 | \$71,000 |
| St John – x2 Ambulance vehicles | \$460,000 | - | - |
| Sports Inclusivity | \$153,371 | - | \$96,667 |
| Te Ahu Patiki | \$389,038 | - | \$6,607 |
| Christchurch Town Hall | \$15,000 | - | - |
| Turanga (Christchurch Central Library) | \$1,768,887 | \$350,000 | \$350,000 |
| Women's Fund | \$26,000 | \$6,000 | \$8,000 |
| General | \$59,589 | \$31,113 | \$18,600 |
| Earthquake Memorial | \$4,102 | - | - |
| Various Charities and Organisations via the GenGive Program | \$25,048 | \$6,079 | \$18,969 |
| UK Gifts (Christ Church Cathedral Reinstatement Trust) | \$437,932 | - | \$437,932 |
| Riccarton Bush | \$11,230 | \$7,200 | \$4,030 |
| Governors Bay Jetty | \$3,155 | \$600 | \$2,555 |
| Youth Hub | \$250 | \$250 | - |
| Female Entrepreneurs | \$57,600 | \$57,600 | - |
| Gross Distributions | \$15,159,798 | \$513,484 | \$1,148,913 |
| Less Adjustment for Distributions made under Agency Agreements | (\$833,556) | - | (\$451,126) |
| Total | \$14,326,242 | \$513,484 | \$697,787 |



Statement of Comprehensive Revenue and Expenses

The Christchurch Foundation For the year ended 30 June 2023

In New Zealand Dollars

| | NOTES | 2023 | 2022 |
|--|-------|------------------|------------------|
| Comprehensive Revenue and Expenditure | | | |
| Revenue | | | |
| Revenue from exchange transactions | 5 | 228,236 | 284,432 |
| Revenue from non-exchange transactions | 5 | 1,220,592 | 858,256 |
| Total Revenue | | 1,448,828 | 1,142,688 |
| Fair Value (Loss) on Investments | | 52,587 | (95,288) |
| Expenditure | | | |
| Administration expenses | 7 | 501,145 | 490,610 |
| Operating expenses | 8 | 116,599 | 74,990 |
| Direct costs | 9 | 620,422 | 886,787 |
| Total Expenditure | | 1,238,166 | 1,452,387 |
| (Deficit) for the period | | 263,249 | (404,987) |

Reconciliation of results from operating activities to the surplus / (deficit) for the period

| | NOTES | 2023 | 2022 |
|---|-------|------------------|----------------|
| Reconciliation | | | |
| Surplus / (Deficit) for the Period | | 263,249 | (404,987) |
| Non-Operating Items | | | |
| Non-Operating Revenue | | (803,094) | (489,624) |
| Non-Operating Direct Costs | | 23,003 | 62,542 |
| Non-Operating Distributions of Funds Received in Current and Previous Years | | 513,484 | 684,374 |
| Total Non-Operating Items | | (266,607) | 257,292 |
| (Deficit) / Surplus for Operations | | (3,358) | (147,695) |



Statement of Comprehensive Revenue and Expenses



Results of Operating Activities

| | NOTES | 2023 | 2022 |
|--|-------|----------------|----------------|
| Operating Activities | | | |
| Operating Revenue | | | |
| Revenue from Exchange Transactions | 4 | 203,482 | 237,514 |
| Revenue from Non-Exchange Transactions | 4 | 494,839 | 411,000 |
| Total Operating Revenue | | 698,321 | 648,514 |
| Operating Expenditure | | | |
| Administration Expenses | | 501,905 | 490,610 |
| Operating Expenses | | 112,158 | 74,884 |
| Direct Costs | | 87,616 | 188,999 |
| Distributions | | - | - |
| Total Operating Expenditure | | 701,679 | 754,493 |
| (Deficit) / Surplus for Operations | | (3,358) | (105,979) |
| Less - Operational Revenue transferred to Pass Through Funds | | - | (27,134) |
| Less - Profit from Events Transferred to Endowments Funds | 4 | - | (14,582) |



Statement of Financial Position

The Christchurch Foundation
As at 30 June 2023

In New Zealand Dollars

| | NOTES | 30 JUN 2023 | 30 JUN 2022 |
|-----------------------------------|-------|------------------|------------------|
| Assets | | | |
| Current Assets | | | |
| Cash and Cash Equivalents | 10 | 996,276 | 1,082,477 |
| Accrued Revenue | | 264 | 75,009 |
| Accounts Receivable | 11 | 1,505 | 127,152 |
| Prepayments | | 39,047 | 22,729 |
| GST Receivable | | 623 | - |
| Total Current Assets | | 1,037,715 | 1,307,367 |
| Non-Current Assets | | | |
| Property, Plant and Equipment | | 1,028 | 2,536 |
| Intangibles | 19 | 2,749 | 5,497 |
| Other Financial Assets | 12 | 1,308,672 | 806,070 |
| Total Non-Current Assets | | 1,312,449 | 814,103 |
| Total Assets | | 2,350,164 | 2,121,470 |
| Liabilities | | | |
| Current Liabilities | | | |
| Accounts Payable | | 26,276 | 49,320 |
| Accrued Expenditure | 13 | 81,147 | 107,148 |
| Deferred Revenue | | 115,283 | 89,658 |
| PAYE Payable | | 7,128 | 9,604 |
| GST Payable | | - | 8,659 |
| Total Current Liabilities | | 229,834 | 264,389 |
| Total Liabilities | | 229,834 | 264,389 |
| Net Assets | | 2,120,330 | 1,857,081 |
| Equity | | | |
| Accumulated surplus or (deficits) | | 2,120,330 | 1,857,081 |
| Total Equity | | 2,120,330 | 1,857,081 |





Statement of Changes in Equity

The Christchurch Foundation For the year ended 30 June 2023

In New Zealand Dollars

| | NOTE | ADMINISTRATION FUNDS | ENDOWMENT FUNDS | PASS THROUGH FUNDS | TOTAL EQUITY |
|--|------|----------------------|-----------------|--------------------|--------------|
| 2023 | | | | | |
| Balance at 1 July 2022 | - | 142,159 | 46,272 | 1,668,650 | 1,857,081 |
| Comprehensive Revenue and Expense for the year | 20 | (3,358) | 127,921 | 138,686 | 263,249 |
| Balance at 30 June 2023 | 20 | 138,801 | 174,193 | 1,807,337 | 2,120,330 |
| | NOTE | ADMINISTRATION FUNDS | ENDOWMENT FUNDS | PASS THROUGH FUNDS | TOTAL EQUITY |
| 2022 | | | | | |
| Balance at 1 July 2021 | - | 289,854 | 28,282 | 1,943,932 | 2,262,068 |
| Comprehensive Revenue and Expense for the year | 20 | (147,695) | 17,990 | (275,282) | (404,987) |
| Balance at 30 June 2022 | 20 | 142,159 | 46,272 | 1,668,650 | 1,857,081 |



Statement of Cash Flows

The Christchurch Foundation For the year ended 30 June 2023

In New Zealand Dollars

| | NOTES | 2023 | 2022 |
|--|-----------|------------------|------------------|
| Cashflow | | | |
| Cash Flows from Operating Activities | | | |
| Cash Receipts | | 1,487,998 | 997,195 |
| Cash Paid for Distributions | | (513,484) | (697,788) |
| Cash Paid to Suppliers and Employees | | (671,430) | (655,933) |
| Total Cash Flows from Operating Activities | 18 | 303,084 | (356,526) |
| Cash Flows from Investing Activities | | | |
| Investment Income | | 61,972 | 9,247 |
| Purchasing Property, Plant, Equipment & Intangibles | | (1,243) | (2,829) |
| Purchasing Investment | | (450,015) | (861,391) |
| Total Cash Flows from Investing Activities | | (389,286) | (854,973) |
| Net (decrease)/increase in cash and cash equivalents | | (86,202) | (1,211,499) |
| Cash and cash equivalents at the beginning of the period | 10 | 1,082,477 | 2,293,976 |
| Cash and cash equivalents at the end of the period | | 996,275 | 1,082,477 |





Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2023

1. Reporting Entity

The Christchurch Foundation (the "Foundation") is a public benefit (not-for profit) entity, domiciled in New Zealand and registered under the Charities Act 2005. The financial statements have been prepared in accordance with the requirements of that Act.

The Foundation's main operation is to raise and receive money to be applied exclusively for charitable purposes that benefit the Christchurch community.

2. Basis of Preparation

(a) Statement of Compliance

The financial statements have been prepared in accordance with and comply with New Zealand Generally Accepted Accounting practice ("NZ GAAP"). They comply with Tier 2 PBE Accounting Standards – Reduced Disclosure Regime (Not-For-Profit). The Foundation qualifies to report under Tier 2 as it has no public accountability and for the two most recent reporting periods has had less than \$30 million operating expenditure.

The financial statements were authorised for issue by the Trustees on 8th December 2023.

(b) Basis of Measurement

The financial statements are prepared on the historical cost basis.

The financial statements are prepared on an accrual basis.

(c) Functional and Presentation Currency

The financial statements are presented in New Zealand dollars, which is the functional and reporting currency of the Foundation and all values are rounded to the nearest dollar except where indicated otherwise.

3. Significant Accounting Policies

The accounting policies set out below have been applied in preparing the financial statements for the period ended 30 June 2023.

(a) Revenue from Exchange Transactions

Interest Income

Interest income is earned for the use of cash and cash equivalents or any amounts due to the Foundation.

Interest income is recognised in the statement of comprehensive revenue and expense as it is earned. Interest income is accrued using the effective interest rate method. The effective interest rate exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this rate to the principal outstanding to determine interest revenue each period.

Corporate events/Workshop

Revenue from services is recognised in the accounting period in which services are rendered, by reference to the completion of the specific transaction.



(b) Revenue from Non-Exchange Transactions

Non-exchange transactions are those where the Foundation receives value from another entity (e.g. cash or other assets) without giving approximately equal value in exchange.

Inflows of resources from non-exchange transactions, other than services in-kind, that meet the definition of an asset are recognised as an asset only when:

- It is probable that the Foundation will receive an inflow of economic benefits or service potential; and
- the fair value of the inflow can be measured reliably.

Inflows of resources from non-exchange transactions that are recognised as assets are recognised as non-exchange revenue, to the extent that a liability is not recognised in respect to the same inflow.

Liabilities are recognised in relation to inflows of resources from non-exchange transactions when there is a resulting present obligation as a result of the non-exchange transactions, where both:

- It is probable that an outflow of resources embodying future economic benefit or service potential will be required to settle the obligation; and
- The amount of the obligation can be estimated reliably.

Gifts, donations and bequests

Gifts, donations and bequests are voluntary transfers of assets including cash or other monetary assets and goods in-kind that the Foundation receives which are free from stipulations.

Gifts, donations and bequests are recognised as revenue when it is probable that the future economic benefits or service potential will flow to the entity, and the fair value of the assets can be measured reliably. For gifts and donations, this is usually upon receipt of the gift or donation. However, for bequests, a period of time may elapse between the death of the testator and the entity receiving any assets – in which case the entity makes an assessment of whether the deceased person's estate is sufficient to meet all claims on it and satisfy all bequests. If the will is disputed, this is taken into account in determining the probability of assets flowing to the entity. Gifts, donations, and bequests are recognised as revenue at their fair value at the date of receipt of cash. Revenue from donations, grants and fundraising with "use or return" conditions are recognised as a liability on receipt. The donation, grant and fundraising are recognised as revenue on the satisfaction of the condition.

Sponsorship

Sponsorship income is recognised in the period the sponsorship is stipulated for.

(c) Property, Plant & Equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

Depreciation is charged on a diminishing value basis over the useful life of the asset. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

- Computer Equipment: 50% - 67%

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

(d) Taxes

The Foundation is a registered charitable organisation and is therefore exempt from income tax.

(e) Intangibles

All intangible assets are stated at cost less accumulated amortisation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items.

Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.



**(f) Leases**

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the statement of comprehensive revenue or expense on a straight line basis over the lease term.

(g) Goods and Services Tax

The Foundation became GST registered on 1 October 2018. The Statement of Comprehensive Revenue and Expenditure has been prepared and stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of receivables and payables which include GST invoiced.

(h) Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and cash at the bank, deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

(i) Accounts Receivable

Receivables are stated at estimated realisable value after providing against debts where the collection is doubtful. Bad debts are written off during the period in which they are identified.

(j) Investments in equities, debt and managed funds

The Foundation has elected to classify and subsequently measure these assets at fair value through surplus and deficit (FVTSD). Financial assets in this category are subsequently measured at fair value with fair value gains and losses recognised in surplus or deficit. Interest revenue and dividends recognised from these financial assets are separately presented within revenue.

(k) Short and Long-Term Employee Benefits

The cost of all short-term employee benefits, such as leave pay, is recognised during the period in which the employee renders the related service.

(l) The Foundation adopted PBE IPSAS 41 Financial Instruments with a transition date of 1 July 2022

PBE IPSAS 41 introduces new recognition and measurement requirements for financial assets and restricts the ability to measure financial assets at amortised cost to only those assets that are held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. In addition, measurement of financial assets at fair value through other comprehensive revenue and expense is also restricted.

PBE IPSAS 41 has had no material impact on the Foundation's measurement and recognition of financial instruments.

(m) PBE FRS 48 Service Performance Reporting

PBE FRS 48 Service Reporting is effective for periods from 1 January 2022. It was adopted by the group for the period beginning 1 July 2023 with comparative reporting for the period ending 30 June 2022 also presented.

PBE FRS 48 requires specific disclosures for the reporting of service performance information which have been provided in the consolidated statement of service performance.

4. Operating Activities

Operating activities include all revenue and expenditure directly attributable to the day to day management and operation of the Christchurch Foundation. This includes the administration of and the running of events for the Foundations charitable funds. The profits from these events are then transferred to the relevant charitable fund.

For the purposes of the non-GAAP reconciliation of results from operating activities to the surplus/ (deficit) for the period, non-operating activities include all other revenue and expenditure including pass through, endowments and profits from events/projects that are not directly attributable to the day to day management and operation of the Christchurch Foundation.



| | 2023 | 2022 |
|---|------------------|----------------|
| 5. Revenue from Exchange Transactions | | |
| 03 Gin Sales | 14,750 | - |
| Carbon Offset Program | 800 | - |
| Dividend Income | 33,477 | 9,083 |
| Events Revenue | 24,707 | 84,654 |
| Fees for Service | 126,524 | 150,046 |
| Foreign Currency Gain | - | 23,429 |
| Interest Income | 27,978 | 16,680 |
| Moon Dinner | - | 315 |
| Sundry Income | - | 217 |
| Te Ahu Patiki Fees for Service | - | 8 |
| Total Revenue from Exchange Transactions | 228,236 | 284,432 |
| | 2023 | 2022 |
| Revenue from Non-Exchange Transactions | | |
| Donations - Cash | 522,228 | 92,256 |
| Grants | 200,000 | 350,000 |
| Sponsorship | 497,364 | 415,000 |
| Endowments | 1,000 | 1,000 |
| Total Revenue from Non-Exchange Transactions | 1,220,592 | 858,256 |



Notes to the Financial Statements



Services In-Kind

KPMG provided \$189,785 of accounting services for \$66,591 in the current year. (2022: \$182,708 accounting services provided for \$65,758)

Brannigans Consulting Limited provided \$24,000 in pro bono recruitment services in the current year. (2022: \$1,875)

Tavendale & Partners provided \$8,553.89 in pro bono legal services in the current year (2022: \$9,438).

Computer Concepts Limited provided \$3,805 in pro bono computer maintenance and support in the current year (2022: \$Nil).

Services in-kind are not included in revenues as there is no enduring asset created from the receipt as the benefit is consumed immediately on receipt.

6. Donations Received on Behalf of Other Charities

During the year the Foundation entered into agency agreements to facilitate donations and distributions for the following entities:

| | 2023 | 2022 |
|---|----------------|------------------|
| Agency Income and Expense | | |
| Donations | | |
| Christ Church Cathedral Reinstatement Limited | - | 437,933 |
| Governor's Bay Jetty Restoration Trust | 600 | 2,555 |
| Riccarton Bush Trust | 7,200 | 4,030 |
| Te Ahu Patiki - Rod Donald Trust | - | 6,629 |
| Total Donations | 7,800 | 451,147 |
| Total Donations | (7,800) | (451,147) |

Donations received on behalf of these charities have been fully distributed to the respective charities during the year, therefore, there is no outstanding liability to pay to them at year end. (2022: nil liability at year end).



Notes to the Financial Statements



| | 2023 | 2022 |
|--------------------------------------|----------------|----------------|
| 7. Administration Expenses | | |
| Accounting / Finance | 66,591 | 65,758 |
| Audit Fees | 21,500 | 27,000 |
| Amortisation | 2,749 | 5,497 |
| Depreciation | 1,507 | 932 |
| Insurance | 4,433 | 3,940 |
| Interest Expense | 56 | - |
| Loss on Disposal | 409 | 290 |
| Other Administration Expenses | 35,745 | 24,074 |
| Salaries | 363,943 | 358,076 |
| Subscriptions | 4,212 | 5,043 |
| Total Administration Expenses | 501,145 | 490,610 |

| | 2023 | 2022 |
|---------------------------------|----------------|---------------|
| 8. Operating Expenses | | |
| Advertising | 356 | 2,062 |
| Contractors | 50,004 | 25,002 |
| Marketing | 9,765 | 14,571 |
| Other Operating Expenses | 8,817 | 6,840 |
| Rent | 20,520 | 21,640 |
| Travel | 27,137 | 4,875 |
| Total Operating Expenses | 116,599 | 74,990 |

| | 2023 | 2022 |
|--|----------------|----------------|
| 9. Direct Costs | | |
| 03 Gin Expenses | 10,044 | - |
| Distributions | 513,484 | 697,788 |
| Events | 41,468 | 120,987 |
| Stronger Greener Christchurch Expenses | 50,004 | 50,000 |
| Tui Corridor Trees | 709 | - |
| UK Establishment Costs - Note 16 | 1,463 | 15,525 |
| Waitaha Project | 3,250 | 2,487 |
| Total Direct Costs | 620,422 | 886,787 |



Notes to the Financial Statements



| | 2023 | 2022 |
|--|----------------|------------------|
| 10. Cash and Cash Equivalents | | |
| ANZ | 751,957 | 528,469 |
| Blackbaud Merchant Services | 40 | 145 |
| Credit Card - Staff | (807) | 1,412 |
| Foreign Currency (GBP) | 54 | 51 |
| JBWere Portfolio | 32,336 | 438,608 |
| Petty Cash | 25 | 25 |
| TSB | 212,671 | 113,767 |
| Total Cash and Cash Equivalents | 996,276 | 1,082,477 |

| | 2023 | 2022 |
|----------------------------------|--------------|----------------|
| 11. Accounts Receivable | | |
| Accounts Receivable | 1,505 | 127,152 |
| Less - Provision for Bad Debts | - | - |
| Total Accounts Receivable | 1,505 | 127,152 |

| | 2023 | 2022 |
|-------------------------------------|------------------|----------------|
| 12. Other Financial Assets | | |
| Listed Shares | 667,679 | 561,478 |
| Corporate Bonds | 374,429 | 180,086 |
| Managed Funds | 266,564 | 64,506 |
| Total Other Financial Assets | 1,308,672 | 806,070 |

Fair value information has been obtained directly from quoted market price for listed equities and bonds. For management funds the unit price was able to be obtained through observable market information and the Foundation has not been required to adopt valuation assumptions or techniques to derive the fair value of the investment at the reporting date.

| | 2023 | 2022 |
|----------------------------------|---------------|----------------|
| 13. Accrued Expenditure | | |
| Accrued Expenses | 61,631 | 95,789 |
| Holiday Pay | 19,516 | 11,359 |
| Total Accrued Expenditure | 81,147 | 107,148 |

14. Contingent Liabilities

There are no contingent liabilities at year end. (2022: \$Nil)

15. Operating Lease Commitments

The Foundation leases part of Level 3, 101 Cashel Street, Christchurch from Christchurch NZ. The lease was signed on 17 January 2018 with no end date. The lease is currently \$1,500 per month and can be terminated with one month's notice. (2022: \$1,500 per month)



Notes to the Financial Statements



16. Related Parties

Key Management Personnel

The senior management group consists of the CEO. The total remuneration of the senior management group and the number of managers, on a full-time equivalent basis, receiving remuneration in this category are:

| | 2023 | 2022 |
|-----------------------------|---------|---------|
| Remuneration Summary | | |
| Total Remuneration | 198,006 | 198,223 |
| Number of Persons | 1 | 1 |

Related Party Transactions

During the year the Foundation received the following income and incurred the following expenses from Brannigans Consulting Limited. Amy Carter's (CEO) spouse is a partner at Brannigans Consulting Limited.

| | 2023 | 2022 |
|--|--------------|---------------|
| Income and Expenditure | | |
| Income | | |
| Donations | - | 17,156 |
| Sponsorship | 4,500 | 2,500 |
| Corporate Events | 3,065 | 1,550 |
| Total Income | 7,565 | 21,206 |
| Expenses | | |
| Administration Expenses - Sports Inclusivity | - | - |
| Recruitment Fees | 1,090 | - |
| Total Expenses | 1,090 | - |
| Net Income (Expenditure) | 8,655 | 21,206 |

During the year of the Foundation, there were no legal expenses incurred. (2022: \$Nil)

During the year the Foundation incurred the following expenses in relation to the establishment of separate Christchurch Foundation entities in the UK and US. The purpose of these entities is to collect donations from New Zealand expatriates which will be transferred to the Christchurch Foundation (NZ) to be used in line with the Christchurch Foundation's purpose.

| | 2023 | 2022 |
|------------------------|--------------|---------------|
| Expenses | | |
| UK Establishment Costs | 1,463 | 15,525 |
| Total Expenses | 1,463 | 15,525 |



Notes to the Financial Statements



The former Mayor of the Christchurch City Council ("CCC"), Lianne Dalziel, and her deputy, Andrew Turner, made up two of the Trustees at The Foundation until their resignation on 8 October 2022. On 14 December 2022, Pauline Cotter was appointed as a Trustee of the Foundation on behalf of the current Mayor of Christchurch, Phil Mauger. Therefore, CCC and The Foundation are considered to be related parties.

| | 2023 | 2022 |
|---------------------------------|------------------|----------------|
| Income and Expenditure | | |
| Income | | |
| Grants | 200,000 | 350,000 |
| Total Income | 200,000 | 350,000 |
| Distributions | | |
| Distributions | 350,000 | 353,600 |
| Total Distributions | 350,000 | 353,600 |
| Net Income (Expenditure) | (150,000) | (3,600) |

During the 2022 financial year, the Foundation received the following income on behalf of the Rod Donald Banks Peninsula Trust (RDBPT) under a fee for service agreement in relation to the Te Ahu Patiki project. The Donations, less the fee for service and transaction fees were distributed to RDBPT. Andrew Turner was a Trustee of The Christchurch Foundation until 8 October 2022 and a Director of the RDBPT. Paul Bingham is a Trustee of the Christchurch Foundation and the RDBPT.

| | 2023 | 2022 |
|---------------------------------|----------|--------------|
| Income and Expenditure | | |
| Income | | |
| Donations | - | 6,629 |
| Fees For Service | - | 8 |
| Total Income | - | 6,637 |
| Expenses | | |
| Transaction Fees | - | 13 |
| Distributions | | |
| Distributions | - | 6,615 |
| Net Income (Expenditure) | - | 9 |

During the year the Foundation participated as a member in the Community Foundations of New Zealand Incorporated of which Amy Carter is a Trustee. The following subscription fees and conference costs were incurred.

| | 2023 | 2022 |
|-----------------------|--------------|--------------|
| Expenses | | |
| Subscriptions | 1,330 | 1,338 |
| Conferences | - | 300 |
| Total Expenses | 1,330 | 1,638 |



Notes to the Financial Statements



During the 2022 financial year, a distribution was made to the One Mother to Another organisation of which Graham Dockrill is a trustee.

| | 2023 | 2022 |
|-----------------------|----------|--------------|
| Expenses | | |
| Distributions | - | 2,000 |
| Total Expenses | - | 2,000 |

During the 2022 and the 2023 financial year, the Foundation has been making monthly rental payments to ChristchurchNZ Limited of which, Paul Bingham, is a director. Paul Bingham is also a trustee of the Foundation.

| | 2023 | 2022 |
|------------------------------|---------------|---------------|
| Rental Payments | | |
| Rent - Office | 18,000 | 18,000 |
| Total Rental Payments | 18,000 | 18,000 |

During the 2023 financial year, the Foundation has received donations from the following trustees: Annabel Holland (\$5,000); Lianne Dalziel (\$2,000) and Pauline Cotter (\$1,100).

17. Subsequent Events

There were no subsequent events to the balance date when the financial statements were signed.





18. Reconciliation of Net Cash Flows from Operating Activities to Surplus / (Deficit)

| | 2023 | 2022 |
|---|-----------------|----------------|
| Cashflow Reconciliation | | |
| Surplus/(Deficit) for the year | 263,249 | (404,987) |
| Non-Cash Movements | | |
| Amortisation | 2,749 | 5,497 |
| Depreciation | 1,507 | 932 |
| Investment Income | (61,139) | (9,247) |
| Loss on Disposal | 409 | 290 |
| Total Non-Cash Movements | (56,474) | (2,528) |
| Movements in Working Capital | | |
| Increase/(Decrease) in payables | (25,896) | 29,473 |
| Increase/(Decrease) in GST Payment | (9,282) | 2,155 |
| (Increase)/Decrease in Receivables | 184,074 | (75,927) |
| Increase/(Decrease) in Investment revaluation | (52,587) | 95,288 |
| Total Movements in Working Capital | 96,309 | 50,989 |
| Net Cash Flows from Operating Activities | 303,084 | (356,526) |

19. Intangible Assets

| | 2023 | 2022 |
|---------------------------|--------------|--------------|
| Website | | |
| Opening Book Value | 5,497 | 10,994 |
| Current Year Amortisation | (2,749) | (5,497) |
| Total Website | 2,749 | 5,497 |

The Foundation developed and completed a website in 2019. The website provides access for the public to make electronic donations to the Foundation and therefore generates economic benefits.



Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2023

20. Equity

| | 2023 | 2022 |
|------------------------------------|------|------------------|
| \$ | | |
| 2023 | | |
| Opening Balance | | 1,857,081 |
| Current year movement | | |
| Administration funds | | (3,358) |
| Endowment funds | | 127,921 |
| Pass through funds | | 138,686 |
| Total Current year movement | | 263,249 |
| Balance as at 30 June 2023 | | 2,120,330 |
| \$ | | |
| 2022 | | |
| Opening Balance | | 2,262,068 |
| Prior year movement | | |
| Administration funds | | (147,695) |
| Endowment funds | | 17,990 |
| Pass through funds | | (275,282) |
| Total Prior year movement | | (404,987) |
| Balance as at 30 June 2022 | | 1,857,081 |

Pursuant to a directive from the Community Foundations of New Zealand, the Foundation has established the following reserves during the prior year:

Administration funds (accumulated surplus)

Funds held for the running of the Foundation and not held for charitable distribution purposes.

Endowment funds

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

Pass through funds

Donated funds held temporarily by the foundation before being distributed to assigned charitable purposes.





BDO CHRISTCHURCH AUDIT LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE CHRISTCHURCH FOUNDATION

Opinion

We have audited the general purpose financial report of The Christchurch Foundation ("the Foundation"), which comprise the financial statements on pages 8 to 24, and the statement of service performance on pages 6 to 7. The complete set of financial statements comprise the statement of financial position as at 30 June 2023, the statement of comprehensive revenue and expense, statement of changes in equity, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion the accompanying general purpose financial report presents fairly, in all material respects:

- the financial position of the Foundation as at 30 June 2023, and (of) its financial performance, and its cash flows for the year then ended; and
- the statement of service performance for the year ended 30 June 2023, in accordance with the entity's service performance criteria,

in accordance with Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR") issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the statement of service performance in accordance with the ISAs and New Zealand Auditing Standard (NZ AS) 1 *The Audit of Service Performance Information (NZ)*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the General Purpose Financial Report section of our report. We are independent of the Foundation 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 Foundation.

Other Matter

The financial statements of The Christchurch Foundation were audited by another auditor in the previous year, who expressed an unmodified opinion on 8 December 2022.

Other Information

The Trustees are responsible for the other information. The other information obtained at the date of this auditor's report is information contained in the general purpose financial report, but does not include the statement of service performance and the financial statements and our auditor's report thereon.

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



BDO CHRISTCHURCH AUDIT LIMITED

In connection with our audit of the statement of service performance and financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the statement of service performance and 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 on the other information obtained prior to the date of this auditor's report, 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.

Directors' Responsibilities for the General Purpose Financial Report

Those charged with governance are responsible on behalf of the Foundation for:

(a) the preparation and fair presentation of the financial statements and statement of service performance in accordance with Public Benefit Entity Standards RDR issued by the New Zealand Accounting Standards Board;

(b) service performance criteria that are suitable in order to prepare statement of service performance in accordance with Public Benefit Entity Standards RDR; and

(c) such internal control as those charged with governance determine is necessary to enable the preparation of the financial statements and statement of service performance that are free from material misstatement, whether due to fraud or error.

In preparing the general purpose financial report those charged with governance are responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless those charged with governance either intend to liquidate the Foundation or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the General Purpose Financial Report

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole, and the statement of service performance 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) and NZ AS 1 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 or collectively, they could reasonably be expected to influence the decisions of users taken on the basis of this general purpose financial report.

A further description of the auditor's responsibilities for the audit of the general purpose financial report is located at the XRB's website at: <https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-14/>

This description forms part of our auditor's report.



BDO CHRISTCHURCH AUDIT LIMITED

Who we Report to

This report is made solely to the Foundation'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 Foundation and the Foundation's Trustees, as a body, for our audit work, for this report or for the opinions we have formed.

BDO Christchurch Audit Limited

BDO Christchurch Audit Limited
Christchurch
New Zealand
13 December 2023

FOR A BETTER CITY

The Christchurch Foundation
Level 3, BNZ Centre,
101 Cashel Street, Christchurch 8011

enquiries@christchurchfoundation.org.nz

christchurchfoundation.org.nz

CHRISTCHURCH FOUNDATION

bettercity.nz