

Annual Report



Our Team

Trustees



Humphry Rolleston
Chair



Paul Deavoll
Deputy Chair



Andrew Turner
Trustee



Hon. Lianne Dalziel
Trustee



Paul Bingham
Trustee



Hugh Lindo
Trustee

Management



Amy Carter
Chief Executive



Kim Elder
Events and Operations
Manager



Julia Rose
Endowment and
Partners Manager



Raf Manji
Independent Advisor

Funders & Partners

Primary Funder



City Partners



Major Partners



Collaboration Partners



Project Sponsors



Auditor



Key Advisors



Chairman's Report



Humphry Rolleston
Chair

The Christchurch Foundation has processed over 18,000 financial gifts generously given by people from around the world and New Zealand to the victims of the Mosque massacre attacks.

The Mayor of Christchurch asked the Foundation to lead this important work. We also worked on behalf of the Prime Minister's office on this task. The Trustees agreed that this work would be done without charge.





Humphry Rolleston
Chair

Chairman's Report

Our staff did a wonderful job under difficult circumstances. I would like to especially recognise and thank Raf Manji for his very special and personal commitment to our Muslim community. Raf gave three months of his time, on a pro bono basis, meeting with families and individuals whose lives have been turned upside down. His subsequent recommendations as to how best we distribute over \$11m of gifts were accepted by the Trustees.

The Foundation's financials for the 2020 FY are included. The financial reporting standards require that we report both non-operational gifting ("pass through") and operational activities in one report. For example, accounting standards deem that if a Foundation receives \$1m dollars in gifts but only distributes \$800,000 in the same financial year then that Foundation must declare they have made a profit of \$200,000 from those gifts. The same applies in reverse. In that case a loss is reported.

In order to provide full transparency of our financial performance from operating and non-operating activities we have presented a reconciliation together with the statement of comprehensive revenue.



Chairman's Report

Continued

In our accounts you will see a reported deficit of \$5,459,285 for the year ending June 30th 2020. This is due to us distributing funds that we raised in the previous financial year.

The Foundation's operational surplus for the 2020 year was \$36,736.

In February this year The Christchurch Foundation suggested to the Christchurch City Council that their annual funding commitment of \$600,000 be reduced to \$540,000. This financial change commenced from 1/7/20. As a part of this funding reduction our CE Amy Carter has generously agreed to a restructuring of her employment package effective from 1/7/20. Her total remuneration package has reduced. There is now no bonus available.

Greater Christchurch is now New Zealand's newest and most affordable major city. Real population growth is occurring. An increasing number of young New Zealanders are moving to live and work in greater Christchurch.

Work on The Christ Church Cathedral, Te Pae Convention Centre, Metro Sports, the Canterbury Multi Use Arena and a number of new facilities in Rangiora and Rolleston is underway. These new projects will drive further interest in greater Christchurch.

We think this activity will help stimulate targeted gifting from individuals, institutions and companies who have a love of the city.



Humphry Rolleston
Chair





Amy Carter
Chief Executive

CE's Report

The end of June 2020 marks the end of our second full financial year. During that time, the organisation has had to mature well beyond our initial plans, primarily due to our work in response to the March 15, 2020 terror attacks. More details around our work to support the victims of that horrific day can be found further in this report, however I want to touch on a few points.

It is fair to say that our small team has heavily carried the responsibility of supporting our Muslim brothers and sisters. At times it has been overwhelming, but it has been our honour to do so.



CE's Report

Continued



In the immediate aftermath of the shootings, I made a promise that the community would be directly involved in deciding how the funds we had collected were distributed. We delivered on that promise through our Listening Project led by Raf Manji.

Raf's work and his subsequent report to myself and the trustees was a summary of what the community wanted. While not all agreed, there were very clear priorities set by the community. Firstly, to support most, those most impacted, then to grow community capacity and capability and to ensure the children of the deceased had access to future education.

The distribution of the majority of the funds we collected under the banner of Our People, Our City has been completed in this financial year. Additionally, we have with support from central government, been able to employ Raf to act as an advocate for this community. Raf has worked tirelessly and we would not have been able to do all this work without him.

Light always breaks through darkness, and our cities out pouring of aroha for our Muslim friends has had the affect of putting us on the map for the right reasons. We are now known as a city and region that has shown the world how it should behave in such tragic circumstances.



CE's Report

Continued



This response has enabled The Christchurch Foundation to open opportunities up, both for those directly impacted and for wider Ōtautahi Christchurch. Our global reach has grown significantly, which meant plans for launching activity to support expats and global foundations to give were brought forward.

To this end we announced our intention to launch a sister organisation in the UK, at New Zealand House, in London on the 4th of July. The UK entity is now live. It is headed by an independent board and runs its own financial accounts. We run the administration and report to UK based trustees. We are now waiting for confirmation of its charitable status which, once received, will see the beginning of activities to grow relationships with ex patriots based there.

Work also began this financial year on the establishment of a sister entity in the USA. Seattle, Christchurch's sister city, is the beach head. Work to get this separate entity up and running has been delayed by Covid-19, but it is hoped that this will be completed in the 2021 financial year.

Our inaugural Women's Fund Winners were announced by the Hon. Lianne Dalziel in mid-September. These annual awards are designed to celebrate and build the profile of women and girls making change in our community. Our city has played a global role in leading women's rights and we hope that this Fund will continue to build upon and celebrate that legacy.



CE's Report

Continued



November was a highlight with the Black Caps playing the T20 series against England with our logo on their shirts. New Zealand Cricket generously gave the gate takings from the Christchurch match to form the founding gift of our Sports Inclusivity Fund.

Money from this fund will be used to deliver a trial with Cricket and Football to develop a programme to grow cultural understanding through sport. It is hoped that in time the learnings from this programme will then be rolled out across codes and across New Zealand. I would like to acknowledge the English Cricket Board and the English Premier League (Football) for giving us access to all their work in Diversity and Inclusion. It has been invaluable.

Continuing the sports theme, we had a fantastic skills session with the All Black Sevens. Over 60 nominated children from across greater Christchurch attended the afternoon session which was fun filled. The day was topped off with Mondelez kindly supplying post training treats.

The outbreak of the global pandemic caused us, like so many, to evolve our thinking and approach. Our focus has shifted to how to best utilize our global donor base to develop better outcomes for the residents of greater Christchurch, and the world. This led to the development of a digital speaker series, which was very well received by our supporters and significantly grew our online following.



CE's Report

Continued



Our new strategy that was completed towards the end of the financial year, indicates the priority areas for our work through to 2025. This strategy document can be found on our website.

A key part of the development of this strategy was a significant block of research called Vital Signs. Vital Signs is a snapshot of life in Greater Christchurch: how we are feeling, what we are doing and what is important to us. It measures how well we are doing on a number of key indicators including health, prosperity, our sense of community, and how well we take care of our environment. It is a tool used to understand the community's perceptions of the place where they live.

Community Foundations around the world use this framework to inform our thinking, to assist our donors and partners in making informed philanthropic decisions, and to benchmark against/measure our impact. It uses the United Nations Sustainable Development Goals (SDG's) as the base framework.

We were able to fund this project predominantly through the generous support of a UK based donor. Additionally, we received a contribution from ChristchurchNZ and a significant pro-bono contribution from Research First whom conducted the research for us.

It is our intention to undertake this research on a regular basis to continue to understand the priorities for the residents of Christchurch, Selwyn and Waimakariri.

Vital Signs has greatly informed our thinking. We now have three pillars to our work: Kaitiakitanga (stewardship of the environment), Vibrant Ōtautahi (increasing the exciting elements within our city) and Opportunities for All (addressing inequality). Work is now underway on several initiatives in these three areas to assist our donors to philanthropically invest where our citizens believe there is the most need. The Vital Signs Report can be downloaded off our website.

We were thrilled to be able to facilitate two new ambulances for St John this financial year. Donors asked us to do this due to the bravery and incredible response to the terror attacks of the St John team. Unveiling the ambulances allowed us to bring together first responders, members of the Muslim Community and our donors. It was an emotional and uplifting experience for all concerned.



CE's Report

Continued



This year's KPMG Thinker in Residence was Tessy Antony-de Nassau, pictured above. Tessy is a humanitarian and businesswoman. She holds a M.Sc in International Studies and Diplomacy and an Honorary Doctorate for her work in global education. She also spent five years in the military and is a UNAids Global Advocate for Young Women and Adolescent Girls. Tessy spent a week assisting us to develop our Opportunities for All priorities and framework. She spoke at several events and spent time with local charities. As with all our Thinkers, she gave her time for free and her costs (travel, accommodation food etc) were generously covered by KPMG, with support from Hotel Montreal.

Like Hila Oren, our first Thinker, Tessy fell in love with our part of the world and has become a global advocate for us. Her assistance while here and her unwavering support since is of tremendous benefit. We hope to see her here again soon.

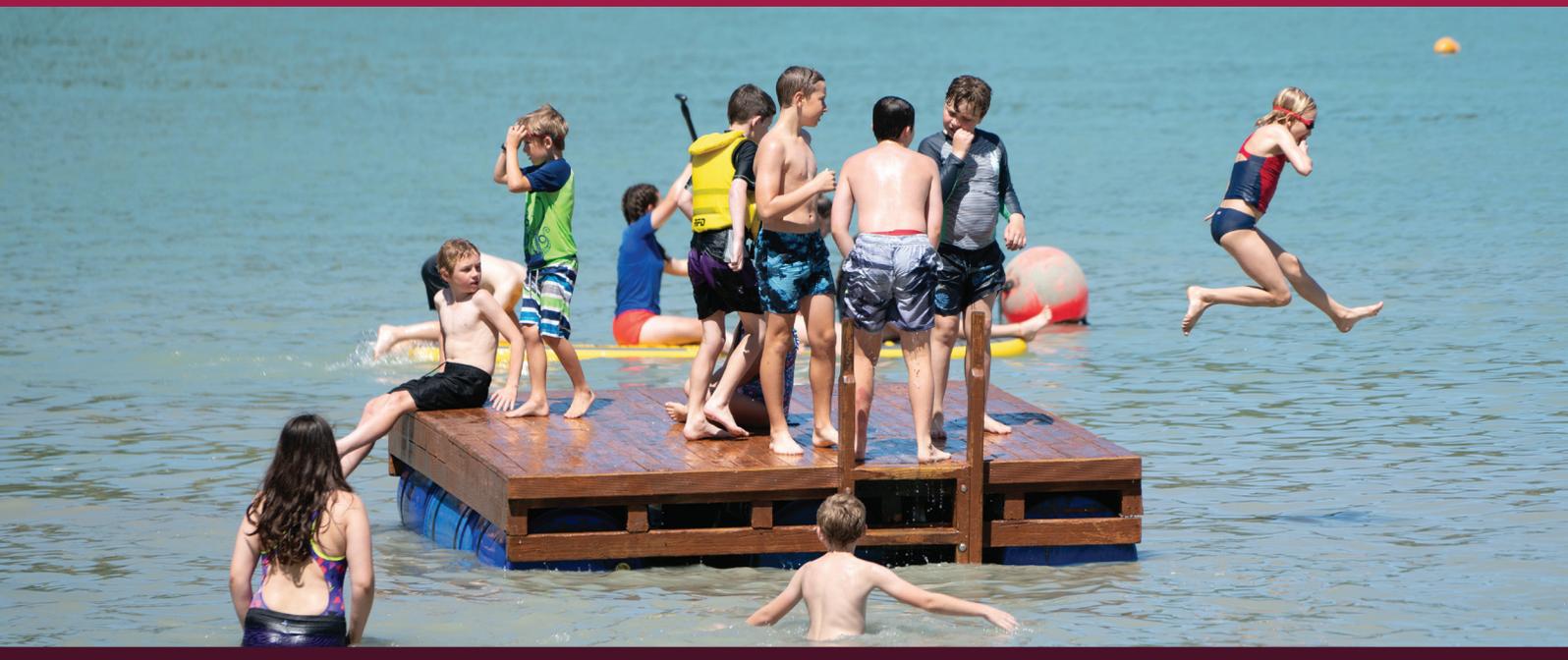


Lincoln University and Datacom became collaboration partners with us, this year. Pictured Bruce Gemmill Chancellor of Lincoln University and Paul Deavoll Deputy chair The Christchurch Foundation when they signed our agreement.

Our work with Meridian Energy on our Stronger Greener Christchurch Partnership has continued quietly. Both Meridian and the Foundation are looking forward to launching public initiatives in the new financial year.



Amy Carter
Chief Executive

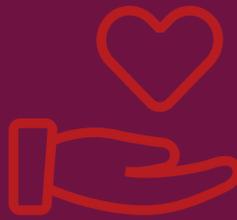


Celebrating Generosity

Like the rest of the world Covid-19 has had an impact on our work. Events had to be delayed and plans put on hold, however our donors have remained supportive and we have rounded out the year in a strong position. The highlight being that we have distributed over \$10M dollars into our community this year. Thank you to our donors, partners, and supporters, to the trustees and the staff. Your dedication and generosity for greater Ōtautahi Christchurch is simply amazing.

\$12.4m

Total funds raised for Ōtautahi, Christchurch since launch (2017)



\$3.2m

Cash funds raised in 2020FY

\$10.3m

Total funds distributed in 2020FY

\$222k

Raised to increase ethnic communities participation in sport and rec in 2020FY



Sister charity established
The Christchurch
Foundation (UK)



\$1.9m

Funds raised from overseas donors



3 Grants supporting grassroots women leaders

\$718k

Gifted to Council community facilities



2 New ambulances for St John



\$11.4m

Total funds raised for victims of March 15

\$9.5m

Total funds distributed to victims of March 15

March 15 Terror Attack Activity

Our work supporting the families and the wider community impacted by the March 15 terror attacks was multifaceted this year. It was agreed with Muslim Community Leaders, and Victim Support, that running two concurrent engagement and distribution processes was not in the best interests of the community. This meant we began our work in the 2020FY, after Victim Support had completed their process.

Raf Manji led our Listening Project, work he conducted in a voluntary capacity. This involved meeting with the families and wider community to seek their thoughts. He fed into this process what had happened, what worked and did not work, in other parts of the world following similar acts of terror. It was an evolving process with extensive engagement with the families and the community over a three-month period as information was collected and shared with them.

His report was accepted by the Trustees in November and The Foundation then shifted its focus to distribution. \$9.5M was distributed within this financial year in this area. This was a mix of widow and family support, hardship grants, community development and the beginning of our legacy focused education fund.

In addition to this work, with support from The Crown, Raf was engaged by The Foundation to act as a community advocate. This work was diverse and based upon individual and family needs. A key role was assisting the community to work with the vast number of government agencies involved.

We continued to collect the pledged gifts from all four corners of the globe, navigating through the complexities of international monetary transactions.



Inaugural Christchurch Foundation Women's Fund Recipients Awarded

The Fund and awards were established on September 19, 2018 to celebrate Ōtautahi/Christchurch's proud tradition of female leadership, to acknowledge and support our current leaders working at the grassroots within our communities, and to inspire future female leaders.



Inaugural Christchurch Foundation Women's Fund Recipients Awarded

Continued

Three awards were distributed this year, each of the recipients received \$2000 and were presented their award by Christchurch Mayor, and Fund Patron the Hon. Lianne Dalziel.

Over 50 donors attended an afternoon tea to celebrate.

Azaria Howell

Azaria is a year 13 student at Cashmere High School. She is the hapori/community editor for Tearaway Magazine. Her voluntary work at the magazine focuses on enhancing the voices of New Zealand youth. Azaria is particularly passionate about addressing issues that can be hard for youth to openly discuss.

Cate Grace

Cate gathers and shares stories that encourage more accessibility and participation for others to fully participate in their world. She has been a volunteer storyteller and team-coordinator of Humans of Christchurch for two years. Humans of Christchurch is a collaborate initiative which shares the stories of our people.

Lynette Diaz

Lynette is a singer / songwriter who founded the New Zealand Women's Acoustic Collective and is the creator of the Femacoustica Radio Show. Both initiatives were formed to connect, support and foster a community of women empowerment, through music.

 **THE
CHRISTCHURCH
FOUNDATION**



Left to Right: Amy, Azaria, Cate, Lynette and Hon. Lianne Dalziel

Financials

June 2020





The Christchurch Foundation

Financial Statements
for the year ended 30 June 2020



The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

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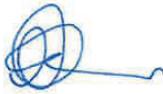
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The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

Approval of financial statements

The Trustees are pleased to present the financial statements of the Christchurch Foundation, for the period ended 30 June 2020.



Andrew Turner
Trustee of Christchurch Foundation



Hugh Lindo
Trustee of Christchurch Foundation



Humphry Rolleston
Trustee of Christchurch Foundation



Lianne Dalziel
Trustee of Christchurch Foundation



Paul Bingham
Trustee of Christchurch Foundation



Paul Deavoll
Trustee of Christchurch Foundation

Dated: 16 December 2020



The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

Directory

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 - Enterprise Level 5 79 Cashel Street Christchurch
Auditors	PWC Level 4 60 Cashel Street Christchurch
Bankers	TSB ANZ
Deed established	21 July 2017
Registration date	8 September 2017
Registration number	CC54845
Executive Committee	Andrew Turner Hugh Lindo Humphry Rolleston Lianne Dalziel Paul Bingham Paul Deavoll



The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

Statement of comprehensive revenue and expense

For the year ended 30 June 2020

In New Zealand Dollars	Note	2020	2019
Revenue			
Revenue from exchange transactions	5	171,670	26,865
Revenue from non-exchange transactions	5	5,532,309	8,408,766
Total revenue		5,703,979	8,435,631
Expenditure			
Administration expenses	6	648,362	484,141
Operating expenses	7	105,699	165,380
Direct costs	8	10,409,203	23,056
Total Expenditure		11,163,264	672,577
Surplus/(deficit) for the period		(5,459,285)	7,763,054
Reconciliation of results from operating activities to the surplus/ (deficit) for the period			
Surplus/(deficit) for the period		(5,459,285)	7,763,054
Non-operating revenue		(4,892,697)	(7,823,991)
Non-operating direct costs		100,162	23,056
Non-operating distributions of funds received in current and previous years		10,288,557	-
Surplus/(deficit) for operations		36,736	(37,881)
Results of operating activities			
Revenue			
Revenue from exchange transactions	4	19,041	3,714
Revenue from non-exchange transactions		792,240	607,926
Total operating revenue		811,281	611,640
Expenditure			
Administration expenses	6	648,362	484,141
Operating expenses	7	105,699	165,380
Direct costs		10,223	-
Distributions		10,261	-
Total operating expenditure		774,545	649,521
Surplus/(deficit) for operations		36,736	(37,881)

The notes on pages 7 to 14 are an integral part of these financial statements.



The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

Statement of financial position

For the year ended 30 June 2020

<i>In New Zealand Dollars</i>	<i>Note</i>	2020	2019
Assets			
Current assets			
Cash and cash equivalents	9	2,678,131	9,392,528
Accrued revenue	10	11	167,758
Accounts receivable		2,588	-
Customs duty		4,033	
Prepayments		5,357	27,703
GST receivable		10,435	7,620
		2,700,555	9,595,609
Non-current assets			
Fixed assets	19	1,962	4,246
Intangible assets	18	21,989	43,979
		23,951	48,225
Total assets		2,724,506	9,643,834
Liabilities			
Current liabilities			
Payables		45,233	18,865
Accrued expenditure	11	102,992	86,269
Deferred revenue		103,501	104,158
Provision for conditional donation	22	30,750	1,533,835
Unpaid expense claims		-	-
PAYE payable		9,863	9,255
		292,339	1,752,382
Total liabilities		292,339	1,752,382
Equity			
Accumulated surplus or (deficits)		2,432,167	7,891,452
Total equity		2,432,167	7,891,452
Total equity and liabilities		2,724,506	9,643,834

The notes on pages 7 to 14 are an integral part of these financial statements.



The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

Statement of changes in equity

For the year ended 30 June 2020

In New Zealand Dollars

Note

2020		Administration funds	Endowment funds	Pass through funds	Total equity
Balance at 1 July 2019		246,272	18,874	7,626,306	7,891,452
Comprehensive revenue and expense for the year		(11,734)	4,164	(5,451,715)	(5,459,285)
Balance at 30 June 2020	<i>21</i>	234,538	23,038	2,174,591	2,432,167

2019		Administration funds	Endowment funds	Pass through funds	Total equity
Balance at 1 July 2018		128,398	-	-	128,398
Comprehensive revenue and expense for the year		117,874	18,874	7,626,306	7,763,054
Balance at 30 June 2019	<i>21</i>	246,272	18,874	7,626,306	7,891,452

The notes on pages 7 to 14 are an integral part of these financial statements.



The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

Statement of cash flows

For the year ended 30 June 2020

<i>In New Zealand Dollars</i>	<i>Note</i>	2020	2019
Cash flows from operating activities			
Cash receipts		4,290,161	9,879,684
Cash paid for distributions		(10,298,818)	-
Cash paid to suppliers and employees		(783,562)	(601,707)
Net cash from (used in) operating activities	<i>16</i>	(6,792,219)	9,277,977
Cash flows from investing activities			
Investment income		77,822	24,256
Purchasing property, plant, equipment & intangibles		-	(39,714)
Net cash from (used in) investing activities		77,822	(15,458)
Net (decrease)/increase in cash and cash equivalents		(6,714,397)	9,262,519
Cash and cash equivalents at the beginning of the period		9,392,528	130,009
Cash and cash equivalents at the end of the period	<i>8</i>	2,678,131	9,392,528

The notes on pages 7 to 14 are an integral part of these financial statements.



The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

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The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

Notes to the financial statements

Note 1 Reporting entity

The Christchurch Foundation (the "Foundation") is a legal form of 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.

For the purposes of financial reporting, the Foundation is a public benefit entity (not-for-profit).

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

Note 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 16 December 2020.

(b) Basis of measurement

The financial statements have been 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.

Note 3 Significant accounting policies

The accounting policies set out below have been applied in preparing the financial statements for the period ended 30 June 2020.

(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 is rendered, by reference to 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 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.

**Note 3 Significant accounting policies (continued)****(b) Revenue from non-exchange transactions (continued)**

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.

The following are the specific recognition criteria in relation to the Foundation's non-exchange transactions.

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 recognition.

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. All amounts shown in the 2020 financial year are shown as exclusive of GST.

(h) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at 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 insignificant risk of changes in value.

(i) 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.



The Christchurch Foundation
Financial Statements for the year ending 30 June 2020

Note 4 Operating activities

Operating activities include all revenue and expenditure directly attributable to the day to day management and operation of the Christchurch Foundation including the administration of the charitable funds.

For the purposes of the 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 events/projects run through the administration fund that are not directly attributable to the day to day management and operation of the Christchurch Foundation.

Note 5 Revenue from exchange transactions

	2020	2019
	\$	\$
Consultant support - reimbursement	-	-
Corporate events	3,600	1,460
Interest received	77,833	24,305
Projects	90,237	-
Workshop income	-	1,100
	171,670	26,865

Revenue from non-exchange transactions

	2020	2019
	\$	\$
Donations	4,368,697	7,446,533
Operational Grants (CCC)	600,000	600,000
Grants	190,240	-
Goods in-kind	-	1,926
Sponsorship (corporate gifting)	365,000	341,592
Endowments	8,372	18,715
	5,532,309	8,408,766

Services in-kind

Perception PR & Marketing Limited provided \$24,538 of pro bono marketing services in the current year. (2019: Pro bono up to a value of \$50,000)

KPMG provided \$123,000 of accounting services for \$62,000 in the current year. (2019: Pro bono up to a value of \$40,000)

PwC provided \$15,000 of pro bono statutory audit services for \$7,500 in the current year. (2019: Pro bono up to a value of \$15,000)

Brannigans provided no pro bono support or advisory services in the current year. (2019: Pro bono up to a value of \$50,000)

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.

Note 6 Administration expenses

	<i>Note</i>	2020	2019
		\$	\$
ACC levies		571	352
Accounting		50,556	21,480
Audit fees		7,500	-
Bank fees		948	5,269
Computer expenses		224	48,745
Amortisation	18	21,989	8,796
Depreciation	19	2,284	4,368
General expenses		280	1,200
Insurance		3,323	1,771
Interest		108	111
Legal expenses		37,544	43,542
Loss on disposal		-	430
Penalties		16	15
Customs and freight		48	-
Stationery & office expenses		1,859	858
Salaries		430,546	344,409
Admin - Our people, our city.		74,408	-
Subscriptions		13,245	1,066
Telephone & internet		2,912	1,729
		648,362	484,141



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Note 7 Operating expenses

	2020	2019
	\$	\$
Advertising	19,957	1,565
Commission	251	442
Conferences	580	550
Contractors	563	-
Consultant support	(458)	40,942
Eftpos machine rental	-	591
Entertainment	7,707	10,959
Marketing	22,720	33,191
Motor vehicle	6,125	6,000
Recruitment fees	-	32,068
Rental expenses	24,626	15,417
Stipend	-	-
Travel	16,570	23,340
Website fees	7,058	315
	105,699	165,380

Note 8 Direct costs

	2020	2019
	\$	\$
Thinker In Residence Expenses	19,832	23,056
Vital Signs Research Project Expenses	80,330	-
Diaspora programme	10,223	-
Distributions	10,298,818	-
	10,409,203	23,056

Note 9 Cash and cash equivalents

	2020	2019
	\$	\$
ANZ - 00 account	15,609	2,207
ANZ - 01 account	345,226	6,002,984
ANZ - 02 account	1,627,246	-
TSB - 00 account	302,606	296,917
TSB - 80 account	387,434	2,279,868
TSB - Society cheque	-	810,542
Petty cash	10	10
Balance as at 30 June 2020	2,678,131	9,392,528

Note 10 Accrued revenue

	2020	2019
	\$	\$
Interest	11	159
Christchurch City Council donation for the last quarter of the year	-	150,000
Website donations	-	17,599
Balance as at 30 June 2020	11	167,758

Note 11 Accrued expenditure

	2020	2019
	\$	\$
Legal fees	-	19,058
Project costs	25,421	-
Bonuses	32,584	32,584
Accounting fee	5,500	8,250
Audit fee	7,500	-
Holiday pay	18,937	17,942
Accrued salary	6,672	8,435
Admin - Our people, our city.	6,000	-
Telephone & Internet	379	-
Balance as at 30 June 2020	102,992	86,269



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Note 12 Contingent liabilities

There are no contingent liabilities at year end (2019: \$Nil)

Note 13 Operating expense commitments

In the 2019 financial year the Foundation, in conjunction with the Rata Foundation and Maia Foundation, had commissioned the Vital Signs research from Research First. An additional anonymous donation totalling \$50,736, was received in October 2019, specifically intended to be used for the Vital Signs Project. As at 30 June 2020, \$30,421 has been spent and the remaining balance of \$20,315 is expected to be expensed in the 2021 financial year.

Note 14 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 \$2,000 per month and can be terminated with one month's notice. (2019: \$1,500 per month)

Note 15 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:

	2020	2019
	\$	\$
Total remuneration	221,192	214,078
Number of persons	1	1

In the 2020 financial year the Chief Executive Officer (CEO) received an annual bonus, as stipulated in the employment agreement, which was resolved by the Trustees. 2019 bonus approved but not paid at year end: \$32,584.)

Related party transactions

During the year the Foundation incurred the following income and expense from Perception PR and Marketing Limited.

For services received in kind refer to note 5.

Amy Carter (CEO) is a Director and Shareholder of Perception PR and Marketing Limited.

	2020	2019
	\$	\$
Income		
Workshop	-	300
Balance as at 30 June 2020	-	300
Expense		
Rent (car park)	-	2,967
Balance as at 30 June 2020	-	2,967

During the year the Foundation incurred the following income from Brannigans Consulting Limited.

Amy Carter's (CEO) spouse is a partner at Brannigans Consulting Limited.

	2020	2019
	\$	\$
Income		
Sponsorship	16,250	-
Donation	4,461	-
Corporate Events	200	-
Stationery	248	-
Balance as at 30 June 2020	21,159	-

During the year the Foundation incurred the following expenses from Simpson Grierson.

Hugh Lindo (Trustee) is a partner of Simpson Grierson.

	2020	2019
	\$	\$
Legal expenses	33,885	43,542
	33,885	43,542



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Note 16 Subsequent events

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

Note 17 Reconciliation of net cash flows from operating activities to surplus/(deficit)

	2020	2019
	\$	\$
Surplus/(deficit) for the year	(5,459,285)	7,763,054
Non-cash movements		
Amortisation	21,989	8,796
Depreciation	2,284	4,368
Loss on disposals	-	429
Non-cash donations (goods in-kind)	-	(1,926)
Non-cash expenses	-	-
Add/(deduct) movements in working capital		
Increase/(decrease) in payables	(1,460,043)	1,699,913
Increase/(decrease) in GST payment	(2,815)	(7,620)
(Increase)/decrease in receivables	183,473	(164,780)
Investment income	(77,822)	(24,257)
Net cash flows from operating activities	(6,792,219)	9,277,977

Note 18 Intangible assets

	2020	2019
	\$	\$
Opening book value	43,979	13,972
Additions	-	38,803
Current year amortisation	(21,989)	(8,796)
Balance as at 30 June 2020	21,989	43,979

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.

Note 19 Property, plant and equipment

2020	Cost	Depn charge	Acc depn	Carrying value
	\$	\$	\$	\$
Computer equipment	11,715	2,284	9,753	1,962
Balance as at 30 June 2020	11,715	2,284	9,753	1,962

2019	Cost	Depn charge	Acc depn	Carrying value
	\$	\$	\$	\$
Computer equipment	11,715	4,368	7,469	4,246
Balance as at 30 June 2019	11,715	4,368	7,469	4,246

Reconciliation of property, plant and equipment movement

2020	Opening book value	Purchase	Depn charge	Loss on sale of disposed assets	Closing book value
	\$	\$	\$	\$	\$
Computer equipment	4,246	-	2,284	-	1,962
Balance as at 30 June 2020	4,246	-	2,284	-	1,962

2019	Opening book value	Purchase	Depn charge	Loss on sale of disposed assets	Closing book value
	\$	\$	\$	\$	\$
Computer equipment	6,207	2,836	4,368	429	4,246
Balance as at 30 June 2019	6,207	2,836	4,368	429	4,246



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Note 20 Equity

2020	\$
Opening Balance	7,891,452
Current year movement:	
Administration funds	(11,734)
Endowment funds	4,164
Pass through funds	(5,451,715)
Balance as at 30 June 2020	2,432,167
2019	\$
Opening Balance	128,398
Prior year movement	
Administration funds	117,874
Endowment funds	18,874
Pass through funds	7,626,306
Balance as at 30 June 2019	7,891,452

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

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

Note 21 Provision for conditional donation

In the year ending 30 June 2020 the Foundation received a conditional donation of \$50,000. The Foundation utilised \$19,250 of this donation for the specified purpose by 30 June 2020 and the remaining \$30,750 has been recognised as a liability at year end. (2019: 1,533,835.)

Note 22 COVID-19

On 11 March 2020, the World Health Organisation (WHO) declared the outbreak of COVID-19 a pandemic. For the Foundation this has resulted in temporary deferral and cancellation of public events during Alert Level 3 and 4 periods, but the Foundation has been able to carry on its operations as usual without any further disruptions.



Independent auditor's report

To the Trustees of The Christchurch Foundation

We have audited the financial statements which comprise:

- the statement of financial position as at 30 June 2020;
- the statement of comprehensive revenue and expense for the year then ended;
- the statement of changes in equity for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Our opinion

In our opinion, the accompanying financial statements of The Christchurch Foundation (the Foundation) present fairly, in all material respects, the financial position of the Group as at 30 June 2020, its financial performance and its cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Foundation in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* (PES 1) issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Other than in our capacity as auditor we have no relationship with, or interests in, the Foundation.

Information other than the financial statements and auditor's report

The Trustees are responsible for the annual report. Our opinion on the financial statements does not cover the other information included in the annual report and we do not, and will not, express any form of assurance conclusion on other information.

In connection with our audit of the financial statements, if other information is included in the annual report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the [consolidated] 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 that we obtained prior to the date of our 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.



Responsibilities of the Trustees for the financial statements

The Trustees are responsible, on behalf of the Foundation, for the preparation and fair presentation of the financial statements in accordance with Public Benefit Entity Standards Reduced Disclosure Regime, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees 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 the Trustees 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 financial statements

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

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

<https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/>

This description forms part of our auditor's report.

Who we report to

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

The engagement partner on the audit resulting in this independent auditor's report is Robert Harris.

For and on behalf of:

A handwritten signature in dark ink, appearing to read 'Robert Harris', written over a light blue horizontal line.

PricewaterhouseCoopers
Chartered Accountants
16 December 2020

Christchurch



**THE
CHRISTCHURCH
FOUNDATION**