

ANNUAL REPORT

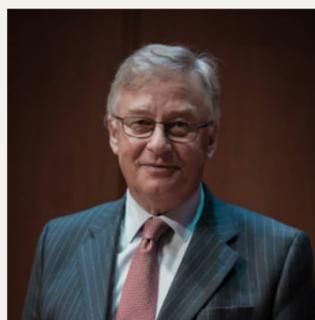
Financial Year
Ending 30 June 2021

CHRISTCHURCH FOUNDATION

**FOR A
BETTER
CITY**

TRUSTEES & STAFF

Trustees



Humphry Rolleston
Chair



Paul Deavoll
Deputy Chair



Andrew Turner
Trustee



Hugh Lindo
Trustee
(Part Year)



Hon. Lianne Dalziel
Trustee



Paul Bingham
Trustee

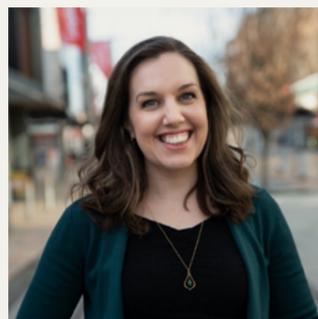


Graham Dockrill
Trustee
(Part Year)

Management



Amy Carter
Chief Executive



Julia Rose
Endowment and Partners Manager
(Part Year)



Nicole Perry
Endowment and Partners Manager
(Part Year)



Hannah Duder
Kaitiakitanga Programme Manager
(Part Year)



Raf Manji
Independent Advisor
(Part Year)



Kim Elder
Events and Operations Manager
(Part Year)

PARTNERS

Founding Funder



City Partners



Strategic Partner

MADEKNOWN

Major Partners



Collaborative Partners



Project Partners



CHAIRMAN'S REPORT



 Humphry Rolleston
Chair

The 2021 Financial Year has been a productive year for the Christchurch Foundation.

\$2,801,174 was raised for various causes/projects which will benefit our city, and \$2,826,413 was distributed. In addition the Foundation acted as agents for the Rod Donald Banks Peninsula Trust and raised for them \$383,461 to purchase Mt. Herbert/ Te Ahu Pātiki and Mt Bradley, the two highest peaks on Banks Peninsula.

I would like to acknowledge the assistance Hugh Lindo gave The Christchurch Foundation in its startup phase and welcome Graham Dockrill as a new trustee. Our trustees freely give their time and expertise to the Foundation.

Thanks also to our small team of staff who are working with the Trustees to build a great Foundation for Christchurch.

This financial year the Christchurch Foundation has focused on our philanthropic customer networks, co-ordinating over 20 different gifting programmes that will add real value to greater Christchurch and to everyone living in our region.

We have also continued to provide funding and advocacy to those most impacted by the March 2019 terror attacks.

This year the Christchurch Foundation produced an operational cash tax paid surplus of \$53,224.

Our operational reserves are \$289,854. Such reserves are an important part of ensuring the long-term sustainability of the Foundation which in turn gives comfort to our existing and future donors.

It is important to highlight the following achievements this year:

The completion of the establishment of our sister charity in the United Kingdom, with Gift Aid status. This makes it easier for expatriates to give to causes they are interested in here in Christchurch.

We are starting to see repeat philanthropy. Several corporates and individuals have now given more than once and often to different funds or projects from their original gift. This shows that we are building trust and engagement with our supporters.

In January the Trustees updated the foundation's five-year operational plan. This now reflects

what we have achieved to date and focuses our aspirations for the future.

Our aim is to grow philanthropy in greater Christchurch as we believe this will strengthen our community, which in turn will make our region a more enjoyable place to live, work, play and invest in.

Thank you to our donors and supporters for your contribution and your trust in our city.

Humphry Rolleston
Chair

CHIEF EXECUTIVE'S REPORT



 Amy Carter
Chief Executive

Despite the impact of a global pandemic the 2021 financial year has seen significant progress on the establishment of the Christchurch Foundation. Throughout the year as capacity has been released from our work supporting the victims of the terror attacks, we have been able to turn more attention to solidifying our fundraising and operational infrastructure.

We have decreased our reliance on the establishment funding from the Christchurch City Council. This has been achieved by developing a fee for service model where we work with partners to deliver their philanthropic programmes in greater Christchurch, as well as growing those who provide pro bono support to us, and decreasing costs where we can.

Our small team throughout the year (due to COVID) has had to amend our plans on an almost weekly basis. They have managed this while still inspiring and supporting generosity.

We have had several staffing changes during the year. Raf Manji completed his work with us and shifted to Wellington. Julia Rose left on maternity leave and was replaced by Nicole Perry on a fixed term contract. Kim Elder chose to leave to enable her to spend more time with family in the United States. Hannah Duder joined as the project manager for our Stronger Greener Christchurch partnership with Meridian Energy. I would like to take this opportunity to thank all the staff (who all go above and beyond). Their passion for our place is infectious.

We have formalized our relationship with our sister organisation The Christchurch Foundation – NZ, in the United Kingdom, by signing an agreement to provide administration expertise. We also have made a commitment to provide a contribution to their operational costs to assist with their establishment.

This provides much needed support to the voluntary board, resulting in the entity securing its charitable and Gift Aid status. Additionally, two new trustees (Karen Pflug and Sam Martin) joined the UK board which has built depth and networks on the ground.

Despite not being able to travel, work continued securing support in the United States with my remote attendance at the Seattle Sister City AGM as a speaker, and by growing our database of expatriates based there. Launching of a US entity with charitable registration is planned and budgeted for the 2023 financial year.

Two legacy projects remain from the Our People, Our City Fund, which provide support to the victims of the March 15 terror attacks. The Education Fund began its first distributions this year. This fund supports the 105 children most impacted with their education post High School.

We proudly attended the launch of the Sakinah Trust, a charity focused on empowering those most impacted by the shootings. This was something that both the Muslim Communities of Ōtautahi and our donors desired as a positive outcome from that horrific day.

The final transfer of funds establishing the Sakinah Community Trust marks the end of our distributions from the Our People Our City Fund. It is also a milestone moment as these incredible women take the mantle to help their families and community heal, grow, and flourish. We continue to act in a supporting role to the trustees of the Sakinah Trust.

CHIEF EXECUTIVE'S REPORT

Mid-year we conducted additional research (Vital Signs) to understand the priorities for generosity for our residents. This data helps us inform our donors and our proactive programmes. Notably residents of Christchurch, Selwyn and Waimakariri indicated an increased desire to address inequality. The full report can be found on our website.

In response we began engagement with several established groups to see where we might add value in the equity space. One group was the Christchurch PRIDE Committee. We worked with this voluntary group to identify where we might assist. This collaboration led to the establishment of our PRIDE Fund.

Additionally, to support the annual PRIDE festival we launched #colourfulcashel (an interactive artwork running the length of City Mall), worked with ChristchurchNZ to install rainbow flags throughout the CBD, and brought on The Crusaders who showed support by lighting their stadium, and wearing rainbow laces.

We acted as a conduit between the PRIDE committee and business leaders, through our partners Brannigans and the Central City Business Association which saw a business focused event added to the festival programme and a decorate your workplace competition which painted the CBD in rainbows.

Working on this programme was a milestone moment in the evolution of the Foundation. It has become clear that our impact is much greater where, when required, we step beyond the traditional role of “funder”. The full suite of our funds and programmes can be found later in this document along with some additional case studies.

Madeknown joined us as a strategic partner and has generously worked with us, on a pro bono basis, to develop a stronger narrative that will inspire more generosity from the beginning of the 2022 FY. A notable addition to our approach is the establishment of Ambassador’s. We were thrilled to announce Mike McRoberts as our first ambassador this year.

The Christchurch Foundation recognises that in order to measure the full impact of our work it is necessary to develop a framework that catches the range and depth of the work being carried out. Reporting purely on our financials fails to achieve this.

Towards the end of year we began discussions with Rose Challies, a organisational impact specialist and Next Foundation Fellow, as to how we measure and report on our organisational impact and asked her to review our work to date. I’m excited to share that her impact review of us will be released alongside this document. Additionally, we have built a social impact framework that we will report against annually starting at the end of the 2022 financial year.

We are committed to making positive change, on behalf of our donors, against needs identified by our residents and aligned to our communities’ aspirations.

The funds that we collect and distribute are critical but must

be wisely invested against identified need. The impact of this investment measured, and if necessary, the approach amended to ensure that positive change occurs.

Our goal to make greater Ōtautahi Christchurch better is lofty and long term. Our efforts need to be informed and our limited resources targeted to ensure that we are making an impact.

Thank you to our donors, supporters, and advocates for placing your trust and gifts with us. Together we can and are making greater Ōtautahi Christchurch better.

Amy Carter
Chief Executive

**IN 2019 OUR
COMMUNITY
ASKED US TO
PRIORITISE:**

1 VIBRANT ŌTAUTAHI
ENSURING THAT GREATER
ŌTAUTAHI IS A VIBRANT PLACE
TO LIVE AND VISIT.

2 KAITIAKITANGA
GUARDIANSHIP OF THE NATURAL
ENVIRONMENT OF OUR CITY.

3 OPPORTUNITIES FOR ALL
CREATING AND SUPPORTING
OPPORTUNITIES FOR ALL OUR
RESIDENTS.

PRIORITY AREAS

Our areas of focus are:

VIBRANT ŌTAUTAHI

KAITIAKITANCA

OPPORTUNITIES FOR ALL

Ensuring that greater Ōtautahi is a vibrant place to live and visit.

Guardianship of the natural environment of our city.

Creating and supporting opportunities for all our residents.

Arts, culture and events

Environmental Sustainability

Reducing inequality

Getting Around

Enhancing and protecting biodiversity

Resident belonging and engagement

Regeneration of the central city

Greening of our garden city

Supporting and welcoming newcomers

Smarter use and accessibility to clean energy

*SDG 15: Protect, restore and promote sustainable use of terrestrial ecosystems, sustainably manage forests, combat desertification, and halt and reverse land degradation and halt biodiversity loss

*SDG 16: Promote peaceful and inclusive societies for sustainable development, provide access to justice for all and build effective, accountable and inclusive institutions at all levels

OUR WORK IN THESE AREAS

VIBRANT ŌTAUTAHI

KAITIAKITANCA

OPPORTUNITIES FOR ALL

Ensuring that Greater Ōtautahi is a vibrant place to live and visit.

Guardianship of the natural environment of our city.

Creating and supporting opportunities for all our residents.

#colourfulcashel

Partnership with Meridian

Aspiring Actors Fund

Tūranga Partnership

Te Ahu Pākiti

Earthquake Memorial Fund

Tūi Corridors

Generation Give

Pride Fund

OPOC Education Fund

Kate Sheppard Women's Fund

Sports Inclusivity Fund

CELEBRATING GENEROSITY

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.

Total funds raised for Ōtautahi, Christchurch

since launch (2017)

\$15.5M

\$2.8M

Total funds raised in 2021 FY

(excl. CCC Grants, Operational Interest and Te Ahu Pātiki)

\$2.8M

Total funds distributed in 2021 FY

(excl. Te Ahu Pātiki)

\$2.1M

Total funds raised for victims of March 15

\$2.3M

Total funds distributed to victims of March 15

(incl. funds raised in 2020 FY)

\$353K

Total funds distributed for CCC community facilities

(\$1m since 2017)

3

Grants supporting grassroots women leaders

In 2021 the Christchurch Foundation has been working on over 20 projects, bespoke to greater Ōtautahi Christchurch. Below are four case studies.

CASE STUDIES

KATE SHEPPARD WOMEN'S FUND



Our city has a proud history of women facilitating groundbreaking societal change. To recognise this, and to ensure this proud legacy continues, we formed this fund to support women and girls in our city who are changemakers.

The Fund supports girls and women in our city who are:

- Actively leading change in their community
- Leading change focused on positive outcomes for our city and its residents
- Leading change driven by people coming together
- Offering grassroots support for our communities

In September 2020 the following women were announced as the winners for the year.

Ciara Foley | Erin Manning | Jo Bailey

In addition to the funding, we developed short videos on each of the winners to showcase their work. These can be found on the news section of our website.

A small group of volunteers worked alongside our team to deliver an inspiring speaker series of inspirational women in response to the initial Covid lockdown. Videos of these speakers are available on our social media platforms and website.

TE AHU PĀTIKI



Providing strategic advice and support to the not-for-profit sector is a significant block of work for the Foundation.

Most of this work is conducted behind the scenes but in this collaboration with the Rod Donald Banks Peninsula Trust we were publicly involved and raised \$383,461 this year to assist with the purchase of the two tallest peaks on Bank Peninsula. Additional funds have been raised in the 2022FY.

We worked with the Trust to develop their fundraising strategy and messaging, provided the primary gifting platform through our website, and brought donors to the project.

*The Rod Donald Banks Peninsula Trust is a council controlled entity

SPORTS INCLUSIVITY FUND



Sport is a shared passion that transcends ethnicity. Since the March 2019 terror attacks, we have been working alongside Sport Canterbury, Sport New Zealand, and the Christchurch City Council on how we can help grow cultural understanding through this medium.

We have received support from New Zealand Cricket, the English Premier League and the England and Wales Cricket Board on this initiative.

This year has culminated with our Sport Inclusivity Fund funding a Diversity and Inclusion Manager (Hussain Hanif) who is working with Cricket and Football to trial a comprehensive programme. The fund is also supporting several of the activations within the programme which is running for 18 months.

It is hoped that the learnings from this trial programme will then be offered to other sporting codes nationally, making sport and active recreation more diverse and accessible.

TŪI CORRIDORS



This initiative is run by the Foundation and is wholly funded by Meridian Energy as a part of our Stronger Greener Christchurch partnership.

Tūi are no longer found in most of Christchurch and Canterbury, but some were reintroduced to Hinewai near Akaroa in 2010.

Having more bird life in the city has been identified by our residents as an aspiration for our garden city. To bring Tūi and other nectar feeding birds back to the city and the plains more habitat and “Tūi tucker” is needed.

This year over 7,000 plants and trees were planted in locations between Banks Peninsula and the central city. The plants were selected and sourced based upon guidance from Laura Molles, a Tūi expert.

FINANCIALS



Financial Statements

The Christchurch Foundation
For the year ended 30 June 2021



Contents

3	Directory
4	Approval of financial statements
5	Statement of Comprehensive Revenue and Expense
7	Statement of Financial Position
8	Statement of Changes in Equity
9	Statement of Cash Flows
10	Notes to the Financial Statements
20	Auditor's Report



Directory

The Christchurch Foundation For the year ended 30 June 2021

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 8011

Auditors

PWC
Level 4
60 Cashel Street
Christchurch 8011

Bankers

TSB
ANZ

Deed Established

21 July 2017

Registration Date

8 September 2017

Registration Number

CC54845

Trustees

Andrew Turner
Graham Dockrill (Appointed 24/02/21)
Humphrey Rolleston
Lianne Dalziel
Paul Bingham
Paul Deavoll



Approval of financial statements

The Christchurch Foundation For the year ended 30 June 2021

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

Andrew Turner
Trustee of the Christchurch Foundation

Graham Dockrill
Trustee of the Christchurch Foundation

Humphrey Rolleston
Trustee of the Christchurch Foundation

Lianne Dalziel
Trustee of the Christchurch Foundation

Paul Bingham
Trustee of the Christchurch Foundation

Paul Deavoll
Trustee of the Christchurch Foundation

Dated: 14 December 2021



Statement of Comprehensive Revenue and Expense

The Christchurch Foundation For the year ended 30 June 2021

In New Zealand Dollars

	NOTES	2021	2020
Comprehensive Revenue and Expenses			
Revenue			
Revenue from exchange transactions	5	36,074	171,670
Revenue from non-exchange transactions	5	3,350,934	5,532,309
Total Revenue		3,387,008	5,703,979
Expenditure			
Administration expenses	6	539,835	648,362
Operating expenses	7	79,899	105,699
Direct costs	8	2,937,373	10,409,203
Total Expenditure		3,557,107	11,163,264
Surplus/(Deficit) for the period		(170,099)	(5,459,285)

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

	NOTES	2021	2020
Reconciliation			
Surplus / (Deficit) for the Period		(170,099)	(5,459,285)
Non-Operating Items			
Non-Operating Revenue		(2,631,864)	(4,892,697)
Non-Operating Direct Costs		36,670	100,162
Non-Operating Distributions of Funds Received in Current and Previous Years		2,818,517	10,288,557
Total Non-Operating Items		223,323	5,496,021
Surplus / (Deficit) for Operations		53,224	36,736



Statement of Comprehensive Revenue and Expense

The Christchurch Foundation For the year ended 30 June 2021

Results of Operating Activities

	NOTES	2021	2020
Operating Activities			
Operating Revenue			
Revenue from Exchange Transactions	4	20,318	19,041
Revenue from Non-Exchange Transactions	4	728,979	792,240
Total Operating Revenue		749,297	811,281
Operating Expenditure			
Administration Expenses	6	539,723	648,362
Operating Expenses	7	74,164	105,699
Direct Costs		74,290	10,223
Distributions		7,896	10,261
Total Operating Expenditure		696,073	774,545
Surplus / (Deficit) for Operations		53,224	36,736



Statement of Financial Position

The Christchurch Foundation As at 30 June 2021

In New Zealand Dollars

	NOTES	30 JUN 2021	30 JUN 2020
Assets			
Current Assets			
Cash and Cash Equivalents	9	2,293,976	2,678,131
Accrued Revenue		30	11
Accounts Receivable	10	132,250	2,588
Customs Duty		-	4,033
Prepayments		16,683	5,357
GST Receivable		-	10,435
Total Current Assets		2,442,939	2,700,555
Non-Current Assets			
Property, Plant and Equipment		928	1,962
Intangibles	18	10,994	21,989
Total Non-Current Assets		11,922	23,951
Total Assets		2,454,861	2,724,506
Liabilities			
Current Liabilities			
Accounts Payable		22,216	45,233
Accrued Expenditure	11	40,699	102,992
Deferred Revenue		89,787	103,501
Provision for donation	20	21,172	30,750
PAYE Payable		12,416	9,863
GST Payable		6,503	-
Total Current Liabilities		192,793	292,339
Total Liabilities		192,793	292,339
Net Assets		2,262,068	2,432,167
Equity			
Accumulated surplus or (deficits)		2,262,068	2,432,167
Total Equity		2,262,068	2,432,167



Statement of Changes in Equity

The Christchurch Foundation For the year ended 30 June 2021

In New Zealand Dollars

	NOTE ADMINISTRATION FUNDS	ENDOWMENT FUNDS	PASS THROUGH FUNDS	TOTAL EQUITY
2021				
Balance at 1 July 2020	234,538	23,038	2,174,591	2,432,167
Comprehensive Revenue and Expense for the year	55,316	5,244	(230,659)	(170,099)
Balance at 30 June 2021	19	289,854	1,943,932	2,262,068
2020				
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	19	234,538	2,174,591	2,432,167



Statement of Cash Flows

The Christchurch Foundation For the year ended 30 June 2021

In New Zealand Dollars

	NOTES	2021	2020
Cashflow			
Cash Flows from Operating Activities			
Cash Receipts		3,226,488	4,290,161
Cash Paid for Distributions		(2,826,413)	(10,298,818)
Cash Paid to Suppliers and Employees		(801,708)	(783,562)
Total Cash Flows from Operating Activities	17	(401,633)	(6,792,219)
Cash Flows from Investing Activities			
Investment Income		17,478	77,822
Purchasing Property, Plant, Equipment & Intangibles		-	-
Total Cash Flows from Investing Activities		17,478	77,822
Net (decrease)/increase in cash and cash equivalents		(384,155)	(6,714,397)
Cash and cash equivalents at the beginning of the period		2,678,131	9,392,528
Cash and cash equivalents at the end of the period	9	2,293,976	2,678,131



Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2021

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 ____ December 2021.

(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 year ended 30 June 2021.

(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 completion of the specific transaction.

Notes to the Financial Statements



The Christchurch Foundation For the year ended 30 June 2021

(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 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 is recognised as revenue on 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.

Notes to the Financial Statements



The Christchurch Foundation For the year ended 30 June 2021

(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 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) Accounts Receivable

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

(j) 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.

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

	2021	2020
5. Revenue from Exchange Transactions		
Alexandra Shackleton Event	11,377	-
Interest Income	17,527	77,833
Te Ahu Patiki Fees for Service	1,953	-
Thinker In Residence	-	20,000
Vital Signs Research Project	-	70,237
Women's Fund High Tea	5,217	3,600
Total Revenue from Exchange Transactions	36,074	171,670



Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2021

	2021	2020
Revenue from Non-Exchange Transactions		
Donations - Cash	2,282,780	4,368,697
Alexandra Shackleton Donations	795	-
Women's Fund Donations	925	-
Grants	549,760	790,240
Sponsorship	514,674	365,000
Endowments	2,000	8,372
Total Revenue from Non-Exchange Transactions	3,350,934	5,532,309

Services In-Kind

Perception PR & Marketing Limited's partnership agreement with The Christchurch Foundation finished at the end of FY2020 and as such no pro bono marketing services were provided in the current year. (2020: Pro bono of \$24,538)

KPMG provided \$131,248 of accounting services for \$51,936 in the current year. (2020: Pro bono of \$61,000)

Brannigans Consulting Limited provided \$40,100 in pro bono recruitment services in the current year. (2020: \$nil)

PwC provided \$15,600 of statutory audit services for \$14,500 in the current year. (2020: \$15,000 audit services provided for \$7,500)

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.

	2021	2020
6. Administration Expenses		
Accounting / Finance	41,258	50,556
Audit Fees	14,500	7,500
Amortisation	10,995	21,989
Depreciation	1,034	2,284
Insurance	3,588	3,323
Interest Expense	30	108
Legal Expenses	9,290	37,544
Other Administration Expenses	50,887	81,267
Salaries	394,891	430,546
Subscriptions	13,362	13,245
Total Administration Expenses	539,835	648,362

	2021	2020
7. Operating Expenses		
Advertising	4,850	19,957
Marketing	31,962	22,720
Other Operating Expenses	15,306	21,826
Rent	21,640	24,626
Travel	6,141	16,570
Total Operating Expenses	79,899	105,699



Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2021

	2021	2020
8. Direct Costs		
Diaspora Programme	-	10,223
Distributions	2,826,413	10,288,557
Events	53,112	-
Stronger Greener Christchurch Expenses	25,002	-
Thinker In Residence Expenses	-	19,832
UK Establishment Costs - Note 15	16,340	10,261
US Establishment Costs - Note 15	577	-
Vital Signs Research Project Expenses	15,929	80,330
Total Direct Costs	2,937,373	10,409,203

	2021	2020
9. Cash and Cash Equivalents		
ANZ - 00 Account (Opex)	11,832	15,609
ANZ - 01 Account (OPOC Fund)	100,456	345,226
ANZ - 02 Account (Education Fund)	1,659,489	1,627,246
ANZ - 00 Account (General Fund)	313,645	-
Blackbaud Merchant Services	148	-
Credit Card - Staff	173	-
Petty Cash	25	10
TSB - 00 Account (Opex)	208,208	302,606
TSB - 80 Account	-	387,434
Total Cash and Cash Equivalents	2,293,976	2,678,131

	2021	2020
10. Accounts Receivable		
Brannigans Consulting Limited	-	1,438
ChristchurchNZ Limited	-	1,150
Meridian Energy Limited	115,000	-
Mondelez International	5,750	-
Westpac	11,500	-
Total Accounts Receivable	132,250	2,588





Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2021

	2021	2020
11. Accrued Expenditure		
Accounting Fee	-	5,500
Accrued Salary	8,862	6,672
Admin - Our People, Our City	-	6,000
Admin - Stronger Greener Christchurch	4,167	-
Audit Fee	14,500	7,500
Bonuses - Note 15	-	32,584
Holiday Pay	6,111	18,937
Vital Signs Research Project Expenses	6,850	-
Project Costs	-	25,421
Telephone & Internet	209	378
Total Accrued Expenditure	40,699	102,992

12. Contingent Liabilities

There are no contingent liabilities at year end (2020 : \$Nil)

13. Operating Expense Commitments

There are no operating expense commitments as at 30 June 2021 (2020: \$20,315 commitments for Vital Signs Project).

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. (2020: \$2,000 per month)

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:

	2021	2020
Remuneration Summary		
Total Remuneration	211,484	221,192
Number of Persons	1	1

In the 2021 financial year, the CEO and the Trustees agreed to remove the bonus component from the CEO's remuneration package, effective 1 July 2020.



Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2021

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.

	2021	2020
Income and Expenditure		
Income		
Donation	4,674	4,461
Sponsorship	8,000	16,250
Stationery	-	248
Corporate Events	-	200
Total Income	12,674	21,159
Expenses		
Administration Expenses - Sports Inclusivity	(1,395)	-
Recruitment Fees	(820)	-
Total Expenses	(2,215)	-
Net Income (Expenditure)	10,459	21,159

During the year the Foundation incurred the following expenses from Simpson Grierson. Hugh Lindo (Trustee until 10/02/21) is a partner of Simpson Grierson.

	2021	2020
Expenses		
Legal Expenses	9,290	33,885

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.

	2021	2020
Expenses		
UK Establishment Costs	16,340	10,261
US Establishment Costs	577	-
Total Expenses	16,917	10,261



Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2021

The Mayor of the Christchurch City Council ("CCC"), Lianne Dalziel, and her deputy, Andrew Turner, make up two of the seven Trustees at The Foundation and therefore CCC and The Foundation are considered to be related parties. This relationship also existed in 2020 but the disclosures were only made on grants received from the CCC. This disclosure is being corrected to include the expenses incurred with the CCC for 2021 and the comparative period as follows:

	2021	2020
Income and Expenditure		
Income		
Donations	75,438	-
Grants	540,000	600,000
Total Income	615,438	600,000
Distributions		
Distributions	353,500	700,000
Total Distributions	353,500	700,000
Net Income (Expenditure)	261,938	(100,000)

During the 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 is a Trustee of The Christchurch Foundation and the RDBPT.

	2021	2020
Income and Expenditure		
Income		
Donations	383,461	-
Fees For Service	1,952	-
Total Income	385,413	-
Expenses		
Transaction Fees	1,030	-
Distributions		
Distributions	382,431	-
Net Income (Expenditure)	1,952	-

16. Subsequent Events

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



Notes to the Financial Statements

The Christchurch Foundation For the year ended 30 June 2021

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

	2021	2020
Cashflow Reconciliation		
Surplus/(Deficit) for the year		
Surplus/(Deficit) for the year	(170,099)	(5,459,285)
Total Surplus/(Deficit) for the year	(170,099)	(5,459,285)
Non-Cash Movements		
Amortisation	10,995	21,989
Depreciation	1,034	2,284
Total Non-Cash Movements Movements in Working Capital	12,029	24,273
Increase/(Decrease) in payables	(106,069)	(1,460,043)
Increase/(Decrease) in GST Payment	16,938	(2,815)
(Increase)/Decrease in Receivables	(136,956)	183,473
Investment Income	(17,476)	(77,822)
Total Movements in Working Capital	(243,563)	(1,357,207)
Net Cash Flows from Operating Activities	(401,633)	(6,792,219)

18. Intangible Assets

	2021	2020
Website		
Opening Book Value	21,989	43,978
Current Year Amortisation	(10,995)	(21,989)
Total Website	10,994	21,989

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 2021

19. Equity

	\$
2021	
Opening Balance	2,432,167
Current year movement	
Administration funds	55,316
Endowment funds	5,244
Pass through funds	(230,659)
Total Current year movement	(170,099)
Balance as at 30 June 2021	2,262,068
2020	
Opening Balance	7,891,452
Prior year movement	
Administration funds	(11,734)
Endowment funds	4,164
Pass through funds	(5,451,715)
Total Prior year movement	(5,459,285)
Balance as at 30 June 2020	2,432,167

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.

20. Provision for Conditional Donation

In the year ending 30 June 2021 the Foundation received a conditional donation of \$2,071,172. The Foundation utilised \$2,050,000 of this donation for the specified purpose by 30 June 2021 and the remaining \$21,172 has been recognised as a liability at year end. (2020: \$30,750.)

21. 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

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 Foundation as at 30 June 2021, its financial performance and its cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime.

What we have audited

The Foundation's financial statements comprise:

- the statement of financial position as at 30 June 2021;
- 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 significant accounting policies and other explanatory information.

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.

Independence

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) (PES 1) issued by the New Zealand Auditing and Assurance Standards Board and the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for 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.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this auditor's report.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we 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.



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/assurance-standards/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 Simon Kirkpatrick.

For and on behalf of:

Chartered Accountants
14 December 2021

Christchurch

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