



Annual Financial Report

Community Wellbeing North Canterbury Trust
For the year ended 30 June 2023

Prepared by Canterbury Education Services (CES) Ltd

Contents

3	Directory
4	Statement of Service Performance
6	Statement of Comprehensive Revenue and Expenses
7	Statement of Changes in Net Assets/Equity
8	Statement of Financial Position
9	Statement of Cash Flows
10	Notes to the Financial Statements
20	Independent Audit Report

Directory

Community Wellbeing North Canterbury Trust For the year ended 30 June 2023

Nature of Business

Provision of Community, Educational and Social Services in North Canterbury

Address

200 King Street,
Rangiora 7400

IRD Number

60-339-643

Charities Registration Number

CC20409

Trustees

Tsarina Dellow - Chair

Dean Logan - Deputy Chair

Brian Davey

Kim Manahi

Martin Pinkham

Mary Sparrow

Nikki Mealings - Waimakariri District Council Representative

Pauline White - Hurunui District Council Representative

Sam Jones

Susan Mowat

Independent Auditor

Ashton Wheelans Limited

Accountant

Canterbury Education Services Society Limited

Bankers

Westpac Banking Corporation

Statement of Service Performance

Community Wellbeing North Canterbury Trust

For the year ended 30 June 2023

Description of Entity's Outcomes based on our Annual Client Feedback Survey.

Summary

- 156 responses were received this year, (up from 111 and 86 in previous years) for CWNCT services of KCS Food Bank, Mana Ake, Family Social work, Restorative Justice, Next Steps and New Start, Transition Kaimahi and Manu Ka Rere. New inclusions this year are Parenting groups, Wellbeing Coordinator, Parent Drop In, Volunteer Drivers and Women into Work. The survey now tracks a total of 13 services.
- The survey has multiple access points – website, mobile phone, paper forms and email.

Feedback

One:

97%

Clients were invited to rate how satisfied they were with the service and support they and their whānau received. 151 out of 156 of respondents ticked satisfied or very satisfied. This is an increase from 94% last year.

Two:

“What do you think the service did well?” 104 anecdotal responses were received, which is the same as the previous year. Below is a sample:

- So professional and knowledgeable. If it is an area the Kaimahi is unfamiliar with, they will research and look for colleagues who will be able to help.
- Provided a space to share heavy feelings and thoughts without being judged.
- Knowing I'm not the only one going through this. I can deal with my child's anger more often and have learnt some ways to deal with it earlier. Thank you for the help.
- The service is extremely helpful in desperate times. I really appreciated all the help and support when in need.
- Very attentive to my child and other whānau. They understood my child well and aided in their growth.
- Well-structured with informed/open facilitators.
- I was very grateful for the wonderful service. Made to feel comfortable accepting help. Thankyou.
- Always prepared, on time and forming good relationships.
- Everything - availability, connection, partnership, protection, and participation.

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The above statement should be read in conjunction with the notes to and forming part of the financial statements.

Three:

See graph below for the last two years' results.

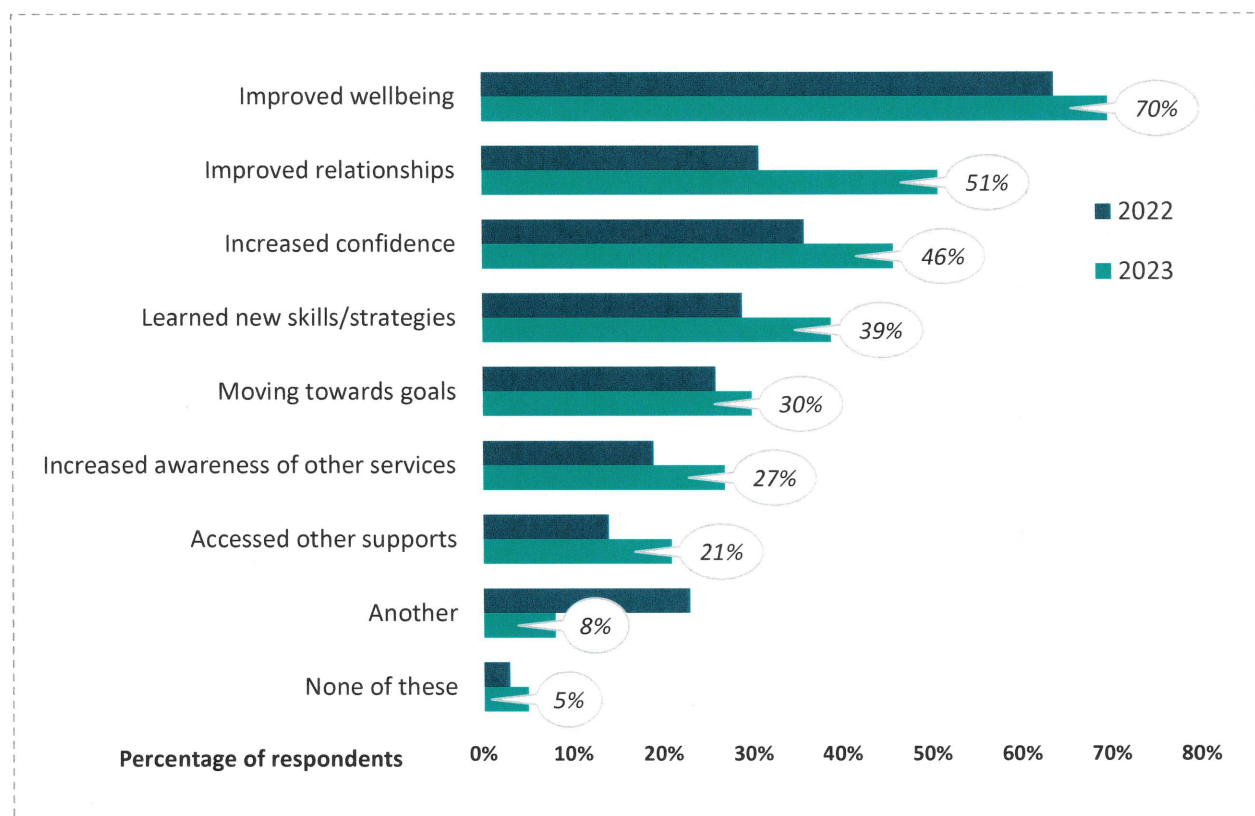
Clients were asked what had changed for them (and whānau) because of the service they received. They were invited to select any changes that applied.

All areas of positive change were responded to, with improved wellbeing, increased confidence and improved relationships recorded as the highest number of responses. Learning new skills and strategies was also rated highly.

The responses in Another (see graph below) included less homelessness, maintaining independent living, self-empowerment, and teachers noting the timeliness and regularity of support.

Last year several people answered Another with responses that were clearly Improved Wellbeing or Relationships, and Increased Confidence for example.

This year, some of those responses were allocated to the appropriate category, giving a more accurate result of change.



Other Highlights

Community Wellbeing North Canterbury Trust received a Prime Minister's COVID-19 Award in recognition of our service in support of the national COVID -19 response.

Statement of Comprehensive Revenue and Expenses

Community Wellbeing North Canterbury Trust
For the year ended 30 June 2023

	NOTES	2023	2022
Revenue			
Revenue from Non Exchange Transactions			
Government Contracts	5	1,990,587	1,860,285
Community Grants	5	772,346	606,539
Bequests		23,167	-
Donations	5	60,966	43,723
Other	5	22,799	12,359
Total Revenue from Non Exchange Transactions		2,869,865	2,522,906
Revenue from Exchange Transactions			
Sales & Services	5	74,634	89,721
Room Hire		19,409	25,664
Interest		22,844	6,015
Other		355	367
Total Revenue from Exchange Transactions		117,242	121,767
Total Revenue		2,987,107	2,644,673
Expenses			
Administration		250,573	192,089
Employment	5	2,262,363	1,931,905
Occupancy		69,391	86,432
Operating		443,523	404,943
Non Cash	5	84,319	42,373
Total Expenses		3,110,169	2,657,743
Surplus/(Deficit) for the Year		(123,062)	(13,070)

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

Statement of Changes in Net Assets/Equity

Community Wellbeing North Canterbury Trust
For the year ended 30 June 2023

	2023	2022
Movement in Accumulated Funds		
Opening Balance	740,288	753,359
Total Comprehensive Revenue and Expenses for the year	(123,062)	(13,070)
Accumulated Funds 30 June	617,227	740,288

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

Statement of Financial Position

Community Wellbeing North Canterbury Trust

As at 30 June 2023

	NOTES	30 JUN 2023	30 JUN 2022
Assets			
Current Assets			
Cash and Cash Equivalents	7	269,326	302,251
Receivables from Exchange Transactions		12,660	5,593
Receivables from Non Exchange Transactions		421,163	204,831
Prepayments		6,792	6,872
Investments (current)	8	433,374	425,485
Total Current Assets		1,143,315	945,032
Non-Current Assets			
Property, Plant and Equipment	9	267,719	321,437
Total Non-Current Assets		267,719	321,437
Total Assets		1,411,035	1,266,469
Liabilities			
Current Liabilities			
Accounts Payable	11	134,336	121,660
Employee Entitlements	10	180,341	134,638
Income in Advance - Non Exchange Transactions	19	479,131	269,882
Total Current Liabilities		793,808	526,180
Total Liabilities		793,808	526,180
Net Assets		617,227	740,288
Equity			
Accumulated Funds		617,227	740,288
Total Equity		617,227	740,288

Tsarina Dellow

Signer ID: J8VMOTHT11...

Tsarina Dellow – Chair

Date 21/09/2023

Dean Logan

Signer ID: KZVMNKTL11...

Dean Logan – Deputy Chair

Date 21/09/2023

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

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Statement of Cash Flows

Community Wellbeing North Canterbury Trust For the year ended 30 June 2023

	2023	2022
Cash flows from Operating Activities		
Cash was received from:		
Revenue from Non Exchange Transactions	2,862,781	2,598,850
Revenue from Exchange Transactions	94,831	148,582
Interest Received	15,344	3,816
Total Cash was received from:	2,972,956	2,751,248
Cash was applied to:		
Payments to Suppliers	(849,509)	(699,325)
Payments to Employees	(2,144,660)	(1,911,032)
Goods and Services Tax (net)	26,779	8,459
Total Cash was applied to:	(2,967,390)	(2,601,898)
Net cash from Operating Activities	5,566	149,350
	2023	2022
Cash flows from Investing Activities		
Cash was received from:		
Sale of property, plant and equipment	-	1,739
Total Cash was received from:	-	1,739
Cash was applied to:		
Purchase of Property, plant and equipment	(30,602)	(302,208)
Purchase of Investments	(7,890)	(2,771)
Total Cash was applied to:	(38,492)	(304,979)
Net cash from Investing Activities	(38,492)	(303,240)
	2023	2022
Movement in Cash and Cash Equivalents		
Net increase/(decrease) in cash and cash equivalents	(32,926)	(153,890)
Cash and cash equivalents at the beginning of the year	302,252	456,142
Cash and cash equivalents at the end of the year	269,326	302,252

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The above statement should be read in conjunction with the notes to and forming part of the financial statements.

Notes to the Financial Statements

Community Wellbeing North Canterbury Trust For the year ended 30 June 2023

1. Reporting Entity

Community Wellbeing North Canterbury Trust (the Trust) is domiciled in New Zealand and is a charitable organisation registered under the Charities Act 2005. The Trust is a public benefit entity for the purposes of financial reporting.

The financial statements have been prepared in accordance with the requirements of the Charities Act 2005.

2. Basis of Preparation

Statement of compliance

The financial statements have been prepared in accordance with the Charities Act 2005, which requires compliance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-for-Profit entities.

For the purposes of complying with NZ GAAP, the Trust is a public benefit, not for profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Board has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions. This was elected on the basis that the Trust's annual expenses for the preceding two years were between \$2 and \$30 million and it does not have public accountability.

3. Summary of Accounting Policies

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to both years presented in these financial statements.

3.1 Measurement basis

The financial statements are prepared on a historical cost basis.

3.2 Functional and Presentation currency

The financial statements are presented in New Zealand dollars (\$) which is the functional currency, rounded to the nearest dollar. There has been no change in the functional currency of the Trust during the year.

3.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits or service potential will flow to the Trust and the revenue can be reliably measured, regardless of when payment is being made. The following specific recognition criteria in relation to the Trust's revenue streams must also be met before revenue is recognised.

a) Revenue from Exchange Transactions

Exchange transactions are transactions where the Trust receives assets or services, or has liabilities extinguished, and directly gives approximately equal value (primarily in the form of cash, goods, services, or use of assets) to another entity in exchange. Revenue is recognised on an accruals basis when earned as follows:

Sale of goods

Revenue from the sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates. Revenue is recognised when it is due.

Rendering of services

Revenue from services rendered is recognised in proportion to the stage of completion of the transaction at balance date. Stage of completion is measured by when the services are to be provided. Amounts received in advance for services to be provided in future periods are recognised as a liability until such time as the service is provided.

Rental Revenue

Rental income is recognised when it is due.

Interest Revenue

Interest revenue is recognised as it accrues in surplus or deficit, using the effective interest method.

b) Revenue from Non-Exchange Transactions

Non-exchange transactions are those where the Trust receives an inflow of resources (i.e. cash and other tangible or intangible items) but provides no (or nominal) direct consideration in return.

Government Grants and Funding, Other Grants and Donations

Revenue is recognised when the Trust obtains control of the transferred asset (cash, goods, services, or property), and:

- it is probable that the economic benefits or service potential related to the asset will flow to the Trust and can be measured reliably; and
- the transfer is free from conditions that require the asset to be refunded or returned if the conditions are not fulfilled.
- Revenue is measured at the fair value of the assets (cash, goods, services or property) transferred to the Trust at the time of transfer.

To the extent that there is a condition attached that would give rise to a liability to repay the grant amount or return the granted asset, a deferred revenue liability is recognised instead of revenue. Revenue is only recognised when the Trust has satisfied these conditions.

Fundraising

The Trust's fundraising activities involve a range of initiatives. These include an online cash appeal and also supporting other local groups who fundraise on the Trusts behalf.

Each year the Trust runs a Christmas giving Programme and participates in an annual food drive, to help provide food for families through the Christmas holiday period. The Trust highly values sponsorship support from Hanmer Springs Thermal Pools & Spa, and MainPower North Canterbury.

Fundraising non-exchange revenue is recognised at the point at which cash is received.

Donated Assets

Where a physical asset is donated for nil consideration the asset received is recognised at fair value and the amount of the donation is recognised as non-exchange revenue. Assets vested in the Trust are recognised as revenue when control through ownership over the asset is obtained.

3.4 Financial Instruments

Financial assets and liabilities are recognised at amounts that represent a reasonable approximation of fair value, whether they are carried at cost or fair value. Fair value is determined by reference to active market trading, with gains or losses recognised in the surplus or deficit for the reporting period.

a) Financial assets

The Trust's main financial assets comprise cash and cash equivalents, short term investments, receivables from non exchange transactions, receivables from exchange transactions.

b) Impairment of financial assets

The Trust assesses at the end of the reporting date whether there is objective evidence that a financial asset is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset, and that the loss event(s) had an impact on the estimated future cash flows of that asset and can be estimated reliably. The amount of the loss (or subsequent reversal) is recognised in the surplus or deficit for the reporting period.

c) Financial Liabilities

The Trust's financial liabilities include trade and other creditors, employee entitlements, loans and borrowings and deferred income (in respect to grants whose conditions are yet to be complied with).

3.5 Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and in hand, and short term deposits with original maturity of 90 days or less and that are readily convertible to a known amounts of cash and which are subject to an insignificant risk of changes in value.

3.6 Short Term Investments

Short term investments comprise of term deposits which have a term of greater than three months and therefore do not fall into the category of cash and cash equivalents.

3.7 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 date of acquisition.

Depreciation is charged on a diminishing value basis at rates calculated to allocate the cost of the asset over its remaining useful life.

Assets	Rates
Buildings	13.5% - 25% DV
Plant and Equipment	15% - 50% DV
Office Equipment	14.4% - 48% DV
Motor Vehicles	26% DV

The assets residual values, useful lives and depreciation methods are reviewed and adjusted if appropriate at each year end.

3.8 Employee Benefits

Liabilities for wages and salaries (including non monetary benefits) and annual leave are recognised in surplus or deficit during the period in which the employee rendered the related services. The liabilities for these benefits are measured at the amounts expected to be paid when the liabilities are settled. These include salaries and wages accrued up to reporting date, annual leave earned to, but not yet taken at reporting date. Accumulating sick leave has not been expensed, as this is not a legal liability and the amount payable within 12 months of reporting date is unable to be reliably estimated. Expenses for sick leave are recognised when the leave is taken and are measured at the rates paid or payable.

3.9 Income Tax

As a charity the Trust is exempt from New Zealand income tax so no income tax expense has been provided for.

3.10 Goods and Services Tax (GST)

All amounts are recorded exclusive of GST, except for payables and receivables which are stated inclusive of GST (if any). The net GST paid to, or received from the IRD, including the GST relating to financing and investing activities, is classified as an operating cash flow in the statement of cash flows.

3.11 Leases

Payments on operating lease agreements, where the lessor retains substantially all the risks and benefits incidental to ownership of the leased item to the Trust are recognised as an operating expense on a straight-line basis over the lease term.

3.12 Foreign Currency Transactions

Transactions in foreign currencies are converted at the rate of exchange at the date of the transaction. The amounts shown in the financial statements are stated in New Zealand dollars and rounded to the nearest dollar.

At balance date any foreign currency monetary assets and liabilities are translated at the exchange rate at that date and any resulting exchange variations are included in surplus or deficit.

4. Use of Judgements and Estimates

The preparation of consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

The estimates and assumptions that may have a material impact on the carrying amounts of assets and liabilities within the next financial year include the following:

- Useful lives of Property, Plant and Equipment
- Impairment of Financial Assets
- Assessment of Unspent Grants and Contracts
- Deferred revenue recognition
- Fair value of financial instruments

	2023	2022
5. Income and Expenditure		
Government Contracts		
Mana Ake Travel Contribution	22,877	21,019
Ministry of Education	360,099	362,962
Ministry of Education - Equity	47,561	47,211
Ministry of Education - Targeted Funding	7,736	6,648
Ministry of Social Development	22,500	-
Ministry of Social Development Discretionary Funding	89,456	-
Ministry of Social Development Discretionary Funding SIQ	-	95,561
Ministry of Social Development Capability Fund	-	9,382
Ministry of Social Development Connectors	219,919	52,374
Ministry of Justice	126,083	122,429
Partnering for Outcomes	379,903	467,966
Te Ora Hou Ōtautahi	-	34,066
Te Whatu Ora	714,453	640,666
Total Government Contracts	1,990,587	1,860,285
Community Grants		
Aotearoa Gaming Trust	15,000	15,000
COGS Other	5,000	3,131
COGS Travel Hurunui	10,000	8,000
Community Pantry Contribution	-	11,709
Odyssey House Trust CHCH - Flexi Fund	5,877	2,144
Hurunui District Council	15,000	15,000
The Lion Foundation	3,957	-
The NZ Lotteries	205,059	230,000
Odyssey House Trust CHCH	267,286	137,182
Pegasus Health	-	12,600
Pub Charity	10,000	-
Rātā Foundation	125,837	78,330
Right Service Right Time	1,625	3,813
Sport Canterbury	-	4,800
SIQ Payments	20,416	-
Waimakariri District Council	87,290	84,830
Total Community Grants	772,346	606,539
Donations		
Donations	45,316	33,864
Hanmer Springs Thermal Pools & Spa	5,000	5,000
MainPower	10,000	-
Reparation Payments, Donations	650	4,458
Edmund Rice Foundation	-	400
Total Donations	60,966	43,723

	2023	2022
Other Revenue		
Ministry of Social Development Covid19 Wage Subsidy	8,400	-
Training and Transport Incentive Allowance	14,399	12,359
Total Other Revenue	22,799	12,359
Sales & Services		
Aoake te Rā	8,715	-
Associate Teacher Income/Professional Learning Income	568	613
Childcare fees	-	3,652
Other Revenue	-	1,580
Sponsorship	-	2,852
Te Kāhui Ako Kātote	442	-
Work and Income	64,909	81,024
Total Sales & Services	74,634	89,721
Employee Benefit Costs		
ACC	9,992	6,521
Health & Life Insurances	45,866	-
Kiwisaver	59,073	53,698
Relieving Staff	76,158	66,290
Staff training	8,022	9,138
Wages and salaries	2,050,019	1,783,560
Workforce Development	13,233	12,699
Total Employee Benefit Costs	2,262,363	1,931,905
	2023	2022
Non Cash Expenses		
Depreciation	84,319	38,701
Loss on disposal	-	3,672
Total Non Cash Expenses	84,319	42,373

	2023	2022
6. Ministry of Education Equity Funding		
Component A : Low Socio Economic	32,358	32,136
Component B: Special Needs	15,203	15,075
Total Ministry of Education Equity Funding	47,561	47,211

Karanga Mai Early Learning Centre received equity funding for the 12 months ended 30 June 2023 amounting to \$47,561. The centre is attached to the Karanga Mai Young Parents College.

Transportation is provided to enable young parents and their tamariki to attend the college and early learning centre, and also for community tamariki to enable participation. The early learning centre shares the cost of transport with the college. The early learning centre's share equated to \$36,532 for the year. The remaining \$19,451 from equity funding has been used to support initiatives aimed at increasing engagement, participation and empowerment of our young parents and our centre whānau. These have included home visits, facilitation of new born babies' groups, community outings, noho marae stay, transition programmes and distribution of food parcels.

Ministry of Education Support Grants for Provisional Registered Teachers:

Number of Support Grants received for Provisional Registered Teachers \$Nil

Value of Support Grants received for Provisional Registered Teachers \$Nil

	2023	2022
7. Cash and Cash Equivalents		
Cash on Hand	400	400
C1 Shared Services	2,040	500
C2 Shared Services	435	500
KCSC	330	1,014
KMELC Shared Services	331	500
Operating Account	121,125	163,919
Rangatahi Mentor eftpos	470	1,142
Saver PIE Fund	109,233	105,673
TL Clinical	500	500
TL Shared Services	1,973	1,000
Westpac Trust Account (CES)	32,490	27,104
Total Cash and Cash Equivalents	269,326	302,251

	2023	2022
8. Investments		
Westpac Investments	433,374	425,485
Total Investments	433,374	425,485

9. Property, Plant & Equipment

	Buildings	Plant & Equipment	Furniture & Fittings	Motor Vehicles	Total \$
Cost 1/07/22	226,891	87,008	46,281	81,608	441,788
Additions		16,686	4,874	10,426	31,986
Disposals				6,521	6,521
Cost at 30/06/23	226,891	103,694	51,155	85,513	467,253
Opening Accumulated Depreciation	27,900	29,804	23,787	38,860	120,351
Depreciation on Assets Disposed				5,137	5,137
Current Year Depreciation	49,727	16,585	5,445	12,562	84,319
Closing Accumulated Depreciation	77,627	46,389	29,232	46,285	199,533
Book Value as at 30/06/23	149,264	57,305	21,923	39,228	267,719

	Buildings	Plant & Equipment	Furniture & Fittings	Motor Vehicles	Total \$
Cost 1/07/21	11,517	54,657	42,806	74,226	183,206
Additions	216,695	53,770	20,951	12,165	303,581
Disposals	1,321	21,419	17,476	4,783	44,999
Cost at 30/06/22	226,891	87,008	46,281	81,608	441,788
Opening Accumulated Depreciation	11,021	43,015	37,467	30,100	121,603
Depreciation on Assets Disposed	1,263	19,607	15,672	3,411	399,953
Current Year Depreciation	18,142	6,396	1,992	12,171	38,701
Closing Accumulated Depreciation	27,900	29,804	23,787	38,860	120,351
Book Value as at 30/06/22	198,991	57,204	22,494	42,748	321,437

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	2023	2022
10. Employee Entitlements		
Holiday Pay provision	89,977	62,205
Wages Accrued	90,364	72,433
Total Employee Entitlements	180,341	134,638
	2023	2022

11. Accounts Payable

Accounts Payable	27,760	47,467
Accruals	15,831	14,725
PAYE Payable	48,125	43,246
GST	42,134	15,355
Westpac Creditcard J McInerney	440	383
Westpac Creditcard D Ryan	46	483
Total Accounts Payable	134,336	121,660
	2023	2022

12. Lease Commitments**Leases as lessee: commitments under non-cancellable operating leases at balance date were:**

Not later than one year	73,913	67,245
Later than one year but no later than five years	295,652	295,652
Greater than five years	140,000	213,913
Total Leases as lessee: commitments under non-cancellable operating leases at balance date were:	509,565	576,810

	2023	2022
Total remuneration	\$419,328	\$374,667
Number of persons (full time equivalent)	4	4

Remuneration and compensation provided to close family members of key management personnel

During the reporting period, total remuneration and compensation of \$Nil (2022 \$Nil) was provided by the Trust to employees who are close family members of key management personnel.

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14. Volunteer Services

We have a team of volunteers who assist in fundraising, running events and supporting services. Also, the Board of Trustees provide Governance oversight.

The value of volunteer services has not been included in the Statement of Financial Position or the Statement of Comprehensive Revenue & Expense.

During the year, volunteers donated an estimated 5,235 hours of their time (2022: 7,770) to the Trust.

15. Capital Commitments

There were no capital commitments at the reporting date. (2022:\$nil)

16. Contingent Assets and Liabilities

There are no contingent assets or liabilities at the reporting date. (2022:\$nil)

17. Events After Balance Date

The Trustees are not aware of any additional events after balance date that will materially affect the 2023 financial statements.

18. Going Concern

The Trust is reliant on the continued financial support of sponsorship, donations, grant funders and fundraising activities. The trustees are aware of the need to trade in a solvent manner and to continue to exhaust all available funding options. As at balance date the Trust is solvent with sufficient cash reserves to meet its ongoing commitments and obligations for the next twelve months.

19. Deferred Income

Liability is recognised for funding where unsatisfied conditions exist and funding exceeds costs. The liability is released to Statement of Comprehensive Revenue and Expense as costs are incurred to satisfy conditions on a straight line basis or when conditions have been fully met. There is a low risk that any funding would need to be returned as most agreements extend beyond 12 months.

	2023	2022
Ministry of Social Development deferred funding	384,768	-
Ministry of Justice deferred funding	42,000	-
Rata Foundation deferred income	49,584	208,087
Other Grants deferred income	2,779	61,796
	479,131	269,883

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Community Wellbeing North Canterbury Trust

Qualified Opinion

We have audited the financial report of the Community Wellbeing North Canterbury Trust (the Trust) on pages 4 to 19, which comprises the statement of financial position as at 30 June 2023 and the statement of service performance, the statement of comprehensive revenue and expense, statement of changes in net assets / equity and the statement of cash flows for the year ended 30 June 2023, and the statement of accounting policies and other explanatory information.

In our opinion:

- a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b) the financial report on pages 4 to 19 presents fairly, in all material respects:
 - the service performance for the year then ended; and
 - the financial position of the Trust as at 30 June 2023 and its financial performance and cash flows for the year then ended in accordance with Public Benefit Entity Standards - Reduced Disclosure Regime.

Basis for Qualified Opinion

Control over revenue from Donations on page 14 prior to be recorded is limited, and there are no practical audit procedures to determine the effect on this limited control.

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the statement of service performance in accordance with international standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Except for this matter & other than in our capacity as auditor we have no relationship with, or interests in the Trust.

Other Matter

This is the first year that the Trust is reporting in accordance with Public Benefit Entity Standards – Reduced Disclosure Regime. The Trust reported in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-for Profit) prior years, which was audited by us.

Trustees' Responsibilities for the Financial Report

The Trustees are responsible on behalf of the Trust for:

- a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- b) The preparation and fair presentation of the financial report on behalf of the Trust which comprises
 - the statement of service performance; and
 - the statement of comprehensive revenue and expense, statement of changes in net assets/equity, statement of financial position, statement of cash flows, statement of accounting policies and notes to the financial report in accordance with Public Benefit Entity Standards - Reduced Disclosure Regime, and
- c) for such internal control as the trustees determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Community Wellbeing North Canterbury Trust

Trustees' Responsibilities for the Financial Report (continued)

In preparing the financial report, the trustees are responsible on behalf of the Trust for assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the trust's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the trustees, and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable are relevant, reliable, comparable and understandable.

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



ASHTON WHEELANS LIMITED

Chartered Accountants
Level 2, 83 Victoria Street
Christchurch
21 September 2023