



The Champion Centre
Tairāhiki Tokoro

Champion Foundation Trust Performance Report

For the year ended 30 June 2021

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The Champion Centre
te moko tāuru

Champion Foundation Trust Entity Information

Legal Name: Champion Foundation Trust

Type: Registered Charitable Trust

Registration Number: CC39895

Purpose or Mission:

To benefit children with developmental delay or physical disabilities that compromise their development, and requiring early intervention.
We aim to give financial assistance to providers of services such as The Champion Centre.

Structure:

Charitable Trust, affiliated to The Champion Centre (Christchurch Early Intervention Trust).

The Trust Deed states that there will be no less than three (3) nor more than eight (8) trustees of which one (1) shall be appointed by the Christchurch Early Intervention Trust from time to time. Trustees are appointed for a four (4) year term. A Chairperson is elected from the Trustees.

Main Sources of Cash and Resources: Interest, donations, gifts, bequest and fundraising income.

Main Methods Used to Raise Funds: Donations requests and various fundraising activities.

Reliance on Volunteers:

The Trust relies on gifts of volunteer time and expertise to complete work in many essential roles such as governance, fundraising, administration and accounting.

Total voluntary hours per year are estimated to be 500 hours per annum. This is approximately 5:1 ratio to paid contractor hours per year

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300 Burwood Road
Christchurch 8083

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Christchurch 8140

Contact and Phone: Celia Barker +64 27 561 3249

Website: www.championfoundationtrust.co.nz



Champion Foundation Trust Statement of Service Performance For the Year Ended 30 June 2021

Outcomes that the trust is seeking to achieve:

1. Build a capital fund of over \$7,500,000, invested judiciously, the income from which is used to fund shortfalls in operating budgets at The Champion Centre.
2. Undertake various fundraising events each year, the number of which is to be determined by the fundraising committee.
3. Investigate additional sources of funding (e.g. Government Ministries) to gain extra support for the work of The Champion Centre.

Outcome measures:

1. Amount of the accumulated funds at year end and the amount provided to the Champion Centre. The Trust has accumulated funds of \$2,131,114 (2020 \$2,037,980). The sum of \$17,702.12 (2020 Nil) has been paid to the Champion Centre to assist with operational costs in the current fiscal year.
2. Fund raising events will be measured on both (net) direct receipts and the exposure of potential benefactors to The Champion Centre and to the Trust. One fundraiser was held during the reporting period, a Charitable Golf Tournament held in March 2021 raising \$27,825 (2020: \$5,600).
3. Diversity of investments and associated measures of risk. The Treasury Policy has been completed for the board and has been implemented. Investment opportunities with other financial institutions are currently being reviewed.
4. Level of government and community funding received by The Champion Centre. The Trust's role is that of an advisory in this task. Conversations have started at local levels with funding providers and iwi to understanding the cost of services provided, the beneficiaries and what options are available for funding.

Champion Foundation Trust Statement of Financial Performance For the Year Ended 30 June 2021

	Notes	2021	2020
Revenue			
Donations, Fundraising & Other Similar Revenue		98,472	46,350
Early Bird Sales		1,712	3,335
Interest		37,619	64,308
Total Revenue		137,803	113,993
Expenses			
Related to Fundraising		9,655	1,150
Other Expenses		9,625	15,079
Donated Books		7,687	2,990
Grants Made		17,702	-
Total Expenses		44,669	19,219
Gross Surplus		93,134	94,774
Transfer to Reserves			
Surplus		93,134	94,774

This statement should be read in conjunction with the Statement of Accounting Policies, Notes to the Performance Report and the Auditor's Report.





The Champion Centre
Tamariki Iolani

Champion Foundation Trust Statement of Financial Position As at 30 June 2021

	Notes	2021	2020
Assets			
Current Assets			
Bank Accounts		1,280,853	99,621
Debtors & Prepayments		10,934	14,752
Inventory		6,918	15,233
Current Investments		834,977	1,775,847
Total Current Assets		2,133,682	1,905,453
Non-Current Assets			
Investments		-	133,569
Total Non-Current Assets			
Total Assets		2,133,682	2,039,022
Liabilities			
Current Liabilities			
Creditors & Accrued Expense		2,568	1,042
Total Current Liabilities		2,568	1,042
Net Assets		2,131,114	2,037,980
Accumulated Funds			
Accumulated Surplus		1,976,114	1,882,980
Reserves		155,000	155,000
Total Accumulated Funds		2,131,114	2,037,980

Signed: _____

This statement should be read in conjunction with the Statement of Accounting Policies, Notes to the





Performance Report and the Auditor's Report

Champion Foundation Trust Statement of Cash Flows For the Year Ended 30 June 2021

	2021	2020
Cashflow from (to) Operating Activities		
Cash was received from		
Donations, Fundraising & Other Similar Revenue	98,472	46,350
Receipts from Providing Goods and Services	2,339	4,719
Interest Received	41,437	75,369
	142,248	126,438
Cash was applied to		
Payment to Suppliers	(18,210)	(16,218)
Net GST	457	(2,549)
Grants Supplied	(17,702)	-
	(35,455)	(18,767)
Net Cashflows from (to) Operations	106,793	107,671
Cashflows from (to) Investing & Financing Activities		
Cash was received from		
Maturity of Term Deposits	1,775,847	1,681,009
Cash was applied to		
Placement of Term Deposits	(701,408)	(1,740,178)
Net Cash Flows from (to) Investing Activities	1,074,439	(59,169)
Net Increase (decrease) in Cash at Bank	1,181,232	48,502
Opening Bank Balance	99,621	51,119
Closing Bank Balance	1,280,853	99,621

This statement should be read in conjunction with the Statement of Accounting Policies, Notes to the Performance Report and the Auditor's Report.





The Champion Centre
Tāwhiri Tōrora

Champion Foundation Trust Statement of Accounting Policies For the Year Ended 30 June 2021

Basis of Preparation of Performance Report

Champion Foundation Trust has elected to apply PBE SFR-A (NFP) public benefit entity simple format reporting – accrual (not for profit) on the basis that it does not have public accountability and has total annual expenses of less than \$2,000,000.

Measurement Base

Transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report has been prepared on the assumption that the Trust will continue to operate in the foreseeable future.

The Performance Report is presented in New Zealand dollars, rounded to the nearest dollar.

Specific Accounting Policies

GST

The Trust is not registered for GST. Registration ceased in February 2020. The figures in the Performance Report have been prepared inclusive of GST (if any).

Earlybird Books

In 2019 the Trust produced a book "Earlybird". During the year books were sold and also donated to NICU units around New Zealand. As at balance date the Trust holds books and artwork prints as inventory.

Income Tax

The entity is exempt from income tax.

Bank Accounts

Bank accounts in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

The Accounting Policies should be read in conjunction with the Notes to the Performance Report.





The Champion Centre
Tomariki Tolara

Champion Foundation Trust Statement of Accounting Policies For the Year Ended 30 June 2021

Changes in Accounting Policies

There have been no changes in accounting policies during the year under review.

The Accounting Policies should be read in conjunction with the Notes to the Performance Report.





Champion Foundation Trust Notes to the Performance Report For the Year Ended 30 June 2021

1. Revenue

All revenue recorded in the Performance Report is in the year that it is earned. As at balance date there were no donations received that had any conditions that are required to be met by the Trust prior to recognition of revenue (2020 Nil). Revenue has been derived from the following activities.

<u>Revenue</u>	2021	2020
Donations	70,646	40,750
Fundraising	27,826	5,600
Early Bird book and print sales	1,712	3,335
Interest Received	37,619	64,308
Total Revenue	137,803	113,993

2. Expenses

All expenses recorded in the Performance Report relate to the year that they were incurred. Expenses are classified into the following activities.

<u>Expenses</u>	2021	2020
Audit Fees	1,150	1,945
Charities Registration	51	44
Fundraising Expenses	9,655	1,150
General Expenses	2,412	5,504
Secretarial Services	6,012	7,586
Donated EarlyBird Book	7,687	2,990
Grants	17,702	-
Total Expenses	44,669	19,219

The Notes are to be read in conjunction with the Performance Report and Auditor's Report.





Champion Foundation Trust Notes to the Performance Report For the Year Ended 30 June 2021

3. Subsequent Events

There are no events that have occurred after balance date that would significantly affect this Performance Report.

4. Accumulated Funds

2021	Accumulated Surplus	Reserves	Total
Balance at Start of Year	1,882,980	155,000	2,037,980
Surplus	93,134	-	93,134
Balance at End of Year	1,976,114	155,000	2,131,114

2020	Accumulated Surplus	Reserves	Total
Balance at Start of Year	1,788,206	155,000	1,943,206
Surplus	94,774	-	94,774
Balance at End of Year	1,882,980	155,000	2,037,980

5. Donated Assets

There were no donated goods received in the financial year. (2020 The Trust received a laptop during the year. It has not been recognised as an asset in the statement of financial position.)

6. Related Party Transactions

During the year, the trust provided funding to the Christchurch Early Intervention Trust totalling \$17,702. (2020 Nil)

The Notes are to be read in conjunction with the Performance Report and the Auditor's Report.





Champion Foundation Trust Notes to the Performance Report For the Year Ended 30 June 2021

7. Commitments and Contingent Liabilities

As at balance date, the Trust has no contingent liabilities (2020: Nil)

8. Trust Equity

The Trust has four classes of Capital A, B, C and D

Class A: The Capital is to be held or invested on the terms set out in the Trustees Act 1956 with no capital distribution being made.

Class B: The Capital will be held on the same terms as Class A provided that after 50 years from the date of gift the capital will be transferred to the Default Class D.

Class C: The Capital is to be held on the same terms as Class B except that the Trustees are allowed to purchase one or more real estate properties to lease to Christchurch Early Intervention Trust on such terms as the Board sees fit (which need to be market terms).

Class D: (Default Class) The Capital is to be held on the presumption that the capital be preserved provided that if the Trustees unanimously agree to distribution or capital purchase will benefit the Christchurch Early Intervention Trust more than the retention of capital then a capital payment may be made.

As at 30 June 2021 \$5,000 of equity was included in Class A and \$150,000 held in Class B.

As at 30 June 2020 \$5,000 of equity was included in Class A and \$150,000 held in Class B.

The Notes are to be read in conjunction with the Performance Report and the Auditor's Report.





Champion Foundation Trust Notes to the Performance Report For the Year Ended 30 June 2021

9. Effects of Covid-19

On 11 March 2020 the World Health Organisation declared a global pandemic as a result of the outbreak and spread of COVID-19. Following this, on Wednesday 25 March 2020 the New Zealand Government raised its Alert Level to 4 (full lockdown of non-essential services) for an initial 4 week period.

Following the level 4 alert there has been an ongoing impact at each alert level on The Champion Foundation Trust. Our planned fundraising activities have had to be cancelled, (eg a golf tournament and a garden party) due to uncertainties as to what numbers can be hosted at any event, depending on which lock down level we will be in at any given date. In particular we have concerns as to the generosity of donors in the future, as the economic performance of NZ while its borders are locked is currently so uncertain.

Further, low interest rates on investments are affecting many donor's abilities to consider donations. Advice from professionals in the event fundraising space has been not to plan any large events as people do not have the appetite for them.

As COVID-19 is a developing situation, there remains uncertainty about the full financial impact it has on the Champion Foundation Trust. Economic uncertainties have arisen which are likely to negatively affect the operations and services of the entity.

It is important to be continually aware that there remains uncertainty due to the current border and other restrictions in place; that the economy is likely to be negatively affected, particularly after government subsidies are removed. The current undercurrent of business concern is such that most are 'tightening their belts', and as a result not making donations or providing sponsorship as generously as in past.

There are no major impacts from additional developments of COVID-19 that should be documented as non-adjusting events other than the ongoing effects of the current situation as described above.

Further the current low interest rates are negatively impacting the Foundation's investment results. This resulting lowered income will negatively affect the Foundation's ability to make grants and assist as much as it would like or have expected to do.

The Notes are to be read in conjunction with the Performance Report and the Auditor's Report.



AUDITOR'S REPORT

Opinion

We have audited the financial statements contained in the Performance Report of **Champion Foundation Trust**, a Charitable Trust and registered Charity, for the year ended 30 June 2021. These statements include the Statement of Financial Performance, Statement of Financial Position, Statement of Cash Flows, Statement of Accounting Policies and the Notes.

In our opinion the financial statements provide a true and fair view of the financial activities of **Champion Foundation Trust** for the year ended 30 June 2021 and their financial position at that date according to the reporting requirements for registered charities.

Note that the report also includes non-financial information, on which we express no opinion.

Basis for Opinion

We have taken guidance from New Zealand auditing standards ISA(NZ) in performing this audit in as much as they are applicable to small not-for-profit entities, and also considering the readability of this report for non-accountants.

An audit involves collecting and examining evidence about the numbers and other information presented in the financial statements. The auditor is striving for a very high degree of accuracy and therefore assurance. This also means that the information given in the statements must be *complete*, with no significant omissions that may mislead the reader of the Statements.

Audit procedures for an entity such as this may involve:

- Gathering evidence that both income and expenses include all transactions that relate to the reporting period (not just those paid within that period). Such evidence may include the organisation's internal processes and analysis of the organisation's transaction patterns.
- Gathering evidence that the presentation of the organisation's assets and liabilities is complete and that the numbers are stated in accordance with acceptable accounting practice.
- Verifying compliance with accounting standard PBE SFR-A (NFP), which is mandatory for this entity.
- Examining the assumption that the organisation remains in operation for at least 12 months after the end of this reporting year.
- Gathering evidence about activities or changes to the organisation that may impact a reader's opinion about their future financial activities and that would be reportable in the Notes, such as legal commitments, events that have disrupted the entity after Balance Date, or Related Party transactions.
- Examining whether the organisation has control over other entities that would require their financial information to be consolidated.

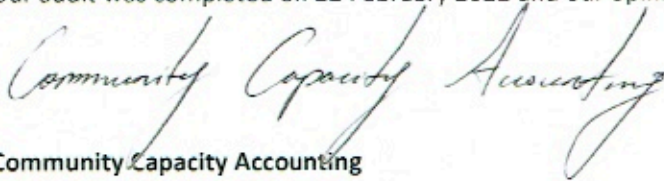
We have received sufficient and appropriate evidence to form an audit opinion. Other than in our capacity as auditor we have no relationship with or financial interest in the Trust.

Responsibilities

It is the responsibility of the organisation's Board of Trustees to ensure that financial statements are prepared, that give a true and fair view in accordance with the legal requirements. Ensuring that appropriate processes and procedures are in place to prevent misstatements from occurring through error or fraud are also their responsibility.

Our responsibility as an auditor is to seek credible evidence with regards to the numbers and related information contained in the financial statements, and to provide an opinion about the results of our audit. Professional ethics require us to approach an audit with a sceptical mind.

Our audit was completed on 22 February 2022 and our opinion is expressed as at that date.

A handwritten signature in cursive script that reads 'Community Capacity Accounting'.

Community Capacity Accounting

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