



Champion Foundation Trust Performance Report

For the year ended 30 June 2022

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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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Christchurch 8083

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Private Bag 4708
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 2022

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 \$2,118,899 (2021 \$2,131,114). The sum of \$14,212 (2021 \$17,702) 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. Due to the uncertainty around Government restrictions for Covid-19 no fundraisers were held during the reporting period.
3. Diversity of investments and associated measures of risk. The Statement of Policy Investment Policies and Objectives dated 14 April 2021, replacing the Champion Foundation Trust's Treasury Policy, has been completed for the board and has been implemented.
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.



The Champion Centre
Tamariki Toiora

Champion Foundation Trust Statement of Financial Performance For the Year Ended 30 June 2022

	Notes	2022	2021
Revenue			
Donations, Fundraising & Other Similar Revenue	8	140,500	98,472
Early Bird Sales		997	1,712
Interest		11,757	37,619
Dividends		9,942	-
Total Revenue	1	163,196	137,803
Expenses			
Related to Fundraising		-	9,655
Other Expenses		18,632	9,625
Donated Books		3,293	7,687
Fund Management Fees		5,308	-
Grants Made		14,212	17,702
Total Expenses	2	41,445	44,669
Gross Surplus		121,751	93,134
Unrealised Gain/(Loss) of Investment Funds	3	(133,966)	-
Surplus/(Deficit)		(12,215)	93,134

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 Financial Position As at 30 June 2022

	Notes	2022	2021
Assets			
Current Assets			
Bank Accounts		289,956	1,280,853
Debtors & Prepayments		11,650	10,934
Inventory		3,231	6,918
Current Investments		146,898	834,977
Total Current Assets		451,735	2,133,682
Non-Current Assets			
Jarden Management Fund	3	1,688,234	-
Total Non-Current Assets			
Total Assets		2,139,969	2,133,682
Liabilities			
Current Liabilities			
Creditors & Accrued Expenses		3,465	2,568
Funds received in Advance		17,605	-
Total Current Liabilities		21,070	2,568
Net Assets		2,118,899	2,131,114
Accumulated Funds			
Accumulated Surplus		2,097,865	1,976,114
Equity		155,000	155,000
Revaluation Reserve		(133,966)	-
Total Accumulated Funds	4	2,118,899	2,131,114

Signed: _____

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

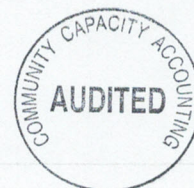




Champion Foundation Trust Statement of Cash Flows For the Year Ended 30 June 2022

	2022	2021
Cashflow from (to) Operating Activities		
Cash was received from		
Donations, Fundraising & Other Similar Revenue	158,105	98,472
Receipts from Providing Goods and Services	1,417	2,339
Interest Received	21,656	41,437
Dividends Received	9,942	-
	191,116	142,248
Cash was applied to		
Payment to Suppliers	(28,371)	(18,210)
Net GST	-	457
Grants Supplied	(14,212)	(17,702)
	(42,583)	(35,455)
Net Cashflows from (to) Operations	148,533	106,793
Cashflows from (to) Investing & Financing Activities		
Cash was received from		
Maturity of Term Deposits	834,977	1,775,847
Cash was applied to		
Placement of Term Deposits	(146,898)	(701,408)
Placement of Investment Funds with Jarden	(1,827,509)	-
	(1,974,407)	(701,408)
Net Cash Flows from (to) Investing Activities	(1,139,430)	1,074,439
Net Increase (decrease) in Cash at Bank	(990,897)	1,181,232
Opening Bank Balance	1,280,853	99,621
Closing Bank Balance	289,956	1,280,853

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 Accounting Policies For the Year Ended 30 June 2022

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

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 Trust 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.

Investments

The Trust has invested funds with Jarden Securities Ltd. The portfolio has been revalued at year end and the unrealised gain/(loss) recorded in Reserves.

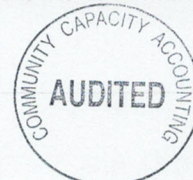
GST

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).

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 2022

1. Revenue

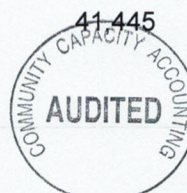
All revenue recorded in the Performance Report is in the year that it is earned. As at balance date there were no donations received that had any conditions that are required to be met by the Trust prior to recognition of revenue (2021 Nil). Revenue has been derived from the following activities.

<u>Revenue</u>	2022	2021
Donations	140,500	70,646
Fundraising	-	27,826
Early Bird book and print sales	997	1,712
Interest Received	11,757	37,619
Dividends	9,942	-
Total Revenue	163,169	137,803

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>	2022	2021
Audit Fees	387	1,150
Charities Registration	51	51
Fundraising Expenses	-	9,655
General Expenses	1,009	2,412
Secretarial Services	6,165	6,012
Philanthropy & Development Manager	11,020	-
Cost of Donated Earlybird Book Sales	3,293	7,687
Grants	12,212	17,702
Fund Manager Fees	5,300	-
Total Expenses	41,445	44,669



Champion Foundation Trust Notes to the Performance Report For the Year Ended 30 June 2022

3. Investments with Jarden

During the year the Trust has moved from investing funds in Bank Term Deposits to holding an Investment portfolio with Jarden Investment Security Ltd. The portfolio has been revalued at year end and the unrealised gain/(loss) recorded in Reserves.

Jarden Portfolio

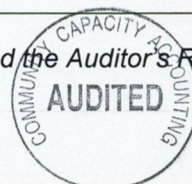
	2022	2021
Original Investment Portfolio	1,809,408	-
Interest Income	8,158	-
Dividends	9,942	-
Jarden Management Fee	(5,308)	-
Portfolio revaluation	(133,966)	-
Revalued Investment Portfolio	1,688,234	-

4. Accumulated Funds

2022	Accumulated Surplus	Equity	Revaluation Reserve	Total
Balance at Start of Year	1,976,114	155,000		2,131,114
Surplus	121,751			121,751
Unrealised Loss of Investment Funds transferred to Reserves			(133,966)	(133,966)
Balance at End of Year	2,097,865	155,000	(133,966)	2,118,899

2021	Accumulated Surplus	Equity	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

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 2022

5. Subsequent Events

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

6. Donations in Kind

During the year Mainfreight Limited have provided freight services of Early bird books to NICU wards throughout New Zealand. These freight services were provided free of charge. There were no other donated goods or services received in the financial year.

7. Related Party Transactions

During the year, the trust provided funding to an affiliated Trust (please refer to Page 2 of this report under "Purpose of Mission" and "Structure") totalling \$14,212. (2021 \$17,702)

8. Commitments and Contingent Liabilities

As at balance date, the Trust has entered into a printing contract for a second print of Earlybird books. An advance payment for printing of \$10,616 is included as Debtors and Prepayments in the accounts. The Trust has received funding from the Wright Family Foundation for the reprint of \$17,604.70. Any surplus from the reprint is to be repaid to the Wright Family Foundation.

During the Year the trust was donated \$40,000 from one donator with the provision that this amount would be forwarded on to the Christchurch Early Intervention Trust. These funds have been donated in the subsequent financial year.



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 2022

9. 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.

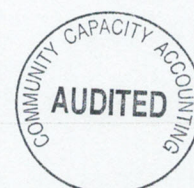
Class C: The Capital is to be held on the same terms as Class B except that the Trustees are allowed to purchase one or more real estate properties to lease to Christchurch Early Intervention Trust on such terms as the Board sees fit (which need to be market terms).

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 2022 \$5,000 of equity was included in Class A and \$150,000 held in Class B.

As at 30 June 2021 \$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 2022

10. 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.

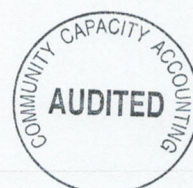
Given the uncertainty of government alert levels The Champion Foundation Trust has not planned fundraising activities during the year (due to uncertainties as to what numbers can be hosted at any event, depending on which lock down level we will be in at any given date).

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.

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.

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 2022. 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 2022 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.

The audit was completed on 28 November 2022 and our opinion is expressed as at that date.

Community Capacity Accounting

Community Capacity Accounting

info@commaccounting.co.nz