

Performance Report

The Catholic Foundation of the Archdiocese of Wellington
For the year ended 31 March 2019

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Entity Information

The Catholic Foundation of the Archdiocese of Wellington For the year ended 31 March 2019

Legal Name of Entity

Catholic Foundation of the Archdiocese of Wellington

Type of Entity and Legal Basis

Catholic Foundation of the Archdiocese of Wellington is a registered Charitable Trust under the Charitable Trusts Act 1957

Registration Number with DIA Charties

CC22242

Catholic Foundation of the Archdiocese of Wellington Objective

To assist with the carrying out of the religious, charitable or educational purposes of the Archdiocese of Wellington as determined from time to time by the Archbishop.

Entity Structure

The Foundation is governed by its members and administered by a Board of Trustees. Current Trustees are:

Cardinal John Dew
Robert Noble - Beasley (Chairman)
Francis Fanning (Vice Chairman)
Pat Sheehan (Treasurer)
Mary Brito
Judy Houlahan
Greg Kelly
Kate Mahony
Kevin O'Connor (resigned November 2018)
Henry Ward (resigned September 2018)

Kathy Whelan is the Foundation's Secretary

Main Sources of the Entity's Cash and Resources

The Foundation's primary source of funding is through investment income.

Additional sources of funding include:

- Bequests
- Donations

Physical Address

Catholic Centre
22-30 Hill Street
Thorndon
Wellington

Postal Address

PO Box 1937
Wellington

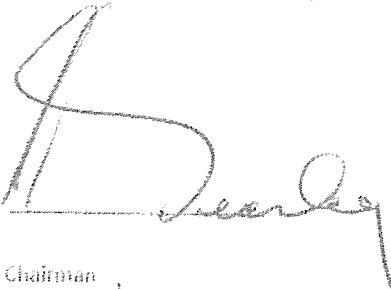
Approval of Financial Report

The Catholic Foundation of the Archdiocese of Wellington For the year ended 31 March 2019

The Trustees are pleased to present the approved financial report including the historical financial statements of The Catholic Foundation of the ADW for year ended 31 March 2019.

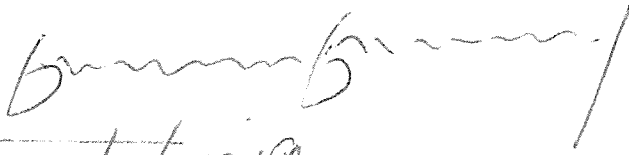
APPROVED

For and on behalf of the Trustees



Chairman

Date 4/6/2019



Trustee

Date 4/6/2019

Statement of Service Performance

The Catholic Foundation of the Archdiocese of Wellington For the year ended 31 March 2019

Description of Entity's Outcomes

The provision of an annual grant to the Archdiocese of Wellington to assist with its chaplaincies social services.

The provision of grants to organisations covering Catholic education, Catholic social services, youth development, the sick, aged, infirm, unemployed and those in need, hospices, Catholic religion orders, institutions, the training of priests, religious and lay persons to maintain and promote the teachings of the Catholic Church.

The provision of tertiary study scholarships annually to assist students in their first year of study with the possibility of further funding depending on performance.

The provision of refugee scholarships annually to students who are sons and daughters of refugees to New Zealand.

	2019	2018
Description and Quantification of the Entity's Outputs		
Number of grants made to Archdiocese of Wellington	1	1
Number of applications received for financial assistance	10	16
Number of grants made	7	11
	2019	2018

Scholarships

Number of Tertiary Study Scholarships applications received	-	23
Number of Tertiary Study Scholarships grants made	-	6
Number of Refugee Scholarship applications	-	3
Number of Refugee Scholarship grants made	-	3

Due to Government assistance now being available to first year tertiary students with course fees, it was decided that no scholarships would be awarded in the 2019 year.

The expenditure in the Statement of Comprehensive of Revenue and Expenses relates to:

- Payment of 2016 grants 5
- Payment of 2017 grants 4

Statement of Comprehensive Revenue and Expenses

The Catholic Foundation of the Archdiocese of Wellington
For the year ended 31 March 2019

	NOTES	2019	2018
Revenue			
Fees, subscriptions and other revenue from members	2	36,346	5,804
Interest, dividends and other investment revenue	2	1,251,241	897,196
Total Revenue		1,287,587	903,000
Less Expenses			
Loss on disposal of assets	3	36,900	50,428
Volunteer and employee related costs	3	25,029	23,858
Other Expenses	3	61,060	55,425
Total Expenses		122,989	129,712
Surplus before grants and donations made for the year		1,164,598	773,289
Less grants and donations made			
Grants and donations	3	292,340	325,962
Total grants and donations made		292,340	325,962
Surplus for the year		872,258	447,326

These financial statements have been audited, and should be read in conjunction with the accompanying Notes.

Statement of Financial Position

The Catholic Foundation of the Archdiocese of Wellington As at 31 March 2019

	NOTES	31 MAR 2019	31 MAR 2018
Assets			
Current Assets			
Cash and cash equivalents	4	253,020	465,743
Other Current Assets	4	1,651,140	1,757,879
Total Current Assets		1,904,160	2,223,621
Non-Current Assets			
Property, Plant and Equipment	6	333	670
Investments	4	10,754,431	9,484,562
Total Non-Current Assets		10,754,764	9,485,232
Total Assets		12,658,924	11,708,853
Liabilities			
Current Liabilities			
Payables & Accruals	5	88,902	11,090
Total Current Liabilities		88,902	11,090
Total Liabilities		88,902	11,090
Net Assets		12,570,021	11,697,763
Accumulated Funds			
Accumulated surpluses	7	12,570,021	11,697,763
Total Accumulated Funds		12,570,021	11,697,763

These financial statements have been audited, and should be read in conjunction with the accompanying Notes.

Statement of Cash Flows

The Catholic Foundation of the Archdiocese of Wellington For the year ended 31 March 2019

	2019	2018
Cash Flows from Operating Activities		
Fees, subscriptions, and other revenue from members	36,346	5,804
Rent/Property Expenses Recovered	3,875	25,834
Interest, dividends and other investment receipts	458,207	484,578
Payments to suppliers and employees	(59,280)	(69,808)
Donations and Grants	(290,954)	(323,759)
Volunteer and Employee related costs	(26,047)	(22,807)
Net Cash Flows from Operating Activities	122,147	99,842
Cash Flows from Investing and Financing Activities		
Disposal of investments	1,499,766	5,128,062
Acquisition of investments	(1,834,636)	(4,979,078)
Net Cash Flows from Investing Activities	(334,870)	148,984
Net Cash Flows	(212,723)	248,827
Cash and Cash Equivalents		
Cash and cash equivalents at beginning of period	465,743	216,916
Cash and cash equivalents at end of period	253,020	465,743
Net change in cash for period	(212,723)	248,827

Notes to the Financial Statements

The Catholic Foundation of the Archdiocese of Wellington For the year ended 31 March 2019

Statement of Compliance and Basis of Preparation

The Foundation 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 equal to or less than \$2,000,000 for the last two annual reporting periods. All transactions in the Performance Report are reported using the accrual basis of accounting. The Financial Statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$. The Performance Report is prepared under the assumption that the Foundation will continue to operate as a going concern in the foreseeable future.

1. Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of comprehensive revenue and expenses and financial position have been applied:

The Foundation has elected to adopt Tier 2 NFP PBE IPSAS 29 Financial Instruments; Recognition and Measurement Accounting Standard. Under the Standard financial assets (bonds, investments and shares) are classified at fair value through surplus or deficit, loans and receivables, held to maturity investments or available for sale financial assets.

Revenue Recognition

Revenue is accounted for as follows:

Donations

Donations are accounted for when received.

Interest and dividend income

Interest income is recognised on an accruals basis.

Dividend income is recognised when the dividend is paid.

Other Income

All other income is accounted for on an accruals basis and accounted for in accordance with the substance of the transaction.

Taxation

The Catholic Foundation of the Archdiocese of Wellington is a registered charity under the Charities Act 2005, and is exempt from tax.

Cash and Cash Equivalents

Cash and cash equivalents in the Statement of Financial Position comprise cash at bank and short term deposits with an original maturity of less than three months that are readily converted to known amounts of cash and which are subject to an insignificant risk of changes in value.

Goods and Services Tax

All amounts are recorded inclusive of GST. The Foundation ceased to be registered for GST from 1 April 2017.

Financial Assets at fair value through surplus or deficit

Financial assets at fair value through surplus or deficit include items that are either classified as held for trading or that meet certain conditions and are designated at fair value through surplus or deficit upon initial recognition.

Financial assets, designated as at fair value through profit and loss, are measured at subsequent reporting dates at fair value, which is the closing price of the exchange on which the investment is quoted. This is considered to be a reasonable approximation of fair value. Investments in managed funds are value at the closing price released by the investment manager.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, they are measured at amortised cost using the effective interest method, less any allowance for impairment.

Impairment of Financial assets

The Foundation assesses, at the end of reporting date, whether there is objective evidence that a financial asset or group of financial assets is impaired. A financial asset or 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 (a 'loss event') and the loss event has an impact on the estimated future cash flows of the financial asset.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed by adjusting the allowance amount. If the reversal results in the carrying amount exceeding its amortised cost, the amount of the reversal is recognised in surplus or deficit.

Financial Liabilities

The Foundation's financial liabilities include trade and other creditors and employee entitlements.

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit). Financial liabilities are not interest-bearing and are stated at their amortised cost.

Cash and Cash Equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in use.

Short Term Investments

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

Changes in Accounting Policies

There has been no change to the accounting policies and all accounting policies were applied consistently during the year.

	2019	2018
2. Analysis of Revenue		
Fees Subscriptions and other revenue from members		
Donations received	16,579	5,804

Bequests received	19,767	-
Total Fees Subscriptions and other revenue from members	36,346	5,804

Interest, dividends and other investment revenue

Dividends	160,785	164,886
Interest	295,156	314,685
Currency Fluctuations	303	(6,842)
Realised Profit on sale of assets	9,438	54,329
Unrealised Gain/(Loss) on Bonds held at Balance Date	75,493	44,023
Unrealised Gain/(Loss) on Shares held at Balance Date	710,065	326,116
Total Interest, dividends and other investment revenue	1,251,241	897,196

	2019	2018
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3. Analysis of Expenses**Loss on Disposal of Investments**

Realised Loss on Disposal of investments	36,900	50,428
Total Loss on Disposal of Investments	36,900	50,428

Volunteer and employee related costs

Board Meeting Expenses	734	483
Salaries	23,411	22,421
Superannuation (KiwiSaver) contributions	884	955
Total Volunteer and employee related costs	25,029	23,858

Other Expenses

ACC Levies	26	34
Accounting Fees	6,900	6,486
Accounting Software	-	493
Annual Meeting & Mass	579	430
Audit Fees	10,886	8,453
Bank Fees	50	50
Computer Expenses	684	673
Depreciation	337	82
General Expenses	-	26
Office Accommodation	1,777	1,693
Portfolio Management Fees	38,684	36,060
Postage	92	-
Printing and Stationery	161	133
Subscriptions	339	280
Telephone & Tolls	46	34
Website Maintenance	499	498
Total Other Expenses	61,060	55,425

Grants and donations

Archdiocese of Wellington Grant	250,000	250,000
Other Grants	15,340	21,894

Scholarships Paid	27,000	54,000
Scholarship Expenses	-	69
Total Grants and donations	292,340	325,962
	2019	2018

4. Analysis of Financial Assets

Loans and Receivables

Cash & Cash Equivalents

Westpac Call Account	22	22
Westpac Savings Account	59,937	197,881
Hobson Wealth Partners - AUD Call Account	38,157	127,771
Hobson Wealth Partners - Current Account	129,270	130,697
Hobson Wealth Partners - USD Cash Account	12,902	8,497
Hobson Wealth Partners - UK Cash Account	12,731	875
Total Cash & Cash Equivalents	253,020	465,743

Other Current Assets

Short-term Investments	1,616,119	1,717,021
Interest Accrued	35,021	36,982
GST Receivable	-	3,875
Total Other Current Assets	1,651,140	1,757,879

Total Loans and Receivables

	1,904,160	2,223,621
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Financial assets at fair value through surplus or deficit

Shares	4,998,391	4,293,016
Bonds	5,756,040	5,191,546
Total Financial assets at fair value through surplus or deficit	10,754,431	9,484,562

The short-term investments are term deposits held with CDF (\$1,616,119 - Last Year \$1,717,021).

The shares and bonds are actively managed by Hobson Wealth Partners and were valued as at 31 March 2019.

	2019	2018
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5. Analysis of Financial Liabilities

Creditors and accruals

Accounts payable	88,902	11,090
Total Creditors and accruals	88,902	11,090

	2019	2018
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6. Property, Plant and Equipment

Office Equipment

Opening Carrying Amount	670	98
Purchases	-	654

Current Year Depreciation and Impairment	(337)	(82)
Closing Carrying Amount	333	670
	2019	2018

7. Accumulated Funds

Opening Balance	11,697,763	11,250,437
(Deficit)/Surplus for the year	872,258	447,326
Total Accumulated Funds	12,570,021	11,697,763

8. Capital Commitments

The Foundation has no capital commitments as at 31 March 2019 (31 March 2018 - Nil).

9. Contingent Liabilities

The Foundation has no contingent liabilities as at 31 March 2019 (31 March 2018 - Nil).

10. Related Party Transactions

Description of Related Party Relationship	Description of the Transaction (in cash or in kind)	2019 Value of Transactions	2018 Value of Transactions	2019 Amount Outstanding	2018 Amount Outstanding
Pat Sheehan is a Board Member and also a Director at Kendons Chartered Accountants Ltd	Kendons Chartered Accountants Ltd provides accountancy services to the Foundation, charged at an agreed discounted rate	\$6,900	\$6,486	\$-	\$-
A close family member of a Board Member	Investment Management Services to the Foundation through their employment at Hobson Wealth Partners at discounted market rates	\$38,684	\$36,060	\$-	\$-

11. Events after Balance Date

There were no events that have occurred after balance date that would have a material impact on the Performance Report (31 March 2018 - Nil).