

Performance Report

Delta Community Support Trust
For the year ended 31 August 2022

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Entity Information

Delta Community Support Trust For the year ended 31 August 2022

Legal Name of Entity

Delta Community Support Trust

Entity Type and Legal Basis

Charitable Trust, Incorporated Society

Registration Number

CC 21084

Entity's Purpose or Mission

From our Deed of Trust:

3. CHARITABLE PURPOSES Within New Zealand:-

3.1 The Trustees shall:

(a) Provide the wider community in East Christchurch with opportunities to meet their emotional, physical, spiritual, social and emotional needs.

(b) Carry out such other charitable purposes within New Zealand as the Trustees shall determine.

Entity Structure

Delta Community Support Trust (DCST) is governed by a Board of Trustees. Trustees are elected annually at the AGM, elections overseen by the Canterbury Westland Baptist Association; the Association under which DCST was founded and developed for its services into the local community. From this church base the trustees have their governance, although DCST operates as a separate entity from the Baptist Association. The Trust Board has a maximum of eight trustees and a minimum of five. Trustees have the approval of the Canterbury Westland Baptist Association when nominated. At the AGM and auditor is appointed to audit the following years accounts and an Annual Report is given at that time for all stakeholders to view. The DCST Board employs a Chief Executive who in turn employs three managers and other staff to carry out the purposes of DCST. The three managers oversee the three departments: Community Development Services, Friendship Link, Evergreen Club. These three departments with help from the administration team see that the delivery of services is in line with the purposes of the Trust.

Main Sources of Entity's Cash and Resources

The majority of DCST's income is from Government contracts, notably with the Ministry of Health (for Friendship Link Services), Canterbury District Health Board (Evergreen Club) and Tertiary Education Commission (Adult Community Education within Community Development Services). These contracts are critical for the delivery of these specific services, but not for the continuance of the organisation as a whole. A significant proportion of the remaining income is from grants from other organisations, notably; Lotteries, Christchurch City Council, Rata Foundation and Dove Trust. There is also less significant sources of income from donations and interest.

Main Methods Used by Entity to Raise Funds

In addition to the above we engage in activities to raise funds such as:

1. trading income e.g. room rental, sales at our drop in café, meals for the elderly
2. regular and occasional donations.
3. Occasional fundraising

Entity's Reliance on Volunteers and Donated Goods or Services

Volunteers are an important part of our service delivery and we could not deliver the range of services we do without them. Volunteer work ranges from the work of our Board members to people who pack our bread and assist with our food bank, to volunteer gardeners who assist with the growing of produce for our meals and food bank, to people skilled in teaching English as a Second Language, who assist in these programmes. We have approximately 40 volunteers p.a. who last year provided 2,953 hours of service (2021:7,888). We also rely on the donation of foodstuffs from a range of organisations. Annually we estimate the value of this to be \$406,650 (2021:\$238,000).

Physical Address

101 North Avon Road, Richmond, Christchurch, New Zealand, 8013

Postal Address

Administration, PO Box 26091, North Avon, Christchurch, New Zealand, 8148



Approval of Financial Report

Delta Community Support Trust For the year ended 31 August 2022

The Trustees are pleased to present the approved financial report including the historical financial statements of Delta Community Support Trust for year ended 31 August 2022.

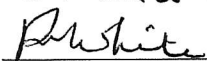
APPROVED



T Weir

Chairperson

Date 15-2-2023

Patricia White


Trustee

Date 15-2-2023

Statement of Service Performance

Delta Community Support Trust For the year ended 31 August 2022

Description of Entity's Outcomes

We seek to empower people in Richmond and wider Christchurch to participate fully in community life by assisting them to establish positive relationships and personal growth by meeting their social, emotional, physical, spiritual and educational needs by:

- **providing services to support these needs through our Community Development Services, such as:**

Foodbank

The Foodbank is a vital service in our surrounding community, providing last resort emergency food relief for over 1,500 individuals and families/whānau each year. We give out more than 3,000 food parcels, and more than 16,000 loaves of bread, buns, and muffins.

Budgeting and Advocacy

We understand the difficulty of budgeting when income is insufficient to cover everyday essentials or one-off expenses. Help is available for supporting the repayment of personal debt and/or with purchasing necessity household items. We can also advocate on behalf of people regarding benefit payments, housing and bills etc.

Community Meal and Café

Providing the opportunity for people in our community to share life together. On a Friday, for a generous-sized hot meal and dessert. Or enjoying a cuppa and baking, or light lunch in the warm, friendly atmosphere of our Monday Café.

Cultural Support for Migrants and Refugees

We work with those new to Aotearoa New Zealand, giving them the support, they need to get established and make themselves more at home here. Our programmes include ESOL Classes, and an international playgroup for mothers and their preschoolers.

- **providing services to include and empower all people with intellectual disability by encouraging participation and personal growth through our Friendship Link programme by:**

Facilitating friendship among their peer groups and within the wider community and providing everyday social opportunities and activities.

Our sessions and events are very well attended and there is ample opportunity for social experiences and to develop a variety of skills.

- **providing services for adults over 65 who are seeking additional support in improving and maintaining their current everyday life, health, and wellbeing through our Evergreen Club.**

The Evergreen Club embraces the aging process and sees it as an opportunity to make friends, learn a new activity, keep bodies nourished and supple, and keep minds active. Our caring team of well-trained and experienced staff keep the programme interesting and fun for members whilst fully monitoring their individual health, cognitive, and dietary needs.

This statement should be read in conjunction with the accompanying notes and the attached Independent Auditor's Report.

	2022 ACTUAL	2021 ACTUAL
Description and Quantification of the Entity's Outputs		
Number of client engagements to meet people's social emotional, physical and spiritual needs through our Community Development Services	39,808	26,085
Number of client engagements to meet people's educational needs through our Community Development Services	673	1,384
Number of client engagements to meet people's social emotional, physical and spiritual needs through our Friendship Link services for intellectually disabled adults	3,154	5,212
Number of client engagements to meet people's social emotional, physical and spiritual needs through our Evergreen Club for isolated adults over 65 years of age	4,370	4,983

Delta Community Support Trust has improved its recording of engagements with clients during the 2022 year and can count one client in several separate engagements across the different services the Trust provides.

This statement should be read in conjunction with the accompanying notes and the attached Independent Auditor's Report.

Statement of Financial Performance

Delta Community Support Trust For the year ended 31 August 2022

	NOTES	2022	2021
Revenue			
Donations, fundraising and other similar revenue	1	453,653	358,695
Revenue from providing goods or services	1	503,431	490,615
Interest, dividends and other investment revenue	1	1,021	1,206
Other revenue	1	2,145,455	15,161
Total Revenue		3,103,559	865,676
Expenses			
Volunteer and employee related costs	2	726,582	631,039
Costs related to providing goods or service	2	216,161	179,990
Grants and donations made		655	300
Other expenses	2	44,265	20,164
Total Expenses		987,663	831,494
Surplus/(Deficit) for the Year		2,115,896	34,183

This statement should be read in conjunction with the accompanying notes and the attached Independent Auditor's Report.

Statement of Financial Position

Delta Community Support Trust

As at 31 August 2022

	NOTES	31 AUG 2022	31 AUG 2021
Assets			
Current Assets			
Bank accounts and cash	3	185,308	196,098
Debtors and prepayments	3	57,422	51,294
Investments (current)	3	58,348	57,856
Other Current Assets			
Emergency Loans	3	3,693	7,950
Total Other Current Assets		3,693	7,950
Total Current Assets		304,771	313,198
Non-Current Assets			
Property, Plant and Equipment	4	34,704	46,200
Investments	3	2,120,819	-
Total Non-Current Assets		2,155,523	46,200
Total Assets		2,460,294	359,397
Liabilities			
Current Liabilities			
Creditors and accrued expenses	5	80,737	38,578
Employee costs payable	5	67,212	46,313
Unused donations and grants with conditions	5	91,297	169,403
Other current liabilities		400	350
Total Current Liabilities		239,646	254,645
Total Liabilities		239,646	254,645
Total Assets less Total Liabilities (Net Assets)		2,220,648	104,753
Accumulated Funds			
Accumulated surpluses or (deficits)			
Retained earnings/Accumulated funds		94,377	64,739
Current year earnings		2,115,896	34,183
Total Accumulated surpluses or (deficits)		2,210,273	98,922
Reserves			
Emergency Loan Fund		10,375	5,831
Total Reserves		10,375	5,831
Total Accumulated Funds		2,220,648	104,753

This statement should be read in conjunction with the accompanying notes and the attached Independent Auditor's Report.

Statement of Cash Flows

Delta Community Support Trust For the year ended 31 August 2022

	2022	2021
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	383,855	394,716
Receipts from providing goods or services	495,570	501,875
Payments to suppliers and employees	(891,804)	(840,732)
Donations or grants paid	(655)	(300)
Interest received	735	1,800
GST	(2,993)	2,801
Cash receipts from other operating activities	4,966	8,007
Net Cash Flows from Operating Activities	(10,327)	68,167
Cash Flows from Investing and Financing Activities		
Payment for property, plant and equipment	(4,096)	(16,709)
Payments to short term deposits	(491)	(1,528)
Receipts from sale of investments	-	57,173
Cash Flows from Other Investing and Financing Activities	4,124	137
ELF Loan Vicky Anderson	-	-
ELF Loan Vicky Anderson	-	-
ELF Loan Nicholas Hill	-	-
ELF Loan Nicholas Hill	-	-
The Delta Building Joint Venture	-	-
The Delta Building Joint Venture	-	-
Kiwibank Credit Card	-	-
Kiwibank Credit Card	-	-
ELF Loan Kylie Shannon	-	-
ELF Loan Kylie Shannon	-	-
ELF Loan Vanessa Chellem	-	-
ELF Loan Vanessa Chellem	-	-
Net Cash Flows from Investing Activities	(463)	39,072
Net Cash Flows	(10,790)	107,240
Cash and Cash Equivalents		
Cash and cash equivalents at beginning of period	196,098	88,858
Net change in cash for period	(10,790)	107,240
Cash and cash equivalents at end of period	185,308	196,098

Statement of Accounting Policies

Delta Community Support Trust For the year ended 31 August 2022

Basis of Preparation

The entity 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 equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

Delta Community Support Trust is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

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

Accounts Receivable

Accounts Receivable represents items that the Trust has issued invoices for or accrued for but has not received payment for at year end. Receivables are initially recorded at fair value and subsequently recorded at the amount the Trust realistically expects to receive. A receivable is considered uncollectable where there is objective evidence the Trust will not be able to collect all amounts due. The amount that is uncollectable (the provision for uncollectibility) is the difference between the amount due and the present value of the amounts expected to be collected.

Property, Plant and Equipment

Property, Plant and Equipment are initially recorded at cost. Historical cost includes expenditure directly attributable to the acquisition of the assets. Items costing less than \$500 are expensed immediately. All other assets are depreciated over their estimated useful lives on a mixture of straight line and diminishing value bases using rates approved by the Trust Board.

The entity has the following classes of Property, Plant and Equipment:

- Furniture, Fixtures and Equipment (10-60% Diminishing Value and 10-33% Straight Line Depreciation)
- Motor Vehicles (25-30% Diminishing Value and 25% Straight Line Depreciation)

Accounts Payable

Accounts Payable represent liabilities for goods and services provided to the Trust prior to the end of the financial year which are unpaid. They are recorded at the amount of cash required to settle those liabilities.

Recognition of Revenue

Income:

The Trust receives income from contractual funding agreements, grants and donations, services provided to clients and interest.

Contract income, grants and donations are recognised when the service is provided. Any grants received in advance of the service being provided where there is an obligation to money not yet spent are recognised as income in advance in the Statement of Financial Position until the conditions are fulfilled.

Interest is recognised using the effective interest method.

Donated Services Recognition

The work of the Trust is dependent on the unpaid services of many volunteers. Due to the difficulty in determining their value with sufficient reliability, donated services are not recognised in these financial statements.

Changes in Accounting Policies

There have been no changes in Accounting Policies during the annual reporting period other than those stated above.



Notes to the Performance Report

Delta Community Support Trust For the year ended 31 August 2022

	2022	2021
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Capital Grants	4,096	20,984
Donations Delta Inn	799	6,317
Donations Foodbank	7,031	6,450
Donations from Clients	1,205	2,868
Donations Xmas Hampers	3,000	-
Fundraising	589	896
General Donations	22,911	20,060
Grant North Avon Property Trust	-	16,267
Grants	408,145	247,310
Transport Donations	5,877	17,543
Bequests	-	20,000
Total Donations, fundraising and other similar revenue	453,653	358,695
Revenue from providing goods or services		
Client Income	24,287	35,888
EGL Income	14,610	22,729
Evergreen Club sale of leftover meals	1,109	1,883
Facilities Management	12,480	12,480
FL Young Adults Income	-	274
Footprints Cafe Income	1,135	2,199
Government Contracts	444,383	414,579
Rental Income	141	-
Wages reimbursement	5,287	567
Sale of Donated 2nd hand goods	-	15
Total Revenue from providing goods or services	503,431	490,615
Interest, dividends and other investment revenue		
Interest Received	1,021	1,206
Total Interest, dividends and other investment revenue	1,021	1,206
Other revenue		
Insurance Payouts	1,440	-
Transfer of 2/3rd NAPT's share in Delta Building Joint Venture	2,140,853	-
Sundry Income	3,162	15,161
Total Other revenue	2,145,455	15,161
	2022	2021
Grants Received included:		
Air Rescue Services Ltd	20,000	-
Alexander Harold Watson Charitable Trust	-	5,000
Anstiss Garland	-	2,500

Baptist Union of NZ - Tindall Foundation	-	11,368
Canterbury Westland Baptist Association	-	27,000
Christchurch City Council - Community Activation Fund	-	5,304
Christchurch City Council Linwood Central Heathcote Discretionary Response Fund	8,000	3,000
Christchurch City Council Papanui Innes Discretionary Response Fund	-	3,000
Christchurch City Council - Playgym Programme	-	6,000
Christchurch City Council Strengthening Communities	25,000	25,000
Christine Taylor Foundation	-	750
Community Organisation Grants Scheme	-	5,000
David Ellison Public Trust	2,000	2,000
Department of Internal Affairs - Ethnic Communities Development Fund	17,650	-
Dove Trust	10,000	10,000
F Thompson	4,000	4,000
Helen Stewart Royale Public Trust	5,000	7,963
John Ilot Charitable Trust	-	2,000
Kiwi Gaming Foundation	25,000	-
Lottery Covid-19 Community Wellbeing Fund	-	31,791
Manchester Unity Foundation	7,000	7,963
Ministry of Education	4,233	5,414
Ministry of Social Development - Community Capability and Resilience Fund	-	5,000
Ministry of Social Development - Community Food Response	12,250	14,000
Ministry of Social Development - Covid-19 Self-Isolation Food Support	72,300	-
Ministry of Social Development - Food Secure Communities	5,000	15,000
NZ Lottery Grant Board	45,000	45,000
Pub Charity Limited	20,000	-
Public Trust Frozen Funds	-	9,371
R O Dixey Public Trust	5,000	8,000
Rata Foundation - Community and Welfare	35,000	35,000
Rehabilitation Welfare Trust	1,000	-
Riccarton Rotary	-	2,000
St Joans Trust	4,500	-
Te Pou - Disability Workforce Development Grant	2,087	-
The Jansen Trust	-	2,000
The Lion Foundation	10,000	-
Von Burns Charitable Trust (Perpetual Guardian)	5,500	-
William Toomey Trust	-	1,000
	2022	2021

2. Analysis of Expenses

Volunteer and employee related costs

Wages and Salaries	714,089	608,916
ACC	1,864	1,839
Staff Training	508	7,136
Professional Supervision	1,015	1,580

	2022	2021
Other Staff & Governance Expenses	6,605	6,685
Volunteer Expenses	2,502	4,883
Total Volunteer and employee related costs	726,582	631,039
Costs related to providing goods or services		
Advertising and Publicity	785	1,452
Bank Fees	227	240
Cleaning	1,717	1,381
Client Activity and Programme Expenses	14,870	31,076
Client Food	14,610	14,860
Comms Expenses (phone, fax, internet)	3,600	2,736
Computer Expenses	15,491	13,971
Delta Inn food costs	107	179
Equipment Maintenance	918	480
Foodbank Purchases	10,462	2,643
Footprints Cafe Expenses	235	821
General Expenses	4	33
Insurance	10,122	10,409
Light, Heat and Power	264	13,609
Minor Asset Purchases (<\$500)	2,154	2,496
Printing, Postage and Stationery	10,993	10,612
Property Maintenance	46,461	1,707
Rent	64,304	58,500
Security and Fire	382	133
Subscriptions	345	1,036
Travelling Expenses	352	-
Vehicle Expenses	15,591	11,620
Xmas Hampers purchases	2,167	-
Total Costs related to providing goods or services	216,161	179,990
Grants and donations made		
An outgoing donation to another agency	655	300
Total Grants and donations made	655	300
Other expenses		
Audit Fees	3,669	3,588
Consultants and Advisors	4,970	734
Delta Building Joint Venture Share of Deficit	20,034	-
Depreciation	15,591	15,832
Loss on Disposal of Assets	-	10
Total Other expenses	44,265	20,164
	2022	2021

3. Analysis of Assets

Bank accounts and cash

Kiwibank Current	15,506	21
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	2022	2021
Kiwibank - EMERGENCY LOAN FUNDS	10,376	5,831
Westpac Current Acct	155,438	186,324
Westpac Online Saver Acct	63	66
Westpac Eftpos FL	645	760
Westpac Eftpos CDS	673	793
Westpac Eftpos EC	868	575
Cash on Hand	1,739	1,728
Total Bank accounts and cash	185,308	196,098
Debtors and prepayments		
Accounts Receivable	53,519	47,796
Prepaid Expenses	3,414	3,295
Accrued interest on term deposits	489	203
Total Debtors and prepayments	57,422	51,294
Investments		
The Delta Building Joint Venture	2,120,819	-
Westpac Term Deposit	58,348	57,856
Total Investments	2,179,167	57,856
Other current assets		
Emergency Loans	3,693	7,950
Total Other current assets	3,693	7,950

	2022	2021
4. Property, Plant and Equipment		
Furniture, Fixtures and Equipment		
Furniture, fixtures and equipment owned	105,833	101,737
Accumulated depreciation - furniture, fixtures and equipment	(77,535)	(69,724)
Total Furniture, Fixtures and Equipment	28,297	32,012
Motor Vehicles		
Vehicles owned	122,635	122,635
Accumulated depreciation - vehicles owned	(116,228)	(108,448)
Total Motor Vehicles	6,407	14,187
Total Property, Plant and Equipment	34,704	46,200

Property, Plant and Equipment:	Opening Carrying Amount	Purchases	Sales/Disposals	Current Year Depreciation	Closing Carrying Amount
2022					
Asset Class					
Motor Vehicles	14,186	-	-	7,779	6,405
Furniture, Fixtures and Equipment	32,015	4,096	-	7,810	28,299

Total	46,201	4,096	-	15,589	34,704
2021					
Asset Class					
Motor Vehicles	22,246	-	-	8,060	14,186
Furniture, Fixtures and Equipment	17,185	23,512	910	7,772	32,015
Total	39,431	23,512	910	15,832	46,201

2021

Significant donated assets recorded	Source and date of valuation
We were donated brand new fridge and freezer in October 2020.	Supplier's quote 06/08/2020

	2022	2021
5. Analysis of Liabilities		
Creditors and accrued expenses		
Business Credit Card	379	475
Accounts Payable	79,221	28,482
GST	1,137	9,535
Mastercard Business Card	-	87
Total Creditors and accrued expenses	80,737	38,578
Employee costs payable		
Leave Accrual	57,838	46,313
Wages accrued	9,374	-
Total Employee costs payable	67,212	46,313
Unused donations and grants with conditions		
Income Received in Advance	91,297	169,403
Total Unused donations and grants with conditions	91,297	169,403
Other current liabilities		
Bond Refundable	400	350
Total Other current liabilities	400	350
	2022	2021

6. Accumulated Funds

Accumulated Funds		
Opening Balance	104,753	70,570
Current year surplus/(deficits)	2,111,351	28,352
Reserves		

	2022	2021
Emergency Loan Fund	4,545	5,831
Total Reserves	4,545	5,831
Total Accumulated Funds	2,220,648	104,753
Total Accumulated Funds	2,220,648	104,753

7. Emergency Loan Fund

KIWIBANK ACCOUNT	2022	2021
Opening Balance	5,831	-
Plus-		
Donations	200	-
Interest	8	0
Transfer from Delta Baptist Church	80	5,761
Loan Repayments	5,468	70
	11,587	5,831
Less-		
Loans Made	1,211	-
Overpayments reimbursed	-	-
Bank fees	-	-
Closing Balance - 31 August	10,376	5,831
LOAN FUNDS ASSETS		
Kiwibank	10,376	5,831

Emergency Loan Fund - Funds set aside for Emergency Loans.

8. Delta Building Joint Venture Investment (67%)

Delta Building Joint Venture Investment (67%)	2022	2021
Transfer of 2/3rd NAPT's share in Delta Building Joint Venture	2,140,853	-
Less		
Delta Building Joint Venture Share of Deficit (2021)	13,604	-
Delta Building Joint Venture Share of Deficit (2022)	6,430	-
Total Delta Building Joint Venture Investment (67%)	2,120,819	-

In December 2021, the North Avon Property Trust has transferred its share in the Delta Building Joint Venture to the Delta Community Support Trust. The Delta Community Support Trust has acquired a 67% share in the Delta Building Joint Venture.

The value of the 67% share in the Delta Building Joint Venture is \$2,140,853. The equity method is used to account for the joint venture in the financial statements.

9. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 August 2022 (Last year - nil).

10. Events After the Balance Date

The Trustees are not aware of any matter or circumstance since the end of financial year, not otherwise dealt with within this report that has significantly affected or may significantly affect the operations of the Trust, the results of the operations or the state of affairs of the Trust.

11. Related Party Transactions

The Delta Community Support Trust leases premises from Delta Building Joint Venture (DBJV). The Delta Building Joint Venture is a joint venture between the Delta Community Support Trust and the Canterbury Westland Baptist Association (CWBA). The DBJV jointly own and assign management for the care and maintenance of the building side of North Avon Community Centre rented by DCST. An MOU exists for the relationship between the DBJV and Crossway, the owners of the other part of this North Avon Community Centre building. DCST also works closely with Crossway, not only to provide facilities management, but to share space in this common building.

Lease payments of \$63,000 were incurred during the year (2021: 58,500) to the DBJV.

Delta Community Support Trust has a balance due of \$42,742 at year-end to pay for the building maintenance costs to DBJV (2021: nil).

Facilities management income received from DBJV during the year was \$12,480. There was a balance due from Delta Building Joint Venture of \$1,196 at year-end (2021: \$1,196).

No grants have been made by North Avon Property Trust to Delta Community Support Trust as NAPT has been closed (2021: \$16,267). No grants have been received from CWBA (2021: \$27,000).

12. Commitments

The Trust has operating leases for its building and for a photocopier. The current year commitments for the building lease are \$63,000 and non-current commitments are \$63,000 for the period 2022-2023 (2021: \$58,500). The current year commitments for the photocopier lease are \$3,000 and non-current commitments are \$18,439 (2021: \$3,000 current and \$6,000 non-current).

13. Ability to Continue Operating

Delta Community Support Trust is reliant on ongoing funding support from grants and donations as well as the continuation of Canterbury District Health Board, Ministry of Health and Tertiary Education Commission contracts to remain a going concern. The Canterbury District Health Board contract held by the Evergreen Club was renewed on 1 July 2022 for one year until 30 September 2023. The Tertiary Education Commission contract held by our Community Development Services Department expires on 31 December 2022. The Trust has not received an indication that these contracts will not be renewed for a further term. The Ministry of Health contract held by the Friendship Link was renewed on 1 July 2020 for 5 years till 30 June 2025. It is envisioned that there will be government funding for this service, after this date. In addition to the contract we have some



individualised funding in the disability sector. The granting/contracting environment is however in a state of change, and we are uncertain as to the impact of this on us over time.

Delta Community Support Trust will continue to be contracted to provide the facilities management for the newly finished building connected to the DCST stage one development, providing extra working space for our developing work as well as some income.



INDEPENDENT AUDITOR'S REPORT

To the Trustees of Delta Community Support Trust
Report on the Performance Report

Opinion

We have audited the Performance Report of Delta Community Support Trust pages 3 to 20 which comprise the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 31 August 2022, statement of financial position as at 31 August 2022, statement of accounting policies and notes to the Performance Report. In our opinion:

- a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service activity are suitable.
- b) the accompanying Performance Report (containing the statements as specified in the opening paragraph) gives a true and fair view in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) standards issued by the New Zealand Accounting Standards Board.

Basis for Opinion

The audit of the entity information and statement of service activity were conducted in accordance with The International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised).

The audit of all other statements as listed in the opening paragraph were conducted in accordance with the International Standards on Auditing (New Zealand) (ISAs (NZ)).

Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Performance Report section of our report. We are independent of Delta Community Support Trust in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners 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.

Other than in our capacity as auditor we have no relationship with, or interests in Delta Community Support Trust

Responsibilities of the Trustees for the Performance Report

The Trustees are responsible 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 activity.
- b) the preparation and fair presentation of the Performance Report on behalf of the entity which comprises.
 - the entity information and statement of service performance.
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the Performance Report in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) standards issued by the New Zealand Accounting Standards Board.
- c) Such internal controls as the Trustees determine is necessary to enable the preparation of the Performance Report that is free from material misstatement, whether due to fraud or error.



- d) In preparing the Performance Report, the Trustees are responsible on behalf of Delta Community Support Trust for assessing the entity'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 or to cease operations, or have no realistic alternative but to do so.

Auditor Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the Performance Report 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 Performance 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 Performance 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 entity'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 Delta Community Support 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 Performance 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 Delta Community Support Trust to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Performance Report, including the disclosures, and whether the Performance Report represents the underlying transactions and events in a manner that achieves fair presentation.

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 our audit.

Smith and Jack Ltd

Bevan Smith

Director

16 February 2023

Christchurch

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