



COMCARE CHARITABLE TRUST
FINANCIAL STATEMENTS
For the Year Ended 30 June 2019

COMCARE CHARITABLE TRUST
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For the Year Ended 30 June 2019

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For the Year Ended 30 June 2019

The Trustees are responsible for ensuring that the financial statements give a true and fair view of the financial position of the Trust as at 30 June 2019 and its financial performance and cash flow for the year ended on that date.

The Trustees consider that the financial statements of the Trust have been prepared using appropriate accounting policies, consistently applied and supported by reasonable judgements and estimates and that all relevant financial reporting and accounting standards have been followed.

The Trustees consider that proper accounting records have been kept which enable, with reasonable accuracy, the determination of the financial position of the Trust and facilitate compliance of the financial statements with the Charities Act 2005.

The Trustees consider that they have taken adequate steps to safeguard the assets of the Trust and to prevent fraud and other irregularities.

The Trustees have pleasure in presenting the financial statements of Comcare Charitable Trust for the year ended 30 June 2019.

The Board of Trustees of Comcare Charitable Trust authorised these financial statements for distribution on 9 September 2019.

For and on behalf of the Trust.

D Griffiths
Chairperson

As at 30 June 2019

Principal Activity	Comcare contributes to the recovery of people who experience mental illness through the provision of quality community services, social housing, and by supporting mental health sector development.
Address	249 - 251 Lichfield Street Christchurch
Registered Office	251 Lichfield Street Christchurch Central Christchurch 8011
Trustees	Mr David Griffiths - Chairperson Mr Murray Hendy - Deputy Chair Assoc Prof Pauline Barnett Dr Richard Steane Mr Oliver Roberts Mr Peter Young Sandy Brinsdon
Chief Executive Office	Mr Martin Cole
Auditors	Nexia Audit Christchurch Level 4 123 Victoria Street Christchurch 8013
Solicitors	Trollope & Co PO Box 20 Christchurch 8140
Bankers	Westpac Christchurch
Charities Reg Number	CC10571

INDEPENDENT AUDITOR'S REPORT

To the Trustees of Comcare Charitable Trust

Opinion

We have audited the financial statements of Comcare Charitable Trust on pages 6 to 18 which comprise the statement of financial position as at 30 June 2019, and the statement of comprehensive revenue and expenses, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Comcare Charitable Trust as at 30 June 2019 and its financial performance and its cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditors Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the 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.

We are independent of the Trust. Our firm carries out other accounting services for the Trust in relation to the final presentation of the financial statements. The provision of these other services has not impaired our independence.

Responsibilities of the Trustees for the financial statements

The Trustees are responsible on behalf of the Trust for the preparation and fair presentation of the financial statements in accordance with Public Benefit Entity Standards Reduced Disclosure Regime, and for such internal control as those charged with governance determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 those charged with governance 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 statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 ISA's (NZ) 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 decisions of users taken on the basis of these financial statements.

Nexia Audit Christchurch.

Nexia Audit Christchurch
09 September 2019
Christchurch

COMCARE CHARITABLE TRUST
STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES



For the Year Ended 30 June 2019

	Note	2019 \$	2018 \$
Revenue from Exchange Transactions			
Canterbury District Health Board		5,609,730	5,342,961
Ministry of Social Development		1,239,796	1,886,378
Accommodation/Rental/IRRS		2,367,103	2,160,150
Interest Received		428	858
Other Operating Revenue		506,134	42,154
		<u>9,723,191</u>	<u>9,432,501</u>
Revenue from Non-exchange Transactions			
Ministry of Social Development - Conditional Capital Grant	9	378,000	378,000
		<u>378,000</u>	<u>378,000</u>
Total Revenue		<u>10,101,191</u>	<u>9,810,501</u>
Expenses			
Audit Fees		13,000	14,549
Interest Expense		47,273	52,081
Rental Expense		1,027,919	1,041,904
Wages		5,420,016	4,864,255
Other Operating Expenses		2,192,335	2,392,967
Depreciation	8	585,135	577,296
Net Loss /(Gain) on Disposal of Fixed Assets		186,286	525,635
Total Expenses		<u>9,471,964</u>	<u>9,468,685</u>
Total Surplus / (Deficit) for the Period		<u>629,228</u>	<u>341,816</u>
Other Comprehensive Revenue and Expense			
Net Increase /(Decrease) on Property Revaluation	8	1,068,847	-
Other Comprehensive Revenue and Expense for the Period		<u>1,068,847</u>	<u>-</u>
Total Comprehensive Revenue and Expenses for the Period		<u>1,698,074</u>	<u>341,816</u>

These financial statements should be read in conjunction with the Independent Auditor's Report and accompanying Notes.



COMCARE CHARITABLE TRUST
STATEMENT OF CHANGES IN NET ASSETS



For the Year Ended 30 June 2019

	Note	Asset Revaluation Reserve	Retained Surplus	Total Equity
	13 & 14	\$	\$	\$
Opening Balance 1 July 2018		4,908,526	18,536,923	23,445,449
Additions /(Decreases) for the Year		1,068,847	629,228	1,698,074
Transfers		-	188,000	188,000
Closing Equity 30 June 2019		<u>5,977,373</u>	<u>19,354,150</u>	<u>25,331,523</u>
Opening Balance 1 July 2017		5,682,797	17,420,836	23,103,633
Additions /(Decreases) for the Year		-	341,816	341,816
Transfers		(774,271)	774,271	-
Closing Equity 30 June 2018		<u>4,908,526</u>	<u>18,536,923</u>	<u>23,445,449</u>

These financial statements should be read in conjunction with the Independent Auditor's Report and accompanying Notes.



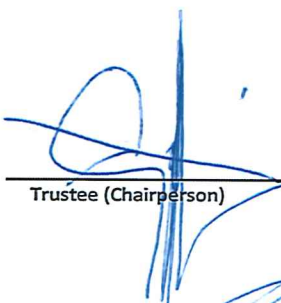
COMCARE CHARITABLE TRUST
STATEMENT OF FINANCIAL POSITION



As at 30 June 2019

	Note	2019 \$	2018 \$
ASSETS			
Current Assets			
Cash & Cash Equivalents	5	440,643	1,193,419
Receivables from Exchange Transactions	6	1,016,827	1,007,054
Prepayments	7	171,756	153,844
Total Current Assets		1,629,226	2,354,318
Non-current Assets			
Property, Plant & Equipment	8	26,445,394	23,663,158
Building Work in Progress	9	11,415	724,556
Total Non-current Assets		26,456,809	24,387,714
Total Assets		28,086,035	26,742,032
LIABILITIES			
Current Liabilities			
Payables	10	951,236	1,395,266
GST Payable		151,625	133,167
Current Portion of Long-term Borrowings	11(v)	634,887	122,295
Total Current Liabilities		1,737,748	1,650,728
Non-current Liabilities			
Advance Accommodation		60,000	44,460
Term Loans	11	677,000	1,321,631
Suspensory Loans	12	279,764	279,764
Total Non-current Liabilities		1,016,764	1,645,856
Total Liabilities		2,754,513	3,296,584
Net Assets		25,331,523	23,445,448
NET ASSETS/EQUITY			
Accumulated Funds	13	19,354,150	18,536,923
Asset Revaluation Reserve	14	5,977,373	4,908,526
Total Net Assets/Equity		25,331,523	23,445,448

For and on behalf of the Board of Trustees:



 Trustee (Chairperson)

9-9-19

 Date



 Trustee

9/9/19

 Date

These financial statements should be read in conjunction with the Independent Auditor's Report and accompanying Notes.



COMCARE CHARITABLE TRUST
CASH FLOW STATEMENT



For the Year Ended 30 June 2019

	Note	2019	2018
		\$	\$
<u>Cash Flows from Operating Activities</u>			
Receipts			
Receipts from Non-exchange Transactions		378,000	378,000
Receipts from Exchange Transactions		9,713,419	9,315,161
		<u>10,091,419</u>	<u>9,693,161</u>
Payments			
Payments to Suppliers		3,670,592	3,181,765
Payments to Employees		5,420,016	4,838,048
Interest Paid		47,273	52,595
		<u>9,137,881</u>	<u>8,072,408</u>
Net Cash Flows from Operating Activities		<u>953,538</u>	<u>1,620,753</u>
<u>Cash Flows from Investing Activities</u>			
Receipts			
Sale of Fixed Assets		56,489	281,405
Payments			
Purchase of Fixed Assets		249,483	322,616
Building Work In Progress		1,381,280	689,347
Net Cash Flows from Investing Activities		<u>(1,574,274)</u>	<u>(730,558)</u>
<u>Cash Flows from Financing Activities</u>			
Payments			
Loan Repayment		132,039	681,006
Net Cash Flows from Financing Activities		<u>(132,039)</u>	<u>(681,006)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents		(752,776)	209,189
Cash and Cash Equivalents at Beginning of Period		1,193,419	984,230
Cash and Cash Equivalents at End of Period		<u>440,643</u>	<u>1,193,419</u>

These financial statements should be read in conjunction with the Independent Auditor's Report and accompanying Notes.



COMCARE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

1 Reporting Entity

The reporting entity is Comcare Charitable Trust (the 'Trust'). The Trust is domiciled in New Zealand and is a charitable organisation registered under the Charities Act 2005.

These financial statements and the accompanying notes summarise the financial results of activities carried out by the Trust. The Trust contributes to the recovery of people who experience mental illness through the provision of quality community services, social housing, and by supporting mental health sector development.

These financial statements have been approved and were authorised for issue by the Board of Trustees on 9 September 2019.

2 Statement of Compliance

The financial statements have been prepared in accordance 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 Non-For-Profit entities. For the purpose of complying with NZ GAAP, the Trust is a public benefit 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 of Trustees 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 decision results in the Trust not preparing a Statement of Service Performance for both reporting periods.

3 Reporting Period

The current period financial statements and the comparative figures are prepared for 12 month periods ending 30 June.

4 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.

4.1 Basis of measurement

These financial statements have been prepared on the basis of historical cost except for land and buildings which are measured at fair value.

4.2 Functional and presentation currency

The financial statements are presented in New Zealand dollars (\$), which is the Trust's functional currency. All financial information presented in New Zealand dollars has been rounded to the nearest dollar.

4.3 Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Trust and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from exchange transactions - Government contracts revenue:

Revenue from government contracts relates to income received from Canterbury District Health Board (CDHB) and Ministry of Social Development (MSD) and is provided as funding for services the Trust provides relating to its purposes. Revenue is recognised in the period the services are provided.

Revenue from non-exchange transactions - Grant revenue:

Grant revenue includes grants given by other charitable and philanthropic organisations. Grant revenue is recognised when the conditions attached to the grant have been complied with. Where there are unfulfilled conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to revenue as the conditions are fulfilled.

Interest revenue:

Interest revenue is recognised as it accrues, using the effective interest method.

4.4 Volunteer Services

The value of services provided by volunteers is not recorded.

COMCARE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

4.5 Goods & Services Tax

The financial statements have been prepared so that all components are stated exclusive of GST with the exception of the following which are stated inclusive of GST:

Accounts Receivable and Accounts Payable

Social Housing - Accommodation receipts and expenses are exempt activities.

4.6 Loan & Receivables

Loan and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition, these are measured at amortised cost using the effective interest method, less any allowance for impairment. The Trust's cash and cash equivalents, receivables from exchange transactions, and receivables from non-exchange transactions fall into this category of financial instruments.

4.7 Cash and Cash Equivalents

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

4.8 Advance Accommodation

An amount forecasted by MSD to cover rent and bond advance that the provider had to pay up front to secure the flat. At the end of the three years contract, it is expected that this money will be returned to MSD, or the rent subsidy will not be invoiced for the amount of advance received (weeks).

4.9 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 the date of acquisition.

Depreciation is charged on straight line and diminishing value bases over the useful life of the asset, except for land. Land is not depreciated. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

Buildings	3 - 20% Diminishing Value and 2 - 3% Straight Line
Household Chattels	1- 50% Diminishing Value and 20% Straight Line
Office Furniture & Equipment	3 - 67% Diminishing Value and 3% Straight Line
Motor Vehicles	30% Diminishing Value

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefit or service potential embodied in the asset.

4.10 Leases

Payments on operating lease agreements, where the lessor retains substantially the risk and rewards of ownership of an asset, are recognised as an expense on a straight-line basis over the lease term.

4.11 Income Taxation

Due to its charitable status, the Trust is exempt from income tax.

4.12 Financial Instruments

Credit Risk

Financial instruments which potentially subject the Comcare Charitable Trust to credit risk principally consist of bank balances and accounts receivable.

5 Cash & Cash Equivalents

Cash and cash equivalents include the following components:

	2019	2018
	\$	\$
Westpac operating accounts	437,993	1,190,769
Petty cash	2,650	2,650
Total	440,643	1,193,419

COMCARE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

6 Receivables from Exchange Transactions

	2019	2018
	\$	\$
Trade debtors	950,873	932,130
Accrued income	696	6,733
Bonds paid	65,258	68,191
Total	1,016,827	1,007,054

7 Prepayments

	2019	2018
	\$	\$
Insurance (i)	148,455	133,003
Software licenses	23,301	20,841
Total	171,756	153,844

(i) Insurance: the total of AVON Insurance invoices for insurance coverage for period July 2019 to June 2020.

8 Property, Plant & Equipment

	2019	2018
	\$	\$
Land & buildings	25,940,341	23,125,613
Household chattels	4,425	5,364
Office furniture & equipment	201,011	230,997
Motor vehicles	299,618	301,184
Total	26,445,394	23,663,158

Land & Buildings

Cost	33,397,346
Accumulated depreciation	(10,271,734)
Carrying value at the beginning of the year	23,125,613
Additions	9,616,226
Disposals	(6,441,849)
Depreciation	(359,649)

Carrying value at the end of the year 25,940,341

Represented by:

Cost	26,749,067
Accumulated depreciation	(808,727)
Carrying value at the end of the year	25,940,341



COMCARE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

Household Chattels

Cost	32,297
Accumulated depreciation	(26,933)
Carrying value at the beginning of the year	5,364
Additions	-
Depreciation	(939)
Carrying value at the end of the year	4,425
Represented by:	
Cost	32,297
Accumulated depreciation	(27,872)
Carrying value at the end of the year	4,425

Office Furniture & Equipment

Cost	615,047
Accumulated depreciation	(384,049)
Carrying value at the beginning of the year	230,997
Additions	98,147
Disposals	(21,253)
Depreciation	(106,881)
Carrying value at the end of the year	201,011
Represented by:	
Cost	691,941
Accumulated depreciation	(490,930)
Carrying value at the end of the year	201,011

Motor Vehicles

Cost	827,847
Accumulated depreciation	(526,663)
Carrying value at the beginning of the year	301,184
Additions	151,337
Disposals	(35,236)
Depreciation	(117,666)
Carrying value at the end of the year	299,618
Represented by:	
Cost	943,947
Accumulated depreciation	(644,329)
Carrying value at the end of the year	299,618

Office Properties and Residential Properties as at 30 June 2019 have been disclosed at the latest valuation by an independent valuer (Ford Baker valuation report on 30 June 2019) based on their fair values. Accumulated depreciation date of valuation on revalued buildings is credited to Cost or Revaluation together with the revaluation increment or decrement.



COMCARE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

9 Building Work in Progress

	2019	2018
	\$	\$
Project 5		
25 Winsor Cres	-	650,279
99 Barrington St	-	48,214
5 Newmark St	-	26,064
Other Projects		
New Head Office	11,415	-
Total	<u>11,415</u>	<u>724,556</u>

Project 5: Includes the conversion of three older style properties into four one bedroom individual flats at each location. As at 30 June 2019 the work has been completed and the properties have been made ready for tenancing.

Other projects: On 12 July 2019 The Board signed a Sales and Purchase Agreement for a building at 334 Lincoln Road, Christchurch. This property will become the new centralised Head Office for Comcare. The expenses noted above relate to the preparatory work leading up to the purchase.

10 Payables

	2019	2018
	\$	\$
Trade creditors	384,458	675,464
Accrued expenses	310,278	298,609
Holiday pay accrued	225,734	265,428
Insurance recovery - buildings	15,107	15,107
Income received in advance (i)	6,229	131,229
D L Moore support fund	9,430	9,430
Total	<u>951,236</u>	<u>1,395,266</u>

(i) Income Received in Advance

Christchurch Methodist Mission: Funding of \$18,687 was received during the year. Of the total, \$6,229 relates to the financial year ending 30 June 2019 (2018: \$6,229).

Ministry of Social Development - Housing Support: Nil (2018: \$125,000)



COMCARE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

11 Term Loans

		2019	2018
		\$	\$
Housing New Zealand Corporation Housing Innovation Fund	(i)	189,000	201,000
RATA Foundation	(ii)	-	30,253
SF Housing Trust	(iii)	500,000	500,000
Westpac	(iv)	622,887	712,673
Total of borrowing		1,311,887	1,443,926
Less: current portion	(v)	(634,887)	(122,295)
Non-current term loans		677,000	1,321,631

(i) Lender: Housing New Zealand Corporation Housing Innovation Fund

2019	Facility 3	Total
	\$	\$
Term loan	300,000	300,000
Repayments to date	(111,000)	(111,000)
Balance 30 June	189,000	189,000

2018	Facility 1	Facility 2	Facility 3	Total
	\$	\$	\$	\$
Term loan	525,000	375,000	300,000	1,200,000
Repayments to date	(525,000)	(375,000)	(99,000)	(999,000)
Balance 30 June	-	-	201,000	201,000

Facility 3

A term loan of \$300,000 to assist in the construction of five one-bedroom units for persons with mental illness at Manchester Street, secured by way of mortgage over that property. Payment terms for the 25 year loan are monthly principal payments of \$1,000. Interest will commence 10 years after the date of the last drawdown (23 March 2010).

(ii) Lender: RATA Foundation

	2019	2018
	\$	\$
Funds drawdown	200,000	200,000
Repayments to date	(200,000)	(169,747)
Closing Balance	-	30,253

A term loan of \$200,000 to assist in the office conversion of the 249 Lichfield Street property in 2011, secured by way of mortgage over that property. The interest rate was 3% per annum with monthly repayments of \$1,931 over the loan term of 10 years. On 28 June 2019 the loan was discharged and paid off in full.



COMCARE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

(iii) Lender: SF Housing Trust

	2019	2018
Funds drawdown to date	\$ 500,000	\$ 500,000
Repayments to date	-	-
Closing Balance	500,000	500,000

Two loan facilities each totalling \$250,000 to assist with the purchase of the properties at 21 Bordesley Street and 1032 Colombo Street, secured by way of mortgage over those properties. The interest rate is 2% per annum with interest only payments over the loan term of 20 years and full principal repayment at the end of the term.

(iv) Lender: Westpac

2019	Loan 94	Loan 92	Loan 93	Total
	\$	\$	\$	\$
Funds drawdown	900,000	-	-	900,000
Repayments to date	(277,113)	-	-	(277,113)
Balance 30 June	622,887	-	-	622,887
2018	Loan 94	Loan 92	Loan 93	Total
	\$	\$	\$	\$
Funds drawdown	900,000	-	-	900,000
Repayments to date	(187,327)	-	-	(187,327)
Balance 30 June	712,673	-	-	712,673

Westpac loan	Loan 94	Loan 93	Loan 92	Loan 91
Commencement	22/09/2014	18/06/2014	4/12/2013	4/12/2013
Interest only period (12 months)	22/09/2015	18/06/2015	4/12/2014	4/12/2014
Maturity	22/09/2019	18/06/2029	4/12/2038	4/12/2038
Current available credit*	-	585,975	445,289	66,927
Interest rate	4.85%	5.25%	5.25%	5.25%

Westpac loans are secured by way of mortgage over the properties at 5 Newmark Street, 65A Tankerville Road, 19A Hillier Place, 5-7 Montreal Street and 351 Hereford Street.

The Board have recently confirmed their requirement to arrange a further financial facility to support the purchase of the new office building, this is noted for declaration purposes only as the final amount and terms are yet to be finalised.

*Loans 91, 92, and 93, with the total value of \$1.09 million dollars are available to the Trust to be used for future building work as required.

(v) Current Portion of Term Loans

	2019	2018
	\$	\$
HCNZ Facility 1	-	-
HCNZ Facility 2	-	-
HCNZ Facility 3	12,000	12,000
RATA Foundation	-	22,576
Westpac loan	622,887	87,719
Total	634,887	122,295



COMCARE CHARITABLE TRUST
NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

12 Suspensory Loans

Two suspensory loans of \$141,205 (Facility 1) and \$138,560 (Facility 2) were received from Housing New Zealand Corporation Housing Innovation Fund to assist in the construction of seven one-bedroom units for persons with mental illness. The suspensory loans are not recoverable by the lender, providing all obligations and undertakings set out in the loan agreement are met for 10 years.

13 Accumulated Funds

	2019	2018
Opening balance	\$ 18,536,923	\$ 17,420,836
Total comprehensive revenue and expense	629,228	341,816
Realised asset revaluation	188,000	774,271
Closing Balance	19,354,150	18,536,923

14 Asset Revaluation Reserve

	2019	2018
Opening balance	\$ 4,908,526	\$ 5,682,797
Revaluation reserve increases /(decreases)	1,068,847	-
Derecognition of disposed assets	-	(774,271)
Closing balance	5,977,373	4,908,526

15 Notes to the Cash Flow Statement

(a) Cash and Cash Equivalents

Cash and cash equivalents consist of petty cash and balances with Westpac.

(b) Reconciliation of Net Cash Flows from Operating Activities to Surplus

	2019	2018
Surplus	\$	\$
Net operating surplus	251,228	(36,184)
Grants received	378,000	378,000
Total surplus	629,228	341,816
Add/(deduct) Non-cash movements		
Depreciation	585,135	577,296
Net loss/(gain) on disposal (sale) of property	186,286	525,635
Add/(deduct) movements in working capital items		
Trade and other receivables	(9,772)	(117,340)
Prepayments	(17,912)	21,825
Trade and other payables	(437,884)	254,214
GST payable	18,458	17,308
Net Cash Flows from Operating Activities	953,538	1,620,754



COMCARE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS



For the Year Ended 30 June 2019

16 Financial Instruments

(i) Concentration of Credit Risk

In the normal course of business, the Trust incurs credit risk from trade debtors and transactions with financial institutions. The Trust has a credit policy which is used to manage this risk. As part of this policy, limits on exposures with counterparties have been set and approved by the Board of Trustees and are monitored on a regular basis. The Trust has no significant concentrations of credit risk.

The Trust does not require any collateral or security to support financial instruments due to the quality of financial institutions and trade debtors dealt with.

(ii) Fair Values

The estimated fair values of the Trust's financial assets and liabilities do not differ from the carrying values.

(iii) Term Liabilities

The fair value of the Trust's term liabilities is estimated based on current market rates available to the Trust for debt of similar maturity.

17 Contingent Assets and Liabilities

As all the funded building projects were completed during the reporting financial year, the Trust has no outstanding contingent liabilities related to the building projects (2018: Nil).

There were no contingent assets at balance date (2018: Nil).

18 Capital Commitments

At balance date the Trust had capital commitments of \$3,400,000 for the completion of the purchase of the New Head Office (2018: \$710,000).

19 Leases

As at the reporting date, the Board of Trustees has the following operating lease commitments in respect of premises and office equipment:

	2019	2018
	\$	\$
Less than 1 year	164,933	178,166
Between 1 and 5 years	100,000	92,372
More than 5 years	-	-
Total	264,933	270,538

20 Events After the Reporting Date

The Board of Trustees and management is not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly or may significantly affect the operations of the Comcare Charitable Trust (2018: Nil).

21 Related Party Disclosure

Related party transactions comprise remuneration to the key management personnel who are considered to be the Board of Trustees, together with the members of the senior management group of the entity as below:

	2019		2018	
	\$	FTE	\$	FTE
Senior management personnel compensation - short term benefits for employees	1,042,651	14	856,261	9
Board of Trustees	-	7	-	8
Total	1,042,651	21	856,261	17