



CONTENTS

Our Vision Our Mission	1
Trust Board	2
Chairperson's Report	4
Chief Executive's Report	5
Operations Report	6
Financial Statements	17

“Porirua Whanau Centre is seen as a ‘hub’ for the community, enhancing the health, social, education and economic well-being of our children and families”



Our Vision

To improve the ability of Whanau to be self-reliant.

Our Mission

To provide culturally appropriate and integrated services that complements and enhances the health, social, education and economic well-being of Whanau.



Board of Trustees

The Porirua Whanau Centre have an experienced, skilled and capable governance body that bring to the table a mix of business, cultural, professional and technical experience.



Mike Fermanis
Chairman

Mike has a strong background in Business Management and Education. For many years he has been involved in the management of training organisations with considerable expertise in Strategic Planning, Governance, Management and Human Resources. He is committed to the delivery of quality education within New Zealand.

Mike has a Bachelor of Business Studies, a Masters of Management along with a postgraduate Diploma in HR Management.

Mike is the current Chairman for the Porirua Whanau Centre Board of Trustees. Over the past 10 years he has also been on various Boards for many local community organisations who contribute to positive community development.



Reverend Tom Etuata
Deputy Chairman

Rev. Tom was born in Tuapa on the island of Niue. He and his wife have been in New Zealand since 1968 and have 6 children along with numerous grandchildren and great-grandchildren.

He has a Bachelor of Theology and is an ordained Minister in the Presbyterian Church of Aotearoa NZ. His background is in accountancy and he worked previously for Internal Affairs and Inland Revenue before entering the ministry.

Rev. Tom is actively involved in the Niuean Community and keeps up to date with issues relating to his Church as well as Social, Health, Education, Economic and Political issues.



Huperio Joe Tepania
Treasurer

Joe has been a resident of Porirua for over 45 years. He is of Ngapuhi descent and is the local Kaumatua for Mararoa Marae.

He has lived and worked in the wider Wellington Region both within the Public and Private Sector. He is currently actively involved with the business sector in Porirua as a Business Owner. Joe has been active member of the Cannons Creek & wider Porirua Community for many years and has been involved in a number of community development projects.

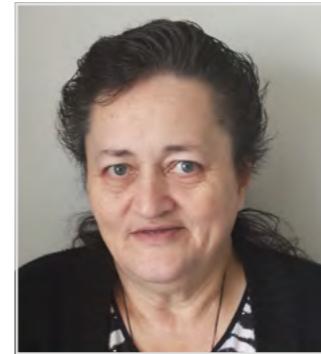
He is proud to be part of the Porirua Whanau Centre Board of Trustees.



Paula Strickland
Secretary

Paula has lived and worked Porirua all her life. She has a diverse background with a Bachelor of Social Work, a Diploma in Broadcasting and a Bachelor of Nursing (Pacific). She is currently working as a Social Worker and strives to support and empower the community on a daily basis.

Pacific music and performing arts are an everyday part of life for Paula and her family. She is involved in contributing to the community in many different aspects including church, the Cook Islands and Samoan cultural dance groups, broadcasting and her experience in the NGO sector.



Kathleen (Poppy) Daymond

Poppy has lived and worked in Porirua for 20 years. For the past 15 years she has been involved with the Opportunity Centre in Cannons Creek, during which time she introduced numerous programmes for the benefit of youth in the community.

In 2010 Poppy received a Civic Award from the Porirua City Council acknowledging her work in the community, her contribution to the Cannons Creek Community has been longstanding.

She has previously been involved with teaching youth Te kanga Maori and has delivered workshops on the art of making the Korowai.

Poppy has been a Porirua Whanau Centre Board of Trustee for many years.



Jackie Mayne

Jackie has a strong background in community and public health. She began her career in the UK in community dental, developing and delivering a multi-agency approach to addressing oral health for more than 15 years before progressing into public health.

For the past six years, Jackie has continued with her passion here in NZ within both public health and dental, supporting, enhancing, and raising awareness within communities. She works daily alongside services and organisations that support children and their families to promote a healthy start in life.

Jackie lives in Porirua with her husband and two children and is the newest member of the Porirua Whanau Centre Board.



Coleen Herbert

Colene is a nurse by trade. She has worked for the past 25 years in Senior Management Roles within the Health and Disability Sector and has coordinated a variety of projects across the North Island including developing a national Maori Strategy for IHC in 2014-17. Colene resigned her position as the Regional Manager, Lower Northern Region for Idea Family Services this year to pursue full time study learning Te Reo.

Her management skills and experience are an asset to our Board.

Colene enjoys the outdoors and is keen on waka ama, mountain hiking and off-road quad biking. Colene is training for the New York marathon.

We welcome our newest member to the Porirua Whanau Centre Board.

Mike Fermanis

Chair Person

The Porirua Whanau Centre Trust Board bring a diverse range of skills and experience to their roles and a real passion to help the community make changes that are sustainable and long lasting.

What is clear in the minds of all trustees is that our accountability clearly lies with the communities of Porirua as we have been appointed to serve them and their needs. This is demonstrated by the decision of the Board to become actively involved in the provision of social housing to the community. Looking forward we see this as an important need within the community and it's the Trust's view that through the Whanau Centre the community is able to take control and address those needs.

Our relationship with MSD, MOE and other funding partners remains strong with the trust meeting all contracted outcomes and we are grateful for their continued support.

There are challenges ahead with an even brighter future as the Board looks to increase the Trust's net worth in both financial and social value. As a Trust Board we are positive that with the skill capacity and commitment of Whanau Centre staff under the capable leadership of Liz Kelly (CEO) the community can feel confident the trust is making a difference to the social and economic well-being of Porirua.

Mike Fermanis

Chairperson



Liz Kelly

Chief Executive

It is always a pleasure each year to report the progress of the Whanau Centre to our stakeholders, funders and wider community. I am proud of my team and the great work they engage in each day to influence positive change in the lives of our people.

Porirua City demonstrates all variables of New Zealand communities today with its diverse multi-cultural demographics, it is rated in the top 4 highest average income brackets and yet has some of the highest challenges of health and social disparities for Maori and Pacific peoples.

Our Operations Report validate the ethnic diversity of our clients and the services we provide to them. People and relationships are our strength as we leverage our networks to connect and create opportunities that access everything our community has to build strong vibrant whanau and give each tamariki the best possible start in life.

The Whanau Centre continues to meet the needs of our community by providing a suite of comprehensive services which seek to remove barriers to access, address inequalities and support whanau to be more self-reliant. The introduction of Kowaiiau and Matua Power are two examples of programmes designed to meet the specific needs of our communities and these programmes are expanded further in the report.

Funding changes to Polytechnics meant the Whanau Centre were no longer eligible to run our Community Education Programme that targeted second chance learners. Despite 170 registered students, the contract for the programme ceased. The loss of this contract has impacted hugely on our bottom line but I have managed to mitigate the risk to our organisation, notwithstanding we have a deficit.

I thank the Board, our funders and the community for their support and the commitment and dedication of my staff. It is a pleasure and privilege to serve the community and to be a part of such a talented, and committed team.

Nga mihi

Liz Kelly

Chief Executive



OPERATIONS REPORT

Early Childhood Education

Porirua Whanau Centre early childhood education provides care and quality education for children up to the age of five. We strive to help children experience their world in a positive way and to nurture their sense of discovery. Te Whariki, the early childhood curriculum and Ka Hikitia, the Maori education strategy is practised and supported in our centre.

During this financial year our ECE licence has remained at 43 children. We have a mixed licence which is made up of 8 under two's and 35 over two's. Our teacher ratio per child is 1 – 4 for our under two's and 1 – 8 for our over two's. All our teachers are qualified with a number of years of experience amongst them. We have had two new teachers join our staff who have brought with them further diversity which adds to the depth and passion of our dedicated teaching team.

“Managers and teachers value and promote the language, culture and identity of children, families and aiga”.
- Education Review Office

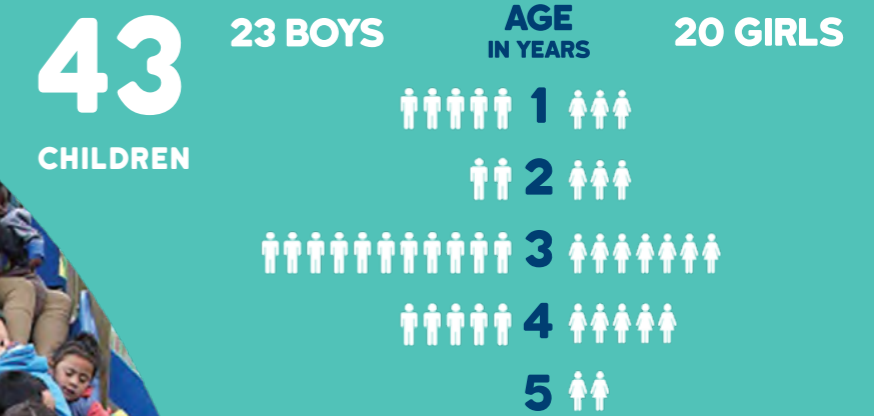
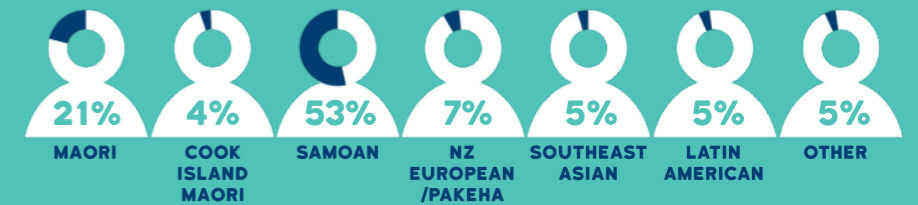
In December 2014 we had a visit from the Education Review Office which saw our Centre well placed to promote positive learning outcomes for children. The review findings said that “managers and teachers value and promote the language, culture and identity of children, families and aiga”. You can view the full report in the Centre or via our website. The next ERO review will be in three years.



In February we made the most of the beautiful Wellington weather and headed to the Zoo. We love seeing our children enjoying the outdoors and exploring as much as possible. Our children also love celebrating the cultural diversity of our community, throughout the year we celebrated Matariki, Maori language week where our children prepared a hangi, made delicious fried bread and learned Maori words and phrases. We also celebrated Samoan Independence Day, Samoan language week, and St Patricks Day

PWC has been an integral part of the Porirua ECE Participation Reference Group (PPRG). The taskforce was set up to assist the Ministry of Education to increase the level of ECE participation for Maori and Pacific children. We have been very successful and have seen large numbers of new children enrolled in childcare centres who were not otherwise participating or attending any type of ECE. The Ministry are working alongside the taskforce and are very happy with the outcomes of the group to date.

ECE STATISTICS





“To enable children to achieve school success by involving their parents as their first teachers”

HIPPY

Home Interaction for Parents and Youngsters (HIPPY) is a home based programme that helps parents create experiences that lay the foundation for their children’s success in school and later in life. HIPPY works with families in which speech, language, economic, educational and cultural barriers limit them to be more productive, creative and socially integrated.

HIPPY is a 30 week programme over the course of the school year. Workbooks have activities to develop skills that are essential for children to become competent learners.

We had a successful year in 2014 seeing 18 of our HIPPY families Graduate at the end of November.

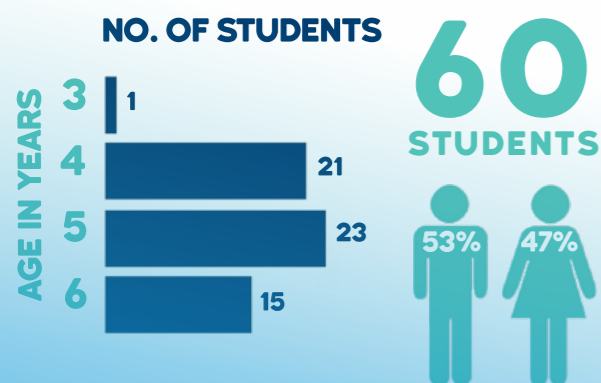
During this reporting period we have delivered the programme to a total of 56 families. We have 38 Year 1 students and 15 Year 2 students who will graduate this year.

PROGRAMME DELIVERY

Tutors visit the whanau in their homes every fortnight to deliver the programme. Whanau are then encouraged to attend a group meeting every alternate week which is held at the Porirua Whanau Centre. This group meeting also includes a programme for parents covering the following topics

- Parenting Skills
- Budgeting
- Child Development
- Promoting health and well being
- Nutrition
- Arts and crafts
- Building positive family relationships

HIPPY STATISTICS



Social Work

A little support can go a long way and at the Porirua Whanau Centre we have a strong team of Social workers who love what they do to guide and assist our whanau in the community. Our team brings a vast knowledge of life experience and other sets of skills to help and support whanau.

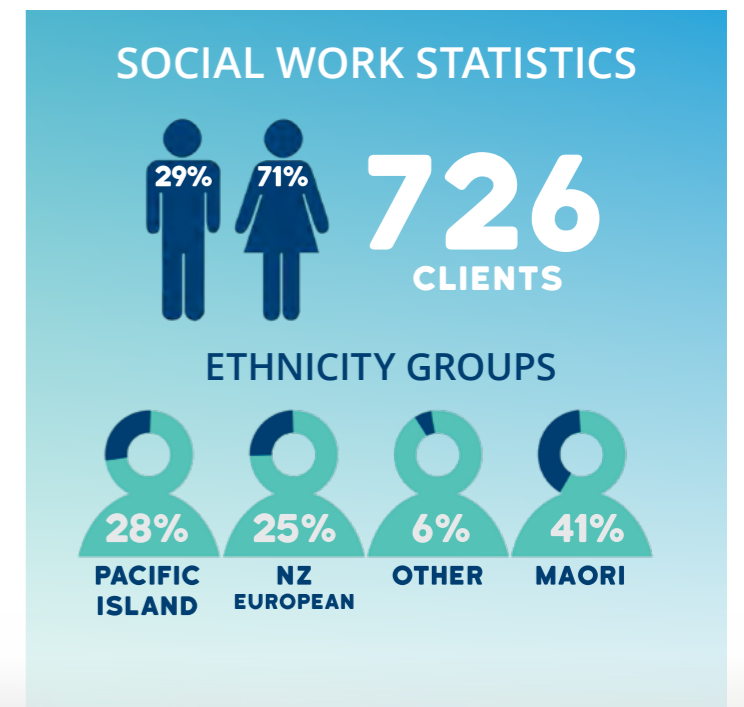
Social work provides one to one support for individuals and their families. Alita Harris is our Senior Social Worker who oversees the management of our case load. She has a Degree in Social Work, is registered with the Social Workers Registration Board, has a Diploma in Professional Supervision and is a trained facilitator for Strengthening Families and the Travellers Programme which specialise in working with children who are experiencing loss and grief.

Emily McPhail is in her last year of completing her Social Work Degree. She is also a qualified Hair Dresser and is a trained facilitator for the Travellers Programme.

Andrew Leilua is a trained facilitator in Rock and Water anti-bullying programme, the Traveller’s Programme and also Strengthening Families.

CLIENTS

Porirua Whanau Centre had 726 clients accessing integrated family support services during the last financial year. Many of our clients have been referred from other services or agencies but a large number have also self-referred.



Left to right: Andrew Leilua, Alita Harris and Emily Macphail.

Strengthening Families

Strengthening Families is about creating positive outcomes for the whanau.

Strengthening Families is a process that empowers the whanau. Professionals and agencies are invited by the whanau to gather around the table and hear the concerns and challenges that they are facing. Everyone present discusses and helps to create options and an action plan to help support the whanau.

Porirua Whanau Centre facilitated 13 Strengthening Families Meetings. Highlights have been the positive outcomes for the whanau along the large number of services that have come into the Whanau Centre not only from Porirua but also Wellington and the Hutt Valley.

Agencies that have come to the Whanau Centre for Strengthening Families.

- WINZ CAPITAL SUPPORT SERVICES TE WHARE MARIE TAUTOKO SERVICES**
- WELSTOP CCDHB LAWYERS CYF WELLINGTON KINDERGARTEN ASSOCIATION**
- TITAHI BAY SCHOOL TITAHI BAY INTERMEDIATE MANA COLLEGE**
- TE ROOPU AWHINA PORIRUA COLLEGE POLICE CHILD DEVELOPMENT TEAM**
- BRANDON INTERMEDIATE RANGIKURA SCHOOL WINDLEY SCHOOL**
- HOUSING NEW ZEALAND JOINING THE DOTS WESLEY COMMUNITY ACTION**
- TAWA COLLEGE SEVENTH DAY ADVENTIST SCHOOL ELM CHURCH**
- NGATI KAHUNGUNU SOCIAL SERVICES SWIS SPECIAL EDUCATION**
- REGIONAL PUBLIC HEALTH EVOLVE OPEN HOME FOUNDATION DEAF FOUNDATION**
- BLIND FOUNDATION (BLEENZE) IRD MST MINISTRY OF EDUCATION**
- PRADA WILLI ASSOCIATION IDEA SERVICES NEWLANDS COLLEGE**
- NEWLANDS MEDICAL CENTRE WHITIREIA COMMUNITY LAW NATONE PARK SCHOOL**
- TAEAOMANINO TRUSTPORIRUA UNION HEALTH HEALTH PACIFICA**
- ORA TOA MAURIORA LINDEN SCHOOL STRAND SALVATION ARMY**



Porirua Whanau Centre strives to help children experience their world in a positive way, to nurture their sense of discovery

Parenting Programme

Being a parent is life's toughest job. There's no training manual for it and it's easy to get stressed by the responsibility and challenges that children bring.

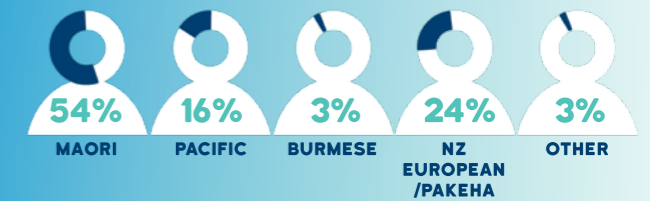
Our parenting programme is designed to help support parents in learning new skills and strategies to become better role models for their children.

share your experiences and de-stress with other parents.

The programme runs over 7 weeks and is open to everyone who wants to learn healthier ways to become a better parent.

You'll learn the basics of parenting skills, which alleviates some of the stresses within whanau, and we'll help you with suggestions for healthier ways to raise your children. You'll also be able to

ETHNICITY GROUPS



Counselling

Sometimes, life throws up challenges that we find hard to deal with. The Porirua Whanau Centre provide culturally-sensitive counselling and support services to assist clients who are dealing with difficult issues in their life.

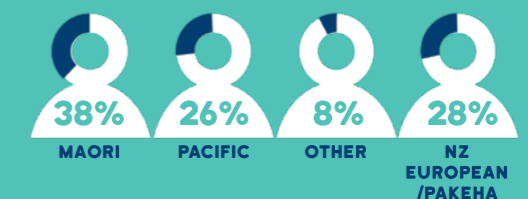
We provide counselling for individuals, couples and family members. Counselling provides a safe place where a client can be heard without judgement, and also provides a framework where clients understand themselves and their circumstances better.

Our Counsellors are qualified and registered, they have many years of experience to draw upon. Our services are free and are available to anyone, from children (five years or older) to senior citizens.



Above: Mark Uri-Puati and Ruta Etuale

ETHNICITY GROUPS





Holiday Programme Breakaway & OSCAR

We are very grateful to have a dedicated, hard working and enthusiastic team to showcase our holiday programmes each year.

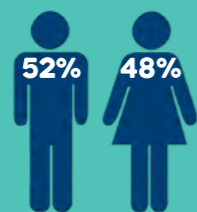
The Oscar approved holiday programme continues to be extremely popular amongst our tamariki and we are very proud to continue to include swimming lessons run by Dash Swim School at the Cannons Creek Pool.

This programme runs during the school term holidays for 5-10 year olds and allows our children to learn to work together as a team, get fit and active and of course, have fun.

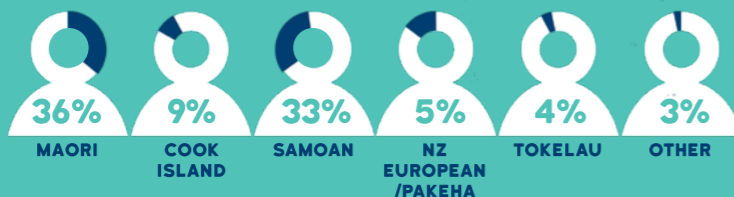
Our Breakaway holiday programme is for 11-17 year olds and is FREE. This is run through the Christmas Break and adjacent to the Oscar programme during the April school holidays. Our older youth display excellent leadership characteristics and are great role models for our younger teens. Everyone works together to make it a great success.



OSCAR

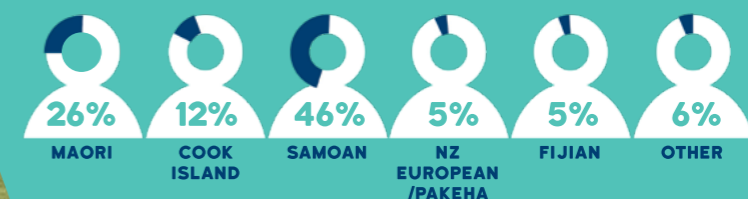
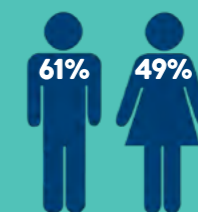


190
STUDENTS



BREAKAWAY

324
STUDENTS





Left to right: Byron Taufao, Repeka Kome, John Leaupepe Sua and Tj Fermanis



Youth Advocate

Kowaiiau (Who am I?) is a programme Porirua Whanau Centre have developed in consultation with police, schools, churches, health and community organisations. This programme was introduced into local schools at the end of 2014. The programme has been developed to address issues involving crime, bullying, truancy, obesity and inappropriate social behaviours.

Kowaiiau assists tamariki in making better choices. We teach them to respect each other by highlighting the importance of self-control, self-confidence and the ability to walk away from confrontation. These tools allow the students to feel and provide an environment conducive for learning.

The target age group for Kowaiiau stems from Police data that suggests targeting pre-adolescent children is more effective for early intervention. Kowaiiau engages with tamariki as young as 7 years of age.

Kowaiiau challenges youth to accomplish in three areas of wellbeing:

- Cultural
- Physical
- Social

These three areas provide a framework to increase resilience through focusing on physical activity, mental challenge, individual perseverance, interaction with others and team work.

The teaching and learning process involves interaction between both youth advocate as well as the participants themselves. Experience has shown that the rate of learning and retention is increased by using this process.



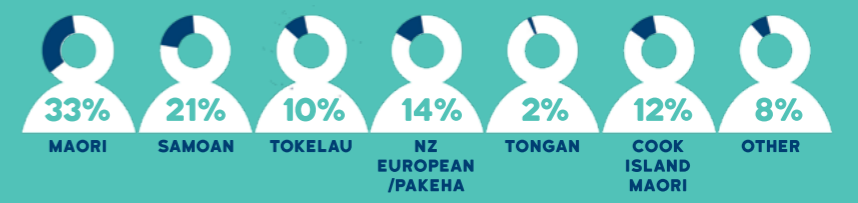
TJ Fermanis, Byron Taufao, John Leaupepe Sua and Repeka Kome make up our awesome youth team who encourage, and inspire our youth here in the community. The Youth Advocate team have delivered Kowaiiau into the following schools:

- Brandon Intermediate
- Rangikura School
- Titahi Bay School
- Maraeroa School
- Porirua East School
- Ngati Toa School and
- Porirua College

The Youth team have worked with over 800 students here in Porirua. These students come from a wide range of more than 20 different ethnicity groups. Evaluations have found the majority of teachers strongly agree that:

- They have seen a positive change in the students behaviour due to Kowaiiau
- The Kowaiiau team are professional and competent in their work
- Kowaiiau team teach to the students level of understanding
- Kowaiiau principles are applied in daily teachings

ETHNICITY GROUPS



KOWAIIAU HAS REACHED OVER **800** STUDENTS TO DATE





Financial Statements 2014-2015

Directory	18
Auditor's Report	19
Statement of Trustees' Responsibility	20
Statement of Financial Performance for the year ended 30 June 2015	21
Statement of Movement in Equity for the year ended 30 June 2015	23
Statement of Financial Position for the year ended 30 June 2015	24
Notes to the Financial Statements for the year ended 30 June 2015	25

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

DIRECTORY

Date of Incorporation	2 May 1994
Nature of Business	Charitable Trust
Address of Business	PO Box 53 009 Cannons Creek Porirua City 5024
Banker	Westpac Cobham Drive Porirua City
Auditor	TFS Chartered Accountants Limited Chartered Accountants Tawa Wellington

AUDITOR'S REPORT

TFS Chartered
Accountants

214 Main Road
PO Box 51 203
Tawa, Wellington
Phone: 04 232 9005 | Fax: 04 232 3113 | Email: yunus@tfsca.co.nz

INDEPENDENT AUDITOR'S REPORT to the MEMBERS of PORIRUA WHANAU CENTRE TRUST

Report on the Financial Statements

We have audited the financial statements of Porirua Whanau Centre Trust on pages 5 to 11 which comprise the statement of financial position as at 30 June 2015 and the statement of financial performance and statement of movements in equity for the year then ended 30 June 2015 and a summary of significant accounting policies and other explanatory information.

Trustees' Responsibility for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the Trustees determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

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, Porirua Whanau Centre Trust.



Opinion

In our opinion the financial statements on pages 5 to 11:

- Comply with generally accepted accounting practice in New Zealand;
- Give a true and fair view of the financial position of Porirua Whanau Centre Trust, as at 30 June 2015 and its financial performance for the year then ended.

Emphasis of Matter

Without qualifying our audit we draw the reader's attention to Note 9 (Going Concern) which describes the material uncertainty relating to the going concern assumption.

Signature:

Date: 19 February 2016

T F S Chartered Accountants Limited

214 Main Rd, Tawa, Wellington

STATEMENT OF TRUSTEES' RESPONSIBILITY

We are responsible for the preparation of the Trust's financial statements and for the judgements made therein.

We have responsibility for establishing and operating a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial reporting.

The Trustees' believe that they have ensured that proper accounting records have been kept which enable reasonable accuracy, the determination of the financial position of the Trust and facilitate compliance of the financial statements with generally accepted accounting practice.

In our opinion these financial statements fairly reflect the financial position and performance of the Trust for the year ended 30 June 2015

For and on behalf of the Board of Trustees

Trustee

Date

19.2.16

Chief Executive

Date

9/12/15



STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30 JUNE 2015

	2015 \$	2014 \$
Income		
MSD - High Trust Contract	580,330	530,335
MSD - Other Funding	25,810	138,000
Holiday Programme Fees	8,074	5,113
Rental Income	0	28,320
Other Income	50,080	20,250
MOE - General Funding	426,409	400,086
MOE - Equity Funding	45,297	43,784
MOE - Support Grant	1,000	0
MOE- PRPG	3,478	0
WINZ - Family Assistance	54,370	53,963
Parent Contributions	15,606	32,233
Donations	166	13,620
Community Education	69,930	66,350
Events	95,147	0
Interest Received	1,429	2,640
Total Income	1,377,125	1,334,694
Expenses		
Office & Administration		
Accounting Fees	3,880	5,680
Advertising	5,783	3,109
Audit Fees	3,045	2,900
Bad Debts	9,120	2,153
Bank Charges	8,177	231
Catering	13,033	17,257
Cleaning	2,903	2,936
Consumables	7,145	6,866
Electricity	10,150	8,460
Equipment	2,313	5,359
General Expenses	187	603
Insurance	21,065	20,693
IT Support & Maintenance	2,488	3,591
Lease payments	11,602	13,040
Legal Expenses	55,358	78,545
Printing Stationery Postage	14,118	13,887
Rent & Rates	15,615	13,004
Repairs & Maintenance	19,047	15,854
Telephone & Internet	18,915	20,886
Vehicle Expenses	10,786	8,952
Total Office & Administration	234,729	244,004



	2015 \$	2014 \$
Staff Expenses		
ACC Levy	6,328	5,188
Consultants	14,455	6,230
Other Staff Costs	17,398	18,486
Ipayroll Processing Fees	1,988	2,023
Professional Development	9,858	11,469
Subscriptions	1,963	1,340
Teaching Resources	6,433	5,439
Trustee Honorarium	7,000	7,149
Volunteer Expenses	0	130
Wages & Salaries	1,121,977	918,486
Total Staff Expenses	1,187,400	975,943
Programme Activities		
Programme Activities	15,974	32,520
Counselling Services	24,333	22,843
Events	90,471	0
Total Programme Activities	130,778	55,364
Total Expenses	1,552,907	1,275,311
(Deficit) Surplus before Depreciation:	(175,782)	59,383
Depreciation	41,132	36,740
Loss on Disposal of Assets	101	2,321
(Net Deficit) Surplus	(217,016)	20,321

STATEMENT OF MOVEMENT IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2015

	2015 \$	2014 \$
Equity at the start of the Year	718,865	698,543
(Net Deficit)/Surplus for the Year	(217,016)	20,321
Equity at the end of the Year	<u>501,849</u>	<u>718,865</u>



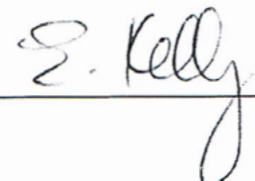
STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
Assets		
Current Assets		
Cash at Bank	8,913	30,063
Accounts Receivable	119,486	96,482
Current Assets	<u>128,400</u>	<u>126,544</u>
Non Current Assets		
Fixed Assets	719,159	693,093
Total Assets	<u>847,559</u>	<u>819,637</u>
Current Liabilities		
Bank Overdraft	24,434	0
Accounts Payable	57,375	65,971
Holiday Pay Accrual	35,370	33,209
GST Payable	41,031	1,594
Short Term Loans	187,500	0
Current Liabilities	<u>345,710</u>	<u>100,773</u>
Total Liabilities	<u>345,710</u>	<u>100,773</u>
Net Assets	<u>501,849</u>	<u>718,865</u>
Accumulated Funds		
Accumulated Funds	718,865	698,543
Current Period (Deficit)/Surplus	(217,016)	20,321
Accumulated Funds	<u>501,849</u>	<u>718,865</u>

Approved on behalf of the Board of Trustees

Trustee  Date 19.2.15

Chief Executive  Date 9/12/15



NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

These are the general purpose financial statements of the Porirua Whanau Centre Trust. On 13 September 2012 the Trust changed its name from Cannons Creek Fanau Centre Trust to Porirua Whanau Centre Trust.

The Trust is a Charitable Trust under the Charities Trust Acts 1957.

The Trust qualifies for differential reporting as it is not large or publically accountable. The Trust has taken advantage of all differential reporting concessions.

Measurement Base

These general purpose financial statements have been prepared on an historical cost unless otherwise stated.

Specific Accounting Policies

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

Ministry of Social Development Funding Revenue

Revenue from the Ministry of Social Development (MSD) services contracts is recognised on an accruals basis at the time the services have been performed. Contract revenue received in advance of the services being provided is recorded as a liability under Income Received in Advance.

Ministry of Education Contract Revenue

Revenue from the Ministry of Education service contract is recognised on an accruals basis at the time the services have been performed. Contract revenue received in advance of the services being provided is recorded as a liability under Income Received in Advance.

Accounts Receivable

Accounts Receivable are stated at their estimated realisable value. Bad debts are written off through the Statement of Financial Performance when they are no longer considered recoverable.

Fixed Assets & Depreciation

Fixed Assets are recognised as cost less accumulated depreciation. Depreciation has been calculated using rates permitted by the Income Tax Act 2007. Gains and losses on disposal of fixed assets are taken into account in determining the operating result for the year.

The rates of depreciation used are as follows:

	Rate	Method
Building	0%-26.4%	Diminishing Value
Office Equipment & Furniture	10%-60.0%	Diminishing Value
Plant & Equipment	9.5%-80.4%	Diminishing Value

Goods & Services Tax (GST)

The Statement of Financial Performance has been prepared so that all components of revenue and expenses are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of Accounts Receivable and Accounts Payable, which include GST where invoiced.

Income Tax

The Trust is a charity registered with the Charities Commission and is therefore exempt from income tax.



Employee Entitlements

Provision is made in respect of the Trust's liability for holiday pay owing at the reporting date. The holiday pay liability has been calculated on an actual leave entitlement basis at current rates of pay.

Changes in Accounting Policies

There have been no changes in accounting policies during the year. All policies have been applied on bases consistent with those used in previous years.

2. FIXED ASSETS

2015	Historical Cost	Depreciation	Accumulated Depreciation	Net Book Value
Building	844889	1716	282804	562086
Office Equipment	65486	12528	50408	15077
Plant & Equipment	220769	21494	98073	122696
Furniture & Fittings	43871	5395	24571	19300
Total	1175015	41132	455856	719159

2014	Historical Cost	Depreciation	Accumulated Depreciation	Net Book Value
Building	808978	285	284247	524731
Office Equipment	61953	7241	37881	24072
Plant & Equipment	204269	24720	76579	127690
Furniture & Fittings	35776	4493	19176	16600
Total	1110976	36740	417882	693093

3. RELATED PARTIES

The Entity has had transactions with Related Parties in the current year as detailed below. Purchases were made from a company of which the Chief Executive is a shareholder. This company also made a short term interest free loan of \$80,000 to the Entity which was repaid shortly after the year end.

The Entity made honorarium payments to its Trustees.

The total owing to related parties at 30 June 2015 was \$80,909.

4. CONTINGENT LIABILITIES

The Entity has successfully disputed an alleged wrongful termination claim from a former employee. The former employee has however appealed the judgement. As the appeal has yet to be heard management are not in a position to estimate whether any amounts will be payable in respect to this claim. Management are confident that they will continue to be successful in defending this claim.

6. OPERATING LEASE COMMITMENTS

The Entity leases a vehicle under an operating lease and will need to pay \$884 including GST per month until September 2015.

7. SUBSEQUENT EVENTS

In November 2015 the entity purchased thirteen properties which will be used for the purpose of social housing. Other than this there were no events which occurred subsequent to the balance sheet which require disclosure.

8. EQUITY FUNDING

Equity funding of \$45297 (2014: \$43784) excluding GST was received during the year. These funds were used primarily to cater for children's nutritional needs, learning resources and to fund lease payments for the vehicle.

9. GOING CONCERN NOTE

The Entity incurred a significant loss during the current year as a result of anticipated funding not eventuating. This has put significant pressure on the Entity's cash flows. Management are currently seeking additional government funding for the 2016 year and have been proactive in managing this situation in that there has been a reduction in staff numbers. Management are confident that they will be able to raise finance to cover any temporary working capital shortfalls. Also the planned expansion to increase the childcare licence by 22 places will further assist the organisation in achieving sustainable income in the future. Accordingly the financial statements have been prepared on the going concern basis.

