

Treasurer's Report 2019

For the year ending June 2019, there was an operating deficit of \$56,745 (2018: \$28,974). Our revenue increased by \$21,726 to \$211,154, while our operating costs have increased from \$217,007 in 2018 to \$267,899 in 2019.

The increase in revenue from 2018 to 2019 is mostly due to the increase in income from grant funding, reflecting our planned strategy to focus our time and efforts on applying for grant applications to secure longer term funding. However, unanticipated renovations in our accommodation, whilst very much welcomed, resulted in underutilisation and meant that we were unable to charge full rent for several months.

Further, a number of staffing changes during the year resulted in a higher than anticipated salary cost. However, as detailed in our Outlook below, additional funding has since been secured.

The 'performance report' has been prepared in accordance with requirements for Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) entities. We encourage you to review the report and feel free to let us know if you have any questions.

We note that an audit of the performance report has recently been completed by William Buck, the same firm engaged in previous years. There were no points raised in the report.

Outlook 2019-2020

We are holding sufficient reserves to ensure continuation of our services for four months in the event of an unexpected significant loss in revenue, which is in line with our Reserves Policy. We have continued to seek sources of income in order to avoid further deficits, and are pleased to report that we have secured our largest ever grant, from Foundation North, to contribute towards operating costs.

In keeping with our long term goal to reduce reliance on ad-hoc grants and support, we are in the process of establishing a social enterprise, undertaking fundraising activities and testing other sources of income.

We will be aiming to achieve a break-even position this year, while we continue to deliver our services to an acceptable standard and within our means. We are on track for the year to date to August 2019, despite now providing a broader service offering.

Acknowledgements

We would like to thank the following organisations for their generous support:

- Foundation North Trust
- JR McKenzie Trust
- NZ Lottery Grants Board
- Lush Charity Pot
- Grassroots Giving
- Sir Logan John Campbell Residuary Estate
- COGS;
- Catholic Caring Foundation; and
- Auckland Council Communities Fund.

We would also like to sincerely thank all of our supporters and in particular the dedicated staff of the organization.

Tracy Hickman Treasurer 3 October 2019