

St John of God Hauora Trust

# Performance Report 2023

## St John of God Hauora Trust



Manaakitanga  
Hospitality



Aroha  
Compassion



Whakaute  
Respect



Tika  
Justice



Hiranga  
Excellence



# Our Performance Report 2023



Rangatahi client at Kura Tawhiti

## Contents

Statement of Service Performance	3
Strategic Plan 2021 – 2025	4
Service Performance Report	
Support Services	5
Health and Ability Services	6
Community, Youth and Child Services	7
Financial Statements	
Statement of Financial Performance	9
Statement of Financial Position	10
Statement of Movement in Equity	11
Statement of Cash Flows	11
Notes to the Financial Statements	12

Performance Report 2023



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# Statement of Service Performance

## St John of God Hauora Trust

### Our Service to Community

St John of God Hauora Trust supports tangata whaikaha or people living with disability in Canterbury and Wellington, as well as tamariki, rangatahi, whānau and communities in Canterbury.

Our **Health and Ability Services** deliver community residential care in Canterbury and Wellington. We also offer specialist transitional rehabilitation care services in Christchurch at St John of God Halswell.

Our **Community, Youth and Child Services** deliver specialist wrap-around youth and community services in Canterbury at St John of God Waipuna.

**OUR MISSION:**

To continue the healing Mission of Jesus.

**OUR VISION:**

We are recognised for care that provides healing, hope and a greater sense of dignity, especially to those most in need.

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**OUR VALUES:**



**Manaakitanga**  
Hospitality



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### Our People

St John of God Hauora Trust employs over 300 people across a diverse range of professional disciplines and experiences. We employ and are privileged to work with people from a range of cultures, beliefs, abilities, genders and sexual identities.

The people who come together each day, share a collective commitment to our shared values. Our aim is to facilitate a culture grounded in accountability, subsidiarity, and where innovation is encouraged. Read more about our people and their work at [www.stjohnofgodannualreport.nz](http://www.stjohnofgodannualreport.nz)



Saba Gebremikel, Sarah Hillier (Chief Executive Officer)





# Service Performance Report

## Strategic Plan 2021-25

The St John of God Hauora Trust Strategic Plan 2021-25 provides the framework that guides all our work. The plan outlines key initiatives and outcome measures that support our capacity to realise our strategic vision for the people we support.

### PRIORITY

#### The People we Support

We are known for high-quality, excellent services that are person-centred and enhance taha tinana (physical health), taha wairua (spiritual health), taha whānau (family), and taha hinengaro (mental health), by promoting tino rangatiratanga (self-determination).

### PRIORITY

#### Service Excellence

We are known for providing excellent care and support with services, processes and technology solutions that are person-centred and improve hauora (wellbeing).

### PRIORITY

#### Services Profile

We are financially sustainable through diversity of revenue streams and stewardship of our resources. This is achieved alongside a strong focus on social responsibility and partnering with stakeholders.

### ENABLER

#### Strengthening our Culture

Our caregivers are supported and inspired to deliver our shared Mission. Our culture will be grounded in accountability, subsidiarity and innovation is encouraged. We respect the dignity of each person and foster an environment where we keep each other safe. We will enhance hauora for mana whenua in our shared commitment to Te Tiriti o Waitangi.

### ENABLER

#### Optimising our Processes

Our strategy is enabled by effective business practices, technology solutions and information that support efficiency and inform decisions.

### OUR MISSION:

To continue the healing Mission of Jesus.

### OUR VALUES:

-  **Manaakitanga**  
Hospitality
-  **Aroha**  
Compassion
-  **Whakaute**  
Respect
-  **Tika**  
Justice
-  **Hiranga**  
Excellence

### OUR VISION:

We are recognised for care that provides healing, hope and a greater sense of dignity, especially to those most in need.



# Service Performance Report

## Support Services

Description and Quantification of Outputs:	FY23		FY22
	Actual	Target	Actual
Strategic Plan 2021-25 - Percentage of Key Initiatives achieved or on track to completion in the financial year	62%	95%	72%
Grant funding support from non-government funders to enhance and extend services	\$281,000	\$120,000	\$152,981
Governance meetings held in the Financial Year	7	6	6
Turnover of permanent staff across all services	23%	33%	32%
Covid-19 Leave Support Scheme Claims processed	123	NA	159

### Additional information

The initial phase of our digital transformation took effect in the year with our migration to cloud and adoption of Microsoft365 tools. Our Risk and Compliance services commenced a Risk Appetite Framework that incorporated engagement with our leadership teams and governance. The Support Services team contributed to an encouraging year in our fundraising, securing \$618,340 in grant and philanthropic support during the year to contribute to frontline service delivery.

The organisation’s Support Services division realised key appointments including Risk and Compliance Advisor as well as Digital and Technology Manager. St John of God Hauora Trust neared full completion of its Organisational Redesign process in the Financial Year with key appointments including General Manager and Clinical Services Manager for Health and Ability Services. The full completion of the process will result in the appointment of a Kaumatua.

### Covid-19 impact provides valuable learnings for recovery phase

The pandemic proved a significant challenge to operations across services. Recruitment and staffing challenges, alongside isolation and other delivery modifications, made this a year that required agility and resilience.

The pandemic also drove a number of projects reviewing systems, structures and processes that increased collaboration and generated insights across teams. This dedicated focus will support our work throughout the recovery phase and in how we continue to meet the needs of people and communities in Aotearoa.



Resident activities returning at The Granada Centre



# Service Performance Report

## Health and Ability Services

Our Health and Ability Services division aims to support tangata whaikaha or people living with physical and neurological disabilities to live enriching and fulfilling lives.

Description and Quantification of Outputs:	FY23		FY22
	Actual	Target	Actual
Kiritaki receiving residential care services supported by Whaikaha and Te Whatu Ora	113	110	107
Kiritaki receiving residential and transitional rehabilitation care supported by ACC	48	60	55
Hours of Supported Independent Living support to kiritaki in the community	469	400	335
Nights of Respite Care for kiritaki and their whānau in Wellington and Canterbury	848	600	439
Proportion of residential kiritaki identifying as Māori	12%	17%	15%
Occupancy rate for all residential care facilities	89%	98%	94%

### Additional information

The Southern Services completed its audit in April 2023 for the Ngā Paerewa Health and Disability Services standards. This Audit process provided guidance and support alongside our efforts to fully implement Enabling Good Lives principles for all the people we support.

Our Health and Ability Services has grown with key appointments including General Manager Health and Ability Services, and Clinical Services Manager, Southern. The year also saw the establishment of Rehabilitation and Therapy Manager, Facility Services Manager and Quality and Practice Manager. The division increased its diversification of revenue streams in the Granada Centre, supporting clients in partnership with the Puāwai Rehabilitation Unit (Te Whatu Ora).

### Lucena Development to add 24 rooms of residential and rehabilitation disability care support in the region

The Board of Trustees in 2022 approved the Lucena Development project that will add 24 rooms of residential care capacity at St John of God Halswell.

Construction of the \$13.8m development is set to commence in the 2024 Financial Year. Design of the units has been informed by engagement with a range of stakeholders including iwi, service users and whānau.



The Lucena Development





# Service Performance Report

## Community, Youth and Child Services

Our Community, Youth and Child Services Division supports tamariki, rangatahi and whānau in their journey towards growth and development.

Description and Quantification of Outputs:	FY23		FY22
	Actual	Target	Actual
<b>Health and Wellbeing Service</b>			
Client contacts for young people who received mental health counselling for needs including alcohol and drugs, eating disorders, depression and anxiety	3145	3360	4518
Young people received group support including Eating Awareness, brief intervention adventure therapy and Alcohol and Other Drug groups	69	60	67
Parent and child supported in the Mana Ake mental health and wellbeing programme	118	NA	143
<b>Community Development</b>			
Reintegration Team supported rangatahi who have offended in partnership programme with Ara Poutama	32	30	29
Rangatahi supported in their reintegration journey in the Rangatahi Tumanako prosocial mentoring programme	15	15	19
Wāhine and gender diverse rangatahi supported through Adventurous Whānau Adventure Therapy programme	40	27	49

### Additional information

St John of God Waipuna was awarded a multi-year grant from Rātā Foundation as part of its ongoing collaboration with the funder. The service also secured support from funders that provide important value-added support including Tū Manawa Active Aotearoa (Sport Canterbury), Eliza White Charitable Trust, the Rangatahi Tumanako Trust, Lottery Community, the Kiwi Gaming Foundation and He Puna Korikori (Recreation Aotearoa).

Health and Wellbeing client contact reporting in 2022 included both clinical and administrative work. In 2023 only clinical work is recorded.

### Adventure Therapy at Waipuna evolves to support increasingly diverse rangatahi

The appointment of Dan Eastwood Manager Community Development has seen the team continue their valuable support to rangatahi in partnership with Ara Poutama and the Ministry of Social Development. The team's work has been made more resilient with the addition of Tu Manawa Active Aotearoa and will be further enhanced by the He Puna Korikori Fund in 2023-24. These funds contribute to the Adventurous Whānau programme for wāhine and gender diverse rangatahi.



Rangatahi engaging in rock climbing at Kura Tawhiti



# Service Performance Report

## Community, Youth and Child Services

Our Community, Youth and Child Services Division supports tamariki, rangatahi and whānau in their journey towards growth and development.

Description and Quantification of Outputs:	FY23		FY22
	Actual	Target	Actual
<b>Young Parents Development Service</b>			
Young parents received individual social work supported by Oranga Tamariki	30	31	34
Pregnancy and parenting education groups (10 week) delivered supporting young parents and their whānau	6	6	6
Young parents engaged with our attachment, parenting, and connection groups	67	50	57
<b>Early Childhood Education</b>			
Enrolment rate for tamariki learners at early learning service Little Owls Preschool	80.5%	85%	86.9%
Tamariki enrolled at Little Owls Preschool	69	60	65

### Additional information

The St John of God Waipuna facility continues to evolve to better meet the needs of community and support our people. A grant from the Meridian Energy Decarbonisation Fund supported the addition of solar panels that will improve our sustainability. The office layout has been reconfigured with new furniture and the community focused kitchen was renovated in the year, along with other improvements to the environment in the facility and Little Owls Preschool.

### HOPE Project Transitional Housing Service for Young Parents

St John of God Waipuna has established a Transitional Housing programme delivering wrap-around support to young parents and their whānau. The seven-unit Ozanam Apartments is a partnership project with the Society of St Vincent de Paul.

The project is made possible by significant philanthropic funding support for its establishment year, with primary funding support from the Eliza White Charitable Trust.

Whānau will be moving into the units in August 2023 following the award of a Transitional Housing contract from the Ministry of Housing and Urban Development.



A living room in the Ozanam Apartments





# Financial Statements

## Statement of Financial Performance

	Note	2023 \$'000	2022 \$'000
<b>Revenue from exchange transactions</b>	4		
Accommodation and service fees	6, 7	16,868	16,833
Government grants and subsidies	26	3,216	3,178
Other grants and subsidies	26	291	153
Other operating revenue	6	571	521
		<b>20,946</b>	<b>20,685</b>
<b>Revenue from non-exchange transactions</b>	4, 26		
Donations		4	311
<b>Total revenue</b>		<b>20,950</b>	<b>20,996</b>
<b>Expenses:</b>			
Employee costs and contract remuneration		15,393	14,886
Supply costs		1,461	1,303
Other operating expenses		1,155	1,024
Centralised support and service costs		1,703	1,597
Board expenses		78	50
<b>Total expenses</b>		<b>19,790</b>	<b>18,860</b>
<b>EBITDA</b>		<b>1,160</b>	<b>2,136</b>
Interest income		-86	-17
Interest expense	12	197	119
Net interest		<b>111</b>	<b>102</b>
Depreciation owned assets	11, 18	546	528
Depreciation leased assets	12	101	117
<b>Operating surplus</b>		<b>402</b>	<b>1,389</b>



# Financial Statements

## Statement of Financial Position

	Note	2023 \$'000	2022 \$'000
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	14	2,398	1,854
Cash held on behalf of residents	17	232	225
Bank deposits	15	1,290	1,256
Sundry debtors and other receivables	7, 13	1,224	1,460
Inventories	8, 13	37	42
<b>Total current assets</b>		<b>5,181</b>	<b>4,837</b>
<b>Non-current assets</b>			
Property, plant and equipment	11, 12, 13, 18, 19	7,903	7,975
Capital work in progress	23	542	192
Leased assets	12	400	446
Investment in shares in co-operative supplier	9	16	17
<b>Total non-current assets</b>		<b>8,861</b>	<b>8,630</b>
<b>Total assets</b>		<b>14,042</b>	<b>13,467</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade payables and other liabilities	10	1,545	1,331
Residents' funds	10, 17	231	225
Employee benefit liabilities	16	1,237	1,197
Grants held for future or other specific purposes	4	148	57
Bank Loan	19	130	151
Lease liability	12	99	84
<b>Total current liabilities</b>		<b>3,390</b>	<b>3,045</b>
<b>Non-current liabilities</b>			
Bank Loan	19	2,267	2,384
Lease liability	12	308	363
Loan from St John of God Health Care Inc	20	259	259
<b>Total non-current liabilities</b>		<b>2,834</b>	<b>3,006</b>
<b>Total liabilities</b>		<b>6,224</b>	<b>6,051</b>
<b>Trust equity</b>			
Retained surpluses		7,818	7,416
<b>Total equity attributable to the trust</b>		<b>7,818</b>	<b>7,416</b>





# Financial Statements

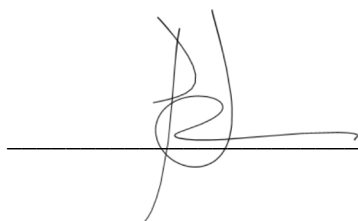
## Statement of Movements in Equity

	2023 \$'000	2022 \$'000
Equity at beginning of year	7,416	6,027
Operating surplus / (deficit) for the year	402	1,389
Equity at end of year	7,818	7,416

## Statement of Cash Flows

	2023 \$'000	2022 \$'000
Surplus	402	1,389
Depreciation and Amortisation	648	646
Changes in Working Capital		
Accounts Receivable	238	38
Prepayment	-2	-21
Inventories	6	-4
Trade Payables & Accruals	209	166
Goods & Services Tax	11	-20
Employee Benefit Liabilities	40	135
Grants for Future or Specific Purposes	91	20
<b>Cash from Operations</b>	<b>1,643</b>	<b>2,349</b>
Capital Expenditures	-879	-811
<b>Cash from Investing</b>	<b>-879</b>	<b>-811</b>
Bank Loan	-138	-160
Lease Liability	-41	235
<b>Cash from Financing</b>	<b>-179</b>	<b>75</b>
<b>Total change in cash</b>	<b>585</b>	<b>1,613</b>
Beginning Cash Balance	3,335	1,722
Total Change in Cash	585	1,613
Ending Cash Balance	3,920	3,335

Approved by two trustees on behalf of the trust board 11 September 2023.

 Trustee

 Trustee



# Notes to the Financial Statements

## General Notes

### 1. Reporting Entity

St John of God Hauora Trust (the Trust) is a charitable trust, based in Christchurch, incorporated under the Charitable Trusts Act 1957 on 29 June 1993 and registered under the Charities Act 2005 10 June 2008. The Trust provides care services at Halswell, Christchurch; Addington, Christchurch; Rolleston, Selwyn; Karori, Wellington and Clouston Park, Upper Hutt for severely disabled New Zealanders. It also provides 'Community, Youth and Child' services and Early Childhood Education at St John of God Waipuna in Wainoni, Christchurch to young people aged 10 to 25 years and their whānau delivering youth and social services that meet individual needs.

### 2. Authorisation

On behalf of the Trust's board of trustees, two members of the board authorised these financial statements for the year ended 30 June 2023 on 11 September 2023.

### 3. Statement of Compliance and Basis of Preparation

The financial statements of the Trust have been prepared in accordance with Tier 2 Public Benefit Entity (PBE) standards and disclosure concessions have been applied. The Trust is eligible to report in accordance with Tier 2 PBE standards because it does not have public accountability and it is not large. All values are reported in New Zealand Dollars.

### 4. Public Entity (PBE) Standards on Accounting Policies and Disclosures

The accounting policies adopted in these financial statements are consistent with the PBE Standards. The key accounting policies and disclosures required by the PBE accounting standards are as follows:

#### PBE IPSAS 2 - Cash Flow Statement

PBE IPSAS 2 prescribes that PBE entities provide a Cash Flow Statement. The Trust has included a Consolidated Cash Flow Statement including last year's comparative statement.

#### PBE IFRS 9 - Financial Instruments

PBE IFRS 9 establishes principles for recognising and measuring financial assets, financial liabilities, and some contracts to buy or sell non-financial items. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

PBE IFRS 9 is effective for reporting periods beginning on or after 1 January 2022, but early adoption is permitted. The Trust elected to early adopt PBE IFRS 9 with an initial application date of 1 July 2019. The Trust has not identified any significant differences arising from the adoption of PBE IFRS 9 on its financial assets and liabilities.





## Financial Assets

The classification of financial assets at initial recognition depends on the financial asset's contractual cash flow characteristics and the Trust's business model for managing them is primarily based on collecting contractual cash flows initially held at amortised cost. The Trust's financial assets include cash and cash equivalents, cash held on behalf of residents, bank deposits, sundry debtors and other receivables.

Financial assets at amortised cost are subsequently measured using the effective interest rate (EIR) method and are subject to impairment. Gains and losses are recognised in surplus or deficit when the asset is derecognised, modified or impaired and a financial asset, or part of, is derecognised when the rights to receive cash flows from the asset have expired.

The adoption of PBE IFRS 9 requires the Trust to recognise an allowance for Expected Credit Losses (ECLs) for all debt instruments not held at fair value through surplus or deficit. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Trust expects to receive, discounted at an approximation of the original effective interest rate.

## Financial Liabilities

The Trust's financial liabilities are classified at initial recognitions as loans and borrowings and payables. These include payables under exchange transactions, including bank overdrafts, trade payables and accruals, residents' funds, bank loan and loan from St. John of God Healthcare Inc.

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in surplus or deficit when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of surplus or deficit.

A financial liability is derecognised when the obligation under the liability is discharged or waived or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of surplus or deficit.

## PBE IPSAS 13 – Leases

PBE IPSAS 13 prescribes that a lease that transfers substantially all risks and rewards incidental to ownership of an asset as a finance lease and that an operating lease is a lease other than a finance lease. The Trust has leased motor vehicles and photocopiers or multi-function devices as finance leases.



## **PBE IPSAS 20 – Related Party Disclosures**

PBE IPSAS 20 prescribes that related party information and remuneration of Key Management Personnel is disclosed. The Trust has included these elements as a note.

## **PBE IPSAS 23 – Revenue from Non-Exchange Transactions**

PBE IPSAS 23 prescribes that revenue arising from exchange transactions is reported separately from non-exchange revenue. The Trust has made this differentiation.

Non-exchange revenue from grants and donation can only be deferred and recognised as liability if there is a condition attached that requires the Trust to use the funds as specified or return the funds if the Trust does not perform as specified. The Trust has stated revenue from non-exchange transactions when received in accordance with PBE IPSAS 23.

## **PBE FRS 48 – Service Performance Reporting**

PBE FRS 48 requires that Tier 1 and Tier 2 Public Benefit Entities present Service Performance Information for reporting periods beginning on or after 1 January 2022. St John of God Hauora Trust is a Tier 2 PBE and the Trust's Statement of Service Performance for 2022/23, with 2021/22 comparative performance is included in these Statements.

## **5. Income Tax**

St John of God Hauora Trust is registered as a charitable entity with Charities Services and is therefore exempt from income tax and resident withholding tax.

## **6. Income**

The Trust recognises income when and as services are rendered.

## **7. Service and other Receivables**

The Trust states its receivables at original invoice value inclusive of GST less impairment losses.

## **8. Inventories**

The Trust holds inventories of medical and other supplies and values them at the lower of cost (which it measures on a first in, first out basis) or current replacement value.

## **9. Investments**

The Trust holds shares and a trading deposit in Foodstuffs (South Island) Ltd pursuant to a trading arrangement with this co-operative company. The shares are stated at cost.

## **10. Accounts Payable, Expense Accruals, Provisions and Residents' Funds**

The Trust recognises a liability for trade and other payables for goods and services provided to it that are unpaid at the end of the financial year and usually settled within 30 days. The Trust states its payables inclusive of GST.

The Trust also recognises and provides for a liability for expenses incurred but not invoiced by suppliers or other creditors. These liabilities include residents' funds and provisions (see note 17), payroll deductions, employee remuneration due on a specified day and goods and services received but not yet invoiced.





## 11. Property plant and equipment

The Trust states its property, plant and equipment at cost less accumulated depreciation and any impairment losses. Depreciation applies on a straight-line basis at rates calculated to write off the cost of each item over its expected useful life. The estimated useful lives of the trust's assets are:

▪ Building (11 Messines Rd, Karori)	40 years
▪ General plant and equipment	between 5 and 10 years
▪ Computer equipment	between 3 and 4 years
▪ Other office equipment	between 3 and 5 years
▪ Furniture and fittings	between 5 and 15 years
▪ Leasehold improvements	10 years
▪ Motor vehicles	between 4 and 5 years

## 12. Leased Assets

The Trust uses properties at Nash Road, Halswell, Christchurch; Parade Court, Addington, Christchurch; Woodham Road, Wainoni, Christchurch; and Masefield Drive, Rolleston. These properties are owned by the parent entity St John of God Health Care Inc. (SJGHC), of Perth, Western Australia. The Trust enjoys the use of these properties pursuant to lease agreements with SJGHC that specify a small rent of \$1 per annum per property. The Trust has recognised minor leasehold improvements related to these properties (refer note 18) but major developments or improvements to these properties are funded by SJGHC and recognised in their accounts.

The Trust leases a property at Ferguson Drive, Upper Hutt (Clouston Park) and office space in Christchurch CBD for Trust Administration (Support Office) from private landlords as operating leases. Operating leases are leases that do not substantially transfer all the risks and benefits incidental to ownership of the leased item to the Trust. Lease payments are recognised as an operating lease expense on a straight-line basis over the lease term. The total of future minimum operating lease payments are: Less than one year: \$144,000 (2022: \$76,833) and one to five years: \$195,875 (2022: \$50,667). There are no leases greater than five years. However, there is one right of renewal of two years for Ferguson Drive from 19 February 2026 and two rights of renewal of two years each from 1 July 2025 for Christchurch Support Office. The Trust paid \$132,550 in operating lease payments (2022: \$113,250).

The Trust leases motor vehicles and multi-function device office equipment pursuant to finance lease agreements. The Trust recognises as finance those leases that substantially transfer all of the risks and benefits incidental to ownership of the leased item to the Trust. Assets held under a finance lease are capitalised at the commencement of the lease at fair value of the asset or if lower, at the present value of the future minimum lease payments. The Trust recognises the lease liability at the inception of the lease, at the same amount as the capitalised leased asset. Subsequent to initial recognition, finance lease payments are apportioned between interest expense and the reduction of the lease liability and interest costs are recognised as an expense. Assets held under a finance lease are depreciated over the shorter of the estimated useful life of the asset or the lease term. The depreciation for leased assets amounts to \$100,863 (2022: \$117,841).

Finance lease payments due in one year and GST exclusive amount to \$98,882 (2022: \$84,107) and between one year and five years \$286,917 (2022: \$331,555) and over five years \$20,788 (2022: \$31956).



### 13. Impairment of Assets

The Trust reviews all its assets for impairment whenever circumstances indicate that the carrying value may not be collectable or recoverable through use or sale. The Trust recognises impairment losses when:

- Property plant and equipment: the amount of the asset's carrying amount exceeds its recoverable amount.
- Receivables: a receivable may not be recovered in full.
- Inventories: inventory cost exceeds the current replacement cost or net realisable value.

In each case, the Trust recognises an impairment loss in the statement of financial performance.

### 14. Cash and Cash Equivalents and Bank Overdraft

Cash and cash equivalents comprise bank and cash balances net of overdrafts.

### 15. Bank Deposits

The Trust invests its surplus funds on bank deposits with maturities not exceeding twelve months. At balance date the trust held \$1,289,964 (2022: \$1,255,845) in bank deposits and \$202,534 (2022: \$204,022) matures within three months of balance date.

### 16. Employee Benefit Liabilities

The Trust recognises and provides for a liability for benefits earned by employees but not paid at balance date being measured at their nominal amount. Employee benefits include annual leave, alternative holiday days, and long service leave.

### 17. Residents' Funds

Included in Current Assets is cash held on behalf of residents \$231,473 (2022: \$225,326) being funds deposited with the Trust by residents and/or their families and supporters. Residents draw on these funds from time to time for their personal needs. The Trust holds these funds in a separate trust bank account on behalf of the residents. There is also an off-setting current liability of the same amount reflecting that these funds belong to the residents.

### 18. Fixed Assets

	Plant and Machinery	Office Equipment	Furniture and fittings	Leasehold Improvements	Motor Vehicles	Land and Building	Total
<b>Cost</b>							
As at 30 June 2022	1,762,603	762,666	1,040,148	1,173,470	175,004	6,394,922	11,308,813
Additions	154,690	44,631	230,522	44,478	0	0	474,321
Disposals	0	-3,745	0	-8,191	0	0	-11,936
<b>As at 30 June 2023</b>	<b>1,917,293</b>	<b>803,552</b>	<b>1,270,670</b>	<b>1,209,757</b>	<b>175,004</b>	<b>6,394,922</b>	<b>11,771,198</b>
<b>Depreciation and Impairment</b>							
As at 30 June 2022	1,009,740	453,647	699,804	512,906	175,004	482,783	3,333,885
Depreciation charge for the year	126,130	113,522	73,350	115,896	0	117,463	546,361
Impairment							
Disposals	0	-3,745	0	-8,191	0	0	-11,936
<b>As at 30 June 2023</b>	<b>1,135,870</b>	<b>563,424</b>	<b>773,154</b>	<b>620,611</b>	<b>175,004</b>	<b>600,246</b>	<b>3,868,310</b>
<b>Net Book Value</b>							
As at 30 June 2022	752,863	309,019	340,344	660,563	0	5,912,139	7,974,927
<b>As at 30 June 2023</b>	<b>781,423</b>	<b>240,128</b>	<b>497,516</b>	<b>589,146</b>	<b>0</b>	<b>5,794,676</b>	<b>7,902,888</b>



## 19. Bank Loan

The bank loan with ANZ Banking Group is secured over the land and buildings of St John of God Karori, Wellington as a registered first ranking mortgage. Payments are amortised over 15 years and there are 11 years 3 months left of the 15-year term as at balance date. The interest rate applicable to the loan is according to ANZ Bank's floating rate that at balance date was 9.01%.

## 20. Loan from St John of God Health Care Inc

St John of God Health Care Inc (SJGHC), an Australian based charitable organisation sponsors the Trust, and owns properties used by the Trust. The loan from SJGHC was used to add an extra room and improve the layout of one of the community homes at St John of God Addington in 2019. This improvement is recognised as a leasehold improvement (refer note 18). As at 30 June 2023 the loan balance was \$259,001 (2022: \$259,001) and at that date the loan agreement had not been executed by the parties but the draft agreement provides for the loan to be at no interest and a repayment date after 30 June 2024.

## 21. Related Parties Transactions

St John of God Health Care Inc (SJGHC) provides use of properties at minimal payment (refer note 12) and during the year, the Trust continued to pay capital project costs on behalf of SJGHC and have been reimbursed. At balance date there was nil (2022: nil) in developments in progress that had not been invoiced to SJGHC. The related party transactions with SJGHC are:

	2023	2022
Expenditure paid	272,999	239,077
Capital Expenditure funded by SJOGHC	161,616	0
Sums due to us at balance date	0	0
Loan from SJGHC	259,001	259,001

## 22. Contingent Assets and Contingent Liabilities

There are no contingent assets or contingent liabilities (2022: nil).

## 23. Capital Work in Progress

There are several small projects still in progress at year end with the largest being a passenger lift or elevator at St John of God Karori with a project cost of \$200,000 of which \$65,757 had been paid as a deposit at 30 June 2023. There was also \$255,802 spent on the planning and concept design phase of the Lucena project, a proposed 24 bed addition to the Halswell facility at a cost of \$13.8M, that is expected to commence building in 2024 and that will be funded by a 100% loan from St John of God Health Care Inc. At balance date the loan agreement and terms were still being finalised. Total spend on Lucena Project as at 30 June 2023 was \$255,802 (2022: \$41,182) from Trust reserves.

## 24. Events Occurring After Balance Date

There are no significant events occurring after balance date.

## 25. Key Management Remuneration

The Executive Leadership Team provides key management of the Trust and consists of seven members (equivalent to 6.05 FTE). The Board of Trustees that governs the Trust has five external members. The remuneration paid to the Executive Leadership Team was \$844,655 (2022: \$863,451) and the Board of Trustees \$68,125 (2022: \$42,500).





## 26. Grants and Subsidies

	2023	2022
<b>Government Grants:</b>		
Te Whatu Ora	1,146,681	1,093,915
Christchurch City Council	0	2,500
Ara Poutama	563,649	565,229
Lottery Community Grant	13,100	0
Ministry of Education	597,367	577,157
Ministry of Health	214,472	236,862
Oranga Tamariki	471,843	476,169
Ministry of Social Development	201,131	226,519
<b>Government Grants</b>	<b>3,208,243</b>	<b>3,178,351</b>
<b>Non- Government Grants</b>		
Elizabeth Ball Charitable Trust	2,500	0
Eliza White Charitable Trust	25,000	0
Farina Thompson Charitable Trust	0	5,000
Hoatu Fund	13,490	0
The Tindall Foundation	15,000	11,981
Kiwi Gaming Foundation	15,000	0
Maurice Carter Charitable Trust	10,000	14,000
Meridian Energy Decarbonisation Fund	67,688	0
Rātā Foundation	85,000	80,000
Trusts Community Foundation	6,000	0
Tu Manawa Active Aotearoa	10,000	0
Rangatahi Tumanako Trust	41,544	42,000
<b>Total Exchange Grants &amp; Subsidies</b>	<b>291,222</b>	<b>152,981</b>
Ena Gillespie's Estate	0	44,000
Sylvia Waterman's Funeral	0	2,000
Peg Jones Family Trust	2,000	2,000
Helen Alexander's Estate	0	261,416
<b>Total Non-Exchange Grants &amp; Subsidies</b>	<b>2,000</b>	<b>309,416</b>
Other Donations less than \$2,000	2,141	1,146
<b>Total Non-Exchange Grants &amp; Subsidies</b>	<b>2,141</b>	<b>1,146</b>
<b>Total Non-Government Grants</b>	<b>295,363</b>	<b>463,542</b>
<b>Total Grants and Subsidies</b>	<b>3,503,606</b>	<b>3,641,893</b>





## Independent auditor's report to the Trustees of St John of God Hauora Trust

### Report on the audit of the performance report

#### Opinion

We have audited the financial statements (the "performance report") of St John of God Hauora Trust (the "Trust"), which comprises the service performance information, the statement of financial position of the Trust as at 30 June 2023, and the statement of comprehensive revenue and expense, statement of changes in equity and statement of cash flows for the year then ended of the Trust and the notes to the financial statements including a summary of significant accounting policies.

In our opinion, the performance report presents fairly, in all material respects:

- ▶ the entity information as at 30 June 2023;
- ▶ the financial position of the Trust as at 30 June 2023 and its financial performance and cash flows for the year then ended;
- ▶ the service performance for the year ended 30 June 2023 in accordance with the Trust's service performance criteria

in accordance with Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board.

This report is made solely to the trustees, as a body. Our audit has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Entity and the trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

#### Basis for opinion

We conducted our audit of the financial statements in accordance with International Standards on Auditing (New Zealand) and the audit of the service performance information in accordance with NZ AS 1 *The Audit of Service Performance Information* ("NZ AS 1"). 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 the Trust in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards)* (New Zealand) 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 interest in, the Trust. Partners and employees of our firm may deal with the Trust on normal terms within the ordinary course of trading activities of the business of the Trust.

#### Information other than the performance report and auditor's report

The trustees of the Trust are responsible for the annual report, which includes information other than the financial statements, service performance information and auditor's report.



Our opinion on the performance report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the performance report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the performance report, or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and, if uncorrected, to take appropriate action to bring the matter to the attention of users for whom our auditor's report was prepared.

### **Trustees' responsibilities for the performance report**

The trustees are responsible, on behalf of the Entity, for:

- ▶ the preparation and fair presentation of the financial statements and service performance information in accordance Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board;
- ▶ service performance criteria that are suitable in order to prepare service performance information in accordance with Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board; and
- ▶ such internal control as the directors determine is necessary to enable the preparation of financial statements and service performance information that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the trustees are responsible for assessing on behalf of the entity 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 the trustees either intend to liquidate the Trust's or cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the performance report**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole, and service performance information 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 International Standards on Auditing (New Zealand) and NZ AS 1 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.

A further description of our responsibilities for the audit of the performance report is located at the External Reporting Board website: <https://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-14/>. This description forms part of our auditor's report.

The logo for Ernst &amp; Young, featuring the company name in a stylized, cursive script.

Chartered Accountants  
Christchurch  
12 September 2023