

**Visionwest Community Trust**

**Financial Reports**

**For the year ended 30 June 2025**

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**VISIONWEST COMMUNITY TRUST**

**DIRECTORY**

**AS AT 30 JUNE 2025**

The Visionwest Community Trust is a charitable trust incorporated under the Charitable Trust Act 1957 on 12 June 2008 and registered with the Charities Commission on 30 June 2008 (CC32207).

**TRUSTEES:**

Daniel Barthow	Chairperson
Stephen Parker	Deputy Chairperson
Gary Grut	Pastoral Representative /Secretary
Carolyn Nielson	Treasurer
Malienafau Jones	Trustee
Josephine Tekahu	Trustee
Lisa Woolley	Chief Executive
Fred Astle	Tumu, Deputy Chief Executive

**INDEPENDENT AUDITOR:**

Grant Thornton New Zealand Audit Limited  
152 Fanshawe Street  
Auckland  
New Zealand

**NATURE OF BUSINESS:**

Community Services Provider - Community Housing, Home Healthcare, Money Mentors, Chaplaincy, Wellbeing Centre, Employment & Education, Ohinga Tu, Huia Mai, Whai Manaaki Kai

# Independent Auditor's Report

## To the Trustees of Visionwest Community Trust

### Report on the Audit of the financial report

#### Opinions

We have audited the financial report of Visionwest Community Trust (the "Trust") which comprise the financial statements on pages 8 to 23 and the service performance information on pages 4 to 7, and Trust information on page 1. The complete set of financial statements comprise the statement of financial position as at 30 June 2025, 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 and other explanatory information.

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

- the Trust information as at 30 June 2025;
- the financial position of the Trust as at 30 June 2025 and its financial performance and its cash flows for the year then ended; and
- the service performance for the year ended 30 June 2025 in that the service performance information is appropriate and meaningful and prepared in accordance with the Trust's measurement bases or evaluation methods

in accordance with the Public Benefit Entity Standards issued by the New Zealand Accounting Standards Board ("applicable financial reporting framework").

#### Basis for Opinion

We conducted our audit of the financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the service performance information and Trust information in accordance the ISAs (NZ) and New Zealand Auditing Standard (NZ AS) 1 (Revised) *The Audit of Service Performance Information*. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial 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.

#### Responsibilities of Those Charged with Governance for the Financial Report

Those charged with governance are responsible on behalf of the Trust for:

- the preparation, and fair presentation of the financial report in accordance with applicable financial reporting framework;

- the selection elements/aspects of service performance, performance measures and/or descriptions and measurement bases or evaluation methods that present service performance information that is appropriate and meaningful in accordance with the applicable financial reporting framework;
- the preparation and fair presentation of service performance information in accordance with the Trust's measurement bases or evaluation methods, in accordance with the applicable financial reporting framework;
- the overall presentation, structure and content of the service performance information in accordance with the applicable financial reporting framework; and
- such internal control as those charged with governance determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, those charged with governance are responsible 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 report**

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and NZ AS 1 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of the auditor's responsibilities for the audit of the financial report is located at the External Reporting Board's website at: <https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-18-1/>

#### **Restriction on use of our report**

This report is made solely to the Trust's Trustees, as a body. Our audit work has been undertaken so that we might state to them those matters which we are required to state 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 Trust and its Trustees, as a body, for our audit work, this report or for the opinion we have formed.

#### **Grant Thornton New Zealand Audit Limited**



**Partner**

**Auckland**

**30 October 2025**

## Visionwest Community Trust

# Statement of Service Performance Report

### Vision and Mission

Visionwest Waka Whakakitenga exists to address homelessness, reduce poverty, support the elderly, and ensure young people have hope for the future.

### Our Vision is

**Transformed Lives, Healthy Communities**  
He Oranga Tāngata, He Oranga Hapori

### Our Mission is

building hope together | *Kia Tūmanakotia*

Our mission to Build Hope Together is outworked through a faith-led kaupapa centred on values of aroha, whanaungatanga, manaakitanga, and mana. We believe that by supporting individuals as they work to answer their greatest needs and achieve their life goals, we can see entire communities transformed. We recognise that many whānau we work with arrive with a wide range of complex needs, so to achieve our vision, we journey alongside individuals and families and are active in the ongoing transformation work that enriches their lives and leads to healthier and more connected communities. An attitude of willingness to innovate and grow to meet emerging needs, together with our steadfast commitment to upholding the mana of every individual we support, is reflected in our charitable objectives, which are outlined below.

### Trust Deed Objectives

- To encourage a spirit of Christian compassion within local communities, and to actively promote the message of Christianity – love, hope, mercy and kindness – through the act of providing various social care and welfare services for the under-privileged, needy and disadvantaged.
- To provide direction and resources, whether financial or otherwise, in order to meet the social, emotional, physical, spiritual and educational needs of the people in West Auckland area generally (and beyond).
- To establish such service centres, programmes and facilities which enable the provision of appropriate social services to local communities, including but not limited to kindergarten and childcare facilities; healthcare services; provision of temporary and permanent accommodation and housing; educational development; counselling services; employment training services and financial mentoring and support.
- To assist those who experience financial and emotional hardship, and those who are disadvantaged in society.
- To alleviate the difficulties of those experiencing hardships, including financial hardship and to bring relief through whatever means are available to the Trustees.
- To initiate, establish and administer any social services for the people of local communities (including children, the destitute and the elderly) who, for any reason, are in need of care and assistance.
- To carry out such other charitable purposes within New Zealand as the Board shall determine after consultation with the Glen Eden Baptist Elders' Board.

These objectives guide our service design and delivery, but not all wellbeing and spiritual elements can be objectively quantified for auditable purposes. As our organisational capacity grows, we seek to improve our qualitative research and reporting that will allow a wider understanding of our ability to meet and succeed in meeting the relational wellbeing objectives outlined above. The following statement of our service provision reflects measures that meet our objectives and align with service contract requirements.

## Key Focus Points

### Prioritising access for Māori

Visionwest prioritises building Kaupapa Māori capabilities and capacity throughout the organisation, particularly front-line services. This is reflected in our Visionwest commitment to Tikanga in our service approaches, which enables culturally responsive, whānau-centric care for people who identify as Māori, and for many different people with diverse cultural, ethnic, and religious backgrounds. Visionwest has a particular focus on building te Ao Māori capabilities to:

- Ensure warm, dry, and safe accommodation for whānau who have experienced homelessness.
- Nurture and support rangatahi in educational and employment aspirations through mentoring and training.
- Provide Kaupapa Māori trauma informed specialist care with a qualified team of Māori and Pasefika specialists (Mātanga Oranga).
- Provide Māori informed and led youth development services (Ōhinga Tū).

The data below represents the total number of Māori clients who, in the reporting period, have received services that reflect our **four focus points** outlined above. As the total number of whānau accessing emergency kai support has declined due to funding and resource constraints, this drop is also reflected in the lower numbers for whānau Māori accessing food support.

Performance Indicator	Actual This Year	Actual Last Year
<b>Number of whānau Māori engaged in:</b>		
Supportive Housing	523	455
Kai/Food	1391	1902
Social Supermarket	514	501
Financial Mentoring	171	177
Other health, community and education services	960	1027

### Addressing homelessness

Visionwest Waka Whakakitenga exists to end homelessness in Aotearoa New Zealand. We partner with likeminded organisations and government departments to ensure every New Zealander is housed in a warm, dry, safe, and affordable home. We are committed to providing community-based supportive housing throughout our communities, coupled with the provision of wraparound supports. Our focus is on continuing the Housing First programme in Auckland and other areas in need, working collectively to address homelessness. Most recently, Visionwest has established youth housing services which includes Whare Hiwa and Le Aute.

The numbers below reflect the total number of families housed in Visionwest Long-Term Supportive Housing, Housing First and Rapid Rehousing properties as at the end of the reporting period in Christchurch and in Auckland.

The proportion of households having successfully sustained their Visionwest tenancy reflect those who have been housed by our team at the beginning of the year and who are still housed in a Visionwest property at the end of the reporting period. These numbers omit any Transitional Housing households and only measure the number of permanently housed households.

Performance Indicator	Actual This Year	Actual Last Year
Number of households permanently housed	441	390
Proportion of households having successfully sustained their Visionwest tenancy	86.4%	89.0%

### Supporting independent living at home

Visionwest provides care and support for older people and those with disabilities or injuries so they can enjoy living independently in their own home. This aligns with our missional objectives to administer social services for local communities who, for any reason, need care and assistance. This work is carried out by Visionwest's team of trained Support Workers and Nurses. The number of clients below excludes any clients who are being supported to use Individualised Funding via our Home HealthCare service. To see these numbers please refer to the Home HealthCare page of the annual report.

The numbers below reflect the total number of clients who have received Visionwest Home Healthcare services for both maintaining and improving independence during the reporting period. The number of clients below excludes any clients who are being supported to use Individualised Funding via our Home HealthCare service. To see these numbers please refer to the Home HealthCare page of the annual report.

Performance Indicator	Actual This Year	Actual Last Year
Number of clients supported to maintain or improve independence at home	7205	7312
Waitemata	2973	3063
BOP/Lakes	2244	2221
Waikato	1988	2028

### Relieving financial hardship

Visionwest is committed to the continuing development of our wraparound service approach to meet the needs of whānau and increase community wellbeing. Our focus is on services that can lead to increased financial and food security. We work with a range of community organisations and partnerships to provide assistance by:

- Distributing donated food goods to those in need – either directly through our Pātaka Kai or through other community organisations
- Providing greater freedom of choice for whānau through Manaaki Kai, Visionwest's Social Supermarket
- Providing personalised financial mentoring to those who want support with their financial challenges through our Money Mentors service

The data below represents the total number of whānau accessing these services. The total number of whānau accessing emergency kai/food support has declined, mainly due to the reduction in Pātaka Kai opening days. In March 2024, they went -from four days per week to three days per week. This reduction in operating days is a result of decreased funding and does not correlate to a decrease in need. Overall, the number of food parcels distributed to whānau is comparable to last year's levels.

Performance Indicator	Actual This Year	Actual Last Year
Number of whānau receiving financial hardship assistance		
Kai/Food	4173	5315
Social Supermarket	1286	1348
Financial Mentoring	569	537

### Increasing Community Wellbeing

To provide direction and resources, whether financial, emotional, practical or otherwise, to meet the social, emotional, physical, spiritual and educational needs of the people in West Auckland and beyond. Visionwest provides practical support through a range of services that complement each other and ensure a holistic approach to caring for our community. This includes:

- Youth mentoring/coaching and employment support (Ōhinga Tū).
- Community connection and navigation support services (Whānau Centre).
- Trauma informed care and reconciliation (Mātanga Oranga).
- Counselling and one-on-one therapy (Wellbeing Centre).
- Early childhood education (Eden Cottage Kindergarten).

The numbers represented below are the total number who have received the above services. Visionwest's Community Connector service caseload has reduced due to funding reductions that have lessened the FTE capacity of this service. Therefore, the reduction of households being supported is not a reflection of demand but rather lack of capacity.

Performance Indicator	Actual This Year	Actual Last Year
Number of Whānau supported for other social, emotional, and educational needs		
Ōhinga Tū	414	451
Whānau Centre	450	544
Mātanga Oranga	232	191
Wellbeing Centre	557	500
Eden Cottage	47	48

**VISIONWEST COMMUNITY TRUST**

**STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES**

**FOR THE YEAR ENDED 30 JUNE 2025**

	Notes	2025 \$	2024 \$
<b>Revenue from non-exchange transactions</b>			
Income from Home Healthcare		83,551,093	77,827,348
Income from Community Housing		19,695,391	12,706,483
Rental Income		19,512,399	20,588,049
Income from Whānau Services		3,492,199	6,182,373
Donations-in-Kind and Services-in-Kind	17	2,370,998	2,445,613
Donations and Fundraising		695,877	1,084,858
		<b>129,317,957</b>	<b>120,834,724</b>
<b>Revenue from exchange transactions</b>			
Interest income		216,897	314,015
		<b>216,897</b>	<b>314,015</b>
<b>Total revenue</b>		<b>129,534,854</b>	<b>121,148,739</b>
<b>Expenses</b>			
Employee and related expenses		97,373,082	92,893,352
Housing Rental expenses		17,993,203	16,210,590
Donations-in-Kind and Services-in-Kind	17	2,370,998	2,445,613
Interest expense		1,175,409	832,128
Depreciation, amortisation and write-off expenses	9	603,641	686,356
Other expenses	22	9,876,694	10,878,851
<b>Total expenses</b>		<b>129,393,027</b>	<b>123,946,890</b>
<b>Total surplus for the year</b>		<b>141,827</b>	<b>(2,798,151)</b>
<b>Other comprehensive revenue and expense</b>			
Revaluation of Land and Buildings		-	(6,102,126)
Transfer of Asset revaluation reserve to Other comprehensive revenue and expense		(72,827)	-
<b>Total comprehensive revenue and expense for the year</b>		<b>69,000</b>	<b>(8,900,277)</b>

**VISIONWEST COMMUNITY TRUST**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED 30 JUNE 2025**

	Asset Revaluation Reserve	Retained Surplus	Total Net Assets
<b>Opening balance at 1 July 2023</b>	33,557,163	28,193,378	<b>61,750,541</b>
Surplus for the year / (loss)		(2,798,151)	<b>(2,798,151)</b>
Other comprehensive revenue and expense	(6,102,126)	-	<b>(6,102,126)</b>
Prior year adjustment		48	<b>48</b>
<b>Closing balance at 30 June 2024</b>	<b>27,455,037</b>	<b>25,395,275</b>	<b>52,850,311</b>
Surplus for the year / (loss)		141,827	<b>141,827</b>
Other comprehensive revenue and expense	(72,827)		<b>(72,827)</b>
Transfer of asset revaluation reserve to retained surplus	(540,135)	540,135	-
<b>Closing balance at 30 June 2025</b>	<b>26,842,075</b>	<b>26,077,237</b>	<b>52,919,311</b>

**VISIONWEST COMMUNITY TRUST**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2025**

	Notes	2025 \$	2024 \$
<b>ASSETS</b>			
<b>Current</b>			
Cash and cash equivalents	6	6,257,082	6,899,523
Receivables from non-exchange transactions	7	9,731,413	8,839,839
Other receivables		727,173	-
Prepayments		406,363	400,443
<b>Total current assets</b>		<b>17,122,031</b>	<b>16,139,805</b>
<b>Non-current</b>			
Property, plant and equipment	9	74,705,287	76,105,915
Other assets	10	779,818	-
<b>Total non-current assets</b>		<b>75,485,105</b>	<b>76,105,915</b>
<b>TOTAL ASSETS</b>		<b>92,607,136</b>	<b>92,245,720</b>
<b>LIABILITIES</b>			
<b>Current</b>			
Trade and other creditors	8	6,760,827	7,162,432
Employee entitlements	21	10,766,022	10,083,449
Income in advance		1,483,471	2,960,837
Loans and borrowings	18	111,060	361,791
<b>Total current liabilities</b>		<b>19,121,380</b>	<b>20,568,509</b>
<b>Non-current</b>			
Loans and borrowings	18	18,609,945	16,798,900
Provisions	11	1,956,500	2,028,000
<b>Total Non-current liabilities</b>		<b>20,566,445</b>	<b>18,826,900</b>
<b>TOTAL LIABILITIES</b>		<b>39,687,825</b>	<b>39,395,409</b>
<b>NET ASSETS</b>		<b>52,919,311</b>	<b>52,850,311</b>
<b>NET ASSETS</b>			
Retained Surplus		26,077,236	25,395,275
Asset Revaluation Reserve		26,842,075	27,455,037
<b>Accumulated comprehensive revenue and expense</b>		<b>52,919,311</b>	<b>52,850,311</b>

Signed for and on behalf of the VisionWest Community Trust



Daniel Barthow  
Chairperson



Stephen Parker  
Deputy Chairperson

**VISIONWEST COMMUNITY TRUST**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2025**

	Notes	2025 \$	2024 \$
<b><u>Cash flows from operating activities</u></b>			
Receipts from trading activities		124,530,401	115,786,966
Interest received		209,788	314,015
Payments to suppliers and employees		(125,379,313)	(117,364,973)
<i>Net cash flows from operating activities</i>	19	(639,124)	(1,263,992)
<b><u>Cash flows from investing activities</u></b>			
Purchase of property, plant & equipment		(1,193,516)	(1,192,166)
Proceeds from Sale of property, plant & equipment		802,682	-
<i>Net cash flows from investing activities</i>		(390,834)	(1,192,166)
<b><u>Cash flows from financing activities</u></b>			
Investment in term deposits		-	4,153,292
Proceeds from Borrowings		18,000,000	-
Repayment of borrowings		(16,439,685)	(359,297)
Interest paid		(1,172,798)	(832,128)
<i>Net cash flows from financing activities</i>		387,517	2,961,867
<b>Net increase / (decrease) in cash and cash equivalents</b>		(642,441)	505,709
Cash and cash equivalents at the beginning of the year		6,899,523	6,393,814
<b>Cash and cash equivalents at the end of the year</b>		<b>6,257,082</b>	<b>6,899,523</b>

**VISIONWEST COMMUNITY TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**Note 1: Reporting Entity**

Visionwest Community Trust (the "Trust") is a charitable organisation, based in West Auckland, which is incorporated under the Charitable Trusts Act 1957 and registered under the Charities Act 2005.

Visionwest Community Trust has been offering community-based services which includes Community Housing, Home Healthcare, Money Mentors,

In 2010 the Friendship Centre Trust became Visionwest Community Trust. The name evolved from the Trust's passion and vision of hope and transformation for families living in West Auckland. Visionwest Community Trust now provides a range of community services to more than 20,000 individuals and families every year, with a wonderful staff and volunteer base of over 1,500 people. The Trust now has a national reach responding to needs around the country, with a mission of building hope together.

The financial statements presented here are for Visionwest Community Trust.

The financial statements for the year ended 30 June 2025 were authorised for issue in accordance with a resolution of the Trustees on the 29th October 2025.

**Note 2: Statement of Compliance**

These financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP") and the Financial Reporting Act 2013. 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 Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Trust is a public benefit Not-For-Profit entity and is applying Tier 1 Not-For-Profit PBE IPSAS as it has expenditure of more than \$30 Million. These financial statements are in compliance with Tier 1 Not-For-Profit PBE Standards.

**Note 3: Changes in Accounting Policies**

There have been no changes in Accounting Policies.

<u>Measurement Category</u>
<u>PBE IPSAS 41</u>

Financial Assets

Cash and cash equivalents Amortised Cost

Receivables Amortised Cost

Term investments Amortised Cost

Financial Liabilities

Trade and other creditors Amortised Cost

Loans and borrowings Amortised Cost

**(b) Impairment**

PBE IPSAS 41 requires the Trust to recognise an allowance for ECL's for all debt instruments not held at fair value through surplus and deficit. The Trust applied a simplified approach for assessing expected credit loss ("ECL") provision.

**(c) Hedge accounting**

At the date of initial application, the Trust have no existing hedging relationships.

**VISIONWEST COMMUNITY TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**Note 4: Summary of Significant Accounting Policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements

**4.1 Basis of Measurement**

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

**4.2 Functional and Presentational currency**

The financial statements are presented in New Zealand dollars, which is the Trust's functional currency. All values are rounded to the nearest dollar unless otherwise stated.

**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 Trust receives revenue as a result of both exchange and non-exchange transactions.

**Revenue from Non-Exchange Transactions**

Revenue from non-exchange transactions is recognised in the period when the Trust provides the services. The majority of the consideration for these services is received from Contract revenue from the Ministry of Health, Te Whata Ora, Ministry of Education, Ministry of Social Development, TEC, and Government and non-Government Grants for the provision of home healthcare; early childhood, youth and adult education; housing; counselling and budgeting services.

**Rental Income**

Rental income arising from residential rental premises is accounted for on a straight-line basis over the lease term.

**Donations**

Donations are recognised as revenue upon receipt and include donations from the general public and donations received for specific programmes or services. Donations-in-kind (including food) are received by our Community Banks. Donations-in-kind such as food are not reliably measurable at the time of receipt. Therefore, the entity recognises donation in kind revenue based on the actual delivery or distribution of free food during the period.

Services-in-kind are hours of work provided by volunteers throughout our Trust's services.

**Grant Revenue**

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

**Revenue from Exchange Transactions**

These are transactions that the Trust either receives or gives value to or from another individual or gives approximately equal value in exchange to another entity. Revenue from Exchange transactions includes interest and dividend income. Interest revenue is recognised as it accrues using the effective interest method, and dividend revenue is recognised when the right to receive payment is established.

**Interest Income**

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

**4.4 Leases**

All leases are classified as operating leases where the lessor retains substantially the risk and rewards of ownership of an asset.

Payments made under operating leases are recognised in the reported surplus or deficit on a straight-line basis over the term of the lease. Lease incentives received are recognised as an integral part of the total lease expense, over the term of the lease. Associated costs, such as insurance, are expensed as incurred.

**VISIONWEST COMMUNITY TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**4.5 Financial Instruments**

Financial assets and financial liabilities are recognised when the Trust becomes a party to the contractual provisions of the financial instrument.

The Trust derecognises a financial asset (or where applicable a part of a financial asset, or part of a group of similar financial assets) when the rights to receive cash flows from the asset have expired or are waived, or the Trust has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- the Trust has transferred substantially all the risks and rewards of the asset; or
- the Trust has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

**i) Initial recognition and measurement**

Financial assets are classified, at initial recognition, as subsequently measured at amortised cost, FVOCRE, or FVTSD. 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.

Financial assets are classified using the following categories which also determines their subsequent measurement:

- Financial assets at amortised cost;
- Fair value through other comprehensive revenue and expense (FVTOCRE); or
- Fair value through surplus or deficit (FVTSD).

Financial assets are classified to the above categories on the basis of both:

- (a) The entity's management model for financial assets and
- (b) The contractual cash flow characteristics of the financial asset.

Financial asset shall be measured at amortised cost if both the following conditions are met and is not designated as FVTSD:

- The financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flow and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in surplus or deficit. Any gain or loss on derecognition is recognised in surplus or deficit. The Company's cash and cash equivalents, trade and other receivables and Mortgage receivables are classified and measured at amortised cost. These assets were previously classified as "loans and receivables".

Financial assets shall be measured at FVOCRE if both of the following conditions are met:

- The financial asset is held within a management model whose objective is achieved by both collecting contractual cash flows and selling financial assets and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

These assets are subsequently measured at fair value. Other net gains and losses are recognised in OCRE. On derecognition, gains and losses accumulated in OCRE are reclassified to surplus or deficit.

All financial assets not classified as measured at amortised cost or FVOCRE as described above are measured at FVTSD. These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in surplus or deficit.

The Trust does not have any financial assets at FVOCRE or FVTSD.

Financial assets are not reclassified subsequent to their initial recognition unless the Trust changes its management model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the management model.

Except for short-term receivables and payables, at initial recognition, an entity shall measure a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at FVTSD, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Financial liabilities are subsequent measured either at amortised cost or at FVTSD. A financial liability is classified as at FVTSD if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTSD are measured at fair value and net gains and losses, including any interest expense, are recognised in surplus or deficit. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in surplus or deficit. Any gain or loss on derecognition is also recognised in surplus or deficit.

The Trust's trade and other payables and Borrowings are classified and measured at amortised cost.

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**4.5 Financial Instruments (continued)**

**Impairment**

PBE IPSAS 41 requires the Trust to record expected credit losses on all of its debt instruments classified at amortised cost or FVOCRE. The Trust recognises loss allowances for expected credit losses (ECLs) on financial assets at amortised cost, the allowances for receivables measured, using the simplified approach, at an amount equal to lifetime ECLs, while all other debt instruments classified at amortised cost are measured using the general approach.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both qualitative and quantitative information and analysis, based on historical experience, informed credit assessments, and including forward looking information.

**Financial Liabilities**

The Trust's financial liabilities include trade and other creditors, employee entitlements, related party payables, loans and borrowings and deferred income (in respect to grants whose conditions are yet to be complied with).

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost using the effective interest method except for financial liabilities at fair value through surplus or deficit.

**4.6 Income Tax**

The Trust is a registered charity and therefore exempt from income tax.

**4.7 Cash and Cash Equivalents**

Cash and cash equivalents in the Statement of Financial Position are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of change in value.

**4.8 Goods and Services Tax (GST)**

Revenues, expenses, assets and liabilities are recognised net of the amount of GST except when the GST incurred on a purchase of goods and services is not recoverable from the Inland Revenue Department, then the GST is recognised as a part of the cost of the expense and the payables will be stated with GST included.

The net amount of GST recoverable from, or payable to the Inland Revenue Department, is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the Inland Revenue Department is classified as part of operating cash flows.

**4.9 Property, Plant and Equipment**

Plant and equipment (other than land and building) are measured at historical cost less accumulated depreciation and any accumulated impairment losses. Costs include 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.

The cost of replacing part of an asset and ongoing costs are recognised as an asset if, and only if, it is probable that future economic benefits or service potential will flow to the Trust and the cost of the item can be measured reliably.

All repairs and maintenance expenditure is expensed in the year in which the expense is incurred.

Land and buildings are measured at fair value by independent external valuers, less any impairment losses recognised after the date of valuation. Valuations are performed with sufficient regularity to ensure the carrying amount does not differ materially from fair value.

If the carrying amount materially differs from the fair value, then the fair values have been determined using generally accepted valuation principles regarding current market conditions and comparable sales within the locality. The land and buildings were valued at reporting date by a Property Institute of New Zealand registered valuer as an external independent valuer, having appropriately recognised professional qualifications and experience in the location and category of the property being valued. Current market conditions and comparable sales within the locality were considered for the comparable sales methodology. Subjective adjustments have been applied where necessary to account for location, land, improvements, time adjustment and overall quality variations. The fair value of investment property has been determined using the capitalisation of net income and discounted cash flow methods. These methods are based on market evidence and use of range of assumptions including future rental revenue, discounted cash flows, the nominal growth rate and comparable sale.

Any revaluation increasing the fair value of land and buildings is credited to asset revaluation reserve in statement of changes in net assets and any revaluation that offsets previous increases of the same asset are charged to other comprehensive revenue and expenses and debited to the asset revaluation reserve in statement of changes in net assets.

**Disposals**

When an asset is disposed of, the gain or loss recognised in the reported surplus or deficit is calculated as the difference between the net proceeds from disposal and the carrying amount of the asset.

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**4.9 Property, Plant and Equipment (continued)**

**Depreciation**

Depreciation of assets, other than freehold land, is calculated at rates determined by management's assessment of the assets and rates. The depreciation methods are reviewed and adjusted if appropriate at each balance date.

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.

Leasehold improvements are depreciated over the unexpired period of the lease or the estimated remaining life of the improvements, whichever is shorter.

Land & Buildings	SL	0%
Fixtures and fittings	SL	8.4% - 40%
Office equipment	SL	8.4% - 67%
Motor vehicles	SL	25%
Computer software	SL	40%
Leasehold Improvements	SL	7% - 36%

**De-Recognition**

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These are included in the Statement of Comprehensive Revenue and Expense.

**4.10 Interest-Bearing Loans and Borrowings**

Borrowing costs are those costs that the Trust incurs in connection with the borrowing of funds directly attributable to the acquisition, construction or production of assets. All borrowing costs are capitalised in the period they occur (with the exception of interest costs, which are expensed).

**4.11 Employee Entitlements**

**Wages, Salaries, Annual Leave and Sick Leave**

Short-term employee benefits, including holiday entitlement and salaries and wages accrued up to the reporting date, are current liabilities recorded on the Statement of Financial Position, measured at the undiscounted amount that the Trust expects to pay within 12 months of the reporting date.

The Trust recognises a liability and an expense for bonuses where they are contractually obliged or where there is a past practice that has created a constructive obligation.

**4.12 Equity**

Equity is the community's interest in the Trust, measured as the difference between total assets and total liabilities. Equity is made up of the following components:

**Retained Surplus**

Retained Surplus is the Trust's accumulated surplus or deficit since its formation, adjusted for transfers to/from specific reserves.

**Asset Revaluation Reserve**

The asset revaluation reserve is used to record increases and decreases in the fair value of land and buildings only to the extent that they offset each other.

**Note 5: Significant Accounting Judgements, Estimates and Assumptions**

The preparation of the Trust's financial statements requires management and the Board to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities.

**Judgements**

In the process of applying the Trust's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Trust based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Trust. Such changes are reflected in the assumptions when they occur.

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**Valuation of Land and Buildings**

Land and buildings have been stated at fair values determined by appropriately qualified, experienced and independent registered valuers. Land and buildings are generally not depreciated. Fair value is determined with reference to market based evidence, which is the amount for which assets could be exchanged between a willing buyer and a knowledgeable willing seller in an arm's length transaction at valuation date.

**Useful Lives and Residual Values**

The useful lives and residual values of assets are assessed using the following indicators to determine potential future use and value from disposal:

- The condition of the asset
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the asset
- Changes in the market in relation to the asset

The estimated useful lives of the asset classes held by the Trust are listed in Note 4.10.

**Note 6: Cash and Cash Equivalents**

Cash and cash equivalents include the following components:

	<b>2025</b>	<b>2024</b>
Cash at bank and in hand	6,257,082	4,555,961
Term deposits with maturities no more than 3 months	-	2,343,562
<b>Total cash and cash equivalents</b>	<u>6,257,082</u>	<u>6,899,523</u>

**Note 7: Receivables from Non-Exchange Transactions**

	<b>2025</b>	<b>2024</b>
Trade debtors net of provision for doubtful debts	5,475,949	3,867,245
Accrued Income	3,145,500	4,108,650
Bonds Paid	1,109,964	863,944
<b>Total trade debtors and other receivables</b>	<u>9,731,413</u>	<u>8,839,839</u>

Trade debtors and other receivables are non-interest bearing and are normally settled on 30 days terms; therefore the carrying value of trade debtors and other receivables approximates its fair value.

As at 30 June 2025, all overdue receivables have been assessed for impairment and appropriate allowances made. All receivables are subject to credit risk exposure.

Other Receivables include bonds paid to Landlord's and Accrued Income from service contracts due at year end but not yet paid.

**The movement in the allowance for doubtful debts is as follows:**

<b>Balance 30 June 2023</b>	365,281
Amounts written off	-
Impairment loss reversed	3,765
<b>Balance 30 June 2024</b>	<u>369,046</u>
Amounts written off	-
Impairment loss recognised	120,827
<b>Balance 30 June 2025</b>	<u>489,873</u>

<b>2024 Ageing analysis of trade receivables</b>	<b>Gross amounts receivable</b>	<b>Impairment</b>	<b>Net balance</b>
0-30 days (not past due)	2,088,613	-	2,088,613
31 - 60 days	1,198,123	-	1,198,123
61- 90 days	580,509	-	580,509
Greater than 90 days	369,046	369,046	0
Total past due	2,147,678	369,046	1,778,632
<b>Total of trade debtors</b>	<u>4,236,291</u>	<u>369,046</u>	<u>3,867,245</u>

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2025 Ageing analysis of trade receivables	Gross amounts receivable	Impairment	Net balance
0-30 days (not past due)	4,237,204	-	4,237,204
31 - 60 days	1,114,648	-	1,114,648
61- 90 days	124,097	-	124,097
Greater than 90 days	489,873	489,873	-
Total past due	1,728,619	489,873	1,238,746
<b>Total of trade debtors</b>	<b>5,965,822</b>	<b>489,873</b>	<b>5,475,949</b>

**Note 8: Payables under Exchange Transactions**

Current	2025	2024
Trade creditors	304,849	472,486
Non trade payables and accrued expenses	5,363,783	5,715,860
GST payable	1,092,195	974,086
	<u>6,760,827</u>	<u>7,162,432</u>

Trade creditors and other payables are non-interest bearing and normally settled on 30 day terms. The carrying amount is recorded as amortised costs.

**Note 9: Property, Plant and Equipment**

Movements for each class of property, plant and equipment are as follows:

	Land & Buildings	Fixtures & Fittings	Office Equipment	Motor Vehicles	Leasehold Improvements	Computer software	Total
<b>Cost</b>							
Balance 30 June 2023	78,528,261	2,487,422	2,185,045	208,181	649,937	-	84,058,846
Additions	523,865	4,312	177,711	-	471,506	14,772	1,192,166
Disposals	-	(100,248)	(985,931)	-	(119,544)	-	(1,205,722)
Reclassification	-	-	-	-	-	-	-
Revaluation	(6,102,126)	-	-	-	-	-	(6,102,126)
<b>Balance 30 June 2024</b>	<b>72,950,000</b>	<b>2,391,486</b>	<b>1,376,825</b>	<b>208,181</b>	<b>1,001,899</b>	<b>14,772</b>	<b>77,943,164</b>
Additions	1,054,400	6,799	112,100	-	20,217	-	1,193,516
Disposals	(1,170,000)	(73,573)	(498,662)	(30,111)	(75,858)	-	(1,848,204)
Reclassification	(800,000)	-	-	-	-	-	(800,000)
Revaluation	-	-	-	-	-	-	-
<b>Balance 30 June 2025</b>	<b>72,034,400</b>	<b>2,324,712</b>	<b>990,263</b>	<b>178,070</b>	<b>946,258</b>	<b>14,772</b>	<b>76,488,475</b>
<b>Accumulated depreciation</b>							
Balance 30 June 2023	-	344,502	1,583,124	76,072	352,917	-	2,356,615
Depreciation for the year	-	203,466	383,090	43,431	50,461	5,909	686,356
Depreciation Written back on disposal	-	(100,248)	(985,931)	-	(119,544)	-	(1,205,723)
<b>Balance 30 June 2024</b>	<b>-</b>	<b>447,720</b>	<b>980,283</b>	<b>119,503</b>	<b>283,834</b>	<b>5,909</b>	<b>1,837,249</b>
Depreciation for the year	-	190,672	248,211	34,696	124,153	5,909	603,641
Depreciation written back on disposal	-	(73,573)	(498,662)	(30,111)	(55,355)	-	(657,701)
<b>Balance 30 June 2025</b>	<b>-</b>	<b>564,819</b>	<b>729,832</b>	<b>124,088</b>	<b>352,632</b>	<b>11,818</b>	<b>1,783,189</b>
<b>Carrying amounts</b>							
At 30 June 2024	72,950,000	1,943,766	396,542	88,678	718,065	8,863	76,105,915
At 30 June 2025	72,034,400	1,759,893	260,431	53,982	593,626	2,954	74,705,287

**Bank Security**

The Trust's land and buildings have been pledged as security for loans and borrowings.

**Valuation of Land and Building**

The entity conducted a full fair valuation of land and buildings by independent registered valuers in FY2024. In FY2025, the entity performed a fair value assessment as at 30 June 2025 and concluded that the carrying value of land and buildings materially represents fair value. Therefore, a further revaluation is not necessary, and accordingly, no adjustment has been made to the carrying value of land and buildings.

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**Note 10: Other Assets**

At year end, these are certain capital work in progress related to land and buildings and software development.

	<b>2024</b>
Work in Progress	-
	<u>-</u>
	<u>-</u>
	<b>2025</b>
Work in Progress	779,818
	<u>779,818</u>
	<u>779,818</u>

**Note 11: Provisions**

	<b>2025</b>	<b>2024</b>
Opening balance – 1 July	2,028,000	1,908,033
Additional Provisions	210,330	119,967
Amounts used during the year	(281,830)	-
Closing balance – 30 June	<u>1,956,500</u>	<u>2,028,000</u>

**Note 12: Auditor's Remuneration**

Grant Thornton New Zealand Audit Limited have been the Trust's auditors since the year ended 30 June 2017.

	<b>2025</b>	<b>2024</b>
Amounts Paid to Grant Thornton	68,250	54,495
Audit of the financial statements	-	8,855
Other Consultancy Services	<u>68,250</u>	<u>63,350</u>

**Note 13: Capital Expenditure Commitments**

Capital expenditure contracted for as at 30 June 2025, but not recognised as a liability, amounted to \$19.9m (2024: nil). This contract is in relation to the construction of 24 apartments on the site at 91 Glendale Road, Glen Eden, which will be partially funded by the Ministry of Housing and Urban Development (HUD). In addition, for the same properties there is a Capacity Services Agreement with HUD for the provision of Public Housing over a minimum 25-year period.

**Note 14: Operating Lease Commitments**

As at reporting date the Trust has operating leases for vehicles, and photocopiers. The Trust leases commercial buildings in Auckland, Hamilton, Tauranga, Rotorua and Christchurch.

	<b>2025</b>	<b>2024</b>
Less than one year	951,672	985,407
Between two to five years	1,737,495	2,343,763
More than five years	1,317,500	1,548,000
Total Lease Payments	<u>4,006,667</u>	<u>4,877,169</u>

As at reporting date the Trust has 549 operating leases with third parties for residential property in Auckland and Christchurch. These are used for the Housing First Project and Transitional Housing.

	<b>2025</b>	<b>2024</b>
Less than one year	6,465,117	5,119,347
Between two to five years	3,836,394	3,749,844
More than five years	743,984	962,560
Total Lease Payments	<u>11,045,495</u>	<u>9,831,752</u>

**Note 15: Contingent Assets and Liabilities**

There are no contingent assets or liabilities at the reporting date. (2024: \$Nil).

**VISIONWEST COMMUNITY TRUST**  
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**Note 16: Related Party Information**

Visionwest Community Trust has trustees who are also on the leadership of the Glen Eden Baptist Church. Visionwest Community Trust has property occupancy agreements with the Glen Eden Baptist Church. Visionwest Community Trust engaged the following persons as contractors during the financial year: A member of the Executive, the CEO, Lisa Woolley's nephew's plumbing business (Hydro Dynamics). The CEO Lisa Woolley is a Council member for the Community Housing Aotearoa Incorporated which Visionwest hold's a membership to. Finally Murray Penman who is the Head of Health and Community Services is The Chairperson for Home and Community Health Association to which Visionwest Community Trust has a membership. The remainder (marked with an asterisk) were no longer related parties in FY25. Amounts stated below are inclusive of GST.

	<b>2025</b>	<b>2024</b>
Rent Payments to Glen Eden Baptist Church	186,672	169,158
Membership fee to Home & Community Health Association	58,938	37,950
Contract Payments made to Hydro Dynamics	44,605	46,272
Membership fee to Community Housing Aotearoa Incorporated	8,625	8,625
Contract Payments made to WeeMo Ltd	-	13,533
Advertising payments to Rhema Media Inc	-	44,563
Contract Payments made to People Plus Purpose	-	14,778

**Key Management Personnel**

The key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, are the members of the governing body which comprises the Board of Trustees, CEO, Tumu Deputy CEO, CFO, Director of Partnerships, Director of Whanau Services, Director of Health Services, Chief People Officer, Chief Information Officer and Director of Housing & Pasefika Development which constitutes the governing body of the Trust. No remuneration is paid to members of the Board of Trustees. The aggregate remuneration of key management personnel and the number of individuals, determined on a full-time equivalent basis, receiving remuneration is as follows:

	<b>2025</b>	<b>2024</b>
Total Remuneration	1,770,773	1,503,306
Number of Persons	10	8

**Remuneration and compensation provided to close family members of key management personnel**

During the reporting period, total remuneration and compensation of \$264,962 (2024: \$387,187) was provided by the Trust to employees who are close family members of key management personnel.

**Note 17: Revenue From Non-Exchange Transactions**

Revenue from non-exchange transactions received during each reporting period are made up of the following:

**Donations-in-Kind**

Donations-in-Kind	2,147,505	2,247,556
Services-in-Kind	223,493	198,058
	<u>2,370,998</u>	<u>2,445,613</u>

The corresponding expense for Donations-in-Kind and Services-in-Kind is under Expenses.

**Note 18: Loans and Borrowings**

Loans and borrowings held by the Trust are summarised as follows:

	<b>2025</b>	<b>2024</b>
<b>Current</b>		
Secured bank loans - interest bearing	79,058	329,789
Secured bank loans - zero interest	32,002	32,002
<b>Total current loans</b>	<u>111,060</u>	<u>361,791</u>
<b>Non-current</b>		
Secured bank loans - interest bearing	18,303,544	16,446,673
Secured bank loans - zero interest	306,401	352,226
<b>Total non-current loans</b>	<u>18,609,945</u>	<u>16,798,900</u>
<b>Total loans and borrowings</b>	<u>18,721,005</u>	<u>17,160,691</u>

**VISIONWEST COMMUNITY TRUST**  
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The fair value of interest bearing loans and borrowings approximate their fair value, given interest rates charged are close to market rates at year-end.

The zero interest bank loans are Housing NZ term loans repayable over 25 years, and no interest is chargeable, for the first 10 years, given that the trustees use the properties for the purpose of low income housing. There were no loans that rolled over their 10 year interest free term during this financial year. The potential impact of discounting using the current market interest rate will have insignificant impact to the financial statements. Therefore, it has not been recorded in the financial statements.

**Terms and Debt Repayment Schedule**

The terms and conditions of outstanding loans were as follows:

	Interest rate	Original Repayment terms	Year of maturity	Balance at 30 June 2025	Balance at 30 June 2024
Secured bank loans - interest bearing: Christian Savings.	6.95%-7.55% (2024: 6.90% - 8.50%)	20 years	2045	1,491,979	16,358,961
Secured bank loans - interest bearing: Community Finance	4.90%-5.65%	3 years	2028	16,500,000	-
Secured - interest bearing: Housing NZ Innovation Fund	4.43% - 7.79% (2024: 4.43% - 7.79%)	25 years	2031-34	390,622	417,501
Secured - zero interest: Housing NZ Innovation Fund	0%	25 years	2035-36	338,404	384,229
				<b>18,721,005</b>	<b>17,160,691</b>

The bank loans are secured over certain land and buildings with a carrying amount of \$28,925,000 (2024: \$79,052,126). There are no financial covenants attached to these loans.

**Note 19: Reconciliation of Surplus/Deficit with Net Cash Flow from Operating Activities**

	2025	2024
<b>Net (Loss) / Surplus for the reporting period</b>	141,827	(2,798,151)
<i>(Deduct) Non-cash items:</i>		
Depreciation	603,641	686,356
<i>(Deduct) items classified as financing or investing activities:</i>		
Interest expense	1,175,409	832,128
Loss on sale of Asset	387,821	-
<i>Movements in working capital:</i>		
(Increase)/Decrease in receivables	(891,574)	(1,315,198)
Decrease / (Increase) in prepayments	(5,920)	210,187
Decrease / (Increase) in other assets	(779,818)	227,432
Increase/(Decrease) in trade and other creditors	(404,216)	1,380,521
Increase in employee entitlements	682,573	670,822
(Decrease) in income in advance	(1,477,367)	(1,278,056)
Increase in provisions	(71,500)	119,967
<b>Net cash flows from operating activities</b>	<b>(639,124)</b>	<b>(1,263,992)</b>

**Note 20: Categories of Financial Assets and Liabilities**

The carrying amounts of financial instruments presented in the statement of financial position relate to the following categories of assets and liabilities:

	2025	2024
<b>Financial assets</b>		
<b>At amortised cost</b>		
Cash and cash equivalents	6,257,082	6,899,523
Receivables from non-exchange transactions	9,731,413	8,839,839
	<b>15,988,495</b>	<b>15,739,362</b>
<b>Financial liabilities</b>		
<b>At amortised cost</b>		
Trade and other creditors	6,760,827	7,162,432
Loans and borrowings	18,721,005	17,160,691
	<b>25,481,832</b>	<b>24,323,122</b>

**VISIONWEST COMMUNITY TRUST**  
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**Note 21: Employee Entitlements**

	2025	2024
Alternative Holidays Provision	2,600,945	2,415,629
Annual Leave Provision	8,165,077	7,667,820
	10,766,022	10,083,449

**Note 22: Other Expenses**

Other expenses broken down into categories;

	2025	2024
Repairs and maintenance	2,792,900	2,373,049
Computer & Phone	2,590,321	2,640,377
Professional Fees	2,083,336	3,207,809
General Expenses	2,022,316	2,657,616
Loss on sale of Asset	387,821	-
	9,876,694	10,878,851

Included in Other Expenses is an amount of \$1.2m (2024: \$2.0m) relating to discrete projects that have been completed or are nearing completion.

**Note 23: Financial Instrument Risk**

The Trust's activities expose it to a number of financial instrument risks, including market risk, credit risk and liquidity risk.

There were no material changes in the Trust's risk exposure and risk management objectives during the year.

The Trust does not actively engage in trading of financial assets for speculative purposes. The significant financial risks that the Trust is exposed to are as follows:

**Market Risk Analysis**

The Trust is exposed to market risk through their use of financial instruments and specifically to interest rate risk, which results from both its operating and investing activities. Interest rate risk is the risk that cash flows from a financial instrument will fluctuate because of changes in market interest rates. The Trust is exposed to interest rate risk on funds borrowed at fixed rates.

**Credit Risk Analysis**

Credit risk is the risk that a third party will default on its obligation to the Trust, causing the Trust to incur a loss. MOH, DHB's and MSD are the largest debtors these are assessed as low risk and high quality entities due to being government funded purchasers of Home Healthcare and Housing services.

The credit risk for cash and cash equivalents is considered negligible, since the counterparty is a reputable bank with a Standard & Poor's rating of AA-. The Trust only deals with credit worthy counterparties. The majority of the Trust's receivables are from Government agencies and therefore credit assessment is that they have the ability to pay and credit risk is low.

**Liquidity Risk Analysis**

Liquidity risk is the risk that the Trust won't be able to meet its obligations. The Trust manages the risk by continually monitoring forecasted and actual cash flow requirements. Liquidity needs are monitored monthly and projected for the financial year.

The table below analyses the financial liabilities into relevant maturity groupings based on the remaining period at balance date to the contractual maturity date.

2025	Within 6 months	6-12 months	1-5 years	Later than 5 years
	6,760,827			
Trade and other Creditors		-	-	-
Borrowings	524,346	524,346	19,048,462	2,163,405
	7,162,432			
2024	Within 6 months	6-12 months	1-5 years	Later than 5 years
	7,162,432			
Trade and other Creditors		-	-	-
Borrowings	802,785	802,785	8,027,854	18,840,487

The amounts above reflect the contractual undiscounted cash flows at the reporting date.

**Note 24: Capital Management**

The Board determines the capital management policy by ensuring that the Trust has sufficient funds to continue with its main purpose of supporting and caring for people within our community. Capital for the Trust consists of its accumulated funds and borrowings The Trust maintains a balance between debit and equity funding.

**VISIONWEST COMMUNITY TRUST**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2024**

**Note 25: Subsequent Events**

Subsequent to balance date, Visionwest has either acquired, or gone unconditional on, 66 properties for Public Housing purposes with a combined cost of \$42.3m. The cost of these properties is funded through a combination of Ministry of Housing and Urban Development (HUD) funding and debt funding. In addition, for each of these properties there is a Capacity Services Agreement with HUD for the provision of Public Housing over a minimum 25-year period

**Note 26: Going Concern**

The financial statements have been prepared on a going concern basis. As at 30 June 2025, the entity has current assets of \$17.1 million (2024: \$16.1 million) whereas the current liabilities is \$19.1 million (2024: \$20.6 million) resulting in net negative working capital of \$2.0 million (2024: \$4.5 million). The Board of Trustees have considered the following in assessing the going concern assumption for the preparation of the financial statements:

- \* The current liabilities included income in advance which is not payable to third party of \$1.5 million (2024: \$3.0 million) and therefore, no cash outflow impact in the short-term.
- \* Forecast performance and monthly forecast cash flow statements for the period of more than 12 months from the date of signing of these financial statements.

Based on the above consideration, the Board of Trustees have concluded that the going concern assumption for the preparation of the financial statements is appropriate.