

Performance Report

Southland Foundation
For the year ended 31 March 2025

Prepared by McIntyre Dick

Contents

3	Entity Information
5	Approval of Financial Report
6	Statement of Service Performance
7	Statement of Financial Performance
8	Statement of Financial Position
9	Statement of Cash Flows
10	Statement of Accounting Policies
12	Notes to the Performance Report
16	Compilation Report

Entity Information

Southland Foundation

For the year ended 31 March 2025

'Who are we?', 'Why do we exist?'

Legal Name of Entity

Southland Foundation

Entity Type and Legal Basis

Charitable Trust & Registered Charity

Registration Number

CC61897

Entity's Purpose or Mission

Vision: A Southland where giving is ingrained in our region's identity. Together, let's build an exceptional Southland.

Purpose: To secure and grow generosity to support and strengthen communities in the Southland region.

Entity Structure

Southland Foundation is governed by a board of volunteer trustees. Certain tasks are allocated to support committees comprising at least one board member as well as specialist members as required, but ultimately the board is responsible for all decisions. Current subcommittees include an Investment Committee.

The Foundation's day to day operations and activities are carried out by one full-time and two part-time employees.

Trustees / Board

Kathryn Ball - Chairperson
Jeffrey Grant - Deputy Chairperson
Joe O'Connell
Sarah Brown
Sarah Collie

Main Methods Used by Entity to Raise Funds

The Southland Foundation raises awareness of opportunities for giving across the region. Donations are raised through direct contact with potential donors, engagement with professional advisors and businesses predominantly in the Southland community.

Operational revenue is raised through grant applications, seeking donations from local businesses and individual donors, partnership opportunities and an administration fee on funds managed by the Foundation.

Entity's Reliance on Volunteers and Donated Goods or Services

All trustees and committee members are volunteers. Various individuals, businesses and organisations support the Foundation through in-kind goods and services such as the provision of office space, financial accounting and legal advice.

Postal Address

PO Box 1298
Invercargill 9840

Contact Details

Phone: 021 444 929
Email: info@southlandfoundation.org.nz
Website: www.southlandfoundation.org.nz

Bank

SBS Bank
Invercargill

Accountant

Craig Sutherland
McIntyre Dick & Partners Limited

Solicitor

Rex Chapman
Cruickshank Pryde

Investment Advisor

Craigs Investment Partners

Approval of Financial Report

Southland Foundation

For the year ended 31 March 2025

The Trustees are pleased to present the approved financial report including the historical financial statements of Southland Foundation for year ended 31 March 2025.

APPROVED



Kathryn Ball
Chairperson
Date 4.9.25

Jeffrey Grant
Deputy Chairperson
Date 4.9.25

Statement of Service Performance

Southland Foundation

For the year ended 31 March 2025

'What did we do?', 'When did we do it?'

Description of medium to long term objectives

The Southland Foundation's vision is to create a Southland where giving is ingrained in the region's identity and by doing so build an exceptional Southland. Our purpose is to secure and grow generosity and use these funds to support and strengthen Southland communities. Our strategy will ensure that contributions leave a lasting impact for generations to come. Funding from income earned on investments will be given to local community initiatives, while the principal amount continues to grow over time. We are donor driven and able to direct income to specific charitable causes or areas of interest chosen by donors.

To achieve our vision the Foundation will focus on outcomes grouped to show impact across philanthropy, community and stewardship.

Philanthropy & Generosity Outcomes:

- leveraging generosity: increased number of donors and gifts/bequests received.
- increased community investment: growth in annual distributions to local causes.

Community Benefit & Engagement Outcomes:

- enduring legacy: growth in funds ensuring future generations benefit.
- resilient community organisations: grantees experience increased capacity and sustainability due to support received.

Stewardship & Asset Growth Outcomes:

- sustained asset growth: year on year growth in total funds managed.
- portfolio performance: consistent returns that meet or exceed performance benchmarks.
- effective cost management: operating costs and administrative fees are maintained at minimal, sustainable and transparent levels.

	2025	2024
Description of key activities		
Funds Established	7	-
Number of known new bequest commitments pledged	3	-
Total value of funds under management	885,550	-
Distributions Made	7	-
Funds Distributed	7,028	-

Statement of Financial Performance

Southland Foundation

For the year ended 31 March 2025

'How was it funded?' and 'What did it cost?'

	NOTES	2025	2024
Revenue			
Donations, koha, bequests and other general fundraising activities	1	872,914	758
Non-government service delivery grants/contracts	1	135,000	75,533
Revenue from commercial activities	1	2,500	-
Interest, dividends and other investment revenue	1	242,461	-
Total Revenue		1,252,874	76,291
Expenses			
Employee remuneration and other related expenses	2	248,287	42,790
Other expenses related to service delivery	2	28,465	3,039
Grants and donations made	2	7,028	-
Other expenses	2	9,710	753
Total Expenses		293,490	46,582
Surplus/(Deficit) for the Year		959,384	29,709

This statement has been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Financial Position

Southland Foundation

As at 31 March 2025

'What the entity owns?' and 'What the entity owes?'

	NOTES	31 MAR 2025	31 MAR 2024
Assets			
Current Assets			
Bank accounts and cash	3	59,203	34,517
Debtors and prepayments	3	44,281	-
Total Current Assets		103,484	34,517
Non-Current Assets			
Property, Plant and Equipment	4	11,366	17,767
Investments	5	5,885,550	-
Total Non-Current Assets		5,896,916	17,767
Total Assets		6,000,400	52,285
Liabilities			
Current Liabilities			
Creditors and accrued expenses	6	1,233	14,203
Employee costs payable	6	10,073	8,372
Total Current Liabilities		11,306	22,575
Non-Current Liabilities			
Loans	6	5,000,000	-
Total Non-Current Liabilities		5,000,000	-
Total Liabilities		5,011,306	22,575
Total Assets less Total Liabilities (Net Assets)		989,094	29,709
Accumulated Funds			
Accumulated surpluses or (deficits)	7	76,828	29,709
Restricted reserves	7	912,266	-
Total Accumulated Funds		989,094	29,709

This statement has been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Cash Flows

Southland Foundation

For the year ended 31 March 2025

'How the entity has received and used cash'

	2025	2024
Cash flows from operating activities		
Cash received		
Donations, koha, bequests and other general fundraising activities	857,578	758
Non-government service delivery grants/contracts	135,000	75,533
Gross sales from commercial activities	2,500	-
Interest, dividends and other investment revenue	212,263	-
Total Cash received	1,207,340	76,291
Cash Payments		
Employee remuneration and other related payments	(246,587)	(34,418)
Other payments related to service delivery	(26,670)	(1,985)
Grants and donations paid	(7,028)	-
Total Cash Payments	(280,284)	(36,403)
Total Cash flows from operating activities	927,056	39,888
Cash flows from other activities		
Cash received		
Cash received from loans borrowed from other parties	5,000,000	-
Total Cash received	5,000,000	-
Cash payments		
Payments to acquire property, plant and equipment	(16,458)	(5,371)
Payments to purchase investments	(5,885,913)	-
Total Cash payments	(5,902,371)	(5,371)
Total Cash flows from other activities	(902,371)	(5,371)
Net Increase/ (Decrease) in Cash	24,685	34,517
Cash Balances		
Cash and cash equivalents at beginning of period	34,517	-
Cash and cash equivalents at end of period	59,203	34,517
Net change in cash for period	24,685	34,517

This statement has been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Accounting Policies

Southland Foundation

For the year ended 31 March 2025

'How did we do our accounting?'

Basis of Preparation

The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$5,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is not registered for GST. Therefore all amounts are stated inclusive of GST (if any).

Income Tax

Southland Foundation is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Property, Plant & Equipment

Property, plant and equipment is recognised at cost less aggregate depreciation. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

All other repairs and maintenance are recognised as expenses in the Statement of Financial Performance in the financial period in which they are incurred.

Depreciation is charged to the Statement of Financial Performance at the estimated useful lives of each part of an item of property, plant and equipment.

The following estimated depreciation rates/useful lives have been used:

Furniture & Fittings 16% DV

Plant & Equipment 40-50% DV

Gains and losses on disposal of fixed assets are taken into account in determining the net result for the year.

Revenue

Grants - Grants are accounted for depending on whether they have been received with documented expectations over use. Where no documented expectation over use exists, revenue is recorded as income when the cash is received. Where expectations exist, revenue is recorded as the documented expectations have been met.

Investment Income - Investment income is recognised on an accrual basis.

Donations - Donations are recognised on receipt of funds.

Other income - All other income is accounted for on an accrual basis as earned.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

Notes to the Performance Report

Southland Foundation

For the year ended 31 March 2025

	2025	2024
1. Analysis of Revenue		
Donations, koha, bequests and other general fundraising activities		
Donation Income - Contributed Capital	675,000	-
Donation Income - Operating	190,886	758
Donation Income - To pass-through	7,028	-
Total Donations, koha, bequests and other general fundraising activities	872,914	758
Non-government service delivery grants/contracts		
Grants - Feasibility & Establishment	-	75,533
Grants - Operational	135,000	-
Total Non-government service delivery grants/contracts	135,000	75,533
Revenue from commercial activities		
Fee Income - Operational	2,500	-
Total Revenue from commercial activities	2,500	-
Interest, dividends and other investment revenue		
Investment Income - Endowment	242,461	-
Total Interest, dividends and other investment revenue	242,461	-
Total Analysis of Revenue	1,252,874	76,291
	2025	2024

2. Analysis of Expenses

Employee remuneration and other related expenses		
ACC Levies	42	-
Wages	248,245	42,790
Total Employee remuneration and other related expenses	248,287	42,790
Other expenses related to service delivery		
Advertising & Marketing	9,016	1,053
Bank Fees & Charges	6	2
Computer Expenses	1,085	-
General Expenses	1,324	585
Investment portfolio management fees	1,615	-
Professional Development	1,875	-
Events	2,856	-
Subscriptions & Licences	8,730	22
Travel Expenses	1,958	1,377
Total Other expenses related to service delivery	28,465	3,039
Grants and donations made		
Donations Paid - Pass-through	7,028	-
Total Grants and donations made	7,028	-

	2025	2024
Other expenses		
Depreciation	9,710	753
Total Other expenses	9,710	753
Total Analysis of Expenses	293,490	46,582
	2025	2024

3. Analysis of Assets

Cash and short-term deposits		
SBS Bank Call Account	53,202	-
SBS Bank Current Account	6,001	34,517
Total Cash and short-term deposits	59,203	34,517
Debtors and prepayments		
Accounts Receivable	15,336	-
Accrued Interest	28,945	-
Total Debtors and prepayments	44,281	-
	2025	2024

4. Property, Plant and Equipment

Furniture and Fittings		
Opening Balance	1,209	-
Additions/(Disposals)	-	1,242
Depreciation/Impairment expense	(193)	(33)
Total Furniture and Fittings	1,015	1,209
Plant and Equipment		
Opening Balance	16,558	-
Additions/(Disposals)	3,308	17,278
Depreciation/Impairment expense	(9,516)	(720)
Total Plant and Equipment	10,350	16,558
Total Property, Plant and Equipment	11,366	17,767

	2025	2024
5. Investments		
SBS Bank Term Investment (Market Value)		
Additions / (withdrawals)	5,210,913	-
Total SBS Bank Term Investment (Market Value)	5,210,913	-
Craigs Investment Partners Portfolio (Market Value)		
Additions / (withdrawals)	674,252	-
Revaluation Gain/(Loss)	386	-
Total Craigs Investment Partners Portfolio (Market Value)	674,638	-
Total Investments	5,885,550	-
	2025	2024
6. Analysis of Liabilities		
Creditors and accrued expenses		
Accounts Payable	1,233	14,203
Total Creditors and accrued expenses	1,233	14,203
Employee costs payable		
Holiday Pay Accrual	5,330	3,308
Wage Accrual	4,743	5,065
Total Employee costs payable	10,073	8,372
Loans		
SBS Bank	5,000,000	-
Total Loans	5,000,000	-
Total Analysis of Liabilities	5,011,306	22,575

As security for the loan provided by SBS Bank, they hold a mortgage over the term deposits held with SBS Bank.

	2025	2024
7. Accumulated Funds		
Accumulated surpluses or deficits (Operating Funds)		
Opening Balance	29,709	-
Current year surplus or (deficit)	959,384	29,709
Transfer to Endowment Reserve	(912,266)	-
Total Accumulated surpluses or deficits (Operating Funds)	76,828	29,709
Restricted Reserves		
Endowment Funds		
Transfer from current year surplus or (deficit)	912,266	-
Total Endowment Funds	912,266	-
Total Restricted Reserves	912,266	-
Total Accumulated Funds	989,094	29,709

Endowment funds are capital donations to the Foundation that are to be invested. The income from these investments is then to be used to make grants and donations to people, organisations or causes that support the purpose of the specific funds.

8. Commitments

There are no commitments as at 31 March 2025 (Last year - nil).

9. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 March 2025 (Last year - nil).

10. Related Parties

There were no transactions involving related parties during the financial year.

11. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report (Last year - nil).

12. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

Compilation Report

Southland Foundation For the year ended 31 March 2025

Compilation Report to the Directors of Southland Foundation.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of Southland Foundation for the year ended 31 March 2025.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

Responsibilities

The Trustees are solely responsible for the information contained in this financial report and have determined that the accounting policies used are appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Independence

We have no involvement with Southland Foundation other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

Disclaimer

We have compiled these financial statements based on information provided which has not been subject to an audit or review engagement. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on this financial report.

McIntyre Dick & Partners Limited

McIntyre Dick & Partners Limited

Invercargill