



Changepoint Trust

ANNUAL PERFORMANCE REPORT

2021/2022

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Legal Name

Changepoint Trust

Type of Entity

Charitable Trust &
Registered Charity

Registration Number

CC25460

Location & Postal Address

2 Corwen Avenue
Hairini
Tauranga 3112

Telephone

(07) 544 2713

Website

www.changepoint.co.nz

Bank

BNZ

Auditors

Daryl Bonney

Purpose

To support Changepoint's Vision Leadership Team (VLT) in implementing its vision of "Building and Growing Great People, a Great Church, a Great City" by providing effective governance and management.

Structure**Governance Structure**

The Trust Deed states that governance is to be administered by a Board of Trustees of between three and seven Trustees. One of the Trustees must be a representative of the VLT. The Board of Trustees carries out its governance work through regular meetings, portfolios of responsibility and reporting structures. The Board of Trustees meets regularly to exercise the Board's governance responsibilities.

Operational Structure

Operationally, the Trust's activities are outworked through the collaborative work of the Trustees, staff and volunteers.

Main Sources of Trust's Cash, Resources and Funding

Donations made by individuals who identify Changepoint as their place of worship is the primary source of funding for the Trust.

Entity's Reliance on Volunteers and Donated Goods or Services

At the Governance level all Trustees, except the Chairperson, serve in a voluntary capacity and make significant voluntary contributions to the charitable work of the Trust. Every activity of the Trust depends, to one extent or another, upon volunteers and the voluntary supply of expertise, experience, materials, labour, equipment and time. All these resource the activities of the Trust and help it to fulfil its purposes. All employees are also expected to make a voluntary contribution to the work of the Trust.

Trustees

Name	Commencement Date
Charles David Dishroon	1 September 2009
Hans Pendergrast	1 September 2009
Peter Hollander	1 September 2009
Anton Labuschagne	24 May 2016
Dave Beattie	2 May 2017

Statement of Responsibility

We confirm that:

- We are responsible for the preparation of this Performance Report and for the judgements made herein.
- We are responsible for any end-of-year performance information provided by Changepoint Trust.
- We have the responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial reporting.
- We are of the opinion that the Performance Report fairly reflects the financial position and operations of Changepoint Trust for the year ended 31 March 2022.



David Dishroon
Chairperson
Changepoint Trust



Anton Labuschagne
Treasurer
Changepoint Trust

27 June 2022

Date

Pastoral and Trustee Report

Changepoint Church is incredibly blessed to have paid staff as well as a large army of capable volunteers who serve the church tirelessly. The oversight of the church and its various ministries have been divided into leadership teams: The Vision Leadership Team (VLT), the Changepoint Trustees, the Changepoint Staff and the Servant Leadership Team (SLT).

The VLT has primarily been Pastors David and Linda's responsibility. In May 2021 we welcomed Saint and Karen Whatuira onto the team and their contribution has been deeply appreciated by us and the church. In May 2022, we welcomed Jonathan and Donna Boom onto the VLT also. Moving forward the six of us will work in relationship to guide the spiritual direction and vision of the church.

The Changepoint Trustees have functioned well together. Our planning, reporting, and decision-making have been robust, with due diligence, and unified. Staff changes and the impact of COVID-19 have proven to be very challenging but also rewarding in that it has drawn us closer to each other, and even more dependent upon the Lord.

The SLT was launched in September 2021 as a new ministry arm of Changepoint. This team is ably led by Kolinio and Ruth Tuiraviravi and is primarily focused on mobilising volunteer members of Changepoint into member care. In principle, it is endeavouring to take the ministry of the church and have it rest upon gifted and graced church members to do as Ephesians 4:12 exhorts "to do the work of the ministry." Thus far it is in its pioneering days but we have faith that its importance and potential will grow.

The Changepoint Staff have undergone a lot of change in the last two years. Staff departures, the ongoing impact of COVID-19 and the redistribution of workloads made for a challenging couple of years. Yet through it all, the staff that have remained have proven that their work here is for the Lord and to them we say "Thank You and Well Done!". Pastor Linda and I took long service leave as of mid-December 2021 to be with our family in America. In May 2022 we announced that we will not be returning as Senior Pastors but in more of an oversight role as Spiritual Elders. Pastors Jonathan and Donna Boom have taken on the role of Lead Pastors and have done an outstanding job overseeing the staff and the Changepoint congregation.

To God be the glory,

Pastor David Dishroon

Senior Pastor: Changepoint

Chairman: Board of Trustees, Changepoint Trust



Pastors Linda & David Dishroon



Saint & Karen Whatuira



Pastors Jonny & Donna Boom



Kolinio and Ruth Tuiraviravi

In honour of...

The year 2021 was marked by the passing of two legendary men who were strong pillars, fathers in the faith and pioneers of Changepoint. Eddie Cairns and Huikakahu Kawe embodied leadership, eldership and statesmanship. While they served this church family, their influence also extended to our city of Tauranga, throughout New Zealand and to many nations of the world.

Eddie Cairns along with his wife Betty, founded Mission Outreach in 1976 with a focus on the suffering church of Asia, as well as Central and Eastern Europe. Eddie and Betty travelled to these areas to assess the needs, encourage the believers, and supply funds and bibles. Eddie was also an evangelist who personally led thousands of people to Christ. Eddie's legacy continues in places like Vietnam where many of the church leaders consider Eddie to be their spiritual father.

Huikakahu Kawe was a church trustee for 12 years and was a missionary from this church with YWAM for many years. He served the greater Tauranga Moana and was a well respected and loved Kaumātua, serving as a Maori government liaison for Tauranga City Council and advisor to many other ministries and departments. His local Marae of Hairini, his family and the Tauranga community miss the fountain of wisdom that exuded from him.

We miss them both greatly! We grieve their loss and especially remember their families. Both men were originals here at the church, spanning over 38 years.



Eddie Cairns



Huikakahu Kawe

Statement of Service Performance

Description and Quantification of Outputs (Significant Activities)

Measures	2021/2022 Actual	2020/2021 Actual
Average number of adults attending Sunday Services	312	309
Number of Baptisms	41	14
Average weekly attendance of Changepoint Littlies	19	20
Average weekly attendance at Treasure Box (Playgroup)	38	38
Average weekly attendance at Changepoint Kids	47	32
Average weekly attendance at I-mediates (Midweek Program)	18	18
Average weekly attendance at I-mediates (Sunday Program)	11	11
Average weekly attendance at Transformation Youth	56	64
Average weekly attendance at Champions (Seniors Group)	38	37
Number of volunteers serving at Changepoint	176	206
Total YouTube views across all Changepoint videos	26,174	25,294
Retired Measures	2020/2021 Actual	2019/2020 Actual
Number of Students in the School of Ministry <i>This measure has been retired as Changepoint no longer offers a formal programme. Students receive their theological input through their chosen Bible College for example Vineyard College or Faith Bible College, and Changepoint administers their practical ministry goals.</i>	7	13

What's happening at Changepoint?

On any given day when you drive past Changepoint Church on Poike Road, you notice cars in the car park, someone operating the digger at the fill-site, youth playing basketball, people drinking coffee and chatting on the deck or musicians carrying their instruments out of church after worship practice. This is the beauty of Changepoint - the people! People who love God, love His church and its people and love the community they live in.

What happens on Sundays?

Sundays are special in that it's a day for everyone who calls Changepoint home, to gather and worship God corporately.

Changepoint typically (aside from COVID-19 restrictions on gatherings) has three services on a Sunday: two morning services and one evening service. The first morning service at 8.15 am is for the early risers and for those who enjoy a quieter worship atmosphere. The second service at 10 am is a family-orientated service with lively worship and is typically the larger gathering of the two morning services. During the second service, various programmes are on offer for the children: Changepoint Littlies is for tamariki aged 1 - 4 years, Changepoint Kids is for children aged 5 - 10 years and I-mediate is for the 11-13 years olds.

After the morning services, people love to linger and catch up over a good coffee or nibbles from the Cafe on Wheels which is parked alongside the church near the sunny deck.

The Sunday night service starts at 6 pm. The intention is that this service has a younger feel and is more free-flowing than the morning services.

Baptisms usually take place between one and three times a year on-site at church in a portable pool. Forty-one people were baptised during the 2021/2022 period.

What happens online?

Changepoint live-streams its morning and evening services on YouTube. This is an appreciated service for those who wish to hear the message but cannot attend a service in person for whatever reason. During the various lockdowns and restrictions on gatherings, worship and a message was pre-recorded and streamed on a Sunday. While nothing quite beats gathering together in our church where on a Sunday, we are thankful for online options to stay connected.



What's on during the week?

During the week a number of ministries operate from the Changepoint facilities but also in homes and venues across the city.

Treasure Box

On Tuesdays, Treasure Box is run in the church auditorium for parents and toddlers in the community. The programme includes music, stories and rhymes for children aged 0 - 5 years. It also serves as a coffee and connection time for parents.

Champions

Champions serves the 60+ age group in the community. Champions meet for a variety of outings for fun, community and fellowship (e.g. afternoon teas at large coffee shops, ten-pin bowling, picnics, soup day, Christmas lunch). Many of the Champions also gather in smaller groups who meet for games, devotions, prayer and coffee on an ongoing basis. It's a delight to see our Champions banding together, building beautiful friendships and having fun!

I-mediates

Once a month on a Friday, the I-mediates (11 - 13-year-olds) have themed events that run from 5 pm - 7 pm in the auditorium. These nights include games, team challenges, worship and a message, music, food and fun! This is all to create a space of belonging and to engage the kids with the Bible in a way that is relevant to both their lives and how they can make an impact on others.

Transformation Youth

Transformation Youth meets on Thursday nights and caters for Year 9 to Year 13 students. Youth gatherings include lively worship and a message that is designed to engage our young people and lead them into wanting more of God. And of course, what is youth night without the addition of fun, games, prizes, challenges, laughs and good times.

Groups

Many church members gather organically in groups during the week for fellowship, prayer or bible studies. For example, Latte Ladies gather once a month for a coffee and catch up. Girls after Five gather weekly for a bible study and Nga Wahine Toa is a discipleship group for women.

Who makes it happen?

Changepoint has an army of volunteers who serve across various ministry areas. Combining our efforts means we have greater manaakitanga with our community and beyond. Every person brings a new way of seeing things, different ideas in areas they see as important, and the willingness to get stuck in for the benefit of others. The Servant Leadership Team, led by Ruth and Kolinio Tuiraviravi, aims to mobilise the gifted and graced members of the church to do the work of the ministry. As the body of Christ, we all have different giftings and abilities and it is the mission of the SLT to see the congregation mobilised, shifting the focus from Changepoint staff-led ministry to congregation-led ministry.

CHANGEPOINT TRUST
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 Actual	2021 Actual
Revenue			
Donations	2a	855,011	870,885
Government grants	2b	3,600	107,649
Other revenue	2c	161,068	414,459
<i>Total Revenue</i>		1,019,679	1,392,993
Expenditure			
Employee related expenses	3	542,649	701,046
Costs related to providing goods or services	4a	117,478	121,029
Grants and donations made	4b	100,887	63,451
Other expenses	4c	61,262	60,526
<i>Total Expenditure</i>		822,276	946,052
Surplus		197,403	446,941

The accompanying notes form part of these performance reports.

CHANGEPOINT TRUST
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2022

	Notes	2022 Actual	2021 Actual
ASSETS			
Current Assets			
Bank accounts and cash	5	304,670	156,680
Debtors	6	<u>20,979</u>	<u>9,387</u>
<i>Total Current Assets</i>		325,649	166,067
Non-Current Assets			
Property, plant and equipment	7	6,177,949	3,858,523
<i>Total Non-Current Assets</i>		<u>6,177,949</u>	<u>3,858,523</u>
Total Assets		6,503,598	4,024,590
LIABILITIES			
Current Liabilities			
Creditors and accrued expenses	8	8,799	46,217
Employee costs payable	9	31,900	76,298
Other current liabilities	10	0	623
Loans	11	<u>0</u>	<u>100</u>
<i>Total Current Liabilities</i>		40,699	123,238
Total Liabilities		40,699	123,238
NET ASSETS		<u>6,462,899</u>	<u>3,901,352</u>
EQUITY			
Accumulated equity	12	<u>6,462,899</u>	<u>3,901,352</u>
TOTAL EQUITY		<u>6,462,899</u>	<u>3,901,352</u>

The accompanying notes form part of these performance reports.

CHANGEPOINT TRUST
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 Actual	2021 Actual
Cash flows from operating activities			
Receipts from donations		855,011	870,885
Receipts from government grants		3,600	107,649
Receipts from other revenue		154,519	415,791
Interest received		80	25
Payments to suppliers and employees		(804,256)	(859,674)
Interest paid		(1)	(2)
GST (net)		(44,320)	14,798
		<hr/>	<hr/>
<i>Net cash flow from operating activities</i>		164,633	549,472
Cash flows from investing and financing activities			
Payments for the purchase of property, plant and equipment		(16,543)	(59,026)
Receipts from the sale of property, plant and equipment		-	5,506
Repayment of loans from related parties		-	(360,900)
Repayment of loans borrowed from other parties		(100)	-
		<hr/>	<hr/>
<i>Net cash flow from investing and financing activities</i>		(16,643)	(414,420)
Net increase/(decrease) in bank accounts and cash for the year		147,990	135,052
<i>Bank accounts and cash at the beginning of the year</i>		156,680	21,628
Bank accounts and cash at the end of the year	5	<u>304,670</u>	<u>156,680</u>

CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022

1 Statement of Significant Accounting Policies

Basis of Preparation

The Trustees have elected to apply PBE SFR-Accrual (Not-For-Profit) on the basis that the Trust does not have public accountability (as defined) and has total annual expenses of less than \$2 million. The board has not elected to adopt any Tier 2 accounting policies.

All transactions in the performance report are reported using the accrual basis of accounting.

The performance report has been prepared on a going concern basis and the accounting policies have been applied consistently to all periods presented in these performance reports.

The performance report has been prepared on a historical cost basis.

The performance report is presented in New Zealand dollars and all values are rounded to the nearest dollar.

There have been no changes in accounting policies during the financial year.

Summary of Significant Accounting Policies

Significant accounting policies are included in the notes to which they relate.

Significant accounting policies that do not relate to a specific note are outlined below.

Goods and Services Tax (GST)

The Trust is registered for GST. All items in the performance report are stated exclusive of GST, except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department (IRD) is included as part of receivables or payables in the statement of financial position.

The net GST paid to, or received from, the IRD, including the GST relating to investing and financing activities, is classified as a net operating cash flow in the statement of cash flows.

Commitments and contingencies are disclosed exclusive of GST.

Income Tax

The Trust is exempt from income tax due to its charitable organisation status.

CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022

2 Revenue

Accounting policy

Revenue is measured at the fair value of consideration received or receivable.

Donations

Donations are recognised as revenue when funding is received.

Grants

Grants are recognised as revenue when they become receivable unless there is an obligation to return the funds if conditions of the grant are not met. If there is such an obligation the grants are initially recorded as grants received in advance, and recognised as revenue when the conditions of the grant are satisfied.

Interest

Interest revenue is recorded as it is earned during the year.

Other revenue

Other revenue is recognised when it becomes receivable unless there is an obligation to return the funds if conditions of the revenue are not met. If there is such an obligation the revenue is initially recorded as revenue received in advance, and recognised as revenue when the conditions of the revenue are satisfied.

Where a physical asset is donated or vested in the Trust for nil or nominal consideration, the fair value of the asset received is recognised as revenue. Assets vested in the Trust are recognised as revenue when control over the asset is obtained.

Volunteer and donated services are not recognised as revenue or expenditure unless the Trust is able to reliably measure the fair value of the goods or services received.

	Note	2022 Actual	2021 Actual
2a Donations			
Donations		<u>855,011</u>	<u>870,885</u>
Total donations		<u>855,011</u>	<u>870,885</u>

CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022

	Note	2022 Actual	2021 Actual
2 Revenue (continued)			
2b Government grants			
COVID-19 wage support		3,600	106,814
Other government grants		-	835
		<u>3,600</u>	<u>107,649</u>
Total government grants		3,600	107,649
2c Other revenue			
Café sales		5,974	6,306
Interest received		80	25
Ministry income		1,737	17,576
Net gain on sale of property, plant and equipment		-	2,030
Recharged staff time to Changepoint Education Trust	16	40,014	7,120
Rent income - current year	16	105,000	83,333
Rent income - historic	16	-	297,834
Other		8,263	235
		<u>161,068</u>	<u>414,459</u>
Total other revenue		161,068	414,459
3 Employee related expenses			
Accounting policy			
Wages, salaries, and annual leave are recorded as an expense as staff provide services and become entitled to wages, salaries and leave entitlements. Performance payments are recorded when the employee is notified that the payment has been granted. Kiwisaver contributions are recorded as an expense as staff provide services. Other expenses are expensed when the related good or service has been received.			
ACC levies		1,855	1,265
Salaries		511,161	674,220
Staff care and resources		5,059	11,363
Kiwisaver contributions		24,574	14,198
		<u>542,649</u>	<u>701,046</u>
Total employee related expenses		542,649	701,046

CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022

	Note	2022 Actual	2021 Actual
4 Other expenditure			
Accounting policy			
Other expenses are expensed when the related good or service has been received.			
Borrowing Costs			
Borrowing costs (interest paid) are recognised as an expense in the period in which they are incurred.			
4a Costs related to providing goods or services			
Accommodation and travel		932	177
Advertising		-	1,961
Applications and software		12,311	11,807
Bank fees		1,900	2,582
Café		6,454	12,916
Christmas lights		375	3,456
Consumables and stationery		2,012	1,705
Electricity		7,657	5,732
Equipment		5,680	6,171
Hire and rental		3,298	3,837
Insurance		15,415	12,815
Ministry expenses		14,888	19,876
Printing		2,861	4,026
Professional services - audit and legal		5,510	4,234
Rates		1,717	1,449
Repairs and maintenance		24,443	17,204
Security, fire and cleaning services		1,238	1,395
Special event expenses		290	1,507
Sunday service expenses		3,999	2,584
Telephone and internet		6,498	5,595
		<u>117,478</u>	<u>121,029</u>
Total costs related to providing goods or services		117,478	121,029
4b Grants and donations made			
Overseas missions		66,022	38,680
Local missions		8,547	3,582
Community giving		20,628	18,706
Sunday ministries		5,690	2,483
		<u>100,887</u>	<u>63,451</u>
Total grants and donations made		100,887	63,451

**CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022**

	Note	2022 Actual	2021 Actual
4c Other expenses			
Depreciation	7	61,261	60,524
Interest on loans		<u>1</u>	<u>2</u>
Total other expenses		<u>61,262</u>	<u>60,526</u>

5 Bank accounts and cash

Accounting Policy

Bank accounts and cash in the statement of cash flows comprise cash balances and bank balances (including short term deposits) with original maturities of 180 days or less.

Bank overdrafts are shown as borrowings within current liabilities in the statement of financial position.

On call account	104,670	156,680
Short term deposit	<u>200,000</u>	<u>-</u>
Total bank accounts and cash	<u>304,670</u>	<u>156,680</u>

The carrying value of short-term deposits with maturity dates of less than six months approximates the fair value.

6 Debtors

Accounting Policy

Debtors are initially recorded at the amount owed. When it is likely the amount owed (or some portion) will not be collected, a provision for impairment is recognised and the loss is recorded as a bad debt expense.

Accounts receivable	6,469	-
Prepaid expenses	13,949	9,387
GST receivable	<u>561</u>	<u>-</u>
Debtors	<u>20,979</u>	<u>9,387</u>

CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022

7 Property, plant and equipment

Accounting Policy

Property, plant and equipment, except for land and buildings, are shown at cost less accumulated depreciation and impairment losses. Land and buildings are measured at fair value. The Trust does not hold any cash-generating assets.

Revaluations

Land and buildings are revalued with sufficient regularity to ensure that the carrying amount does not differ materially from fair value, and at least every three years. The land and buildings are valued using rateable value. The most recent valuation of land and buildings was effective on 1 July 2021.

Revaluation movements are accounted for on a class-of-asset basis. The net revaluation results are credited or debited to the asset revaluation reserve in equity for that class of asset. Where this would result in a debit to the asset revaluation reserve, this is recognised in the surplus and deficit. Any subsequent increase in revaluation that reverses a previous decrease in value recognised in surplus and deficit will first be recognised in the surplus or deficit up to the amount previously expensed, and then recognised in the revaluation reserve.

Additions

The cost of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential associated with the item will flow to the Trust and the cost of the item can be measured reliably.

In most instances, property, plant and equipment is recognised at its cost. Where an asset is acquired at no cost, or for a nominal cost, it is recognised at fair value when control over the asset is obtained. Assets are recognised on receipt of the asset if the asset has a useful life of 12 months or more. Significant assets for which current values are not readily obtainable are not recognised.

Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposals are included in the statement of financial performance.

Impairment

The asset is impaired if the value to the Trust in using the asset falls below the carrying amount.

Depreciation

Depreciation is provided on a straight-line basis on all property, plant and equipment, except for land, at rates that will write off the cost of the assets, to their estimated residual values, over their useful lives. The residual value and useful life of an asset is reviewed, and adjusted if applicable, at each financial year end. The useful lives and associated depreciation rates of major classes of assets has been estimated as follows:

Buildings	50 years
Plant and equipment	10 years
Furniture and fixtures	10 years
Sound and graphics equipment	5 to 10 years
Office equipment	5 years
Computer equipment (including software)	3 years

CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022

7 Property, plant and equipment (continued)

2022	Asset Class	Opening Carrying Amount	Purchases	Revaluation	Disposals	Current Year Depreciation	Closing Carrying Amount
	Land	2,283,469	-	1,601,531	-	-	3,885,000
	Buildings	1,415,595	7,127	762,613 *	-	(29,313)	2,156,022
	Plant and equipment	56,894	-	-	-	(7,587)	49,307
	Furniture and fixtures	43,568	1,888	-	-	(6,777)	38,679
	Sound and graphics equipment	42,752	-	-	-	(9,493)	33,259
	Office equipment	7,532	-	-	-	(2,923)	4,609
	Computers (including software)	8,713	7,528	-	-	(5,168)	11,073
	Total	3,858,523	16,543	2,364,144	-	(61,261)	6,177,949
2021	Asset Class	Opening Carrying Amount	Purchases	Revaluation	Disposals	Current Year Depreciation	Closing Carrying Amount
	Land	2,283,469	-	-	-	-	2,283,469
	Buildings	1,414,715	30,151	-	-	(29,271)	1,415,595
	Plant and equipment	61,917	2,522	-	-	(7,545)	56,894
	Furniture and fixtures	47,269	2,791	-	(58)	(6,434)	43,568
	Sound and graphics equipment	42,351	10,297	-	(549)	(9,347)	42,752
	Office equipment	8,323	2,123	-	-	(2,914)	7,532
	Computers (including software)	5,453	11,142	-	(2,869)	(5,013)	8,713
	Total	3,863,497	59,026	-	(3,476)	(60,524)	3,858,523

* The Trust considers one of the building valuations to be too high and has objected to the valuation. The full valuation has been recognised in the performance report as at the date of adopting the report. The Trust has not received the outcome of the objection.

**CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022**

	2022 Actual	2021 Actual
8 Creditors and accrued expenses		
Accounting policy		
Short term payables are recorded at the amount payable.		
Creditors	8,799	6,337
GST payable	-	39,880
	<u>8,799</u>	<u>46,217</u>
9 Employee costs payable		
Accounting Policy		
A liability for employee costs payable is recognised when an employee has earned the entitlement. These include salaries and wages accrued up to balance date and annual leave earned but not yet taken at balance date.		
Holiday pay accrual	31,900	46,438
PAYE and other deductibles owing	-	19,560
Accrued salaries and wages	-	10,300
	<u>31,900</u>	<u>76,298</u>
10 Other current liabilities		
Designated gifts	-	623
	<u>-</u>	<u>623</u>
11 Loans		
Accounting policy		
Loans are recognised at the amount borrowed from the lender. Loans balances include any interest accrued at year end that has not yet been paid.		
Current portion		
Mortgage loan from BNZ bank	-	100
	<u>-</u>	<u>100</u>

CHANGEPOINT TRUST
 NOTES TO THE PERFORMANCE REPORT
 FOR THE YEAR ENDED 31 MARCH 2022

12 Equity

Accounting Policy

Equity is measured as the difference between total assets and total liabilities.

2022	Accumulated Surpluses	Revaluation Reserves	Total
Opening balance	1,283,000	2,618,352	3,901,352
Surplus	197,403	-	197,403
Revaluation of land and buildings	-	2,364,144 *	2,364,144
Closing balance	<u>1,480,403</u>	<u>4,982,496</u>	<u>6,462,899</u>
2021	Accumulated Surpluses	Revaluation Reserves	Total
Opening balance	836,059	2,618,352	3,454,411
Surplus	446,941	-	446,941
Revaluation of land and buildings	-	-	-
Closing balance	<u>1,283,000</u>	<u>2,618,352</u>	<u>3,901,352</u>

* The Trust considers one of the building valuations to be too high and has objected to the valuation. The full valuation has been recognised in the performance report as at the date of adopting the report. The Trust has not received the outcome of the objection.

13 Commitments

There are no commitments to lease or rent assets as at balance date (2021: nil)

14 Contingencies

There are no contingent liabilities or guarantees as at balance date (2021: nil)

15 Events after balance date

There were no events that have occurred after the balance date that would have a material impact on the performance report.

CHANGEPOINT TRUST
NOTES TO THE PERFORMANCE REPORT
FOR THE YEAR ENDED 31 MARCH 2022

16 Related Party Disclosures

The Changepoint Education Trust (CET) is an autonomous Trust that provides early learning centre services to the public. Changepoint Trust is considered an associated Trust by virtue that the two Trusts work in collaboration on projects, and some Trustees on both Trusts are related.

Rental charged to the CET by Changepoint Trust for the year was \$105,000 (2021: \$83,333). Undercharged historic rental charged to the CET by Changepoint Trust for the year was nil (2021: \$297,834). Recharging of staff time to the CET by Changepoint Trust for the year was \$40,014 (2021: \$7,120). Refer to Note 2.

David Dishroon is a trustee. David and three (2021: five) of his family members have been employed during the year as staff at Changepoint Trust. The total gross remuneration paid to the family for the year was \$186,099 (2021: \$291,764).

17 Significant Grants and Donations with Conditions which have not been Recorded as a Liability

The Trust has not received grants or donations with conditions that have not been recorded as a liability.

18 Goods or Services Provided to the Entity in Kind

The Trust has received services through volunteers, however as the value of the services can not be reliably measured, the Trust has not recorded this as a donation.

19 Assets Used as Security for Liabilities

The loan from BNZ bank (refer to note 11) is secured against the Trust's land and buildings.

20 Assets Held on Behalf of Others

No assets were held on the behalf of others.

21 COVID-19 Impact

The New Zealand Government in line with governments around the world implemented procedures in relation to the COVID-19 pandemic risk through the 2021 and 2022 financial years. This has restricted operations significantly at times through these two years.



Daryl Bonney

Chartered Accountant

INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT

To the Trustees of Changepoint Trust

Report on the Performance Report

I have reviewed the accompanying performance report of Changepoint Trust on pages 3, 7 and 10 to 22 which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 31 March 2022, the statement of financial position as at 31 March 2022, and the statement of accounting policies and other explanatory information.

Basis for Qualified Conclusion

It is not practical for Changepoint Trust to maintain an effective system of internal control over donations until their initial entry in the accounting records. Accordingly, my review in relation to donation income was limited to amounts recorded. There are no practical review procedures to determine the effect of this limited control.

In this respect, I have not obtained all the information that I have required.

Qualified Conclusion

Based on my review, other than the matter described in the Basis for Qualified Conclusion paragraph, nothing has come to my attention that causes me to believe that:

- 1) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are not suitable;
- 2) the performance report on pages 3, 7 and 10 to 22 does not present fairly, in all material respects,
 - a) the financial position of Changepoint Trust as at 31 March 2022, and its financial performance and cash flows for the year then ended; and
 - b) the entity information and its service performance for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit).

The Trustees Responsibility for the Performance Report

The Trustees are responsible on behalf of the entity for:

- 1) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- 2) the preparation and fair presentation of the performance report which comprises:
 - a) the entity information
 - b) the statement of service performance; and

- c) the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report
in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board; and
- 3) for such internal control, as the Trustees determine is necessary, to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

Assurance Practitioner’s Responsibility

It is my responsibility to express a conclusion on the performance report based on my review. I conducted my review of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ)) 2400 (Revised), *Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity*, and the review of the entity information and statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Those standards require me to conclude whether anything has come to my attention that causes me to believe that the performance report, taken as a whole, is not prepared, in all material respects, in accordance with the Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit). Those standards also require that I comply with ethical requirements.

A review of the performance report in accordance with ISRE (NZ) 2400 (Revised) and ISAE (NZ) 3000 (Revised) is a limited assurance engagement. My review involves performing procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluating the evidence obtained. The procedures selected depend on my judgement, including the areas identified where a material misstatement is likely to arise and includes performing procedures to obtain evidence and evaluating whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand) and ISAE (NZ) 3000 (Revised). Accordingly, I do not express an audit opinion on the performance report. Other than in my capacity as assurance practitioner I have no relationship with, or interests in, Changepoint Trust.

My review report was completed on 27 June 2022 and my opinion is expressed as at that date.



Daryl Bonney
Auditor / Fellow Chartered Accountant
Tauranga