

Consolidated Performance Report

Community Housing Aotearoa Incorporated
For the year ended 30 June 2025

Contents

3	Entity Information
5	Approval of Financial Report
6	Statement of Service Performance
8	Statement of Financial Performance
9	Statement of Financial Position
10	Statement of Cash Flows
11	Statement of Accounting Policies
13	Notes to the Performance Report
16	Independent Auditors Report

Entity Information

Community Housing Aotearoa Incorporated For the year ended 30 June 2025

Legal Name of Entity

Community Housing Aotearoa Incorporated (parent)

Entity Identifier

CHA - Incorporated Society # 1583033 and Registered Charity # CC36095

CHS - Company # 5766588

Type of Entity

CHA is registered under the Incorporated Societies Act 1908, is a public benefit entity, and is registered with Charities Services under the Charities Act 2005.

CHS is a Limited Liability Company, and is registered with Charities Services under the Charities Act 2005.

Entity's Purpose or Mission

CHA is the peak body for New Zealand's Community Housing sector.

Our vision is All New Zealanders well-housed, and our mission is to support the growth and development of community housing by providing sector leadership and building capacity.

CHS is a specialist housing consultancy which assists its charitable clients and local governments with a range of assignments in relation to social, affordable and community housing. CHS was formed by Community Housing Aotearoa (CHA) to separate its general member services from specialised consultancy services provided to members and other parties.

Entity Structure

CHA is governed by a nine-member Council, with five of the members elected from the membership at the AGM.

One member is appointed by Te Matapihi Mo Te Iwi Tirohanga Trust (the peak body for the Maori housing sector), and up to three members can be seconded by the Council based on a skills need assessment.

CHA is managed by a CEO, with seven additional staff in offices in Wellington and Auckland.

CHA, as the only shareholder of CHS appoints the Director of CHS, who is responsible to implement the strategy direction, ensure financial stability and oversee its overall operations

Entity's Governance Arrangements

CHA is governed by a nine-member Council, with five of the members elected from the membership at the AGM.

One member is appointed by Te Matapihi Mo Te Iwi Tirohanga Trust (the peak body for the Maori housing sector), and up to three members can be seconded by the Council based on a skills need assessment.

Key decisions for CHA and CHS are made by the CHA Council. They set the strategic direction, ensure financial stability and oversee its overall operations.

CHA Council as at 30 June 2025

Hope Simonsen (Co-Chair)

Nic Greene (Co-Chair & CHS Director)

Cate Kearney (Treasurer)

Fiona Hamilton

James Te Puni

Jordon H Robertson

Lisa Woolley

Vicki Sykes

Entity's Reliance on Volunteers and Donated Goods or Services

Governance is through the CHA Council which is comprised of volunteers; we receive occasional donated services.

Other Entities Controlled by the Entity

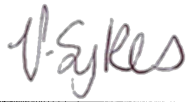
Legal Name	Entity Identifier
Community Housing Solutions Limited	Charity Number: CC58105

Approval of Financial Report

Community Housing Aotearoa Incorporated For the year ended 30 June 2025

This performance report has been approved by those charged with governance.

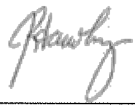
APPROVED



Vicki Sykes

Co-Chair - Community Housing Aotearoa Incorporated

Date **13 October 2025**
.....



Jill Hawkey

Treasurer - Community Housing Aotearoa Incorporated

Director - Community Housing Solutions Limited

Date **13 October 2025**
.....

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Statement of Service Performance

Community Housing Aotearoa Incorporated

For the year ended 30 June 2025

Description of medium to long term objectives

CHA is working toward a responsive and well-functioning housing system to achieve our vision of all New Zealanders well-housed.

This would mean Aotearoa's housing system provides homes that are affordable across a range of income levels and tenures.

There is a pipeline of appropriate housing supply now and into the future, ensuring affordability, inclusivity and sustainability.

Everyone in Aotearoa has a place to call home which is culturally appropriate, accessible, sustainable and supports us all to live the way we choose affordably.

Our work will help our member community housing organisations deliver high quality housing solutions and services regularly measured against sector standards.

Strong governance and financial sustainability are maintained by sharing knowledge and experience across the sector.

Description and Quantification of the Entity's Activities

	2025	2024
Networks Supported	9	11
Network Participants - Organisations	292	207
Network Participants - Individuals	436	312
Submissions	6	4
Newsletters Distributed	11	18
Newsletter Subscribers	1,874	1,768
Training Events/Meetings - # held	25	17
Training Events/Meetings - Organisations Participating	1,016	983
Training Events/Meetings - Participants	2,084	1,748
Number of Members	170	137
Membership Renewal Rate	90%	88%
Membership Satisfaction Rate	94%	88%

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Community Housing Solutions Limited

For the year ended 30 June 2025

Description of medium to long-term objectives

To increase the supply of social and affordable housing.

Description and Quantification of the Entity's Key Activities

	Current Year	Last Year
Local/Regional Housing Needs Assessments	0	0
Housing Policy or Strategy Delivered -	5	1
• Haumarū Housing LP • Reconnect • L&A Low-Mod Income Housing report • Kāinga Hau financial modelling • Synergine - NZ Housing Market report		
CHRA Registration Advice -	8	10
• Tumu Timbers/BFHT • Te Taumata o Ngāti Whakaue Iho Ake Trust • Waitomo Papakāinga • ADAPT • Community Living • Strive Community Trust • Roderique Hope rust • Ola le Ola Aotearoa Trust		

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Consolidated Statement of Financial Performance

Community Housing Aotearoa Incorporated For the year ended 30 June 2025

Account	Notes	Group 30-Jun-25	Parent 30-Jun-25	Group 30-Jun-24	Parent 30-Jun-24
Revenue					
Donations, koha, bequests and other general fundraising activities	1	1,500	0	5,000	5,000
General grants	1	200,000	200,000	206,300	206,300
Government service delivery grants/contracts	1	534,600	534,600	1,100,000	1,100,000
Non-government service delivery grants/contracts	1	25,802	25,802	0	0
Membership fees and subscriptions	1	235,625	235,625	195,000	195,000
Revenue from commercial activities	1	138,950	82,088	134,023	101,963
Interest, dividends and other investment revenue	1	43,148	43,148	38,192	38,192
Other revenue	1	199,049	199,049	23,870	23,870
Total Revenue		1,378,674	1,320,311	1,702,385	1,670,325
Expenses					
Employee remuneration and other related expenses	2	1,037,867	1,037,193	1,025,929	1,025,929
Expenses relating to commercial activities	2	241,655	233,535	391,081	373,032
Grants and donations made		35	35	35	35
Other expenses	2	4,821	4,821	16,502	16,502
Total Expenses		1,284,377	1,275,584	1,433,547	1,415,498
Surplus/(Deficit) for the Year		94,297	44,727	268,838	254,827

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Consolidated Statement of Financial Position

Community Housing Aotearoa Incorporated
As at 30 June 2025

Account	Notes	Group 30-Jun-25	Parent 30-Jun-25	Group 30-Jun-24	Parent 30-Jun-24
Assets					
Current Assets					
Cash and short-term deposits	3	442,944	311,371	722,297	653,675
Debtors and prepayments	3	20,461	38,924	143,855	146,601
Investments	3	798,827	798,827	424,945	424,945
Other current assets	3	28,059	28,059	11,372	11,372
Total Current Assets		1,290,290	1,177,181	1,302,470	1,236,593
Non-Current Assets					
Property, Plant and Equipment	5	2,584	2,584	6,185	6,185
Other non-current assets	3	114,239	203,043	34,539	123,343
Total Non-Current Assets		116,823	205,627	40,724	129,528
Total Assets		1,407,113	1,382,808	1,343,194	1,366,121
Liabilities					
Creditors and accrued expenses	4	121,678	118,974	155,217	95,256
Employee costs payable	4	22,950	22,950	19,118	73,541
Other current liabilities	4	61	61	731	1,227
Total Liabilities		144,688	141,984	175,065	170,024
Total Assets less Total Liabilities (Net Assets)		1,262,425	1,240,824	1,168,129	1,196,097
Accumulated Funds					
Accumulated surpluses or (deficits)	6	1,262,425	1,240,824	1,168,129	1,196,097
Total Accumulated Funds		1,262,425	1,240,824	1,168,129	1,196,097

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Consolidated Statement of Cash Flows

Community Housing Aotearoa Incorporated
For the year ended 30 June 2025

GST Inclusive

Account	2025	2024
Cash Flows from Operating Activities		
Operating receipts		
Donations, koha, bequests and other general fundraising activities	1,500	5,000
General Grants	200,000	206,300
Government service delivery grants/contracts	534,600	1,100,000
Non-government service delivery grants/contracts	25,802	0
Membership fees and subscriptions	235,625	195,000
Gross sales from commercial activities	461,437	63,869
Interest, dividends and other investment receipts	26,462	0
Other cash received	0	33,628
Received from operating activities	1,485,426	1,603,797
Less operating payments		
Employee remuneration and other related payments	1,088,954	1,030,033
Payments related to commercial activities	300,053	439,062
Other payments related to service delivery	0	0
Cash Applied	1,389,007	1,469,095
Net Cash Flows from Operating Activities	96,419	134,702
Cash Flows from Other Activities		
Cash was received from		
Cash received from loans borrowed from other parties	0	0
Sale of investments	373,882	18,607
Cash was applied to		
Payments to acquire property, plant & equipment	1,220	4,545
Repayments of loans borrowed from other parties	670	(235)
Cash applied	1,890	4,310
Net Cash Flows from Other Activities	1,890	22,917
Net Increase/ (Decrease) in Cash	(279,353)	111,785
Bank Balances		
Opening Balance	722,297	610,512
Closing Balance	442,944	722,297
Net movement	(279,353)	111,785

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Statement of Accounting Policies

Community Housing Aotearoa Incorporated

For the year ended 30 June 2025

Basis of Preparation

These consolidated accounts incorporate Community Housing Aotearoa Incorporated (Parent) and Community Housing Solutions Limited (Subsidiary), as Community Housing Solutions is wholly owned by Community Housing Aotearoa Incorporated.

This performance report is prepared in accordance with the XRB's Tier 3 (NFP) Standard. The entity is eligible to apply these requirements as it does not have public accountability and has total annual expenses of less than \$5,000,000. All transactions in the performance report are reported using the accrual basis of accounting. This performance report is prepared under the assumption that the entity will continue to operate for the foreseeable future.

Basis of Consolidation

Controlled entities

Controlled entities are those entities over which the group has the power to govern the financial and operating policies so as to obtain benefits from that entity's activities. The financial statements of the group's controlled entity are included in the consolidated financial statements from the date that control commences until the date that control ceases. The financial statements of the controlled entity are prepared for the same reporting period as the controlling entity, using consistent accounting policies.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements.

Revenue

Revenue is accounted for as follows:

Fees earned

The entity records fees earned in the statement of financial performance (as revenue from providing goods or services) when the services have been delivered. In practice this will normally be when the invoice is issued (if issued on a monthly basis or something similar). Any amounts invoiced but not yet received at balance date are recorded as a debtor in the statement of financial position.

Grants received

Grants received are recognised in operating revenue, unless specific conditions attach to a grant and repayment of the grant is required where these conditions are not met. In these cases, the grant is treated as a liability until the conditions are met.

Interest Income

Interest income is recognised on an accruals basis.

Other Income

All other income is accounted for on an accruals basis and accounted for in accordance with the substance of the transaction.

Treatment of GST

All amounts are recorded on a GST exclusive basis, except for Debtors and Creditors which are stated inclusive of GST.

Income Tax

Community Housing Aotearoa Incorporated and Community Housing Solutions Limited are wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Bank Accounts and Cash

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

Debtors

Debtors are carried at estimated realisable value after providing against debts where collection is doubtful.

Property, Plant & Equipment

Property, Plant and Equipment are recorded at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is provided on a straight-line basis on all property, plant and equipment, at rates that will write off the assets to their estimated residual values over their useful lives. The depreciation rates and useful major classes of assets have been estimated as follows:

- Furniture & Fittings 9.5% - 10.5%
- Office Equipment 39% - 67%
- Promotional Resources - 40%

Intangible Assets

Intangible assets, excluding capitalised development costs, are not capitalised and are recognised in profit or loss in the year in which the expenditure is incurred.

Intangible assets are amortised on a systematic basis over their useful life and tested for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the method for an intangible asset is reviewed at each financial year end.

Changes in the expected useful life are accounted for by changing the amortisation period for the current and future reporting years. Where no reliable estimate can be determined, the intangible asset will be amortised over 5 years.

Changes in Accounting Policies

There have been no changes in accounting policies during the financial year (last year - nil).

Consolidated Notes to the Performance Report

Community Housing Aotearoa Incorporated
For the year ended 30 June 2025

Account	Group 2025	Parent 2025	Group 2024	Parent 2024
1. Analysis of Revenue				
Donations, koha, bequests and other fundraising activities				
Donation	1,500	0	0	0
Home Foundation	0	0	5,000	5,000
Total Donations, koha, bequests and other fundraising activities	1,500	0	5,000	5,000
General grants				
J R McKenzie Trust	200,000	200,000	206,300	206,300
Total General grants	200,000	200,000	206,300	206,300
Government service delivery grants/contracts				
Government (MHUD) Funding	450,000	450,000	1,100,000	1,100,000
New Zealand Lottery Grants Board	84,600	84,600	0	0
Total Government service delivery grants/contracts	534,600	534,600	1,100,000	1,100,000
Non-government service delivery grants/contracts				
ATHPN	25,802	25,802	0	0
Total Non-government service delivery grants/contracts	25,802	25,802	0	0
Membership fees and subscriptions				
Membership fees	235,625	235,625	195,000	195,000
Total Membership fees and subscriptions	235,625	235,625	195,000	195,000
Revenue from commercial activities				
CHS Ltd	138,950	82,088	134,023	101,963
Total Revenue from commercial activities	138,950	82,088	134,023	101,963
Interest, dividends and other investment revenue				
Kiwibank Interest	43,148	43,148	38,192	38,192
Total Interest, dividends and other investment revenue	43,148	43,148	38,192	38,192
Other revenue				
CHA Conference	106,995	106,995	0	0
Other Revenue	92,054	92,054	23,870	23,870
Total Other revenue	199,049	199,049	23,870	23,870

Account	Group 2025	Parent 2025	Group 2024	Parent 2024
2. Analysis of Expenses				
Employee remuneration and other related expenses				
Employment Expenses	39,130	38,457	40,145	40,145
Salaries	998,736	998,736	985,784	985,784
Total Volunteer and employee related costs	1,037,867	1,037,193	1,025,929	1,025,929
Expenses related to commercial activities				
Accounting, Audit & Payroll	18,130	12,419	19,313	13,443
Bank Fees & Insurance	7,645	5,283	6,978	4,446
Communications, Marketing & Subscriptions	26,269	26,269	51,583	51,583
Contracted / Consulting Services	35,688	35,688	127,540	118,315
Legal & Office Expenses	1,659	1,659	7,548	7,548
Office Rent & Utilities	42,120	42,120	43,539	43,539
Support Services V & T, Cloud & Telephone	48,635	48,635	44,347	44,347
Tech Equipment & Web Consulting	8,097	8,051	5,242	5,242
Training IMPACT Conference	15,704	15,704	20,861	20,861
Travel, Accommodation & Meeting Expenses	37,707	37,707	64,130	63,708
Total Costs related to providing goods or services	241,655	233,535	391,081	373,032
Grants and donations made	35	35	35	35
Other expenses				
Depreciation	4,821	4,821	16,502	16,502
Total Other expenses	4,821	4,821	16,502	16,502

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Account	Group 2025	Parent 2025	Group 2024	Parent 2024
3. Analysis of Assets				
Cash and short-term deposits				
Business Performer (07)	303,968	303,968	300,701	300,701
Kiwibank Business Online Call (06)	3,893	3,893	351,808	351,808
Kiwibank Business Edge (00)	3,510	3,510	1,166	1,166
CHS Main Account	131,572	0	68,622	0
Total Bank accounts and cash	442,944	311,371	722,297	653,675
Debtors and prepayments				
Accounts Receivable	17,096	35,559	140,534	143,280
Conference Accrual	0	0	0	0
Rent Prepaid	0	0	0	0
Subscriptions prepaid	2,443	2,443	2,443	2,443
Travel Prepaid	922	922	877	877
Total Debtors and prepayments	20,461	38,924	143,855	146,601
Investments				
Term Deposits	798,827	798,827	424,945	424,945
Other Current Assets				
Interest Accrued	28,059	28,059	11,372	11,372
Other non-current assets				
Bond Paid	1000	1000	1000	1000
CHS Ltd Intangibles	894	0	894	0
Intangible Assets - Work in Progress	109,520	109,520	31,020	31,020
Logo	2,825	2,825	1,625	1,625
Investment in CHS Ltd	0	89,698	0	89,698
Total Other non-current assets	114,239	203,043	34,539	123,343

Account	Group 2025	Parent 2025	Group 2024	Parent 2024
4. Analysis of Liabilities				
Creditors and accrued expenses				
Accounts Payable	35,823	36,153	35,703	37,832
GST	14,020	16,443	51,171	49,381
Audit/Accounting Fee Accrual	10,000	5,000	10,000	5,000
Holiday Pay Accrual	58,665	58,665	54,919	54,919
Power Accrual	0	0	98	98
Webhosting Accrual	1,144	1,144	447	447
Kiwibank Mastercard	1,569	1,569	2,498	2,498
BNZ Visas	457	0	381	0
Total Creditors and accrued expenses	121,678	118,974	155,217	150,175
Employee costs payable				
Wages Payable - Payroll	22,950	22,950	18,622	18,622
Employee Expenses Payable	0	0	496	496
Total Employee costs payable	22,950	22,950	19,118	19,118
Loans				
Equipment Purchases Financed	11,191	11,191	11,191	11,191
Equipment Purchases Payments	-11,131	-11,131	-10,461	-10,461
Total Loans	61	61	731	731

Account	Group 2025	Parent 2025	Group 2024	Parent 2024
5. Property, Plant and Equipment				
Furniture and Fittings				
Furniture and fittings owned	7,180	7,180	7,180	7,180
Accumulated depreciation - furniture and fittings owned	-6,048	-6,048	-5,722	-5,722
Total Furniture and Fittings	1,133	1,133	1,458	1,458
Plant and Equipment				
Plant and machinery owned	37,291	37,291	40,620	40,620
Accumulated depreciation - plant and machinery owned	-35,840	-35,840	-35,893	-35,893
Total Plant and Equipment	1,451	1,451	4,727	4,727
Other Fixed Assets				
Promotional Resources	56,947	56,947	56,947	56,947
Accumulated depreciation - promotional resources owned	-56,947	-56,947	-56,947	-56,947
Total Other Fixed Assets	0	0	0	0
Total Property, Plant and Equipment	2,584	2,584	6,185	6,185

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report

Account	Group 2025	Parent 2025	Group 2024	Parent 2024
6. Accumulated Funds				
Discretionary Reserves				
Opening Balance	1,168,128	1,196,097	899,290	941,270
Accumulated surpluses or (deficits)	94,297	44,727	268,838	254,827
Total Accumulated Funds	1,262,425	1,240,824	1,168,128	1,196,097
Breakdown of Restricted and Discretionary Reserves				
Discretionary Reserves - Saving to make sure we keep operating in the future	1,262,425	1,240,824	1,168,128	1,196,097

7. Commitments

Non-cancellable leases

CHA has the following non-cancellable property leases: -

A share of offices at Level 11, Ranchhod Tower, 39 The Terrace, Wellington.

	2025	2024
Less than 1 Year	\$37,605	\$26,628
Between 1 - 2 Years	\$7,254	\$27,427
Between 2 - 5 Years	\$0	\$28,250
Total	\$44,860	\$82,305

On September 1 2023 Community Housing Aotearoa and Ngāti Kahungunu ki Pōneke Community Services Incorporated accepted assignment of the lease from Ranchhod Tower Community Cluster Incorporated as tenants in common.

Ranchhod Tower Community Cluster Incorporated had exercised its first right of renewal for an additional term of three years through to 30 September 2026.

8. Related Parties

Community Housing Aotearoa Inc. is an incorporated society with members throughout New Zealand. Accordingly, Community Housing Aotearoa Inc. will be related to any transactions with these members.

Community Housing Aotearoa Inc. is the sole shareholder of Community Housing Solutions Limited.

Community Housing Aotearoa Inc. has a management services contract with CHS Ltd to provide staffing to fulfill CHS Ltd's contracts with its clients.

Community Housing Aotearoa Inc also provides office facilities at no cost to CHS Ltd.

Community Housing Aotearoa Inc staff also use CHS Limited issued credit cards for travel purposes. These charges are then reimbursed to Community Housing Aotearoa Inc within the month.

Account	2025	2024
	Value of transactions	
Sales		
Community Housing Solutions Ltd	82,087.50	101,962.50

Account	2025	2024
	Amount Outstanding	
Sales		
Community Housing Solutions Ltd	18,975.00	6,813.75

9. 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).

10. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

These accounts must be read in conjunction with the attached Notes to the Accounts and Audit Report



AURORA
FINANCIALS

PO Box 11030
Manners Street
Wellington 6142
New Zealand

☎ +64 22 500 5770

✉ info@aurorafinancials.com

🌐 www.aurorafinancials.com



Independent Auditor's Report

To the Council Members of Community Housing Aotearoa Incorporated

Report on the Consolidated Performance Report

Unqualified Opinion

We have audited the consolidated performance report of Community Housing Aotearoa Incorporated (the entity) on pages 6 to 15 which comprise the:

- Consolidated statement of financial position as at 30 June 2025
- Entity information, the consolidated statement of service performance, the consolidated statement of financial performance, and the consolidated statement of cash flows for the year ended 30 June 2025
- Notes to the consolidated performance report, including a summary of significant accounting policies and other explanatory information.

In our opinion, the consolidated performance report:

- Presents fairly, in all material respects, the entity's consolidated financial position as at 30 June 2025, its consolidated service performance, consolidated financial performance, and consolidated cash flows for the year ended on that date
- Complies with the XRB's Tier 3 (NFP) Standards issued by the New Zealand Accounting Standards Board
- Includes reported outcomes and outputs in the statement of service performance, where the quantification of the outputs (to the extent practicable) are suitable.

Basis for Unqualified Opinion

We conducted our audit of the consolidated statement of financial performance, the consolidated statement of financial position, the consolidated statement of cash flows, and the notes to the consolidated performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and consolidated statement of service performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised).

Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Performance Report section of our report. We are independent of the entity in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners 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 interests in the entity.

Other Information

The Council Members, on behalf of the entity, may prepare an Annual Report which includes the audited consolidated performance report. The Council Members are responsible for the other information that may be included in the entity's Annual Report. Our opinion on the consolidated performance report does not cover any other information in the entity's Annual Report and we do not express any form of assurance conclusion on that other information.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the consolidated performance report for the current period. Below is a summary of those matters and our key audit procedures to address those matters in order that the Council Members may better understand the process by which we arrived at our audit opinion. Our procedures were undertaken in the context of and solely for the purpose of our statutory audit opinion on the consolidated performance report as a whole, and we do not express discrete opinions on separate elements of the consolidated performance report.

The key audit matter	How the matter was addressed in our audit
Revenue recognition	
The entity received income from several organisations during the period. This income was quantitatively significant to the entity's consolidated performance report.	We reviewed a sample of income items to confirm that funds were received and recorded correctly. Based on our sample testing, we did not identify any material issues with the entity's income at year end.

Use of this Audit Report

This report is made solely to the Council Members of the entity. Our audit has been undertaken so that we might state to the Council Members those matters that we are required to state to them in our 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 Council Members for our audit work, this report, or any of the opinions we have formed.

Responsibilities of the Council Members for the Consolidated Performance Report

The Council Members, on behalf of the entity, are responsible for:

- 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
- The preparation and fair presentation of the consolidated performance report in accordance with XRB's Tier 3 (NFP) issued in New Zealand by the New Zealand Accounting Standards Board
- Implementing necessary internal control to enable the preparation of the consolidated performance report that is fairly presented and free from material misstatement, whether due to fraud or error; and
- Assessing the entity's ability to continue as a going concern. This includes disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Consolidated Performance Report

Our objectives are to obtain reasonable assurance about whether the consolidated performance 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) 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 decisions of users taken on the basis of the consolidated performance report.

As part of an audit in accordance with ISAs (NZ), the auditor exercises professional judgement and maintains professional scepticism throughout the audit. The auditor also:

- Identifies and assesses the risks of material misstatement of the consolidated performance report, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and

obtains audit evidence that is sufficient and appropriate to provide a basis for the auditor's opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Concludes on the appropriateness of the use of the going concern basis of accounting by the Council Members and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If the auditor concludes that a material uncertainty exists, the auditor is required to draw attention in the auditor's report to the related disclosures in the consolidated performance report or, if such disclosures are inadequate, to modify the auditor's opinion. The auditor's conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluates the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

The auditor communicates with management and the Council Members, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies identified in internal control.

From the matters communicated with management and the Council Members, the auditor determines those matters that were of most significance in the audit of the consolidated performance report and are therefore the key audit matters. The auditor describes these matters in the auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, the auditor determines that a matter should not be communicated in the auditor's report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Aurora Financials Limited
Qualified Statutory Auditors
Wellington, New Zealand

13 October 2025