



Odyssey House Trust Financial Statements

For the year ended 30 June 2021





Table of Contents

Statement of responsibility	3
Independent Auditor's report	4
Non financial information	6
Statement of comprehensive revenue and expense	8
Statement of financial position	9
Statement of changes in equity	10
Statement of cash flows	10

Notes to the financial statements

Note 1 - Reporting entity	12
Note 2 - Basis of preparation	12
Note 3 - Use of judgements and estimates	13
Note 4 - Significant accounting policies	13
Note 5 - Revenue and other income	18
Note 6 - Expenses	19
Note 7 - Cash and cash equivalents	19
Note 8 - Trade and other receivables	20
Note 9 - Investments	21
Note 10 - Property, plant and equipment	21
Note 11 - Trade and other payables	23
Note 12 - Employee entitlements	23
Note 13 - Funds received in advance	23
Note 14 - Equity	24
Note 15 - Reconciliation of net surplus/(deficit) to net cash flow from operating activities	24
Note 16 - Capital commitments and operating leases	25
Note 17 - Contingencies	25
Note 18 - Related party transactions	25
Note 19 - Events after balance date	26

Statement of Responsibility

We are responsible for the preparation of Odyssey House Trust's financial statements and for the judgements made in them.

We are responsible for any end-of-year performance information provided by Odyssey House Trust in accordance with the Financial Reporting Act 2013, Public Benefit Entity Standards Reduced Disclosure Regime issued in New Zealand (PBE Standards RDR) and section 42 (a) of the Charities Act 2005.

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.

In our opinion, these financial statements fairly reflect the financial position and operations of Odyssey House Trust for the year ended 30 June 2021.

The Board, or any other body, does not have the power to amend these financial statements once issued.

Signed on behalf of the Board:



Chairman

Dated: 1 November 2021



Trustee

Dated: 1 November 2021

Independent Auditor's Report

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To the Trustees of Odyssey House Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Odyssey House Trust (the "Trust") on pages 8 to 26 which comprise the statement of financial position as at 30 June 2021, and the statement of comprehensive revenue and expense, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Trust as at 30 June 2021 and its financial performance and cash flows for the year then ended in accordance with Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) issued by the New Zealand Auditing and Assurance Standards Board. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* 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 Matter

The financial statements of the Trust for the year ended 30 June 2020 was audited by another auditor who expressed an unmodified opinion on those statements on 2 November 2020.

Other Information

The Directors are responsible for the other information. The other information comprises the Non Financial Information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connections with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Trustees Responsibilities for the Financial Statements

The Trustees are responsible on behalf of the Trust for the preparation and fair presentation of these financial statements in accordance with Public Benefit Entity Standards Reduced Disclosure Regime issued by the New Zealand Accounting Standards Board, and for such internal control as those charged with governance determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees on behalf of the entity 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 the Trustees 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 Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with 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 economic decisions of users taken on the basis of these financial statements.

A further description of the auditor's responsibilities for the audit of the financial statements is located on the External Reporting Board's website at: <https://www.xrb.govt.nz/assurance-standards/auditors-responsibilities/audit-report-8/>

Restriction on use of our report

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

Grant Thornton New Zealand Audit Limited



Kerry Price

Partner

Auckland

1 November 2021

Non Financial Information

Entity information

Legal name of entity	Odyssey House Trust
Type of entity and legal basis	Charitable trust and registered charity
Registration number	CC21143

Entity's purpose or mission

Odyssey House Trust was incorporated under the Charitable Trusts Act 1957 on the 5th day of March 1980.

The objects are set out in clause 2 of the Trust Deed of Odyssey House Trust dated 16th day of August 2000 with the purpose of providing the best possible outcomes for clients.

The objects of Odyssey House Trust are to do anywhere within the dominion of New Zealand, any of the following acts or things, namely:

- (a) To establish, maintain or promote the establishment and maintenance of rehabilitation facilities of all types including homes, hospitals, clinics and other residences for persons who have misused or abused drugs or are dependent upon drugs of addiction of all kinds.
- (b) To provide counselling services and other assistance support and help to persons seeking or in need of such services as result of abuse of or dependence upon drugs.
- (c) To educate the public and to promote and encourage educational campaigns of the problems and dangers of the use and misuse of narcotics and drugs of addiction of all kinds.
- (d) To gather and disseminate knowledge and information about, and to undertake research into, all manner of social problems and in particular drug abuse and the problems associated therewith.

Entity's structure

Board of Trustees

There are currently nine trustees comprising of the chairman and eight board members. From time to time this number may increase or decrease provided that the number of trustees be not less than five nor more than twenty. The board comprises of:

Allen Bollard	Chairman
Darren Johnson	Trustee, Treasurer
Dr Ann Hood until 07/12/2020	Trustee
Robyn Reynolds until 07/09/2020	Trustee
Robert Roydhouse	Trustee
Mary Shanahan	Trustee
Dr Clive Bensemam	Trustee
Terry Huriwai	Trustee
Manu Sione from 07/07/2020	Trustee
Dr Erena Wikaire from 07/12/2020	Trustee
Dr Huhana Hickey from 07/12/2020	Trustee

Operations

Executive leadership Team

The executive leadership team comprises:

Fiona Trevelyan	Chief Executive Officer
Glenn Manson	Chief Financial Officer
Jenny Boyle	General Manager - Operations
River Paton until 08/01/2021	Clinical Director
Ken Kerehoma until 24/07/2020	Cultural Advisor
Pani Paora-Chamberlin from 11/01/2021	Kaiwhakahaere Matua

Entity's main source of cash and resources

Odyssey House Trust received revenue from a mixture of crown entities, government departments, donations, grants and bank interest.

Revenue received was mainly provided by crown entities and government departments. The crown entities being the district health boards and health promotion agency. The government departments being Ministry of Health, Department of Corrections, Ministry of Social Development, Ministry of Education, and Oranga Tamariki - Ministry for Children.

Entity's reliance on volunteers and donated goods or services

Odyssey House Trust receives voluntary services from a maori advisory culture group. The group consists of kaumatua and kaukuia who represent mana whenua and wider Maori. Odyssey House Trust does not rely on receiving donated goods or services.

Odyssey House Trust

Financial information

Odyssey House Trust

Statement of comprehensive revenue and expense for year ended 30 June 2021

	Notes	2021 \$	2020 \$
Revenue			
Revenue	5a (i)	22,421,972	21,268,760
Other income	5a(ii), 5b	307,790	735,503
Other non operational income	5a(iii)	4,196	180
Total revenue		22,733,958	22,004,443
Expenses			
Personnel costs		13,508,557	12,889,271
Outsourced services		4,125,860	3,522,962
Client care costs		2,074,900	2,163,109
Infrastructure and non-clinical costs		582,232	606,623
Property occupancy and maintenance costs		989,367	903,206
Transport and travel costs		354,572	363,840
Depreciation costs	10	1,040,378	991,700
Other non operational expense	6(ii)	446,938	322,297
Total expenses	6(i)	23,122,804	21,763,008
Surplus/(Deficit) for the year		(388,846)	241,435
Other comprehensive revenue and expense		-	-
Other comprehensive revenue and expense for the year		-	-
Total comprehensive revenue and expense for the year		(388,846)	241,435

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

Odyssey House Trust

Statement of Financial Position as at 30 June 2021

	Notes	2021 \$	2020 \$
Assets			
Current assets			
Cash and cash equivalents for Odyssey House Trust	7 (a)	1,791,980	1,277,239
Cash and cash equivalents for the Client Trust	7 (b)	12,810	12,418
Trade and other receivables from exchange transactions	8	1,556,125	2,834,767
Investments	9	1,504,452	1,000,000
Total current assets		4,865,367	5,124,424
Non-current assets			
Property, plant and equipment	10	15,138,338	15,637,100
Total non-current assets		15,138,338	15,637,100
Total assets		20,003,705	20,761,524
Liabilities			
Current liabilities			
Trade and other payables	11	1,023,853	1,454,075
Employee entitlements	12	1,408,624	1,280,102
Odyssey House Client Trust		12,802	12,518
Funds received in advance	13	118,485	186,042
Total current liabilities		2,563,764	2,932,737
Non-current liabilities		-	-
Total liabilities		2,563,764	2,932,737
Net assets		17,439,941	17,828,787
Equity	14	17,439,941	17,828,787
Total equity		17,439,941	17,828,787

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

Odyssey House Trust

Statement of Changes in Equity for the year ended 30 June 2021

	Notes	2021 \$	2020 \$
Balance at 1 July		17,828,787	17,587,352
Total comprehensive revenue and expense for the year		(388,846)	241,435
Capital contribution		-	-
Balance at 30 June	14	17,439,941	17,828,787

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

Statement of Cash Flows for the year ended 30 June 2021

	Notes	2021 \$	2020 \$
Cash Flows from Operating Activities			
Cash was provided from:			
Rendering of services		23,845,695	20,670,830
Donations and grants		91,178	593,412
Interest from investments		22,818	25,441
Odyssey House client trust deposits by WINZ		13,505	14,833
		23,973,196	21,304,516
Cash was applied to:			
Payments to suppliers and employees		(22,220,334)	(20,111,882)
Odyssey House client trust withdrawals by clients		(13,177)	(13,206)
		(22,233,511)	(20,125,088)
Net cash inflow/(outflow) from operating activities	15	1,739,685	1,179,428

Statement of Cash Flows for the year ended 30 June 2021 (continued)

	Notes	2021 \$	2020 \$
Cash Flows from Investing Activities			
Cash was provided from:			
Disposal of fixed assets		14,348	180
Withdrawals from term deposits		(504,452)	171,826
		(490,104)	172,006
Cash was applied to:			
Purchase of fixed assets		(734,448)	(929,970)
		(734,448)	(929,970)
Net cash (outflow)/inflow from investing activities		(1,224,552)	(757,964)
Cash Flows from Financing Activities			
Net cash inflow/(outflow) from financing activities		-	-
Cash at beginning of period		1,289,657	868,193
Net increase/(decrease) in cash and cash equivalents		515,133	421,464
Cash and cash equivalents at the end of year		1,804,790	1,289,657
Odyssey House Trust cash at end of period	7 (a)	1,791,980	1,277,239
Client Trust cash at end of period	7 (b)	12,810	12,418
Cash and cash equivalents at the end of year		1,804,790	1,289,657

The above statement should be read in conjunction with the notes to and forming part of the financial statements.

Odyssey House Trust

Notes to the financial statements

NOTE 1 | Reporting entity

Odyssey House Trust (the "Trust") is a public benefit entity for the purposes of financial reporting in accordance with the Financial Reporting Act 2013.

The Trust is a charitable organisation, incorporated under the Charitable Trusts Act 1957 and registered under the Charities Act 2005. Activities are based in Auckland, Northland and Waikato.

The Trust provides drug, alcohol and gambling addiction treatment services. The Trust is a registered Charitable Trust and as such is exempt from taxation on its income to the extent that it is applied to charitable purposes.

NOTE 2 | Basis of preparation

(a) Statement of compliance

The financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice ("NZ GAAP"). They comply with the Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR") as appropriate for Tier 2 not-for-profit public benefit entities, for which all reduced disclosure regime exemptions have been adopted.

The Trust qualifies as a Tier 2 reporting entity as for the two most recent reporting periods it has had between \$2m and \$30m operating expenditure.

These financial statements were authorised for issue by the board on 1 November 2021.

The financial statements have been prepared on a going concern basis, and the accounting policies have been applied consistently throughout the year.

(b) Measurement basis

The financial statements have been prepared on the historical cost basis.

(c) Functional and presentation currency and rounding

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest dollar.

There has been no change in the functional currency of the entity during the year.

(d) Novel Coronavirus ("COVID-19") impact

The impact of the COVID-19 was assessed during the preparation of these financial statements, including whether there were any indicators affecting the Trust's ability to operate as a going concern. No such indicators were noted.

NOTE 3 | Use of judgements and estimates

The preparation of the financial statements may require management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from those estimates.

There has been no significant judgements or estimates made in applying accounting policies on the amounts recognised in the financial statements for the year ended 30 June 2021 (2020: nil).

NOTE 4 | Significant accounting policies

Revenue recognition for exchange transactions

Revenue recognition comprises the fair value of the consideration receivable for services, donations received, and other grant funding, including any amounts to fund capital projects.

(i) Service income

Service income is recognised in the accounting period in which the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services to be provided. Any funds received for the which the requirements under the contract agreement have not been completed are carried as liabilities until all conditions have been fulfilled.

(ii) Grants received

Grants received are recognised in the profit and loss component of the statements of comprehensive revenue and expense when the requirements under the grant agreement have been met. Any grants for which the requirements under the grant agreement have not been completed are carried as liabilities (funds received in advance) until all the conditions have been fulfilled.

(iii) Interest revenue

Interest income is recognised on a time-proportion basis using the effective interest method.

Revenue recognition for non exchange transactions

Donation income

Received donations have no stipulations that are 'conditions' specifically requiring the group to return the inflow of resources received if they are not utilised in the way stipulated.

Grant expenditure

Non-discretionary grants are those grants awarded if the grant application meets the specified criteria and are recognised as expenditure when an application that meets the specified criteria for the grant has been received. There is no discretionary grant expenditure.

Foreign currency transactions

Foreign currency transactions, being payments only, are translated into NZ\$ (the functional currency) using the ASB bank sell exchange rates at the dates of the payment. There are no foreign currency revenue transactions and no foreign exchange gains or losses.

Leases

(i) Finance leases

The Trust has no finance leases.

(ii) Operating lease

The Trust is the lessee.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

Payments made under operating leases (net of any incentives received from the lessor) are charged to the profit and loss component of the statement of comprehensive revenue and expense on a straight-line basis over the period of the lease.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position, if applicable.

Receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts.

A provision for impairment of trade receivables is established when there is objective evidence that the Trust will not be able to collect all amounts due according to the original terms of the receivables.

The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in the profit and loss component of the statement of comprehensive revenue and expense within 'expenses'. When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against 'expenses' in profit and loss component of the statement of comprehensive revenue and expense.

Financial assets

The Trust classifies its financial assets as loans and receivables. The classification depends on the purpose for which the assets were acquired. Management determines the classification of its assets at initial recognition and re-evaluates this designation at every reporting date.

(i) Classification

Loans and receivables

Loans and receivables are non derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the end of the reporting period which are classified as non-current assets. The Trust's loans and receivables comprise 'trade and other receivables', 'investments' and 'cash and cash equivalents' in the statement of financial position.

(ii) Offsetting financial instruments

The Trust does not apply offsetting to any financial assets or liabilities as the intention is to settle on a gross basis. The Trust does not have any material financial assets or liabilities which are subject to enforceable master netting arrangements or similar agreements.

(iii) Impairment of financial assets*Assets carried at amortised cost*

The Trust assesses at each reporting period whether there is objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is impaired and impairment losses are incurred only if there is objective evidence of impairment as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated.

The criteria that the Trust uses to determine that there is objective evidence of an impairment loss includes:

- Significant financial difficulty of the customer;
- A breach of contract, such as a default or delinquency in payments.

(iv) Recognition and derecognition

Regular way purchases and sales of financial assets are recognised on trade-date, the date on which the Trust commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the asset have expired or have been transferred and the Trust has transferred substantially all risks and rewards or ownership.

Investments***Bank term deposits***

Investments in bank term deposits are initially measured at fair value being the amount invested.

After initial recognition, investments in bank deposits are measured at amortised cost using the effective interest method, less any provision for impairment.

Property, plant and equipment

All property, plant and equipment are stated at historical cost less depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Trust and the cost of the item can be measured reliably. All other costs are charged to the profit and loss component of the statement of comprehensive revenue and expense during the financial period in which they are incurred.

Additions

The cost of an item of property, plant, and equipment is recognised as an asset only when 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.

Work in progress is recognised at cost less impairment and is not depreciated.

In most instances, an item of property, plant and equipment is initially recognised at its cost. Where an asset is acquired through a non-exchange transaction, it is recognised at its fair value as at the date of acquisition.

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 reported net in the surplus or deficit. When revalued assets are sold, the amounts included in revaluation reserves in respect of those assets are transferred to general funds.

Subsequent costs

Costs incurred subsequent to initial acquisition are capitalised only when 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.

The costs of day-to-day servicing of property, plant and equipment are recognised in the profit and loss component of the statement of comprehensive revenue and expense as they are incurred.

Depreciation

Depreciation is provided on a diminishing value basis on all property, plant, and equipment other than land, at rates that will write-off the cost (or valuation) of the assets to their estimated residual values over their useful lives. The depreciation rates of major classes of property, plant, and equipment have been estimated as follows:

Land	Not depreciated
Buildings	5%
Plant & equipment, furniture & fittings	20–33%
Motor vehicles	20%

Non-cash-generating assets

Property, plant, and equipment assets held at cost that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable service amount. The recoverable service amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is determined using an approach based on either a depreciated replacement cost approach, restoration cost approach, or a service units approach. The most appropriate approach used to measure value in use depends on the nature of the impairment and availability of information.

If an asset's carrying amount exceeds its recoverable service amount, the asset is regarded as impaired and the carrying amount is written-down to the recoverable amount. The total impairment loss is recognised in the profit and loss component of the statement of comprehensive revenue and expense.

The reversal of an impairment loss is also recognised in the profit and loss component of the statement of comprehensive revenue and expense.

Trade and other payables

Short-term payables are recorded at their face value.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or in the normal operating cycle of the business if longer. If not, they are presented as non-current liabilities.

Trade payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method.

Employee entitlements

Short-term employee entitlements.

Liabilities for wages and salaries, including non-monetary benefits, annual leave and accumulating sick leave expected to be settled within 12 months of the reporting date are recognised in other payables in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled. Liabilities for non-accumulating sick leave are recognised when the leave is taken and measured at the rates paid or payable.

The liability for employee entitlements is carried at the present value of the estimated future cash flows.

A liability for sick leave is recognised to the extent that absences in the coming year are expected to be greater than the sick leave entitlements earned in the coming year. The amount is calculated based on the unused sick leave entitlement that can be carried forward at balance date, to the extent that it will be used by staff to cover those future absences.

There are no long-term employee entitlements.

Equity

Equity is measured as the difference between total assets and total liabilities. Equity is disaggregated and classified into the following components:

- Accumulated surplus/(deficit)
- Capital contribution

Goods and services tax ("GST")

The profit and loss component of the statement of comprehensive revenue and expense has been prepared so that all components are stated exclusive of GST. All items in the statement of financial position are stated net of GST, with the exception of receivables and payables, which include GST invoiced.

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

The net GST paid to, or received from, Inland Revenue, 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 a charitable trust and is exempt from the payment of income tax. Accordingly, no provision has been made for income tax.

NOTE 5 | Revenue and other income

	2021 \$	2020 \$
Revenue from exchange transactions		
5a(i) Revenue from operations		
Department of Corrections	4,456,038	4,140,131
Ministry of Health – DHBs other	2,728,141	2,182,271
Ministry of Health – Methamphetamine Programme	1,595,084	1,581,668
Work and Income Benefits	743,139	670,024
Oranga Tamariki	460,374	432,831
MSD – CYF Fresh Start	301,499	274,584
MSD – vocational training grant	41,939	39,841
MSD – E Ara E	172,950	-
Ministry of Health – DHBs Northern Regional Alliance	9,094,393	9,123,267
Ministry of Education	143,076	149,785
Problem Gambling	355,602	265,602
Accident Compensation Corporation	-	59,285
Alcohol and other drug – sector development funding	92,163	122,091
Alcohol and other drug – treatment courts	2,237,574	2,227,380
	22,421,972	21,268,760
5a(ii) Other operational revenue		
Grants – private	33,445	411,608
Interest on investments	13,785	29,756
Other income	110,480	103,975
	157,710	545,339
5a(iii) Other non operational income		
Gain on disposal of fixed assets	4,196	180
	4,196	180
Total exchange revenue	22,583,878	21,814,279
5b Revenue from non exchange transactions		
Donations	150,080	190,164
Total non exchange revenue	150,080	190,164
Total exchange and non exchange revenue	22,733,958	22,004,443

The \$150,080 donations received includes \$120,000 donated by Foundation North. (2020: \$99,600)

NOTE 6 | Expenses

	2021 \$	2020 \$
6(i) Expenditure disclosure		
There are specific accounting disclosure for expense items required under IPSAS. Odyssey House Trust total expenses include:		
Personnel costs		
ACC levy	105,116	127,119
Infrastructure and non-clinical costs		
Audit fees	33,000	42,000
Property occupancy and maintenance costs		
Rent	388,891	399,126
6(ii) Other non operational expense		
Extraordinary Capital Expense	432,809	281,141
Loss on disposal of fixed assets	-	-
Write off of fixed assets	14,129	41,156
	446,938	322,297

NOTE 7 | Cash and cash equivalents

	2021 \$	2020 \$
7(a) Cash and cash equivalents for the Trust		
ASB – call account	1,785,428	1,268,541
ASB – imprest account	2,472	4,168
ASB – short term deposit up to 90 days	-	-
Cash on hand	4,080	4,530
Cash at bank and in hand	1,791,980	857,301
7(b) Cash and cash equivalents for the Client Trust		
ASB – holding account	12,810	12,418
Cash at bank and in hand	12,810	12,418

There are restrictions on this balance which include that all client money is stored in a trust account separate from Odyssey House accounts and is only applied to clients.

NOTE 8 | Trade and other receivables

	2021 \$	2020 \$
8(a) Trade receivables		
Current		
Trade receivables	1,402,023	1,433,866
Revenue accrued	8,894	1,274,536
Receivables (gross)	1,410,917	2,708,402
Less: provision for impairment	-	-
Total receivables	1,410,917	2,708,402

The ageing profile of receivables at year end is detailed below:

	2021 \$			2020 \$		
	Gross	Impairment	Net	Gross	Impairment	Net
Not past due	1,393,826	-	1,393,826	2,707,177	-	2,707,177
Past due 1-30 days	-	-	-	-	-	-
Past due over 30 days	17,091	-	17,091	1,225	-	1,225
Total	1,410,917	-	1,410,917	2,708,402	-	2,708,402

There is no provision for impairment. As the Trust receives 98% of funding from crown entities and government departments and the Trust has no history of significant write-offs, an impairment provision is not considered necessary.

	2021 \$	2020 \$
8 (b) Other receivables		
Prepayments	145,208	126,365
Total receivables	1,556,125	2,834,767

NOTE 9 | Investments

	2021 \$	2020 \$
Current portion		
ASB – Short Term deposit account	1,504,452	1,000,000
<i>Total current portion</i>	1,504,452	1,000,000
Total investments	1,504,452	1,000,000

There is no impairment provision for investments.

NOTE 10 | Property, plant and equipment

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

	Land & buildings	Plant & equipment	Furniture & fittings	Motor vehicles	Capital WIP	Total
Cost or valuation						
Balance at 30 June 2019	10,895,992	2,268,058	1,448,589	1,041,923	6,323,816	21,978,378
Additions	112,308	177,755	70,883	101,757	177,387	640,090
Revaluation increase	-	-	-	-	-	-
Transfers	6,159,844	-	-	-	(6,159,844)	-
Impairment losses	-	-	-	-	-	-
Disposals	-	(551,750)	(235,082)	-	-	(786,832)
Balance at 30 June 2020	17,168,144	1,894,063	1,284,390	1,143,680	341,359	21,831,636
Additions	93,807	221,623	112,027	138,442	-	565,899
Revaluation increase	-	-	-	-	-	-
Transfers	116,617	23,133	-	-	(139,750)	-
Impairment losses	-	-	-	-	-	-
Disposals	-	(89,714)	(55,782)	(19,304)	-	(164,800)
Balance at 30 June 2021	17,378,568	2,049,105	1,340,635	1,262,818	201,609	22,232,735

	Land & buildings	Plant & equipment	Furniture & fittings	Motor vehicles	Capital WIP	Total
Accumulated depreciation and impairment losses						
Balance at 30 June 2019	3,268,896	1,237,578	739,711	702,328	-	5,948,513
Depreciation expense	537,893	225,619	151,473	76,715	-	991,700
Elimination on disposal	-	(524,991)	(220,686)	-	-	(745,677)
Elimination on revaluation	-	-	-	-	-	-
Transfers	-	-	-	-	-	-
Impairment losses	-	-	-	-	-	-
Reversal of impairment losses	-	-	-	-	-	-
Balance at 30 June 2020	3,806,789	938,206	670,498	779,043	-	6,194,536
Depreciation expense	525,265	305,769	127,997	81,347	-	1,040,378
Elimination on disposal	-	(79,705)	(51,658)	(9,154)	-	(140,517)
Elimination on revaluation	-	-	-	-	-	-
Transfers	-	-	-	-	-	-
Impairment losses	-	-	-	-	-	-
Reversal of impairment losses	-	-	-	-	-	-
Balance at 30 June 2021	4,332,054	1,164,270	746,837	851,236	-	7,094,397
Carrying amounts						
At 30 June 2020	13,361,355	955,857	613,892	364,637	341,359	15,637,100
At 30 June 2021	13,046,514	884,835	593,798	411,582	201,609	15,138,338

NOTE 11 | Trade and other payables

	2021 \$	2020 \$
Payables under exchange transactions		
Trade payables	678,819	645,039
Accruals	76,585	400,484
PAYE payable	116,622	100,233
ACC accrual	42,445	43,455
GST payable	109,382	264,864
Total payables	1,023,853	1,454,075

NOTE 12 | Employee entitlements

	2021 \$	2020 \$
Current portion		
Salary accrual	420,512	349,676
Holiday pay accrual	900,250	862,088
Provision for sick leave	28,295	14,490
Long service leave	9,061	12,088
Other deductions	50,506	41,760
Total current portion	1,408,624	1,280,102
Non-current portion	-	-
Total employee entitlements	1,408,624	1,280,102

NOTE 13 | Funds received in advance

	2021 \$	2020 \$
Payables under exchange transactions		
Crown Entities	27,000	-
Grants	91,485	186,042
Total payables under exchange transactions	118,485	186,042

NOTE 14 | Equity

	2021 \$	2020 \$
Contributed capital		
Balance at 1 July	-	-
Capital contribution	-	-
Balance at 30 June	-	-
Accumulated surplus/(deficit)		
Balance at 1 July	17,828,787	17,587,352
Surplus/(deficit) for the year	(388,846)	241,435
Balance at 30 June	17,439,941	17,828,787
Total equity	17,439,941	17,828,787

NOTE 15 | Reconciliation of net surplus/(deficit) to net cash flow from operating activities

	2021 \$	2020 \$
Net surplus/(deficit)	(388,846)	241,435
Adjustments for:		
Depreciation	1,040,378	991,700
Write off of fixed assets	14,129	41,156
Loss/(Gain) on fixed asset disposal	(4,196)	(180)
Changes in working capital relating to operating activities:		
Trade and other receivables	1,278,642	(743,219)
Trade and other payables	(261,387)	270,988
Employee entitlements	128,522	357,385
Funds received in advance	(67,557)	20,163
Net cash inflow from operating activities	1,739,685	1,179,428

NOTE 16 | Capital commitments and operating leases

	2021 \$	2020 \$
Capital commitments		
Trust capital commitments	1,533	51,527

Operating leases as lessee

The future aggregate minimum lease payments to be paid under non-cancellable operating leases are as follows:

Not later than one year	342,591	186,168
Later than one year and not later than five years	578,587	113,503
Later than five years	-	-
Total non-cancellable operating leases	921,178	299,671

NOTE 17 | Contingencies**Contingent liabilities**

There were no contingent liabilities at 30 June 2021 (2020: nil).

NOTE 18 | Related party transactions

There were no related party transactions required to be disclosed for the year ended 30 June 2021 (2020: nil), other than key management personnel compensation.

Key management personnel compensation

	2021 \$	2020 \$
Board of Trustees Members		
Board remuneration	\$97,500	\$90,000
Full-time equivalent members	9.0	8.0
Executive Leadership Team		
Remuneration	\$763,035	\$950,969
Full-time equivalent members	3.5	6.0
Total key management personnel remuneration	\$860,535	\$1,040,969
Total full time equivalent personnel	12.5	14.0

For year ended 30 June 2020 and for the year ended 30 June 2021 there was Board remuneration of \$10,000 per annum for each board member and an additional \$10,000 per annum for the chairperson.

Mary Shanahan, Trustee, may provide legal services for the Trust from time to time. There were no fees charged during the year.

NOTE 19 | Events after the balance date

The Trust's operations have not been significantly impacted by Covid-19 for the 30 June 2021 year end. New Zealand went into a countrywide lockdown in August 2021 with Auckland and Waikato continuing to be in lockdown at the time of the issuance of the financial statements. While uncertainty remains as to the future impact of the current lockdown, the Trust is an essential service and therefore unlikely to be significantly impacted.



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