

Financial Statements

The summarised financial statements on the following two pages have been extracted from the audited Group Financial Statements.

INCOME STATEMENT for the year ended 30 June 2017

	2017	2016
	\$000	\$000
SERVICES		
Revenue		
Government contracts	249,559	252,535
Fees charged for services	26,253	26,897
Other revenue	1,451	1,997
	277,263	281,429
Expenses		
Personnel	222,644	221,829
Accommodation	44,249	45,094
Other	15,332	14,265
	282,225	281,188
Net surplus/(deficit) from Services	(4,962)	241
PROPERTY DIVISION		
Revenue	27,774	20,206
Expenses	22,587	14,970
Net surplus from Property Division	5,187	5,236
MEMBERS CONTRIBUTION		
Revenue		
Fundraising revenue	8,482	7,603
Legacies received	2,428	3,023
	10,910	10,626
Less direct Fundraising expenses		
Fundraising Investment and Marketing Expenses (13.9%)	1,517	2,046
Fundraising Administration (17.8%)	1,943	1,613
	3,460	3,659
Net surplus from Fundraising Activities	7,450	6,967

IHC Programme expenses	2,861	3,072
Service development programmes	1,676	1,252
	4,537	4,324
Net surplus from Fundraising	2,913	2,643
Gain on sale of property	3,433	3,169
Government property grants	574	2,724
Other non operating	(6,343)	(551)
NET SURPLUS	802	13,462

BALANCE SHEET as at 30 June 2017

ASSETS		
Current Assets	28,494	39,636
Non Current Assets	396,406	243,296
TOTAL ASSETS	424,900	282,932
LIABILITIES		
Current Liabilities	63,324	51,552
Non Current Liabilities	177,250	47,856
TOTAL LIABILITIES	240,574	99,408
NET ASSETS	184,326	183,524
EQUITY	184,326	183,524

STATEMENT OF CASH FLOWS for the year ended 30 June 2017

Net Cash Inflow from Operating Activities	17,758	26,300
Net Cash Outflow from Investing Activities	(160,569)	(24,137)
Net Cash Inflow/(Outflow) from Financing Activities	130,189	(34)
	(12,622)	2,129
Add Opening Cash Brought Forward	26,164	24,035
Ending Cash Carried Forward	13,542	26,164

Please refer to IHC's website for a copy of the audit report



IHC Annual Report Highlights

2016/17 Financial Year.
Go to IHC online for the full report.
ihc.org.nz

IHC Annual Report Highlights

The 2016 – 2017 year

Strategy 2020 Objectives

IHC advocates for the rights, inclusion and welfare of all people with intellectual disabilities and supports them to live satisfying lives in the community.

In its nearly 70 year history IHC has moved and adapted to meet the changing needs of people with intellectual disabilities and autism. Now, more than ever, we must set priorities that meet people's needs today and in the future.

This financial year has seen a period of significant change for the IHC Group with strategic decisions taken to move out of some services where other providers are better placed to provide them.

This allows us to look to the future:

- to refocus on our residential and vocational services in order to make sure they are the best they can be
- to consider new ways of operating in a changing funding environment
- and to meet the needs of the people we support who are aging and have increasingly complex needs

The year ahead will be equally challenging as we continue in our unwavering commitment to supporting people with intellectual disabilities and autism.

Ralph Jones
Chief Executive

1. Leadership – To be recognised as a leader in intellectual disability

After nearly a decade of legal action to stop disabled children being discriminated against at school, many children are still not getting a fair deal. There has been some progress but it is still not enough – we may yet have our day in court.

In September 2016 we brought more than 350 people from around the world together to discuss employment for people with intellectual disabilities at the IHC Workability International Make it Work Conference.

Throughout the year we were involved in the sector group advising on Pay Equity and were pleased to see it come into effect on 1 July 2017.

In April Accessible Properties completed the first major Government state housing transfer in New Zealand acquiring 1138 more houses in Tauranga overnight.

We are a leading information sharer with 50 media and sector announcements, 65 advocacy meetings with government and 14 websites managed for ourselves and other organisations.

2. Relationships and Community Connectedness – To be well recognised, highly regarded and sought out as an organisation with which people want to engage.

We work with government, community and sector organisations and individuals here and overseas in the best interests of people with intellectual disabilities. That work includes formal arrangements such as working groups and our own Member Council and Associations through to social media engagement. In the past year more than 26,000 hours were volunteered through our official programmes with many more given in other ways. Our library signed up more than 850 new library members, achieved a 90 per cent satisfaction rating and gave away nearly 500 free books to families new to intellectual disability.

3. Service Excellence – To be sought as a provider of excellent support and housing services

Within IDEA Services we made some changes during the year that saw us move out of providing Home Support, Shared Care, Facility-Based Respite, Holiday Programmes and Foster Care.

As we continue to ensure the services we provide are the best they can be to meet people's changing needs, we note an overall 83 per cent satisfaction rate in our services. As we see more people having greater choice and control about the way they live we see a 54 per cent increase in people in Choices in Community Living and we now support nearly a thousand people through Supported Independent Living.

Around 16 per cent of the people we support identify as being Māori. Around 12 per cent of our staff identify as having some skills in Te Reo Māori with more than 20 per cent identifying as having good knowledge of Marae protocol and Tikanga.

Accessible Properties now manages more than 2700 properties making it the largest non-government housing provider in New Zealand. More than a thousand of those properties are owned or leased by IHC.

4. Smart Business – to be recognised as a smart, modern and efficient business

A significant project has been underway to connect all staff online. An ambitious pilot was successfully completed linking 1300 people with new systems including for managing shifts and rostering, leave balances and personal details and an online training system. We also introduced a new intranet that allows staff to collaborate and discuss topics and issues from one end of the country to the other.

These systems are being rolled out to all staff in the year ahead.

5. Right People – To offer value roles and careers to the right people

All our staff are given the opportunity to gain qualifications and more than half now have a Level 2 qualification or higher.

For many years people working in the disability sector have been underpaid. We were proud to support efforts to achieve pay equity meaning pay increases for support workers.

6. Diversification and Sustainability – To succeed in the pursuit of new opportunities and be proactive in ensuring the sustainability of existing business

We have consolidated service streams in order to consider the next steps for the organisation. Meanwhile the acquisition of state houses in Tauranga ensures a diversity of income to help ensure a secure financial future.

7. Partnership and Collaboration – To be a valued partner across a range of initiatives

Our staff serve on boards, provide strategic and professional advice and share information and expertise with a number of sector organisations, peak bodies and individuals. In a period of significant change for our sectors we monitor and share knowledge to ensure the best options for the people we support.