

**MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31 DECEMBER 2013**

These financial statements are to be read in conjunction with the accompanying Notes.

**MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST**

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**For the Year Ended 31 December 2013**

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MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

**Statement of Financial Performance**

For the Year Ended 31 December 2013

	Note	2013 \$	2012 \$
<b>Wish Revenue</b>			
Fundraising		975,987	841,837
Gifts In-Kind		257,468	194,439
Donations		311,332	478,441
Grants		182,027	207,892
<b>Total Income</b>		<u>1,726,814</u>	<u>1,722,609</u>
<b>Less Wish Expenses</b>			
Wish Expenses		1,320,427	1,013,045
Fundraising Expenses		159,041	156,007
<b>Total Wish Expenses</b>		<u>1,479,468</u>	<u>1,169,052</u>
		247,346	553,557
<b>Gross Surplus from Wish Activities</b>			
<b>Other Income</b>			
Dividends Received		330	320
Investment (Loss)/Gain - Unrealised		(48,947)	13,919
Other Non Wish Grant		37,645	38,933
Interest Received		152,296	174,208
<b>Total Other Income</b>		<u>141,324</u>	<u>227,380</u>
		388,670	780,937
<b>Gross Surplus after Other Income</b>			
<b>Less Expenses</b>			
Audit Fees		24,000	19,000
Depreciation		19,852	17,452
Loss on Disposal of Investments	4	-	4,270
Loss on Sale of Fixed Asset		4,545	4,175
Operating Lease Expenses		78,963	63,470
Salaries		301,518	209,924
Other Administrative Expenses		151,944	217,153
<b>Total Expenses</b>		<u>580,822</u>	<u>555,444</u>
<b>Operating (Loss)/ Surplus before Extraordinary Item</b>		(192,152)	245,493
Extra Ordinary Item - Income	2	-	1,571,349
<b>Net (Loss)/ Surplus</b>		<u>(192,152)</u>	<u>1,816,842</u>
<b>Allocation pursuant to Deed of Trusts as follows:</b>			
Transfer to Trust Fund		(192,152)	1,816,842
		<u>(192,152)</u>	<u>1,816,842</u>

These financial statements are to be read in conjunction with the accompanying Notes



MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

Statement of Movements of Trustee Funds

For the Year Ended 31 December 2013

	Note	2013 \$	2012 \$
Statement of Movements in Trustee Funds			
Trustee Funds Brought Forward		3,691,667	1,874,825
Net (Loss)/ Surplus for the Year		(192,152)	1,816,842
Total Recognised Revenue & Expenses for the Year		<u>(192,152)</u>	<u>1,816,842</u>
Trust Funds at the End of the Year		<u>3,499,515</u>	<u>3,691,667</u>

These financial statements are to be read in conjunction with the accompanying notes



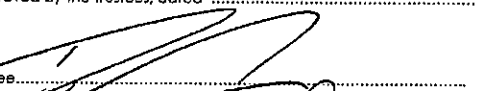
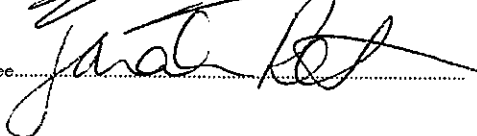
MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

**Statement of Financial Position**

As at 31 December 2013

	Note	2013 \$	2012 \$
<b>Trust Funds</b>			
Accumulations		3,499,515	3,691,667
<b>Total Trust Funds</b>		<u>3,499,515</u>	<u>3,691,667</u>
<b>Represented by:</b>			
<b>Current Assets:</b>			
Cash & Cash Equivalents		2,240,710	2,660,412
Sundry Debtors & Prepayments		89,253	4,453
GST Receivable		45,923	83,969
Investments	3	310,059	102,684
<b>Total Current Assets</b>		<u>2,685,945</u>	<u>2,851,518</u>
Property, Plant & Equipment	4	48,177	56,395
Non Current Investments	5	863,823	842,331
<b>Total Non Current Assets</b>		<u>912,000</u>	<u>898,726</u>
<b>Total Assets</b>		<u>3,597,945</u>	<u>3,750,244</u>
<b>Current Liabilities</b>			
Payables & Accruals		98,430	58,577
<b>Total Liabilities</b>		<u>98,430</u>	<u>58,577</u>
<b>Net Assets</b>		<u>3,499,515</u>	<u>3,691,667</u>

Approved by the Trustees, dated 26 June, 2014

Trustee   
 Trustee   
 Trustee .....



# MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

## Notes to and forming part of the Financial Statements

### For the Year Ended 31 December 2013

#### 1 Statement of Accounting Policies

##### Reporting Entity

Make-A-Wish Foundation of New Zealand Trust ("The Trust") is a Discretionary Trust under the Trustee Act 1956.

The Trust has not yet adopted New Zealand International Financial Reporting Standards (NZ IFRS), as it meets the criteria in External Reporting Board (XRB) A1 to continue applying Old GAAP. In 2012 the XRB issued a new Accounting Standards Framework. Under the new Framework, not for profit public benefit entities will be required to report in accordance with either PBE Accounting Standards or PBE Simple Format Reporting (depending on the size of the entity). These standards are expected to become effective for periods beginning on or after 1 April 2015. It is likely that under the new Framework the Trust will qualify to report in accordance with Tier 3 (simple format reporting), as the Trust currently has expenses of less than \$2 million.

The Trust is involved in the business of granting the wishes of children with life-threatening illnesses.

##### Statement of Compliance and Basis of Preparation

The Trust qualifies for differential reporting as it is not publically accountable and is not large as defined in the Framework for Differential Reporting. The Trust has taken advantage of all available differential reporting exemptions.

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis are followed by the Trust, with the exception of managed funds which are measured at fair value.

##### Specific Accounting Policies:

The following specific accounting policies have been applied:

##### (a) Revenue

Revenues received from fundraising, grants and donations are recognised when they have been deposited in the Trust's bank account. Donated marketable securities, equipment and other non cash donations are recorded as contributions at their estimated fair values at the date of donation, if an objective basis is available to measure the value of such items. The Trust pays for most services requiring specific expertise. However, if such services or assets are donated and the value is ascertainable, the fair value is reflected in the financial statements as revenue and expenses. The Trust recorded \$257,468 of in-kind contributions for airline flights, hotels accommodations and other professional services during the year ended 31 December 2013 (2012: \$194,439).

Interest income is recognised using the effective interest method.

Dividend revenue is recognised when the shareholder's right to receive the payment is established.

##### (b) Trade Receivables

Trade receivables are recognised at estimated realisable value, less any provision for impairment losses.

##### (c) Property, Plant & Equipment

Property, Plant & Equipment are recognised at cost less aggregate depreciation. Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007. Gains and losses on disposal of fixed assets are taken into account in determining the operating result for the year.

Furniture & Fittings	8.4-67% DV
Computer Hardware	32.4-60% DV
Computer Software	50-60% DV

##### (d) Income Tax

Revenue.

##### (e) Non Current Investments

Managed funds are measured at fair value and changes therein are recognised directly in the Statement of Financial Performance.

##### (f) Goods and Services Taxation (GST)

The financial statements have been prepared on a GST exclusive basis with the exception of accounts payable and accounts receivable which are shown inclusive of GST.

##### (g) Cash and Cash Equivalents

The Trust considers all highly liquid assets with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents may include cash on hand or held by financial institutions.

##### (h) Pledges Receivable

Pledges receivable are recognised when there is an unconditional promise to give, at the estimated net realisable value.

##### (i) Investments

Investments comprise fixed interest securities and equity instruments. Cash at call managed by JB Were is classified as cash and cash equivalents for statutory reporting purposes.

##### (j) Extraordinary items

Extraordinary items are those items of income or expense which are not expected to occur frequently, distinct from ordinary operations and are outside the control or influence of management. Such items are presented separately on the face of the Statement of Financial Performance following operating surplus in the period in which they are recognised.

##### (k) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

(l) The 2012 comparatives have been restated in respect of format only.

**MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST**

**Notes to and forming part of the Financial Statements (continued)**

**For the Year Ended 31 December 2013**

**2 Extraordinary Item**

	2013	2012
	\$	\$
GST Refund	-	(1,571,349)
<b>Total Extra Ordinary Item</b>	<b>-</b>	<b>(1,571,349)</b>

During the year ended 31 December 2012, the Trust received a GST refund stemming back a number of years totalling \$1,571,349 in relation to unclaimed GST on expenses incurred

**3 Current Investments**

New Zealand Fixed Income Securities	310,059	102,684
<b>Total Current Investments</b>	<b>310,059</b>	<b>102,684</b>

**4 Property, Plant & Equipment**

	Cost	Depreciation Charge for the Year	Accumulated Depreciation	Closing Book Value
<b>Property, Plant &amp; Equipment 2013</b>				
Furniture & Fittings	59,793	8,873	22,814	36,979
Computer Hardware	27,153	8,783	18,041	9,112
Computer Software	36,781	2,196	34,695	2,086
<b>Total Property, Plant &amp; Equipment</b>	<b>123,727</b>	<b>19,852</b>	<b>75,550</b>	<b>48,177</b>

	Cost	Depreciation Charge for the Year	Accumulated Depreciation	Closing Book Value
<b>Property, Plant &amp; Equipment 2012</b>				
Furniture & Fittings	64,534	7,851	20,181	44,353
Computer Hardware	23,254	5,362	15,495	7,759
Computer Software	37,881	4,239	33,598	4,283
<b>Total Property, Plant &amp; Equipment</b>	<b>125,669</b>	<b>17,452</b>	<b>69,274</b>	<b>56,395</b>

**5 Non Current Investments**

	2013	2012
	\$	\$
<b>Managed Fund</b>		
New Zealand Fixed Income Securities	693,329	776,792
New Zealand Equities	170,494	65,539
<b>Total Non Current Investments</b>	<b>863,823</b>	<b>842,331</b>

**6 Events Occurring After Balance Date**

There were no subsequent events after balance date that require adjustment of, or disclosure in the financial statements or notes.

**7 Related Party Disclosures**

The Trust is an affiliate of Make-A-Wish International (MAWI). During the year ended 31 December 2013, the Trust paid an affiliation fee to MAWI of \$25,264 (2012: \$19,675) and Nil as a contribution to the MAWI Fund (2012: \$6,135). The Trust incurred expenses for local and international conferences some of which were reimbursed by MAWI. As at balance date the total amount of reimbursements from MAWI were Nil (2012: \$6,404).

During the year The Trust received a grant from MAWI of \$13,943 (2012: Nil). As at balance date, an amount of \$1,394 was receivable from MAWI, representing 10% of the aforementioned grant which is payable upon submission of a grant report by the Trust.

As at balance date total amount of \$16,517 was due from other Make-A-Wish affiliates and an amount of \$3,029 was due to Make-A-Wish Australia by The Trust.

During the year, the total transactions with related parties amounted to \$97,145

No related party balances owing or owed were written off or forgiven during the period (2012: Nil).

**8 Operating Lease Commitments**

	2013	2012
	\$	\$
Less than one year	36,951	35,875
Between one and two years	77,261	75,011
Between two and five years	47,140	86,342
<b>Total</b>	<b>161,352</b>	<b>197,228</b>

The lease arrangement is over the office premises at 10 Eden street, Newmarket

**9 Contingent Liabilities**

The Trust has no contingent liabilities as at 31 December 2013, (2012 Nil).



## Independent auditor's report

### **To the Trustees of Make a Wish Foundation of New Zealand Trust**

We have audited the accompanying financial statements of Make a Wish Foundation of New Zealand Trust ("the Trust") on pages 3 to 7. The financial statements comprise the statement of financial position as at 31 December 2013, the statement of financial performance and statements of movements of trustee funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### *Trustees' responsibility for the financial statements*

The Trustees are responsible for the preparation and fair presentation of financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

#### *Auditor's responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Trust's preparation and fair presentation of the financial statements 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 Trust's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unmodified opinion on the financial position and our qualified opinion on financial performance.

Other than in our capacity as auditor we have no relationship with, or interests in, the Trust.

#### *Basis for qualified opinion on financial performance*

The Trust's recorded revenue includes fundraising income of \$975,987 (2012: \$841,837), gifts in kind of \$257,468 (2012: \$194,439), donations of \$311,332 (2012: \$478,441), wish grants of \$182,027 (2012: \$207,892) and non-wish grants of \$37,645 (2012: \$38,933). Control over such revenues prior to being recorded is limited and there were no practical audit procedures that we could perform to confirm independently that all fundraising income, gifts in kind, donations, wish grants and non-wish grants were properly recorded. Accordingly, we were not able to determine whether any adjustments might be necessary to the amounts shown in the financial statements for revenue and net profit. Our audit opinion for the year ending 31 December 2012 was also qualified in this respect.





*Qualified opinion on financial performance*

In our opinion, except for the possible effects on the current and corresponding figures of the matter described in the Basis for qualified opinion paragraph, the financial statements on pages 3 to 7 present fairly, in all material respects, the financial performance of the Trust for the year ending 31 December 2013, in accordance with generally accepted accounting practice in New Zealand.

*Opinion on financial position*

In our opinion the financial statements on pages 3 to 7 present fairly, in all material respects, the financial position of the Trust as at 31 December 2013.

*KPMG*

26 June 2014

Auckland