

MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2015

MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

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For the Year Ended 31 December 2015

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MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

Statement of Financial Performance

For the Year Ended 31 December 2015

	Note	2015	2014
		\$	\$
Wish Revenue			
Fundraising		961,297	1,017,471
Gifts In-Kind		175,192	240,801
Donations		510,703	353,396
Grants		14,201	57,763
Total Income		<u>1,661,393</u>	<u>1,669,431</u>
Less Wish Expenses			
Wish Expenses		1,169,029	1,394,904
Fundraising Expenses		342,700	65,576
Total Wish Expenses		<u>1,511,729</u>	<u>1,460,480</u>
Gross Surplus from Wish Activities		149,664	208,951
Other Income			
Dividends Received		12,332	11,273
Investment Gain - Unrealised		54,597	58,224
Other Non Wish Grant		-	65,569
Interest Received		124,038	145,008
Total Other Income		<u>190,967</u>	<u>280,074</u>
Gross Surplus after Other Income		340,631	489,025
Less Expenses			
Audit Fees		26,000	25,000
Depreciation	3	10,233	13,882
Operating Lease Expenses		82,639	84,023
Salaries		235,657	219,089
Other Administrative Expenses		149,005	147,509
Total Expenses		<u>503,534</u>	<u>489,503</u>
Net (Loss)		<u>(162,903)</u>	<u>(478)</u>

MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

Statement of Movements of Trustee Funds

For the Year Ended 31 December 2015

	Note	2015	2014
		\$	\$
Statement of Movements in Trustee Funds			
Trustee Funds Brought Forward		3,499,037	3,499,515
Net (Loss) for the Year		(162,903)	(478)
Total Recognised Revenue & Expenses for the Year		(162,903)	(478)
Trust Funds at the End of the Year		3,336,134	3,499,037



MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

Statement of Financial Position

As at 31 December 2015

	Note	2015 \$	2014 \$
Trust Funds			
Accumulations		3,336,134	3,499,037
Total Trust Funds		3,336,134	3,499,037
Represented by:			
Current Assets:			
Cash & Cash Equivalents		254,454	2,330,208
Sundry Debtors & Prepayments		63,235	69,298
GST Receivable		41,538	46,433
Investments	2	614,412	173,255
Total Current Assets		973,639	2,619,194
Property, Plant & Equipment	3	33,247	40,667
Non Current Investments	4	2,502,433	978,851
Total Non Current Assets		2,535,680	1,019,518
Total Assets		3,509,319	3,638,712
Current Liabilities			
Payables & Accruals		173,185	139,675
Total Liabilities		173,185	139,675
Net Assets		3,336,134	3,499,037

Approved by the Trustees, dated 30 MAY 2016

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 2015

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 is domiciled in NZ and registered under the Charities Act 2005. The financial statements have been prepared in accordance with the requirements of that Act. For the purposes of financial reporting, the Trust is a not for profit public benefit entity.

All entities reporting under the Charities Act 2005 will be required to apply the accounting standards for not-for-profit public entities set by the External Reporting Board (XRB) for reporting period beginning on or after 1 April 2015.

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 effective for periods beginning on or after 1 April 2015. The first year of reporting under the new standards for the Trust will be the year ended 31 December 2016.

The new reporting requirements for registered charities that are not publicly accountable depends on the amount of annual expenses. Management expects that the Trust will either qualify for reporting under Tier 2 (PBE Reduced Disclosure Regime) or Tier 3 Simple format reporting (accrual) basis, the Tier being determined by the level of expenses for the preceding two years.

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 publicly 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 investments which are measured at fair value.

The financial statements were authorised for issue by the Trustee(s) on 30 May 2016.

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 \$175,192 of in-kind contributions for airline flights, hotels accommodations and other professional services during the year ended 31 December 2015 (2014: \$240,801).

Interest income is recognised using the effective interest method.

Dividend revenue is recognised when the Trust'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

The Trust is a not for profit charitable organisation, registered in accordance with the Charities Act 2005, which qualifies for tax exemptions with Inland Revenue.

(e) Non Current Investments

Investments 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) 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.

MAKE-A-WISH FOUNDATION OF NEW ZEALAND TRUST

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

For the Year Ended 31 December 2015

	2015	2014
	\$	\$
2 Current Investments		
Term Deposits	509,263	-
New Zealand Fixed Income Securities	105,149	173,255
Total Current Investments	614,412	173,255

3 Property, Plant & Equipment

	Cost	Depreciation Charge for the Year	Accumulated Depreciation	Closing Book Value
Property, Plant & Equipment 2015				
Furniture & Fittings	64,261	5,975	36,244	28,017
Computer Hardware	31,609	3,651	27,058	4,551
Computer Software	37,042	607	36,363	679
Total Property, Plant & Equipment	132,912	10,233	99,665	33,247

	Cost	Depreciation Charge for the Year	Accumulated Depreciation	Closing Book Value
Property, Plant & Equipment 2014				
Furniture & Fittings	63,392	7,455	30,269	33,123
Computer Hardware	29,926	5,366	23,407	6,519
Computer Software	36,781	1,061	35,756	1,025
Total Property, Plant & Equipment	130,099	13,882	89,432	40,667

4 Non Current Investments

	2015	2014
	\$	\$
Managed Fund		
New Zealand Fixed Income Securities	1,751,581	737,236
New Zealand Equities	750,852	241,615
Total Non Current Investments	2,502,433	978,851

5 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.

6 Related Party Disclosures

The Trust is an affiliate of Make- A- Wish International (MAWI). During the year ended 31 December 2015, the Trust paid an affiliation fee to MAWI of \$28,882 (2014: \$25,083), Nil for Trademark Registration (2014:\$4,856), Nil as a contribution to the MAWI Fund (2014:\$5,903) and other admin fee and license fee of \$4,914 (2014: \$371)

As at balance date, an amount of Nil was receivable from MAWI (2014: \$17,899).

As at balance date total amount of \$13,236 (2014: \$11,488) was due from other Make-A-Wish affiliates and an amount of \$29,365 (2014: \$13,912) was due to Make-A-Wish Australia and Make-A-Wish Greater LA by The Trust.

During the year, related party income received totalled \$116,588 (2014: \$81,340), and related party expenses incurred totalled \$67,231 (2014: \$108,359).

No related party balances owing or owed were written off or forgiven during the period (2014: Nil).

7 Operating Lease Commitments

	2015	2014
	\$	\$
Less than one year	39,202	38,060
Between one and two years	47,140	79,579
Between two and five years	-	6,762
Total	86,342	124,401

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

8 Contingent Liabilities

The Trust has no contingent liabilities as at 31 December 2015 (2014: 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 2015, the statements of financial performance and statement of movement in trustee funds for the year then ended, and a summary of significant accounting policies and other explanatory information.

This report is made solely to the trustees as a body. Our audit work has been undertaken so that we might state to the Trust's trustees those matters we are required to state to them in the 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's trustees as a body, for our audit work, this report or any of the opinions we have formed.

Trustees' responsibility for the financial statements

The trustees are responsible on behalf of the Trust for the preparation of financial statements in accordance with generally accepted accounting practice in New Zealand (being the Financial Reporting Standards and Statements of Standard Accounting Practice) that give a true and fair view of the matters to which they relate 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 of the financial statements that give a true and fair view of the matters to which they relate 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 except for the matters described in the Basis for qualified opinion paragraph.

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



Basis for qualified opinion

The Trust's recorded revenue includes fundraising income of \$208,689, gifts in kind of \$175,192, non-corporate donations of \$252,548, and wish grants of \$14,201. 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, non-corporate donations and 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 ended 31 December 2014 was also qualified in this respect.

Qualified opinion

In our opinion, except for the possible effects 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 position of the Trust as at 31 December 2015 and its financial performance for the year ended 31 December 2015, in accordance with generally accepted accounting practice in New Zealand (being the Financial Reporting Standards and Statements of Standard Accounting Practice).

KPMG

30 May 2016
Auckland