



THE MCGUINNESS FOUNDATION TRUST

Your Financial Statements

YEAR ENDED 31 MARCH 2017

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Entity Information

The McGuinness Foundation Trust For the year ended 31 March 2017

'Who are we?', 'Why do we exist?'

Legal Name of Entity

The McGuinness Foundation Trust

Entity Type and Legal Basis

Charitable Trust

Registration Number

Charities Registration Number: CC10457

Entity's Purpose or Mission

To distribute donations in accordance with the strategic objectives set by the Trustees

Entity Structure

Trustees consisting of two members

Main Sources of Entity's Cash and Resources

Donations

Main Methods Used by Entity to Raise Funds

Donations

Entity's Reliance on Volunteers and Donated Goods or Services

Reliance on donated services

Approval of Financial Report

The McGuinness Foundation Trust For the year ended 31 March 2017

The Trustees are pleased to present the approved financial report including the historical financial statements of The McGuinness Foundation Trust for year ended 31 March 2017.

APPROVED

Mark McGuinness

Trustee

Date

Wendy McGuinness

Trustee

Date

Statement of Service Performance

The McGuinness Foundation Trust For the year ended 31 March 2017

'What did we do?', 'When did we do it?'

Description of Entity's Outcomes

To distribute resources donated by philanthropists to individuals and organisations who's goals align with the strategic objectives set by the Trustees.

	2017	2016
Description and Quantification of the Entity's Outputs		
Dollar value of donations received	695,762	549,243
Dollar value of donations provided	508,762	5,850

Statement of Financial Performance

The McGuinness Foundation Trust For the year ended 31 March 2017

'How was it funded?' and 'What did it cost?'

	NOTES	2017	2016
Revenue			
Donations, fundraising and other similar revenue	1	695,762	549,243
Revenue from providing goods or services	1	859	27,630
Interest, dividends and other investment revenue	1	13	68
Other revenue	1	3,587	10,000
Total Revenue		700,221	586,942
Expenses			
Volunteer and employee related costs	2	319,069	348,293
Costs related to providing goods or service	2	204,636	209,694
Grants and donations made	2	60,075	5,850
Other expenses	2	19,459	16,100
Total Expenses		603,240	579,939
Surplus/(Deficit) for the Year		96,981	7,004

This statement has been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Financial Position

The McGuinness Foundation Trust As at 31 March 2017

'What the entity owns?' and 'What the entity owes?'

	NOTES	31 MAR 2017	31 MAR 2016
Assets			
Current Assets			
Bank accounts and cash	3	127,287	26,196
Debtors and prepayments	3	21,902	22,742
Total Current Assets		149,189	48,938
Non-Current Assets			
Property, Plant and Equipment	4	50,520	56,309
Total Non-Current Assets		50,520	56,309
Total Assets		199,709	105,247
Liabilities			
Current Liabilities			
Creditors and accrued expenses	5	4,792	13,829
Employee costs payable	5	12,814	14,162
Loans	5	355,496	347,631
Total Current Liabilities		373,102	375,622
Total Liabilities		373,102	375,622
Total Assets less Total Liabilities (Net Assets)		(173,394)	(270,375)
Accumulated Funds			
Accumulated surpluses or (deficits)		(173,394)	(270,375)
Total Accumulated Funds		(173,394)	(270,375)

This statement has been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Cash Flows

The McGuinness Foundation Trust For the year ended 31 March 2017

	2017	2016
Statement of Cash Flows		
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	695,762	549,243
Receipts from providing goods or services	954	27,105
Interest, dividends and other investment receipts	13	68
Cash receipts from other operating activities	3,587	10,000
Payments to suppliers and employees	(538,631)	(560,812)
Donations or grants paid	(60,075)	(5,850)
Total Cash Flows from Operating Activities	101,610	19,754
Cash Flows from Investing and Financing Activities		
Receipts from sale of property, plant and equipment	490	-
Proceeds from loans borrowed from other parties	7,865	12,708
Payments to acquire property, plant and equipment	(8,874)	(13,236)
Repayments of loans borrowed from other parties	-	(256)
Total Cash Flows from Investing and Financing Activities	(519)	(784)
Net increase/ (decrease) in cash	101,091	18,970
Cash and cash equivalents at beginning of period		
Cash balance	26,196	7,225
Total Cash and cash equivalents at beginning of period	26,196	7,225
Cash and cash equivalents at end of period		
Cash balance	127,287	26,196
Total Cash and cash equivalents at end of period	127,287	26,196
Net change in cash for period	101,091	18,971

Statement of Accounting Policies

The McGuinness Foundation Trust For the year ended 31 March 2017

'How did we do our accounting?'

Reporting entity

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

These consolidated financial statements for the year ended 31 March 2017 comprise McGuinness Foundation Trust ('the controlling entity') and its controlled entity McGuinness Institute Limited (together referred to as the 'Group') and individually as 'Group entities'.

Basis of Preparation

The group has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the group will continue to operate in the foreseeable future.

The Group financial statements are presented in accordance with PBESFR A (NFP) *Public Benefit Entity Simple Format Reporting - Accrual(Not-For-Profit)* (Tier 3 Framework).

Goods and Services Tax (GST)

The McGuinness Foundation Trust is not registered for GST, but the McGuinness Institute Limited is registered for GST. Therefore some amounts in the financial statements are stated both inclusive and exclusive of GST where appropriate, except for accounts receivable and payable, which are stated inclusive of GST

Presentation Currency

The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except where otherwise indicated.

Revenue Recognition

Donations are recorded as revenue when cash is received.

Sale of goods or services are recorded when the goods or services are sold.

Interest income is recorded as it is earned.

Other income is recorded as it is earned.

Income Tax

The group is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

Bank Accounts and Cash

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

Property, Plant and Equipment

Property, plant and equipment is stated at historical cost less any accumulated depreciation and impairment losses. historical cost includes expenditure directly attributable to the acquisition of assets and includes the cost of replacements that are eligible for capitalisation when these are incurred.

All other repairs and maintenance expenditure is recognised in profit or loss as incurred.

Depreciation is calculated on a diminishing value basis over the estimated useful life of the asset. The following estimated depreciation rates have been used:

Fixtures & Fittings 10% - 60%

Shelving & Storage 10% - 16%

The Library 20% - 24%

Computer Equipment 50%

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

Notes to the Performance Report

The McGuinness Foundation Trust For the year ended 31 March 2017

	2017	2016
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Willis Bond & Co Limited	695,762	549,243
Total Donations, fundraising and other similar revenue	695,762	549,243
Revenue from providing goods and services		
Nation dates book - retail	-	61
Reports sold (incl online)	859	200
Tackling Poverty Workshop	-	27,370
Total Revenue from providing goods and services	859	27,630
Interest, dividends and other investment revenue		
Interest income	13	68
Total Interest, dividends and other investment revenue	13	68
Other revenue	3,587	10,000
Total Analysis of Revenue	700,221	586,941
	2017	2016

2. Analysis of Expenses

Volunteer and employee related costs		
ACC	1,813	2,811
Entertainment	2,252	4,736
ipayroll fees	571	1,213
Salaries	307,711	335,811
Training and education	403	522
Travel - National	6,320	3,200
Total Volunteer and employee related costs	319,069	348,293
Costs related to providing goods or services		
Computer expenses	20,437	21,824
Conference expenses	1,045	-
Consulting and accounting	14,550	5,420
Cost of publications: Editing	2,213	-
Cost of publications: Printing	15,472	8,314
Cost of purchasing books and publications	3,258	3,402
Domain names	6,554	5,930
General expenses	724	110
Insurance	2,309	2,264
Light, power, heating	3,469	4,702
Membership and subscription fees	5,630	5,903
Occupancy costs	75,762	79,243
Office expenses	8,652	7,828
Postage, freight and courier	1,028	260

Project: ForesightNZ	9,126	2,518
Project: Community Boards Conference	-	1,953
Project: Government Strategies Event	-	67
Project: Ocean Management	1,244	5,205
Project: Strategy NZ	1,603	-
Project: Talent NZ	67	11,876
Project: World Future Conference	-	3,893
Project: Tackling Poverty	17,934	28,462
Repairs and maintenance	2,386	1,993
Stationary	6,026	5,988
Telephone and internet	5,146	2,539
Total Costs related to providing goods or services	204,636	209,694

Grants and donations made

Donations made	60,075	5,850
Total Grants and donations made	60,075	5,850

Other expenses

Bank fees	174	112
Depreciation	14,174	15,988
(Gain)/loss on disposal of fixed assets	490	-
Legal expenses	4,572	-
Penalties	50	-
Total Other expenses	19,459	16,100

Total Analysis of Expenses	603,240	579,939
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2017 2016

3. Analysis of Assets

Bank accounts and cash

Kiwibank business edge account	114,500	-
Kiwibank 00 account	12,071	24,750
Kiwibank 01 account	394	1,188
Kiwibank 02 account	2	132
Paypal account	319	70
Petty cash	-	55
Total Bank accounts and cash	127,287	26,196

Debtors and prepayments

Bond - iPayroll	12,000	12,000
Accounts receivable	468	563
GST receivable	9,435	10,161

Resident withholding tax	-	19
Total Debtors and prepayments	21,902	22,742
Total Analysis of Assets	149,189	48,938
	2017	2016

4. Property, Plant and Equipment

Furniture and Fixtures		
At cost	79,927	85,812
Less Accumulated Depreciation on Furniture and Fixtures	(60,748)	(63,594)
Total Furniture and Fixtures	19,179	22,218
Shelving and Storage		
At cost	25,723	25,723
Less Accumulated Depreciation on Shelving and Storage	(11,066)	(9,309)
Total Shelving and Storage	14,657	16,414
The Library		
At cost	47,584	47,584
Less Accumulated Depreciation on The Library	(33,511)	(29,907)
Total The Library	14,073	17,677
Computer Equipment		
At cost	4,387	-
Less Accumulated Depreciation on Computer Equipment	(1,776)	-
Total Computer Equipment	2,610	-
Total Property, Plant and Equipment	50,520	56,309
	2017	2016

5. Analysis of Liabilities

Creditor and accrued expenses		
Accounts payable	4,792	13,829
Total Creditor and accrued expenses	4,792	13,829
Employee costs payable		
Accruals	12,813	14,162
Total Employee costs payable	12,813	14,162
Loans		
Mackford Holdings No.5 Limited	355,496	347,631
Total Loans	355,496	347,631
Total Analysis of Liabilities	373,102	375,622

	2017	2016
6. Accumulated Funds		
Opening balance	(270,375)	(277,379)
Accumulated surpluses	96,981	7,004
Total Accumulated Funds	(173,394)	(270,375)

7. Commitments

There are no commitments as at 31 March 2017 (Last year - nil).

8. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 31 March 2017 (Last year - nil).

9. Related Parties

Mark McGuinness, who is a Trustee, is also a director of Willis Bond & Company Limited. The Trust received donations from Willis Bond & Company Limited during the year to the total of \$510,000.

Wendy McGuinness, who is a Trustee, is also a director of the company McGuinness Institute Limited that is 100% owned by the Trust.

McGuinness Institute Limited also received donations from Willis Bond & Company Limited during the year to the total of \$110,000, and occupancy costs amounting to \$75,762.26.

The Trustees' Mark McGuinness and Wendy McGuinness are also Directors of Mackford Holdings No.5 Limited. Mackford Holdings No.5 Limited has loaned funds to McGuinness Institute Limited during the year. The loan totaling \$355,496.40 as at 31 March 2017 is interest free and repayable on demand.

10. Occupancy Costs

During the year, as per prior years, Willis Bond & Company Limited made payments on behalf of McGuinness Institute Limited for occupancy costs encompassing rent, rates, landline and water cooler rental charges. These contributions by Willis Bond & Company Limited have been recognised as donations to the institute and the 'Occupancy Costs' are reported as a separate line item.

11. 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).

12. Ability to continue operating

The entity will continue to operate for the foreseeable future.