

Gift Trust Financial Statements 2016

The Gift Trust

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Compilation Report

The Gift Trust

For the year ended 31 March 2016

Compilation Report to the Directors of The Gift Trust.

Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of The Gift Trust for the year ended 31 March 2016.

These statements have been prepared in accordance with the accounting policies described in the Notes to these financial statements.

Responsibilities

The Trustees are solely responsible for the information contained in this financial report and have determined that the accounting policies used are appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Independence

We have no involvement with The Gift Trust other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

Disclaimer

We have compiled these financial statements based on information provided which has not been subject to an audit or review engagement. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on this financial report.

Bridget Banks

Dated: 26 April 2016

Entity Information

The Gift Trust

For the year ended 31 March 2016

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

Legal Name of Entity

The Gift Trust

Entity Type and Legal Basis

Trust and Registered Charity

Registration Number

CC 40774

Entity's Purpose or Mission

The Gift Trust was established to allow donor-advised charitable giving to occur in New Zealand by both locally-based and internationally-based donors, channelling such funds into various exclusively charitable purposes.

Entity Structure

Trust structure: During 2015 four Trustees constituted our governance board (Susan Barker stepped down as a Trustee in January 2016 and a replacement Trustee is currently under consideration). Trustees are elected for a 3-year term at the Trust's Annual General Meeting. The Trustees oversee the strategic direction of The Gift Trust.

Operational Structure: The Gift Trust currently employs one Manager and one part-time Development Manager. End of year Accounting services are outsourced.

Main Sources of Entity's Cash and Resources

The Gift Trust's main resources are donations from donors who wish to open donor-advised gift accounts. Administration costs are met by investment revenue and/or an administration fee.

Main Methods Used by Entity to Raise Funds

The Gift Trust is actively seeking to raise its profile and encourage donors to open Donor Advised gift accounts.

Entity's Reliance on Volunteers and Donated Goods or Services

The Gift Trust relies on gifts of volunteer time and expertise to complete its work in many essential roles such as national governance (trustees and committees).

Physical Address

115 Tory St, Te Aro, Wellington

Postal Address

PO Box 19-120, Courtenay Place, Wellington, New Zealand, 6149

Entity Information

Contact Details

Phone: (04) 391-4438. E-mail: info@thegifttrust.org.nz. Website: thegifttrust.org.nz


Approval of Financial Report

The Gift Trust

For the year ended 31 March 2016

The Trustees are pleased to present the approved financial report including the historical financial statements of The Gift Trust for year ended 31 March 2016.

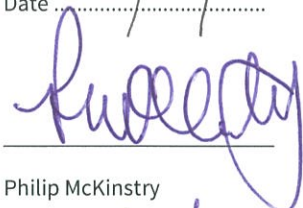
APPROVED



Glen Saunders

Trustee

Date 3/5/16



Philip McKinstry

Trustee

Date 3/5/16



Doris Zuur

Trustee

Date 3/5/2016

Statement of Service Performance

The Gift Trust

For the year ended 31 March 2016

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

Description of Entity's Outcomes

The Gift Trust provides a premium service to donors to help them give easily and effectively, while encouraging effective philanthropy in New Zealand.

We do this by:

- Providing donor-advised gift accounts - a philanthropic vehicle for charitable giving which we administer on behalf of organisations, families, or individuals.
- Providing a premium due diligence and grant research service for our donor-advised gift account holders.
- Distributing grants from donor-advised gift accounts and general funds for charitable purpose in New Zealand whether relating to the relief of poverty, the advancement of education, or any other purpose beneficial to the community.
- Encouraging more generosity in New Zealand.
- Provide a cost-effective service that reduces the need for new grant making charities or private foundations, ensuring lower overheads, which allows more funds to be channelled to charitable purpose.

	2016	2015
Description and Quantification of the Entity's Outputs		
Donation distributions made to NZ charities	93,005	169,011
Average donation size	4,043	28,168
Number of donations made	23	6
Largest donation distributed	20,000	100,000
Smallest donation distributed	100	2,000
Amount held in Donor Advised Gift Accounts	(4,030,655)	(2,385,693)
Amount held in Non Donor-Advised Accounts	(19,332)	(27,332)
Interest paid on donor funds	134,076	105,681
Donor funds received	(1,729,967)	(77,488)

Description and Quantification of the Entity's Outputs

During 2015-2016 The Gift Trust worked with our Donor Advisers to distribute funds for various charitable purposes to New Zealand charities.

The Trustees also made several distributions from General Funds.

Our service involves working with donors to provide due diligence, advice and support to ensure their donations have impact. During 2015-2016 we provided due diligence on various donations including matched funding donations and capacity building/development funds (for example supporting a charity to attend a fundraising workshop).

We were sponsors of The Funding Network New Zealand and had an active role on the steering committee. This event is a dragon's den for charities, matched with live crowd-fundraising. Three events were held during the 2015-2016 financial year in Auckland (2 events) and Wellington. 12 charities pitched at these events and collectively raised over \$110,000, including donations from our donors via their donor advised gift accounts.

Additional Output Measures

During 2015-2016 The Gift Trust has been focused on growth and attracting new donors, while supporting existing and potential donors with their giving.

Statement of Financial Performance

The Gift Trust

For the year ended 31 March 2016

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

	NOTES	2016	2015
Revenue			
Fees, subscriptions and other revenue	1	55,645	44,252
Interest, dividends and other investment revenue	1	144,146	125,695
Total Revenue		199,791	169,947
Expenses			
Interest paid on donor advised funds	2	134,076	105,681
Volunteer and employee related costs	2	52,125	36,107
Costs related to providing goods or service	2	23,274	18,817
Other expenses	2	2,751	2,670
Total Expenses		212,226	163,274
Surplus/(Deficit) for the Year		(12,435)	6,673
Donor Funds			
Donor funds distributed	2	(93,005)	(169,011)
Donor funds received	1	1,729,967	77,488
Total Donor Funds		1,636,962	(91,523)
Surplus/ (Deficit) for the Year including Donor Funds		1,624,526	(84,850)

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 Gift Trust

As at 31 March 2016

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

	NOTES	31 MAR 2016	31 MAR 2015
Assets			
Current Assets			
Bank accounts and cash	3	123,134	53,472
Debtors and prepayments	3	-	2,000
Other Current Assets	3	4,273,787	2,716,554
Total Current Assets		4,396,921	2,772,026
Total Assets		4,396,921	2,772,026
Liabilities			
Current Liabilities			
Employee costs payable	4	-	30
Other current liabilities	4	1,600	1,200
Total Current Liabilities		1,600	1,230
Total Liabilities		1,600	1,230
Total Assets less Total Liabilities (Net Assets)		4,395,321	2,770,795
Accumulated Funds			
Accumulated surpluses or (deficits)	5	345,334	357,770
Reserves - Restricted donor funds	5	4,049,987	2,413,025
Total Accumulated Funds		4,395,321	2,770,795

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 Gift Trust

For the year ended 31 March 2016

'How the entity has received and used cash'

	2016	2015
Cash Flows from Operating Activities		
Cash received		
Fees received	55,645	44,252
Interest received	130,466	93,820
Donor funds received	1,729,967	77,488
Total Cash received	1,916,077	215,560
Cash paid		
Payments to suppliers and employees	(75,780)	(66,062)
Interest paid on donor funds	(134,076)	(105,681)
Donor funds distributed	(93,005)	(169,011)
Total Cash paid	(302,862)	(340,754)
Total Cash Flows from Operating Activities	1,613,215	(125,194)
Cash Flows from Investing and Financing Activities		
Net term deposit (increase)/ decrease	(1,543,553)	50,000
Total Cash Flows from Investing and Financing Activities	(1,543,553)	50,000
Net Increase/ (Decrease) in Cash	69,662	(75,194)
Cash Balances		
Cash and cash equivalents at beginning of period	53,472	128,666
Cash and cash equivalents at end of period	123,134	53,472
Net change in cash for period	69,662	(75,194)

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 Accounting Policies

The Gift Trust

For the year ended 31 March 2016

'How did we do our accounting?'

Basis of Preparation

The entity 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 entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is not registered for GST. Therefore all amounts are stated inclusive of GST (if any).

Income Tax

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

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.

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.

Notes to the Performance Report

The Gift Trust

For the year ended 31 March 2016

	2016	2015
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Donor advised funds (net interest earned re-invested)	78,431	61,429
Donor advised funds introduced	1,651,536	4,400
Non donor advised funds introduced	-	11,659
Total Donations, fundraising and other similar revenue	1,729,967	77,488
Fees, subscriptions and other revenue from members		
Account Fee income	55,645	44,252
Total Fees, subscriptions and other revenue from members	55,645	44,252
Interest, dividends and other investment revenue		
Interest Income on Call Accounts	2,212	2,533
Interest Income on Term Deposits	141,935	123,162
Total Interest, dividends and other investment revenue	144,146	125,695
	2016	2015

2. Analysis of Expenses

Volunteer and employee related costs		
KiwiSaver Employer Contributions	1,299	178
Salaries	45,292	34,929
Travel - National	5,533	1,000
Professional Development	314	-
Total Volunteer and employee related costs	52,438	36,107
Costs related to providing goods or services		
Advertising	-	1,202
Bank Fees	15	48
Conferences	-	1,149
General Expenses	2,550	266
Insurance	2,904	2,187
Light, Power, Heating	-	954
Marketing expense	8,478	1,355
Office Expenses	353	611
Printing & Stationery	1,178	667
Rent	5,520	8,179
Subscriptions	1,335	2,156
Telephone & Internet	627	42
Total Costs related to providing goods or services	22,960	18,817
Donor Funds Distributed		
Non donor advised donations	8,000	2,000

Donor advised donations	85,006	167,010
Total Donor Funds Distributed	93,006	169,010
Interest paid on donor funds	134,076	105,681
Other expenses		
Consulting & Accounting	2,751	1,290
Legal expenses	-	1,380
Total Other expenses	2,751	2,670
	2016	2015

3. Analysis of Assets

Bank accounts and cash		
Kiwibank on call	111,930	45,360
Kiwibank Performer	11,204	8,112
Total Bank accounts and cash	123,134	53,472
Debtors and prepayments		
Accounts receivable (manual)	-	2,000
Total Debtors and prepayments	-	2,000
Other current assets		
Accrued Interest	80,234	66,554
Term Deposits	4,193,553	2,650,000
Total Other current assets	4,273,787	2,716,554
	2016	2015

4. Analysis of Liabilities

Employee costs payable		
Unpaid Expense Claims	-	30
Total Employee costs payable	-	30
Other current liabilities		
Accounts Payable (manual)	1,600	1,200
Rounding	-	-
Total Other current liabilities	1,600	1,200
	2016	2015

5. Accumulated Funds

Accumulated Funds		
Opening Balance	2,770,795	2,855,645
Accumulated surpluses or (deficits)	(12,435)	6,673
Reserves - Restricted Donor Funds	1,636,962	(91,523)
Total Accumulated Funds	4,395,321	2,770,795
Total Accumulated Funds	4,395,321	2,770,795

6. Breakdown of Reserves - Restricted Donor Funds

Reserves	2016	2015
Restricted funds - Donor advised	4,030,655	2,385,693
Restricted funds - Non donor advised	19,332	27,332
Total Reserves	4,049,987	2,413,025

Restricted Funds - Donor advised:

Funds available for charitable distribution. Donation advice provided by Donor adviser and approved by Trustees.

Restricted Funds - Non donor advised:

Funds available for charitable distribution as agreed by the Trustees.

Accumulated surpluses or (deficits):

Funds available for The Gift Trust's operations and growth.

7. Commitments

Commitments to provide a donation: Commitment to donor match over the next 2 years of \$150,000. There are no other commitments as at 31 March 2016.

8. Related Parties

Philip McKinstry, Trustee, was employed on a short-term part-time employment contract for 6 months from February 2016. This contract is to provide Development Support to help grow The Gift Trust's activities. This was undertaken in line with the relevant Trust Deed clauses.

There were no other transactions involving related parties during the financial year.

9. 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).

10. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.