



**New Zealand Federation of Multicultural Councils Incorporated.
(Multicultural New Zealand)**

FINANCIAL STATEMENTS

AS OF 31 MARCH 2015

Statement of Financial Position	1
Statement of Financial Performance	2
Notes to Financial Statements	3
Auditor's Report	6

New Zealand Federation of Multicultural Councils Incorporated

Statement of Financial Position

For the year ended 31 March 2015

	Note	2015 \$	2014 \$
Assets			
Current Assets			
ASB Society Cheque Account 00		59,848.15	(4,343.43)
ASB Society Cheque Account 04		27.64	27.64
ASB Society Business Saver 50		42,234.63	133,942.03
Petty Cash		700.00	700.00
Receivables		6,375.00	1,593.63
Prepayments		-	-
Total current assets		109,185.42	131,919.87
Non-Current Assets			
Office Equipment		14,611.86	14,611.86
Office Furniture		8,215.66	8,215.66
Total		22,827.52	22,827.52
Less: Accumulated Depreciation			
Office Equipment Accum Dep'n		(11,505.37)	(8,463.27)
Office Furniture Accum Dep'n		(4,450.74)	(3,457.08)
Total non-current assets	2	6,871.41	10,907.17
Total Assets		116,056.83	142,827.04
Liabilities			
Payables and Accruals		1,003.19	6,991.70
GST Payable		14,851.61	23,922.06
Grants Received in Advance		58,918.10	110,345.37
Total Liabilities		74,772.90	141,259.13
Total Assets less Total Liabilities (Net Assets)		41,283.93	1,567.91
Equity			
Equity at the beginning of the year		1,567.91	10,047.58
Recognised surpluses or (deficits)		39,716.02	(8,479.67)
Equity at the end of the year		41,283.93	1,567.91

New Zealand Federation of Multicultural Councils Incorporated

Statement of Financial Performance

For the year ended 31 March 2015

	Note	2015 \$	2014 \$
Income			
Grants and Contract Fees	4	302,964.23	175,216.99
Donations		15,000.00	1,500.00
Membership Subscriptions		3,261.89	3,130.38
Reimbursed Expenses		14,125.21	461.23
Interest Income		1,300.09	1,614.97
Other Income		34,177.86	6,379.07
Total income		370,829.28	188,302.64
Expenses			
AGM Expenses		31,970.02	18,563.74
Audit Fees		1,330.00	35.00
Bad Debts		411.27	1,026.19
Computer Repairs and Software Maintenance		97.83	600.00
Contractor's Fee		-	8,891.54
Council Meeting Expenses		18,727.26	31,754.68
Depreciation		4,035.76	3,622.98
Executive Meeting Expenses		5,566.14	4,584.62
General Administrative Office		8,330.44	5,832.53
Insurance		1,951.90	2,231.57
Interest & Bank Fees		144.88	23.39
Loss on disposal on assets		-	13.31
Marketing & Advertising		1,289.22	179.00
Payroll Expenses		2,437.07	1,758.76
Postage & Shipping		230.68	343.48
Printing & Stationery		10,569.31	5,191.47
Project Costs		126,956.92	41,989.21
Rent		14,364.43	9,262.60
Salaries		88,797.71	44,662.00
Senior Council Expenses		208.70	-
Sponsorship		600.00	-
Subscription & Membership Fees		1,057.82	1,100.81
Telephone, Fax, Internet		6,925.90	5,437.89
Training & Development		3,910.00	8,157.43
Website Development		1,200.00	200.00
Youth Council Meeting		-	1,320.11
Total expenses		331,113.26	196,782.31
Total surplus/ (deficit) for the year		39,716.02	(8,479.67)

New Zealand Federation of Multicultural Councils Incorporated

Notes to the Financial Statements For the year ended 31 March 2015

Note 1 Statement of accounting policies for the year ended 31 March 2015

Reporting entity

The New Zealand Federation of Multicultural Councils Incorporated, or *Multicultural New Zealand*, is an incorporated society registered under the incorporated Societies Act 1908. Multicultural New Zealand is also a registered charitable entity under the Charitable Act of 2005. Multicultural New Zealand's role is to advocate, lobby, support and share information among the regional councils and New Zealand's ethnic communities.

New Zealand Federation of Multicultural Councils Inc.
P O Box 1409
Wellington 6140

Date of authorisation

The financial statements of the Federation are for the year ended 31 March 2015. The financial statements were authorised for issue by the Executive Committee on 8 May 2015.

Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP). They comply with New Zealand equivalents to IFRSs, (NZ IFRSs) and other applicable financial Reporting standards, as appropriate for public benefit entities that qualify for, and apply, differential reporting concessions.

The financial statements are prepared on the historical cost basis and presented in New Zealand Dollars (NZD) rounded to the nearest dollar.

Multicultural New Zealand qualifies for differential reporting due to its size and because it has no public accountability. Multicultural New Zealand has taken advantage of all available differential reporting exemptions.

Cash items

Cash items comprise the balance in bank accounts, net of overdrafts. In the statement of financial position, bank overdrafts are included in current liabilities.

Receivables

Receivables are recognised at the original invoice amount less impairment losses.

Property, plant and equipment

Items of property, plant and equipment are stated at cost, less accumulated depreciation and any impairment losses. Any donated assets are recorded at their fair value at the date of acquisition.

Depreciation is calculated on a diminishing value method using depreciation rates:

Office furniture and equipment	12% to 21.6%
Computer equipment	30% to 50%

Leases

Lease payments for operating leases are recognised as expense in the periods in which they are incurred.

Income

Subscriptions

Membership subscription is recognised as income in the year to which it relates.

Grants and donations

Grants and donations that are not subject to restrictions or condition are accounted for at the time of receipt.

Grants and donations that are subject to conditions, subject to binding terms imposed as funding for a particular activity, are recognised as income when it is likely that Multicultural New Zealand will comply with the terms of the grant or donation. If Multicultural New Zealand is unable to comply with the terms of the grant or donation and this is a condition of keeping the grant or donation, the grant or donation is recognised as a short-term liability until the conditions are fulfilled.

Good and services tax

All items in the financial statements are stated exclusive of GST except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department (IRD) is included as part of receivables or payables in the statement of financial position.

Note 2 Property, plant and equipment

	2015				2014			
	At Cost	Depreciation for the year	Accumulated depreciation	Book Value	At Cost	Depreciation for the year	Accumulated depreciation	Book Value
Office Furniture	\$ 8,216	\$ 994	\$ 4,451	\$ 3,765	8,216	245	3,457	4,759
Office equipment	\$ 14,612	\$ 3,042	\$ 11,505	\$ 3,107	14,612	3,378	8,463	6,149
Total	\$ 22,828	\$ 4,036	\$ 15,956	\$ 6,872	22,828	3,623	11,920	10,908

Note 3 Lease commitments

Multicultural New Zealand has signed a joint sublease of Suite 9, Anvil House. Multicultural New Zealand further agreed to lease Suite 10 commencing January 2014. Multicultural New Zealand will pay the full rental and cluster maintenance costs. There is a right of renewal for two further terms of two years and 364 days commencing 26 September 2013 and 26 September 2016.

Note 4 Grants and donations received

	Opening Balance	Received	Disbursed	Closing Balance
	\$	\$	\$	\$
Lottery Grants Board	85,878	74,700	133,208	27,370
Ministry of Social Development	10,306	30,000	29,609	10,697
NZ Police	2,419	5,217	4,610	3,026
Pub Charity	5,000	-	5,000	-
Todd Foundation	-	80,000	72,221	7,779
Wellington City Council	2,143	20,000	22,143	-
Sponsorship	4,600	1,826	6,426	-
UNESCO	-	15,750	5,705	10,045
Lion Foundation	-	13,043	13,043	-
The Electoral Commission	-	11,000	11,000	-
Total Grants and Donation	110,346	251,536	302,965	58,917

Note 5 Contingent Liabilities

There is a potential contingent liability for which Multicultural New Zealand might be liable.

Note 6 Related Party Transactions

There were no related party transactions during the year ended 31 March 2015.

Note 7 Subsequent events

There were no subsequent events impacting on the financial statements for the year ended 31 March 2015.



Accounting For Charities Trust

"Empowering Charities with the knowledge and skills to effectively manage their finances with confidence"

NEW ZEALAND FEDERATION OF MULTICULTURAL COUNCILS INCORPORATED

INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2015

To the members of New Zealand Federation of Multicultural Councils Incorporated

We have audited the financial statements of New Zealand Federation of Multicultural Councils on pages 1-5 which comprise the Statement of Financial Position as at 31 March 2015, Statement of Financial Performance and Statement of Movements in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Executive's Responsibility for the Financial Statements

The Executive are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express to you 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 entity'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 entity'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 overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, New Zealand Federation of Multicultural Councils Incorporated.

Opinion

In our opinion the financial statements comply with generally accepted accounting practice in New Zealand, and give a true and fair view of the financial position of the New Zealand Federation of Multicultural Councils Incorporated as at 31 March 2015, and of its financial performance for the year then ended.

ACCOUNTING FOR CHARITIES TRUST

19th of May 2015.

Wellington, NZ.