

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Performance Report

For the year ended

31 March 2019

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NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Approval of Performance Report

For the year ended
31 March 2019


The Board of Trustees hereby approve and adopt the Performance Report of New Zealand Multiple Sclerosis Research Trust for the year ended 31 March 2019.

Sign

Name

Title

Date



Director, Independent
Professional Trustees (2015) Ltd
Doug Haines
Chairman
27 Sep 19

Sign

Name

Title

Date


Peter Wood
Trustee
27 Sept 2019

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Entity Information

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

For the year ended
31 March 2019

Legal Name of Entity:	New Zealand Multiple Sclerosis Research Trust
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Other Name of Entity (if any):	
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Type of Entity and Legal Basis (if any):	Charitable Trust and registered Charity
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Registration Number:	CC51849
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Entity's Purpose or Mission:

To stimulate, co-ordinate and support New Zealand based research into the cause, prevention, treatment, alleviation and cure of Multiple Sclerosis and to obtain and disseminate research findings.

Entity Structure:

A Trust registered under the Charitable Trust Act 1957 and registered with Charities Services.

Main Sources of the Entity's Cash and Resources:

The main sources of cash and resources are from donations and investment income.

Main Methods Used by the Entity to Raise Funds:

By publishing and promoting the objectives of the Trust on its website and in brochures, and championing its aims and work in the media and industry specific publications.

Promoting the Trust through a dedicated Give A Little page and through the Include A Charity service.

By generating public awareness of the Trust and the research that it is undertaking through presentations at seminars, one on one meetings with corporates and potential funders and canvassing key decision makers in the health sector.

Entity's Reliance on Volunteers and Donated Goods or Services:

The trustees have provided services free of charge in connection with the administration of the Trust, the ongoing maintenance of the Trust website, news releases and other marketing materials.

Additional Information:

N/A

Contact details

Physical Address:	
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Postal Address:	P O Box 84-015, Westgate, Auckland 0657
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Phone/Fax:	0800-164-338
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NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Statement of Service Performance

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

For the year ended

31 March 2019

Description of the Entity's Outcomes:

The Trust was established on 08 May 2015 to bring under one organisation the funding and co-ordination of New Zealand based research into Multiple Sclerosis. Having one central entity provides:

- A co-ordinated fund raising approach;
- Consistency and transparency in targeting and prioritising MS Research;
- Good governance and oversight to ensure quality outcomes; and
- The development of short and long term strategies to ensure the Trust delivers on its mission to make a real difference through research to people in New Zealand with Multiple Sclerosis.

	Actual	Budget	Actual
Description and Quantification (to the extent practicable) of the Entity's Outputs:	This Year	This Year	Last Year
Networking with other health research funders to establish ongoing relationships towards partnership funding resulting in the assistance with the national registry project	11 meetings	n/a	7 meetings
Networking with existing MS Researchers to establish research priorities resulting in the decision to commence the national registry project (MS Base).	n/a	n/a	6 meetings Attended conference
Establishment of a national registry for all persons with multiple sclerosis in New Zealand	\$27,211	\$27,000	\$15,000
Public meetings to promote research	3 meetings	n/a	n/a
Sponsorship of Research Conference	1 conference	n/a	n/a
Established MS Base Pilot Sites	2 sites	n/a	n/a

Additional Output Measures:

Nil

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Statement of Financial Performance

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

For the year ended

31 March 2019

	Note	Actual This Year \$	Budget This Year \$	Actual Last Year \$
Revenue				
Donations, fundraising and other similar revenue	1	33,273		24,103
Interest, dividends and other investment revenue	1	150,814		76,871
Total Revenue		184,087	-	100,974
Expenses				
Costs related to providing goods or services	2	4,493		3,577
Grants and research expenditure made	2	35,167		19,995
Other expenses	2	30,489		9,045
Total Expenses		70,149	-	32,617
Surplus/(Deficit) for the Year		113,938	-	68,357

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Statement of Financial Position

"What the entity owns?" and "What the entity owes?"

As at

31 March 2019

	Note	Actual This Year \$	Budget This Year \$	Actual Last Year \$
Assets				
Current Assets				
Bank accounts and cash	3	42,425		94,459
Debtors and prepayments	3	642		594
Other current assets	3	3,442		4,537
Total Current Assets		46,509	-	99,590
Non-Current Assets				
Property, plant and equipment		-		-
Investments	3	1,423,781		1,278,939
Total Non-Current Assets		1,423,781	-	1,278,939
Total Assets		1,470,290	-	1,378,529
Liabilities				
Current Liabilities				
Bank overdraft				
Creditors and accrued expenses	3	7,534		2,500
Unused donations and grants with conditions		21,789		49,000
Total Current Liabilities		29,323	-	51,500
Total Liabilities		29,323	-	51,500
Total Assets less Total Liabilities (Net Assets)		1,440,967	-	1,327,029
Accumulated Funds				
Capital contributed by owners or members		10		10
Accumulated surpluses or (deficits)	4	1,332,330		1,285,096
Reserves	4	108,627		41,923
Total Accumulated Funds		1,440,967	-	1,327,029

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Statement of Cash Flows

"How the entity has received and used cash"

For the year ended

31 March 2019

	Actual This Year \$	Budget This Year \$	Actual Last Year \$
Cash Flows from Operating Activities			
Cash was received from:			
Donations, fundraising and other similar receipts	6,062		73,103
Interest, dividends and other investment receipts	50,839		76,239
Net GST			
Cash was applied to:			
Payments to suppliers and employees	21,523		8,935
Donations or grants paid	36,646		19,995
Net Cash Flows from Operating Activities	(1,268)	-	120,412
Cash flows from Investing and Financing Activities			
Cash was received from:			
Receipts from the sale of investments			
Cash was applied to:			
Payments to purchase investments	50,766		76,154
Net Cash Flows from Investing and Financing Activities	(50,766)	-	(76,154)
Net Increase / (Decrease) in Cash	(52,034)	-	44,258
Opening Cash	94,459		50,201
Closing Cash	42,425		94,459
This is represented by:			
Bank Accounts and Cash	42,425	-	94,459

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Statement of Accounting Policies

"How did we do our accounting?"

For the year ended
31 March 2019

Basis of Preparation

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST 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 of 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)

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST is not registered for GST. Therefore amounts recorded in the Performance Report are inclusive of GST (if any).

Income Tax

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST is a registered charity under the Charities Act 2005 and is exempt from income tax pursuant to sections CW41 of the Income Tax Act 2007.

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.

Investments

Investments are valued at fair value.

Revenue Recognition

- Donations, bequests and grants are recorded as income in the year that they are received unless the funding is received for an authorised purpose and the unspent funds at the end of the financial year had a contractual right of return. In this case the donation, bequest or grant is carried over to the next financial year and recognised as income once the contractual requirements of the donation, bequest or grant is fulfilled.

- Interest and dividend income is recognised on an accrual basis

Accounts payable

Accounts payable are stated at expected realisable values.

Tier 2 PBE Accounting Standards Applied (if any)

The entity has decided to apply standard IPSAS 29, and accordingly investments are recorded as a financial asset at fair value through surplus and deficit in the statement of financial performance.

Changes in Accounting Policies

There has been no change in accounting policies. All policies are consistent with those applied last year.

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Notes to the Performance Report

For the year ended
31 March 2019

Note 1 : Analysis of Revenue

		This Year	Last Year
		\$	\$
		This Year	Last Year
		\$	\$
Revenue Item	Analysis		
Donations and other similar revenue	Donations received	6,062	9,103
	Donations for National Registry project	27,211	15,000
	Total	33,273	24,103
		This Year	Last Year
		This Year	Last Year
		\$	\$
Revenue Item	Analysis		
Revenue from providing goods or services			
		-	-
	Total	-	-
		This Year	Last Year
		\$	\$
Revenue Item	Analysis		
Interest, dividends and other investment revenue	Dividends Received	19,320	16,615
	Interest Received	31,258	32,495
	Gain on investments	(835)	3,070
	Revaluation of investments	101,071	24,691
	Total	150,814	76,871
		This Year	Last Year

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Notes to the Performance Report

For the year ended
31 March 2019

Note 2 : Analysis of Expenses

Expense Item	Analysis	This Year \$	Last Year \$
Costs related to providing goods or services	Bank fee	51	91
	Insurance charges	1,879	1,189
	Function expenses	-	1,966
	Promotion & Publicity	1,133	-
	Travel expenses	1,430	331
	Total	4,493	3,577
Expense Item	Analysis	This Year \$	Last Year \$
Grants and research expenditure made	Conference expenses	-	5,075
	MS Base Project	27,211	14,505
	Sponsorship Brain Conference	5,000	-
	Research Seminar expenses	2,542	-
	Website costs	414	415
	Total	35,167	19,995
Expense Item	Analysis	This Year \$	Last Year \$
Other expenses	Audit fees	4,920	955
	Administration Fees	17,254	-
	Advertising	-	569
	Meeting costs	1,254	
	Portfolio costs	6,994	7,521
	Stationery	67	-
	Total	30,489	9,045

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Notes to the Performance Report

For the year ended
31 March 2019

Note 3 : Analysis of Assets and Liabilities

Asset Item	Analysis	This Year \$	Last Year \$
Bank accounts and cash	Bank Account	42,425	94,459
	Total	42,425	94,459

Asset Item	Analysis	This Year \$	Last Year \$
Debtors and prepayments	Prepaid Insurance	642	594
	Total	642	594

Asset Item	Analysis	This Year \$	Last Year \$
Other current assets	Accrued Interest	3,442	4,537
	Total	3,442	4,537

Asset Item	Analysis	This Year \$	Last Year \$
Investments	Craig investment partners	1,423,781	1,278,939
	Total	1,423,781	1,278,939

Liability Item	Analysis	This Year \$	Last Year \$
Creditors and accrued expenses	Accounts payable	3,834	-
	Accrued expenses	3,700	2,500
	Total	7,534	2,500

Liability Item	Analysis	This Year \$	Last Year \$
Unused donations and grants with conditions			
	Unused grant	21,789	49,000
	Total	21,789	49,000

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Notes to the Performance Report

For the year ended
31 March 2019

Note 4: Accumulated Funds

This Year				
Description	Capital Contributed by Owners or Members	Accumulated Surpluses or Deficits	Reserves	Total
Opening Balance	10	1,285,096	41,923	1,327,029
Capital contributed by owners or members	-			-
Capital returned to owners or members	-			-
Surplus/(Deficit)*		113,938		113,938
Distributions paid to owners or members		-		-
Transfer to Reserves		(66,704)	66,704	
Transfer from Reserves		-	-	
Closing Balance	10	1,332,330	108,627	1,440,967

Last Year				
Description	Capital Contributed by Owners or Members	Accumulated Surpluses or Deficits	Reserves	Total
Opening Balance	10	1,217,234	41,428	1,258,672
Capital contributed by owners or members				-
Capital returned to owners or members				-
Surplus/(Deficit)*		68,357		68,357
Distributions paid to owners or members		-		-
Transfer to Reserves		(495)	495	
Transfer from Reserves		-	-	
Closing Balance	10	1,285,096	41,923	1,327,029

Breakdown of Reserves

Name	Nature and Purpose	Actual This Year	Actual Last Year
		\$	\$
National MS Patient Registry Reserve	Establishment of a national registry for all persons with MS in NZ	41,923	41,923
Research Grants Reserve	A Reserve to provide funds for research into Multiple Sclerosis	66,704	-
Total		108,627	41,923

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Notes to the Performance Report

For the year ended
31 March 2019

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Note 5 : Commitments and Contingencies

Commitments

There are no commitments as at balance date (last year \$nil)

Contingent Liabilities and Guarantees

There are no guarantees as at balance date (last year \$nil)

Note 6: Other

Significant Grants and Donations with Conditions which have not been Recorded as a Liability

Description	Original Amt	Not Fulfilled Amt	Purpose and Nature of the Condition(s)
None			

Goods or Services Provided to the Entity in Kind

Goods or Services Provided to the Entity in Kind in the current year \$Nil (last year \$nil)

Assets Used as Security for Liabilities

Assets Used as Security for Liabilities during the current year \$Nil (last year \$nil)

Note 7: Assets Held on Behalf of Others

Assets Held on Behalf of Others \$Nil (last year \$nil)

Note 8: Related Party Transactions

Description of Related Party Relationship	Description of the Transaction (whether in cash or in kind)	This Year	Last Year	This Year	Last Year
		\$	\$	\$	\$
Description of Related Party Relationship	Description of the Transaction (whether in cash or in kind)	Value of Transactions	Value of Transactions	Amount Outstanding	Amount Outstanding
MS New Zealand - Malcolm Rickerby and Neil Woodhams are committee members	Administration fees	17,253	-	3,834	
Neil Woodhams trustee	Donation received	-	4,500	-	
MS New Zealand - Malcolm Rickerby and Neil Woodhams are committee members	Expenses	704	-	-	-
N Woodhams - trustee	Expenses	2,110	6,514	-	-
P Wood - trustee	Expenses	360	-	-	-
M Rickerby - trustee	Travel Expenses	421	331	-	-

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)

NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Notes to the Performance Report

For the year ended
31 March 2019

Notes 5-11

Note 9: Ability to Continue Operating

New Zealand Multiple Sclerosis Research Trust (NZMSRT) has adequate resources to continue operations for the foreseeable future. For this reason the board of trustees continue to adopt the going concern assumption in preparing the performance report for the year ended 31 March 2019. This conclusion was reached after making enquiries and having regard to circumstances which are likely to affect NZMSRT during the period of one year from the date the board of trustees approve the Performance Report, and to circumstances which will occur after that date which could affect the validity of the going concern assumption.

Note 10: Additional Information

The trust was formed on 08 May 2015.

Note 11: Acknowledgement

This performance report is an unaltered reproduction of the PBE SFR-A (NFP) template provided by the External Reporting Board.

INDEPENDENT AUDITOR'S REPORT

TO THE BOARD OF TRUSTEES OF NEW ZEALAND MULTIPLE SCLEROSIS RESEARCH TRUST

Report on the performance report

Opinion

We have audited the performance report of New Zealand Multiple Sclerosis Research Trust on pages 2 to 13, which comprises the entity information, the statement of service performance, the statement of financial performance and the statement of cash flows for the year ended 31 March 2019, the statement of financial position as at 31 March 2019, and the statement of accounting policies and other explanatory information.

In our opinion:

- a) The reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b) The accompanying performance report presents fairly, in all material respects:
 - The entity information for the year then ended;
 - The service performance for the year then ended; and
 - The financial position of New Zealand Multiple Sclerosis Research Trust as at 31 March 2019, and of its financial performance and cash flows for the year then ended

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

Basis for opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)), and the audit of the entity information and statement of services performance in accordance with the International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Performance Report section of our report. We are independent of New Zealand Multiple Sclerosis Research Trust in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as an auditor we have no relationship with, or interests in, New Zealand Multiple Sclerosis Research Trust.

Responsibilities of the board of trustees for the performance report

The board of trustees is responsible for:

- (a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- (b) The preparation and fair presentation of the performance report on behalf of the entity which comprises:
 - The entity information;
 - The statement of service performance; and
 - The statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued in New Zealand by the New Zealand Accounting Standards Board, and

- (c) For such internal control as the board of trustees determines is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the board of trustees is responsible on behalf of New Zealand Multiple Sclerosis Research Trust for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the board of trustees either intends to liquidate New Zealand Multiple Sclerosis Research Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the performance report

Our objectives are to obtain reasonable assurance about whether the performance report is free for material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this performance report.

As part of an audit in accordance with ISAs (NZ) and ISAE (NZ) 3000 (Revised), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit 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;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of the use of the going concern basis of accounting by the board of trustees and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance report represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

We communicate with the board of trustees regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Lynch & Associates Limited.

Chris Lynch
Lynch & Associates Limited
Parnell, Auckland

30 September 2019