



THE SCOUT YOUTH FOUNDATION

**Notice is given of the Annual General Meeting of The Scout Youth
Foundation to be held online via Zoom
Sunday 26 April 2020, commencing at 7.00pm**

A G E N D A

Welcome

Apologies

Minutes of 2019 Annual Meeting held on 24 March 2019
(approved at meeting of Trustees on 31 July 2019)

Presentation of Annual Reports and Financial Statement for year ended 30 Sept 2019

Update on ScoutsNZ activities and initiatives by Josh Tabor, CE

General Business



ANNUAL REPORT for Year End Sept 2019

For nearly 30 years The Scout Youth Foundation has been helping ensure that Scouting is accessible to all young New Zealanders now and into the future. We rely on the generous largesse of many members and supporters. This may take the form of regular giving, one-off donations and /or bequests – on that note please do remember us in your wills!

There were several significant developments for the Foundation in the period:

- Vincent Rijlaarsdam replaced Leon Grandy as a Trustee - we thank Leon for sharing as a Trustee his extensive knowledge in investment matters over the last six years. We hope this will continue as Leon has accepted the role of Chair of our new Investment Committee.
- Work was done to align the Trustees of the Foundation with other Scout Trusts. The Trustees are now also responsible for the Tatum Scout Memorial Trust and the two 'Eade' Trusts.
- With the help of the Scouts NZ office, Vega, the new supporter management system is now operational.

Endowment Fund:

With growth in our investments and a very significant bequest from SCOUTS NZ Life Member, Bob Macauley, our Endowment Fund is now approaching \$1.5million. We've allocated an increased annual grant of \$43,000 from returns to September 2019. More details can be found in the commentary to the Foundations financial statements.

Scholarships Fund:

The Foundation set up the Brian Cunningham Scholarships in 2016 to assist financially disadvantaged youth of Scout age to attend national events. No scholarships were made in the 2018-2019 financial year but the funds were accrued to increase support for attendees to the 22nd Scout Jamboree. At year end the Trustees were working on a proposal to establish a new Scholarship to support youth of Venturer Scout age.

Scouting Opportunity Fund:

The Scouting Opportunity Fund is to enable donors to contribute to make Scouts affordable for young people. Affordability can be a barrier to joining the adventure of Scouting. This Fund is designed to be a source of financial support for the children of families who simply cannot afford to join the adventure. The key activity of the Fund during the period has been implementing and undertaking the Scouts NZ inclusion funding for the first three Scout terms and to ensure that this scheme has ongoing viability into the future. For the period nearly \$69,000 was distributed benefitting over 2080 Scouts.

Investment Fund:

We hoped for this to go live in the first half of 2019. It took a bit longer than intended but is up and running for the beginning of the 2019 -2020 financial year. The Foundation will manage funds deposited in the Fund by other Scout entities alongside our other funds with the intent of delivering a good return on the investment.

**SYF, LMEMT & MPMT SPECIAL PURPOSE FINANCIAL
STATEMENTS**

COMBINED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 SEPTEMBER 2019

**SYF, LMEMT & MPMT SPECIAL PURPOSE FINANCIAL STATEMENTS
 COMBINED STATEMENT OF FINANCIAL POSITION
 AS AT 30 SEPTEMBER 2019**

PAGE 1

30/09/18			
	TRUST NET ASSETS / EQUITY	NOTE	
<u>2,083,085</u>	Accumulated comprehensive revenue and expense		<u>\$ 2,678,383</u>
	Represented by		
	CURRENT ASSETS		
177,067	Cash and cash equivalents	2	266,957
0	Receivable from SCOUTS NZ		100,000
<u>177,067</u>	Total current assets		<u>366,957</u>
	CURRENT LIABILITIES		
(68,311)	Grants payable	6	0
(6,112)	Sundry payable		(3,102)
<u>102,644</u>	Net current assets		<u>363,855</u>
	NON-CURRENT ASSETS		
	INVESTMENTS		
935,775	Corporate bonds, notes and deposits		1,190,436
235,123	Equities - Australian		229,787
388,068	Equities - Global		404,207
421,475	Equities - New Zealand		490,098
<u>1,980,441</u>	Total investments		<u>2,314,528</u>
<u>2,083,085</u>	NET ASSETS		<u>\$ 2,678,383</u>

These financial statements have been approved by the Trustees of the Scout Youth Foundation on 3 December 2019


 Chairman of Trustees


 Trustee

The Statement of Accounting Policies and Notes to the Financial Statements form part of and are to be read in conjunction with the Statement of Financial Position

**SYF, LMEMT & MPMT SPECIAL PURPOSE FINANCIAL STATEMENTS
COMBINED STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSE
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

PAGE 2

**YEAR ENDED
30/09/18**

REVENUE		NOTE	
	Revenue from exchange transactions		
69,965	Investment income	4	63,702
69,965			63,702
EXPENSES			
8,880	Operating expenses	5	2,147
68,600	Grants	6	25,128
(746)	Net foreign exchange losses/(gains)		(1,677)
76,734			25,598
(6,769)	SURPLUS/(DEFICIT) BEFORE NON-OPERATING ITEMS		38,104
9,015	Subscriptions and donations		128,909
-	Bequests		295,728
98,699	Gains/(losses) from investment revaluations		131,585
20,167	Realised gains/(losses) from sales or maturities of investments		972
121,112	SURPLUS/(DEFICIT) FOR THE PERIOD		\$ 595,298

**SYF, LMEMT & MPMT SPECIAL PURPOSE FINANCIAL STATEMENTS
COMBINED STATEMENT OF CHANGES IN NET ASSETS/EQUITY
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

	Capital	Revaluation Reserve	Unallocated Surplus	Available Grants	TOTAL
Balance at 30 September 2018	1,645,085	426,613	11,387	0	2,083,085
Surplus/(Deficit) for the period	302,615	131,635	86,004	75,044	595,298
Balance at 30 September 2019	1,947,700	558,248	97,391	75,044	\$ 2,678,383

The Statement of Accounting Policies and Notes to the Financial Statements form part of and are to be read in conjunction with the Statement of Comprehensive Revenue and Expense and the Statement of Changes in Net Assets/Equity.

**SYF, LMEMT & MPMT SPECIAL PURPOSE FINANCIAL STATEMENTS
SCHEDULE OF MOVEMENTS IN GRANTS
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

	Category Details	Grants Payable	Grants Expense	Donations Allocated Received	Available Surplus	Grants
Balance 30 September 2018		(68,311)				
Allocation to SCOUTS New Zealand						
Balance 30 September 2018	38,000					
Transfer to Opportunity Fund	(38,000)	38,000				
Allocated from surplus	43,000				43,000	(43,000)
Balance 30 September 2019	43,000					(43,000)
Youth Scholarships - Cunningham						
Balance 30 September 2018	4,211					
Reclassify Balance		4,211	(4,211)			(4,211)
Awarded scholarships	0					0
Adjustment					(634)	0
Correction for Year Ended 30 Sept 2017	1,678				1,678	(1,678)
Donations from members	1,700			1,700		(1,700)
Allocated from surplus	2,500				2,500	(2,500)
Balance 30 September 2019	10,089					(10,089)
Opportunity Fund						
Balance 30 September 2018	2,100					
Reclassify Balance		2,100	(2,100)			(2,100)
Transfer from Allocation to SCOUTS NZ	38,000		(38,000)			(38,000)
Donation from SCOUTS New Zealand	20,925			20,925		
Donation from Venturers Wellington Zone	799			799		
Donation from Baden Powell Lodge	720			720		
Donations from members	350			350		(22,794)
Hardship grant payments	(68,719)		68,719			68,719
Purchase of Scout uniforms	(720)		720			720
Balance 30 September 2019	(6,545)					6,545
Lorna Maisie Eade Memorial Trust						
Balance 30 September 2018	15,491					
Reclassify Balance						
Payments to Wellington Sea Scouts	(15,491)	15,491				
Allocated from surplus	20,000				20,000	(20,000)
Balance 30 September 2019	20,000					(20,000)
Mathias Paulsen Memorial Trust						
Balance 30 September 2018	8,509					
Reclassify Balance						
Payments to Wellington Sea Scouts	(8,509)	8,509				
Allocated from surplus	8,500				8,500	(8,500)
Balance 30 September 2019	8,500					(8,500)
Balance 30 September 2019	75,044	0	25,128	24,494	75,044	(75,044)

The Statement of Accounting Policies and Notes to the Financial Statements form part of and are to be read in conjunction with the Cash Flow Statement

**SYF, LMEMT & MPMT SPECIAL PURPOSE FINANCIAL STATEMENTS
COMBINED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2019**

PAGE 4

YEAR ENDED
30/09/18

Cash flows from operating activities

Receipts

9,015	Donations from members	7,185
-	Bequests	295,728
-	Transfers from SCOUTS New Zealand	21,724
67,174	Net Investment income received	61,965
-	Net Management fees received	11,008
<u>76,189</u>		<u>397,610</u>

Payments

40,000	Grants paid	93,439
2,767	Other expenses paid	16,166
<u>42,767</u>		<u>109,605</u>
<u>33,422</u>	Net cash flow from operating activities	<u>288,005</u>

Cash flows from investing activities

Receipts

459,000	Proceeds from sales and maturities	223,005
---------	------------------------------------	---------

Payments

420,358	Investments purchased	424,635
<u>38,642</u>	Net cash flows from investing activities	<u>(201,630)</u>

72,064	Net increase/(decrease) in cash and cash equivalents	86,375
101,467	Cash and cash equivalents at the beginning of the period	177,067
745	Effect of exchange rate changes on cash and cash equivalents	1,677
2,791	Dividends declared but not yet received	1,838
<u>177,067</u>	Cash and cash equivalents at the end of the period	<u>\$ 266,957</u>

The Statement of Accounting Policies and Notes to the Financial Statements form part of and are to be read in conjunction with the Cash Flow Statement

Note 1 – Statement of accounting policies

a) Reporting entity

The reporting entity is the Combination of The Scout Youth Foundation, The Lorna Maisie Eade Memorial Trust & The Mathias Paulsen Memorial Trust which are Charitable Organisations incorporated under the Charitable Trusts Act 1957.

The Special Purpose Financial Statements have been prepared to assist the Trustees of the three trusts, and Scouts Association NZ (SANZ) management, in the collective review of the performance of the three trusts and with the preparation of the SANZ consolidated financial statements.

The accompanying Financial Statements are for the year ended 30 September 2019.

b) Basis of Preparation

Each of the Combined Entities have elected to apply Tier 2 PBE Accounting Standards – Public Benefit Entity Reduced Disclosure Regime (PBE RDR).

These financial statements do not comply with PBE RDR as neither trust controls any of the other trusts, therefore under PBE RDR the trusts they would not be consolidated together, hence the preparation of special purpose financial statements. All three trusts are ultimately controlled by SANZ.

In preparing the combined accounts, the individual accounts of all three trusts have been added together and any transactions between the trusts have been eliminated on combination.

The measurement base applied is historical cost adjusted for the revaluation of investments.

The financial statements have been presented in New Zealand dollars which are the functional currency for each of the Combined Entities.

Other key accounting policies are detailed below.

c) Revenue

Revenue is measured at the fair value of consideration received or receivable. It is recognised when earned, and reported in the financial period to which it relates as follows –

Revenue from Exchange Transactions

Interest. Interest is recognised on a time proportion basis that takes into account the effective yield on the asset.

Dividends. Dividends are recognised when our right to receive payment is established. Exchange gains/(losses). Each of the Combined Entities receives foreign currency dividends. They are translated into the functional currency at rates that approximate the exchange rate at the date of the transaction. Any still held in overseas accounts at the reporting date are translated into New Zealand Dollars at the exchange rate at that date.

Differences arising on translation of foreign currencies into New Zealand Dollars are recognised in Comprehensive revenue and expense as Net foreign exchange gains or losses.

Fees earned. Fees earned from the rendering of services are recognised when they become receivable and have been agreed with the other parties in terms of the agreements under which the services are provided.

Revenue from Non-Exchange Transactions

Fees and donations. Fees and donations are always in cash and are accounted for when control passes, which is usually on receipt.

Bequests and grants. These are recognised when it is certain that economic benefits will flow to the Foundation and the fair value of them can be measured reliably.

d) Cash and cash equivalents

Cash and cash equivalents include deposits held at call with banks and financial institutions with maturities of less than three months.

e) Income tax

Each of the Combined Entities are exempt from the payment of Income Tax. They have complied with the statutory conditions for this exemption. Consequently, no income tax is provided for in these financial statements.

f) Goods and Services Tax (GST)

None of the Combined Entities are registered for GST. Therefore the amounts recorded in the financial statements are inclusive of GST (if any).

g) Financial instruments

The Combined Entities are party to financial instruments as part of their normal operations. All financial instruments are recognised in the Statement of Financial position and all revenues and expenses in relation to financial instruments are recognised in the Statement of Financial Performance.

h) Investments

The capital funds for each of the Combined Entities are invested in a range of fixed interest and equity assets which are reported as financial assets at fair value, with gains and losses being recognised through Surplus or Deficit.

The assets are managed and performance evaluated in accordance with an approved Statement of Investment Policy and Objectives that sets out risk management and investment strategy. Both the Statement and the results of its implementation are regularly reported to, and reviewed by, the Foundation's Trustees at their regular meetings.

Fair values for all the Combined Entities' investments are established by quoted prices in an active market.

Note 2 – Cash and cash equivalents

30/09/18

10,917	ANZ Bank	2,977
0	Westpac Bank	1,887
166,150	First NZ Capital Ltd – Cash management account	262,093
<u>177,067</u>		<u>266,957</u>

Note 3 – Receivables

Receivables are at fair value. They are all current and no provisions are required.

Note 4 – Investment income

Investment income is made up of

Year to
30/09/18

50,410	Interest earned	44,020
24,164	Dividends received	25,206
<u>74,574</u>		<u>69,226</u>
	Plus, recovery of written off invest.	1,683
4,609	less, Fees for fund management	7,207
<u>69,965</u>	Net investment income	<u>63,702</u>

Note 5 – Operating expense

Operating Expenses in the period under review are

Year to
30/09/18

7,160	Fee for review of accounts	2,096
153	Charities Commission filing fee	51
1,286	Legal fees	0
281	Sundry	0
<u>8,880</u>		<u>2,147</u>

Note 6 – Grants

After making appropriate provision to “inflation proof” the Funds, the policies of the Combined Entities are to determine the amounts to be set aside for the payment of grants. These amounts are approved by the Trustees to be paid to recipients after the end of the financial year.

However, since amounts to be paid to each benefactor have not been determined by the end of the financial year, accounting standards necessitate that the amounts be shown as a separate part of equity and not as a liability in the Balance Sheet. This change has been reflected commencing with the year ended 30 September 2019.

With the creation of the Opportunity Fund effective from 1 October 2017, SCOUTS New Zealand have advised that, until further notice, future grants awarded to them are to be transferred to the Opportunity Fund at the beginning of the following year.

Details of movements in each category of grants for the year are outlined on Page 3.

Note 7 - Capital commitments

The Combined Entities have no Capital Commitments (2018 Nil).

Note 8 - Contingent Liabilities

The Combined Entities have no contingent liabilities (2018 Nil).

Note 9 - Events after balance sheet date

There were no events after the date of the Statement of Financial Position (2018 Nil).

**INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT
To the Trustee of the Scout Youth Foundation**

Report on the Financial Statements

We have reviewed the accompanying Special Purpose Combined financial statements of the Scout Youth Foundation, Lorna Maisie Eade and Mathias Paulsen Memorial Trusts ("the Combined Entities"), which comprise the statement of financial position as at 30 September 2019, and the statement of comprehensive revenue and expense, statement of changes in net assets/equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Trustee's Responsibilities for the Financial Statements

The Trustee is responsible on behalf of the Combined Entities for the preparation and fair presentation of the financial statements in accordance with the stated accounting policies and for such internal control as the Trustee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Assurance Practitioner's Responsibilities for the Review of the Financial Statements

Our responsibility is to express a conclusion on the financial statements. We conducted our review of the statement of comprehensive revenue and expense, statement of financial position, statement of cash flows, statement of accounting policies and notes to the financial statements in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ)) 2400 (Revised), Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity. Those standards require us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, is not prepared in all material respects in accordance with the stated accounting policies. Those standards also require that we comply with ethical requirements.

A review of the financial statements in accordance with ISRE (NZ) 2400(Revised) is a limited assurance engagement. We will perform procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluate the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand). Accordingly, we do not express an audit opinion on the financial statements.

Other than in our capacity as assurance practitioner, we have no relationship with, or interests in, the Combined Entities.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of the Combined Entities as at 30 September 2019, and its financial performance and cash flows for the year then ended, in accordance with the stated accounting policies.

BDO Wellington Audit Limited

**BDO Wellington Audit Limited
Chartered Accountants
Wellington
3 December 2019**

Tatum Scout Memorial Trust

The Annual Report for year ending 30th September 2019

Registered Charitable Trust
Charities Act 2005 Registration CC 48443

Trustees – Lesley Anderson
Ross McKenzie
Terry O’Dea

It is my pleasure to present this Annual report of the Tatum Scout Memorial Trust.

It is our privilege to help the youth of our country to develop and reach their potential as Scouting New Zealand was fortunate to be the beneficiary of Mrs Tatum’s will when we received Tatum Park which for many years was the associations National Training Centre.

The source of the Tatum Trust is the funds from the sale of Tatum Park, a resource which the Trustees care for wisely. We have held meetings this year to review the past financial years performance via phone and email Terry Odea has meet regularly with our Fund Manager at ANZ.

Following orders from the High Court at the time we received the proceeds of the sale the Trustees gift money when requested by Scouting New Zealand. This donation must be used to fulfil the purpose expressed in Mrs Tatum’s will – to encourage the physical, mental, social and spiritual development of young people. We the trustees want to give all young people every opportunity to develop into worthy citizens of New Zealand and were pleased to approve \$35,000 as a gift to the Hardship Fund as requested by the CEO.

This will be the last report I present as Chair of the Tatum Scout Memorial Trust though I remain as a Trustee. The National Board resolved that all Trusts will have common Trustees even though they will run as separate Trust as required by their Trust Deeds. I would like to publicly thank Ross McKenzie and Terry O’Dea for their wise stewardship and support and Murray Charlesworth for his assistance as our secretary. The Trustees meet together in November to thank Ross for his devotion to Adult Training and Youth Development with Scouting New Zealand.

Lesley Anderson
Chairperson
Tatum Scout Memorial Trust (year ending 30th September 2019)