

**Transparency International  
(New Zealand)  
Incorporated**

**Financial Statements**

**For the year ended 30 June 2008**

**Transparency International (New Zealand) Incorporated**

**Statement of Financial Performance**  
For the year ended 30 June 2008

	Note	2008 \$	2007 \$
<b>REVENUE</b>			
Pacific Support Programme (NZ Aid)		426,671	362,693
Grants (TI Berlin)	8	6,665	13,398
Subscriptions		4,163	4,711
Interest		395	737
Other		362	3,135
<b>Total Revenue</b>		<b>438,256</b>	<b>384,674</b>
<b>EXPENSES</b>			
Pacific Support Programme (NZ Aid)			
Operational & Programme Activity Costs	2	427,143	378,016
Depreciation	3	198	1,054
Other Expenses		7,276	14,595
Depreciation - Other	3	1,462	383
<b>Total Expenses</b>		<b>436,079</b>	<b>394,048</b>
<b>NET SURPLUS / (DEFICIT) FOR YEAR</b>		<b>\$2,177</b>	<b>\$(9,374)</b>

**Statement of Movements in Equity**  
For the year ended 30 June 2008

	2008 \$	2007 \$
Accumulated Funds at Beginning of Year	39,876	49,250
<i>Total Recognised Revenues &amp; Expenses</i>		
Net Surplus / (Deficit) for Year	2,177	(9,374)
<b>Accumulated Funds at End of Year</b>	<b>\$42,053</b>	<b>\$39,876</b>



Transparency International (New Zealand) Incorporated

Statement of Financial Position

As at 30 June 2008

	Note	2008 \$	2007 \$
<b>ACCUMULATED FUNDS</b>		<b>42,053</b>	<b>39,876</b>
<b>CURRENT LIABILITIES</b>			
Income in Advance (memberships)		3,731	222
Creditors		10,400	48,204
GST		3,105	6,803
<b>Total Current Liabilities</b>		<b>17,236</b>	<b>55,229</b>
<b>TOTAL ACCUMULATED FUNDS &amp; LIABILITIES</b>		<b>\$59,289</b>	<b>\$95,105</b>

Represented by:

**CURRENT ASSETS**

Cash at Bank	4	29,922	15,332
Debtors		27,573	76,054
Undispersed Grant		-	265
<b>Total Current Assets</b>		<b>57,495</b>	<b>91,651</b>

**NON-CURRENT ASSETS**

Fixed Assets	3	1,794	3,454
<b>TOTAL ASSETS</b>		<b>\$59,289</b>	<b>\$95,105</b>

*Gerald McGhie*  
Gerald McGhie  
Chairman  
Date:

17.09.08

*David Macdonald*

David Macdonald  
Board Member

Date: 17 September 2008

# Transparency International (New Zealand) Incorporated

## Notes to the Financial Statements

For the year ended 30 June 2008

### 1. ACCOUNTING POLICIES

#### (A) Basis of Preparation

Transparency International (New Zealand) Incorporated (the Society) was incorporated under the Incorporated Societies Act 1908 (as last amended in 1993) on 4 April 2001.

The financial statements of the Society have been prepared in accordance with generally accepted accounting practice in New Zealand.

The financial statements are prepared on the basis of historical cost.

#### (B) Revenue Recognition

Subscription income is recognised in the statement of financial performance as it accrues.

#### (C) Goods and Services Tax

The financial statements have been prepared on a GST exclusive basis except for Debtors and Creditors which are stated inclusive of GST.

#### (D) Taxation

The Society is a charitable organisation and is exempt from income tax under Section CB4(1) of the Income Tax Act 2007.

#### (E) Differential Reporting

The Society qualifies for exemptions from certain reporting requirements under the New Zealand Institute of Chartered Accountants Reporting Framework for Differential Reporting, on the basis that, as defined under the Framework:

- it has no public accountability; and
- it is not large.

All available exemptions have been applied.

#### (F) Comparatives

Comparative figures shown are for the 12 month period ended 30 June 2007

2. PACIFIC SUPPORT PROGRAMME (NZAIID)	2008	2007
	\$	\$
<b>Operational Costs</b>		
Contractors	101,588	93,790
Travel (In-country Visits)	2,964	10,179
Rent	2,700	2,700
Administration	7,792	8,182
	<b>115,044</b>	<b>114,851</b>
<b>Programme Activity Costs</b>		
Core Funding	215,255	148,284
Civics Education	56,693	71,032
Newsletter	-	5,439
Speakers Tour	13,628	29,486
Inter-chapter Visits	14,618	8,924
Peer Learning Network	11,905	-
	<b>312,099</b>	<b>263,165</b>
<b>Total Costs</b>	<b>\$427,143</b>	<b>\$378,016</b>



# Transparency International (New Zealand) Incorporated

## Notes to the Financial Statements (continued)

For the year ended 30 June 2008

### 3. FIXED ASSETS & DEPRECIATION

Fixed Assets	Cost \$	Accum Depn \$	Book Value \$
<b>2008</b>			
Furniture & Fittings	1,302	681	621
Computer Equipment	2,933	1,760	1,173
	<b>4,235</b>	<b>2,441</b>	<b>1,794</b>
<b>2007</b>			
Furniture & Fittings	1,302	428	874
Computer Equipment	5,069	2,489	2,580
	<b>6,371</b>	<b>2,917</b>	<b>3,454</b>

### Depreciation

Depreciation is calculated on a straight line basis using the following rates:

Furniture & Fittings	20%
Computer Equipment	48%

	2008 \$	2007 \$
Depreciation Expense for the Year is as follows:		
Pacific Support Programme	198	1,054
Other	1,462	383
	<b>1,660</b>	<b>1,437</b>

### 4. CASH AT BANK

Consists of:

National Bank No.1 account .02	13,731	4,477
National Bank No.2 account .01	5,011	4,894
National Bank No.3 account .00	11,030	5,811
Petty Cash	150	150
	<b>29,922</b>	<b>15,332</b>

### 5. RELATED PARTIES

TINZ is affiliated as a chapter of Transparency International, which has its headquarters in Berlin. TI Berlin provides financial assistance for attendees from New Zealand at its AGM and at some regional meetings.

### 6. SUBSEQUENT EVENTS

There are no subsequent events requiring disclosure in the financial statements.

### 7. COMMITMENTS

TINZ has a 3 year fixed term lease for the rent of office space. The lease commenced on 13 February 2006 and the annual charge is \$2,700 excluding GST.

### 8. GRANTS

The grant from TI Berlin was a reimbursement for travel and accommodation costs to the Asia Pacific Regional Meeting of Transparency International Chapters.



## Audit report

### **To the readers of the financial statements of Transparency International (New Zealand) Incorporated**

We have audited the financial statements on pages 1 to 4. The financial statements provide information about the past financial performance of the Society and its financial position as at 30 June 2008. This information is stated in accordance with the accounting policies set out on page 3.

#### **Board of Directors Responsibilities**

The Board of Directors is responsible for the preparation of financial statements which give a true and fair view of the financial position of the Society as at 30 June 2008 and the results of its operations for the year ended on that date.

#### **Auditors' responsibilities**

It is our responsibility to express an independent opinion on the financial statements presented by the Board of Directors and report our opinion to you.

#### **Basis of opinion**

An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. It also includes assessing:

- the significant estimates and judgements made by the Board of Directors in the preparation of the financial statements;
- whether the accounting policies are appropriate to the Society's circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with New Zealand Auditing Standards. We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to obtain reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Other than in our capacity as auditors we have no relationship with or interests in the Society.



**Unqualified opinion**

We have obtained all the information and explanations we have required.

In our opinion the financial statements on pages 1 to 4:

- comply with New Zealand generally accepted accounting practice;
- give a true and fair view of the financial position of the Society as at 30 June 2008 and the results of its operations for the year ended on that date.

Our audit was completed on 17 September 2008 and our unqualified opinion is expressed as at that date.

A handwritten signature in blue ink, appearing to read 'KPMG'.

Wellington