



INLAND
REVENUE

TE TARI TAAKE

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The National Secretary
The Scout Association of New Zealand
PO Box 6213
TE ARO

20 DEC 1991

ATTENTION: F J Moselen

Dear Sir

THE SCOUT ASSOCIATION OF NEW ZEALAND
APPLICATION FOR CHARITABLE STATUS
REFERENCE: WN/TSU/PMM

IRD 10 149 134

I am pleased to advise that the constitution for the abovementioned organisation has been accepted. Charitable Status for the purposes of the following Acts administered by the Department is granted.

SECTION 56A OF THE INCOME TAX ACT 1976

Provides a rebate for income tax purposes for donations of \$5.00 or more made by an individual taxpayer to the organisation. The overall maximum rebate allowable is the smaller of:

- . A sum equal to 33 1/3 percent of the aggregate of all gifts and/or donations made by the Taxpayer, or
- . The sum of \$500.00.

To qualify for the rebate the taxpayer must produce a receipt from the organisation that meets the following criteria:

- . Be officially stamped with the name of the organisation; and
- . Show the date the gift and/or donation was received; and
- . Be signed by a person authorised by the organisation to accept donations.

SECTION 61(25) OF THE INCOME TAX ACT 1976

The organisation will be exempt from income tax on income, other than business income, derived by the trustees in trust for charitable purposes.

SECTION 61(27) OF THE INCOME TAX ACT 1976

The organisation will be exempt from income tax on business income derived by the trustees in trust for charitable purposes in New Zealand. Approval under this section is conditional upon the provisions of the section being met each year. Some policing of these provisions will be undertaken on a sample basis. Your organisation may be selected for test checking occasionally.

Sufficient records must be maintained to enable the Commissioner of Inland Revenue to ascertain, at any time, the sources of all income received and how funds of the organisation have been applied.

SECTION 147 OF THE INCOME TAX ACT 1976

Provides for a deduction in respect of cash donations made by a public company to qualifying charitable organisations.

The deduction in respect of donations to any one organisation is limited to the maximum of one percent of the company's assessable income or \$4,000. There is an overriding limitation that companies cannot claim as a deduction donations in excess of 5 percent of their assessable income for \$1,000, whichever is the greater, in any income year.

SECTION 5 OF THE ESTATE AND GIFT DUTIES ACT 1968

Relief for testamentary gifts based on the amount of such gifts or \$100,000 whichever is the less.

SECTION 73(1) OF THE ESTATE AND GIFT DUTIES ACT 1968

Exemption of qualifying gifts from estate and gift duties.

SECTION 18(b) AND (c) OF THE STAMP AND CHEQUE DUTIES ACT 1971

Exemption from conveyance duty in relation to conveyance of property to the trust.

SECTION 27(1) OF THE LAND TAX ACT 1976

The exemption provided by this section only applies to land used as a site for the purposes of this organisation and then only to the extent of seven hectares for each site.

Yours faithfully



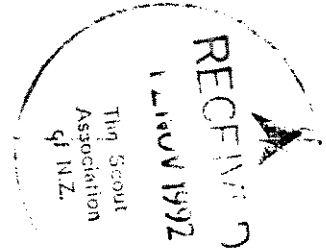
A Steere
Senior Technical Officer
Taxpayer Services Unit

C.C. Luke Cunningham and Clere

Our Ref: H.O.1152
10.C.5.1

9 November 1992

Mr Fred Moselen
National Secretary
The Scout Association of New Zealand
National Headquarters
P O Box 6213
Te Aro
WELLINGTON



Dear Mr Moselen

I refer to your letter of 1 October 1992 and apologise for the delay in responding to your enquiry.

You are correct in that the Scout Association of New Zealand has been granted charitable status by the Department. The reason why the various scout groups would have received the tax packs would have been because they have applied for an exemption from RWT (Resident Withholding Tax). When the application was processed, the groups were automatically entered into the computer system.

If the individual scout groups are operating under the national constitution for which charitable status was granted, then it will be a simple matter of letting their local tax office know. However, if the individual groups are operating under their own constitutions, then they will need to submit a copy of that constitution for consideration.

If you would like to discuss the content of this letter further, I can be contacted on extension 8216.

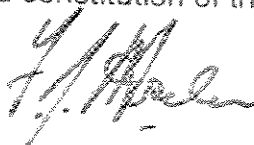
Yours faithfully



T J Te Huki
Senior Technical Officer
TAXPAYER SERVICES

NOTE:

All Scout Groups, Districts and Areas operate under the national constitution of The Scout Association of New Zealand. The word "Scout" is itself protected in law and no person or group of persons may use the title except within the rules and constitution of the Scout Association of New Zealand.



F J Moselen
National Secretary
The Scout Association of New Zealand.