

# Annual Financial Accounts

31 March 2018

Statement of Service Provision  
Statement of Financial Position  
Statement of Cash Flows  
Statement of Accounting Policies  
Notes to the Performance Report  
Audit Report



MACULAR  
DEGENERATION  
NEW ZEALAND

# Macular Degeneration New Zealand

## Performance Report

For the year ended  
31 March 2018

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## Macular Degeneration New Zealand

### Entity Information

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

For the year ended  
31 March 2018

**Legal Name of Entity** Macular Degeneration New Zealand

**Other Name of Entity** N/A

**Type of Entity and Legal Basis** Charitable Trust

**Registration Number** CC42203

#### Entity's Purpose or Mission

Macular Degeneration New Zealand's mission is to reduce the incidence and impact of macular degeneration in New Zealand. This strategy is achieved through five objectives - Awareness, Education, Support, Research, Representation.

#### Entity Structure

Governing board (volunteers) with operational management, staff and volunteers

#### Main Sources of the Entity's Cash and Resources

Donations, grant funding, fundraising events and activities, partnerships with sponsors and supporters.

#### Main Methods Used by the Entity to Raise Funds

Newsletters and communications to attract donors, fundraising events, applying for grants, networking/partnering to gain support.

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

Trustees (volunteers), ophthalmologist and ambassadors as speakers, volunteers in the office and at events.

#### Contact details

**Physical Address** Room 7, Level 1, 10 Titoki Street, Parnell, Auckland

**Postal Address** PO Box 137070, Parnell, Auckland 1151

**Phone** 09 307 2103

**Email/Website** info@mdnz.org.nz  
http://www.mdnz.org.nz



www.facebook.com/MacularDegenerationNZ



https://www.youtube.com/channel/UCTpME\_f\_AWA47QvurPZnwPg

## Macular Degeneration New Zealand

### Statement of Service Performance

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

For the year ended  
31 March 2018

#### Description and Quantification of the Entity's Outputs and Outcomes

	<u>Actual</u> This year	<u>Budget</u> This year	<u>Actual</u> Last year
<b><u>AWARENESS</u></b>			
Published and distributed # Viewpoint <u>newsletters</u>	3	4	3
<u>Conferences</u> - # Information stands at GP, RANZCO and related medical conferences	4	4	6
<u>Awareness campaigns</u> - Awareness Week			
This Year - Minimal budget = low key week. Facebook posts only			
Last Year - Facebook campaign, 10 personal stories/Amsler Grid over 12 days. % click through rate/#shared/#reached			2.5%/800x/241
# TV interviews/#Radio interviews/#print media coverage			20/1/47
# Outdoor billboards in Auckland	-	-	4
	<u>Actual</u> This year	<u>Budget</u> This year	<u>Actual</u> Last year
<b><u>EDUCATION</u></b>			
Delivered <u>seminars</u> /regions/attendees	39/12/2556	35/8/2000	38/8/2364
Seminar evaluations rated very helpful or excellent	86%	85%	83%
<u>Online learning modules</u> /# completed by health professionals	143	100	80
Partnered Bayer to present a <u>symposium for professionals/participants</u>	1/60	0	0
# speakers at <u>medical conferences</u>	2	3	5
<u>Hosted Professor Bird</u> (from UK) to address Auckland audience (One-off).	N/A	N/A	400
<b><u>SUPPORT</u></b>			
<u>Publications</u> # available for individuals and medical practices	8	7	7
# 0800 SaveSight helpline calls	1262	1000	1050
<b><u>REPRESENTATION</u></b>			
<b>This Year</b>			
Issued an update to each Member of Parliament with latest data, impressing the need for funding			
Continued involvement with EY in the development of the AMD Model of Care			
Contributed a lead role in the development of RANZCO AMD Guidelines			
<b>Last Year</b>			
MDNZ commissioned report from Deloitte's Access Economics on the "Socioeconomic cost of macular degeneration in New Zealand"			
Presented the Deloitte's report to Members of Parliament with Professor Bird (UK)			
Meetings with Minister of Health and Ministry of Health representatives to advance the review of the AMD Model of Care			
Participated in meetings/workshops led by EY			
Supported Eye Health Coalition meetings in Parliament			
<b><u>ADDITIONAL OUTPUT MEASURES</u></b>			
Optometrists and Ophthalmologists advise informally of increased demand for macular degeneration checks, however this is not measured.			
Optometrists and Ophthalmologists continue to order resources for their practice.			

**The message of early detection saves sight continues to grow.**

## Macular Degeneration New Zealand

### Statement of Financial Performance

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

For the year ended

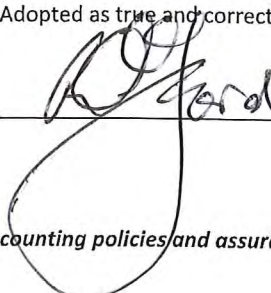
31 March 2018

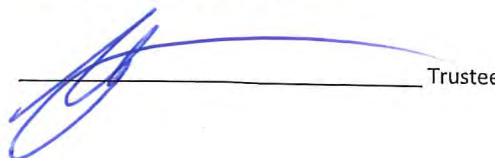
	Note	Actual This Year \$	Actual Last Year \$
<b>Revenue</b>	1		
Donations, fundraising and other similar revenue		119,595	160,111
Revenue from providing goods or services		172,595	238,353
Interest		2,635	3,521
<b>Total Revenue</b>		<b>294,825</b>	<b>401,985</b>
<b>Expenses</b>	2		
Expenses related to public fundraising		9,973	50,328
Volunteer and employee related costs		172,670	186,133
Costs related to providing goods or services		111,097	186,982
<b>Total Expenses</b>		<b>293,740</b>	<b>423,443</b>
<b>Surplus/(Deficit) for the Year</b>		<b>1,085</b>	<b>(21,458)</b>

**Macular Degeneration New Zealand**  
**Statement of Financial Position**  
 "What the entity owns?" and "What the entity owes?"  
 As at  
 31 March 2018

	Note	Actual This Year \$	Actual Last Year \$
<b>Assets</b>			
<b>Current Assets</b>			
Bank accounts and cash	3	123,560	159,564
Debtors and prepayments		17,710	19,562
<b>Total Current Assets</b>		<b>141,270</b>	<b>179,126</b>
<b>Non-Current Assets</b>			
Property, plant and equipment	4	7,172	10,510
<b>Total Non-Current Assets</b>		<b>7,172</b>	<b>10,510</b>
<b>Total Assets</b>		<b>148,442</b>	<b>189,636</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Creditors and accrued expenses	3	2,845	13,603
Employee costs payable		12,119	14,425
Unused grants with conditions		43,562	72,777
<b>Total Current Liabilities</b>		<b>58,526</b>	<b>100,805</b>
<b>Total Liabilities</b>		<b>58,526</b>	<b>100,805</b>
<b>Total Assets less Total Liabilities (Net Assets)</b>		<b>89,916</b>	<b>88,831</b>
<b>Accumulated Funds</b>			
Accumulated surpluses or (deficits)	5	89,916	88,831
Reserves		-	-
<b>Total Accumulated Funds</b>		<b>89,916</b>	<b>88,831</b>

Adopted as true and correct by the governance board on the 30 / 7 / 2018

  
 \_\_\_\_\_ Chairperson

  
 \_\_\_\_\_ Trustee

## Macular Degeneration New Zealand

### Statement of Cash Flows

"How the entity has received and used cash"

For the year ended  
31 March 2018

	Actual This Year \$	Actual Last Year \$
<b>Cash Flows from Operating Activities</b>		
<b>Cash was received from:</b>		
Donations, fundraising and other similar activities	128,110	365,892
Revenue from providing goods or services	128,800	32,347
Interest	2,635	3,521
<b>Cash was applied to:</b>		
Payments to suppliers and employees	257,715	324,292
Awareness/Education costs	28,347	102,907
Net GST	8,222	(2,265)
<b>Net Cash Flows from Operating Activities</b>	<b>(34,739)</b>	<b>(23,174)</b>
<b>Cash flows from Investing and Financing Activities</b>		
<b>Cash was received from:</b>		
Receipts from the sale of property, plant and equipment	-	-
Receipts from the sale of investments	-	-
Proceeds from loans borrowed from other parties	-	-
<b>Cash was applied to:</b>		
Payments to acquire property, plant and equipment	1,265	5,000
Payments to purchase investments	-	-
Repayments of loans borrowed from other parties	-	-
<b>Net Cash Flows from Investing and Financing Activities</b>	<b>(1,265)</b>	<b>(5,000)</b>
<b>Net Increase / (Decrease) in Cash</b>	<b>(36,004)</b>	<b>(28,174)</b>
<b>Opening Cash</b>	<b>159,564</b>	<b>187,738</b>
<b>Closing Cash</b>	<b>123,560</b>	<b>159,564</b>
<b>This is represented by:</b>		
Bank Accounts and Cash	123,560	159,564

**Macular Degeneration New Zealand****Statement of Accounting Policies****"How did we do our accounting?"****For the year ended****31 March 2018****Basis of Preparation**

Macular Degeneration New Zealand 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)**

All amounts are recorded exclusive of GST, except for Debtors and Creditors which are stated inclusive of GST.

**Income Tax**

Macular Degeneration New Zealand is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions. Macular Degeneration New Zealand is a registered charity CC42203.

**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 365 days or less.

**Fixed Assets**

Fixed assets are recorded at cost less accumulated depreciation.

**Depreciation**

Depreciation has been calculated on a diminishing value basis over the estimated useful life of the assets.

**Debtors**

Debtors have been recorded at their net realisable value

**Revenue Recognition**

Income is recognised when invoiced or receipted, except when income is received in advance. Income in advance is stated as a current liability when the funds have not yet been expended, according to the authorised purpose, and the funds would be required to be repaid to the funder.

**Changes in Accounting Policies**

There have been no changes in accounting policies during the financial year (last year - nil)



## Macular Degeneration New Zealand

### Notes to the Performance Report

For the year ended  
31 March 2018

#### Note 1 : Analysis of Revenue

Revenue Item	Analysis	This Year \$	Last Year \$
Donations, fundraising and other similar revenue	Donations from the public	39,382	24,687
	Donations from organisations	48,858	48,570
	Fundraising		50,039
	Ticket sales	-	-
	Vision 2020	4,130	-
	Christmas card sales	760	690
	Donations	-	3,950
	Sponsorship	-	2,575
	Awareness Activities		29,600
	Donations	-	-
	Vision 2020		-
Grants	25,000	-	
Sponsorship	1,465	-	
	<b>Total</b>	<b>119,595</b>	<b>160,111</b>
Revenue Item	Analysis	This Year \$	Last Year \$
Revenue from providing goods or services	Sales	996	1,024
	Professional Friends	12,957	10,869
	Grants	75,625	85,287
	Sponsorship	49,097	2,229
	Awareness Activities		91,535
	Grants	20,875	1,450
	Newsletter advertising	950	45,959
Sponsorship	12,095	-	
	<b>Total</b>	<b>172,595</b>	<b>238,353</b>

## Macular Degeneration New Zealand

### Notes to the Performance Report

For the year ended  
31 March 2018

#### Note 2 : Analysis of Expenses

Expense Item	Analysis	This Year \$	Last Year \$
Expenses related to public fundraising	Fundraising event costs	5,562	37,931
	Audit	122	551
	Depreciation	167	1,044
	Rent	652	2,609
	Other	3,470	8,193
	<b>Total</b>		<b>9,973</b>
Expense Item	Analysis	This Year \$	Last Year \$
Employee and volunteer costs	Employee costs	171,605	185,265
	Volunteer costs	1,065	868
<b>Total</b>		<b>172,670</b>	<b>186,133</b>
Expense Item	Analysis	This Year \$	Last Year \$
Costs related to providing goods or services	Education seminars	14,410	8,708
	Professional Friends	-	567
	Awareness activities	12,878	55,276
	Economic analysis report	-	39,457
	Visiting academic seminar	-	29,839
	Audit	2,313	2,205
	Depreciation	3,173	4,176
	Rent	12,392	10,435
Other	65,931	36,319	
<b>Total</b>		<b>111,097</b>	<b>186,982</b>

**Macular Degeneration New Zealand**

**Notes to the Performance Report**

For the year ended  
31 March 2018

**Note 3 : Analysis of Assets and Liabilities**

<b>Asset Item</b>	<b>Analysis</b>	<b>This Year</b> \$	<b>Last Year</b> \$
Bank accounts and cash	Current accounts	70,567	54,867
	Interest-bearing deposit accounts	52,993	104,697
	<b>Total</b>	<b>123,560</b>	<b>159,564</b>
<b>Asset Item</b>	<b>Analysis</b>	<b>This Year</b> \$	<b>Last Year</b> \$
Debtors and prepayments	Accounts receivable	80	14,610
	Prepayments and accruals	17,630	4,952
	<b>Total</b>	<b>17,710</b>	<b>19,562</b>
<b>Liability Item</b>	<b>Analysis</b>	<b>This Year</b> \$	<b>Last Year</b> \$
Creditors and accrued expenses	Accounts payable	1,307	3,371
	Accrued expenses	2,644	2,695
	GST	(4,724)	3,695
	PAYE Payable	3,618	3,842
	<b>Total</b>	<b>2,845</b>	<b>13,603</b>
<b>Liability Item</b>	<b>Analysis</b>	<b>This Year</b> \$	<b>Last Year</b> \$
Employee costs payable	Holiday pay accrual	12,119	14,425
	<b>Total</b>	<b>12,119</b>	<b>14,425</b>
<b>Liability Item</b>	<b>Analysis</b>	<b>This Year</b> \$	<b>Last Year</b> \$
Unused grants with conditions	Projects yet to be undertaken or completed at balance date	43,562	72,777
	<b>Total</b>	<b>43,562</b>	<b>72,777</b>

**Macular Degeneration New Zealand**

**Notes to the Performance Report**

For the year ended  
31 March 2018

**Note 4 : Property, Plant and Equipment**

**This Year**

<b>Asset Class</b>	<b>Opening Carrying Amount</b>	<b>Purchases</b>	<b>Sales/Disposals</b>	<b>Current Year Depreciation and Impairment</b>	<b>Closing Carrying Amount</b>
Computer equipment	1,014	-		363	651
Office furniture	2,490	-		392	2,098
Technology assets	7,007	-		2,584	4,423
<b>Total</b>	<b>10,510</b>	<b>-</b>	<b>-</b>	<b>3,339</b>	<b>7,172</b>

**Last Year**

<b>Asset Class</b>	<b>Opening Carrying Amount</b>	<b>Purchases</b>	<b>Sales/Disposals</b>	<b>Current Year Depreciation and Impairment</b>	<b>Closing Carrying Amount</b>
Computer equipment	1,040	711	77	660	1,014
Office furniture	1,616	1,195	-	321	2,490
Technology assets	7,039	4,400	193	4,239	7,007
<b>Total</b>	<b>9,695</b>	<b>6,306</b>	<b>270</b>	<b>5,220</b>	<b>10,510</b>

## Macular Degeneration New Zealand

### Notes to the Performance Report

For the year ended  
31 March 2018

#### Note 5: Accumulated Funds

##### This Year

Description	Accumulated		Total
	Surpluses or Deficits	Reserves	
<b>Opening Balance</b>	88,831	-	<b>88,831</b>
Surplus/(Deficit)	1,085	-	1,085
Transfer to Reserves	-	-	-
Transfer from Reserves	-	-	-
<b>Closing Balance</b>	<b>89,916</b>	-	<b>89,916</b>

##### Last Year

Description	Accumulated		Total
	Surpluses or Deficits	Reserves	
<b>Opening Balance</b>	110,289	-	<b>110,289</b>
Surplus/(Deficit)	(21,458)	-	(21,458)
Transfer to Reserves	-	-	-
Transfer from Reserves	-	-	-
<b>Closing Balance</b>	<b>88,831</b>	-	<b>88,831</b>

**Macular Degeneration New Zealand**  
**Notes to the Performance Report**  
For the year ended  
**31 March 2018**

**Note 6: Commitments and Contingencies**

Commitment	Explanation and Timing	At balance date	
		This Year	Last Year
		\$	\$
Commitments to lease or rent assets	The entity has entered into a property lease which commenced in November 2017. The lease is for a renewable six month period.	2,174	2,174
	The entity has entered into a photocopier lease with Ricoh Finance for 36 months, commencing 10 October 2017		
	Current portion	2,759	
	Next 1-5 years	3,678	

**Contingent Liabilities and Guarantees**

There are no contingent liabilities or guarantees as at balance date (Last Year - nil)

**Note 7: Related Party Transactions**

Description of Related Party Relationship	Description of the Transaction (whether in cash or amount in kind)	This Year		Last Year	
		Value of Transactions	Value of Transactions	Amount Outstanding	Amount Outstanding
		\$	\$	\$	\$
A trustee James Rangihika is the director of Logan Brooke Communications. The governance consider that all related party transactions are at fair value for the services rendered.	Logan Brooke Communications received payments for marketing promotions and website	5,694	6,618	-	-

**Note 8: 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)

**Note 9: Ability to Continue Operating**

The nature of the organisation is such that it is reliant on the continued support of its partners and funding bodies. The management is confident of receiving this ongoing support and accordingly has adopted the going concern assumption in the preparation of these financial statements.

**Macular Degeneration New Zealand**  
**Notes to the Performance Report**  
For the year ended  
**31 March 2018**

Note 10:	This Year	Last Year
<b>Funding received and recorded in Grants or Donations or Unused grants with conditions</b>		
	AD Hally Trust	-
	ARA Lodge No. 348 I C Charitable Trust	ARA Lodge No. 348 I C Charitable Trust
	Bay of Plenty Community Trust	-
	Blind Foundation	-
	Blue Sky Community Trust	Blue Sky Community Trust
	Community Organisation Grants Scheme	Community Organisation Grants Scheme
	- Auckland City	- Auckland City
	- Central Otago	-
	- Christchurch City/Banks Peninsula	- Christchurch City/Banks Peninsula
	- Kahunguru ki Heretauhga	- Kahunguru ki Heretauhga
	- Kirikirikoa/Hamilton	- Kirikirikoa/Hamilton
	- Manawatu/Horowhenua	- Manawatu/Horowhenua
	- Manukau	- Manukau
	- Mataatua	- Mataatua
	- North Taranaki	- North Taranaki
	- Papakura/Franklin	- Papakura/Franklin
	- Rodney/North Shore	- Rodney/North Shore
	- Southland	- Southland
	- Tairāwhiti	- Tairāwhiti
	- Tauranga/Moana	- Tauranga/Moana
	- Waitakere	- Waitakere
	- Whangarei/Kaipara	- Whangarei/Kaipara
	- Whitiāreia	-
	-	Department of Internal Affairs
	-	- Community Internship Programme
	-	Eastern and Central Community Trust
	Foundation North	Foundation North
	-	Freemasons Foundation
	-	Freemasons Lodge Ponsonby
	-	Lion Foundation
	-	LW Nelson Charitable Trust
	-	New Zealand Lottery Grants Board
	Rapanui Trust	Rapanui Trust
	-	The Kingdom Foundation
	Thomas George Macarthy Trust	Thomas George Macarthy Trust
	TM Hosking Charitable Trust	-
	Trust Waikato	-
	-	WEL Energy Trust
<b>Total funding received</b>	<b>\$143,062</b>	<b>\$193,272</b>

## INDEPENDENT AUDITOR'S REPORT

To TRUSTEES of the MACULAR DEGENERATION NZ for the year ended 31 March 2018

### Report on the Financial Statements

#### Unqualified Opinion

We have audited the financial statements contained in the performance report of MACULAR DEGENERATION NZ on pages 4 to 14, which comprise the statement of financial position as at 31 March 2018, the statement of financial performance, statement of cash flows for the year ended, the statement of accounting policies and other explanatory information.

In our opinion, the financial statements on pages 4 to 14 present fairly the financial position of MACULAR DEGENERATION NZ as at 31 March 2018 and its financial performance and cash flows for the year ended on that date in accordance with the requirements of Public Benefit Entity Simple Format Reporting – [PBE-SFR-A] (Not-For-Profit) [NFP] Accrual issued in New Zealand (NZ) by the NZ Accounting Standards Board relevant to reporting financial position, financial performance and cash flows.

#### Basis for Unqualified Opinion

We conducted our audit in accordance with International Standards on Auditing (NZ ISAs). Our responsibilities under those standards are further described below in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the organisation 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 auditor we have no other relationship with, or interests in,

MACULAR DEGENERATION NZ.

#### Restriction on responsibility

This report is made solely to the trustees, as the governance, in accordance with section 42F of the Charities Act 2005, and the entity's constitutional requirements. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the trustees as a body, for our audit work, for this report, or for the opinions we have formed.

#### Other Information

The governance board is responsible for the other information being the entity information and statement of service performance. No assurances on the other information are engaged by us.

Our audit opinion on the financial statements does not cover any assurance of the other information.

#### Governance Board Responsibility for the Financial Statements

The governance board is responsible for determining that the PBE-SFR-A NFP framework is acceptable in the entity's circumstances, for the preparation of financial statements, and for such internal control as the governance board determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



In preparing the financial statements, the trust board is responsible for assessing the organisation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from 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) 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 these financial statements.

We are also required to apply the explanatory guide EG Au 1 & 9.

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

- identify and assess the risks of material misstatement of the financial statements, 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.

- conclude on the appropriateness of the use of the going concern basis of accounting by the board. Based on the audit evidence obtained, no material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report, and no assurances are provided for any future events or conditions which may cause the entity to cease to continue as a going concern.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by governance.

We communicate with the board 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.



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**Integrity Audit**  
*Chartered Accountants*  
East Tamaki, Auckland  
31 July 2018