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Draft Annual Report

The Ornithological Society of NZ Incorporated
For the year ended 31 December 2017

Prepared by WK Advisors and Accountants Limited

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Entity Information

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

Entity Purpose or Mission

The Ornithological Society of New Zealand Incorporated's purpose is to encourage the study, use of knowledge and enjoyment of birds.

Vision

A vibrant and viable society that is recognised as the leading authority on New Zealand birds and which contributes to their conservation through enhancing knowledge, understanding and enjoyment of them.

Values

Encouraging and assisting an enthusiastic amateur and professional membership that supports the study and enjoyment of birds.

Applying rigorous scientific principles to all Birds New Zealand studies and projects. Safeguarding the welfare of birds in all Society activities.

Demonstrating impartiality in the selection of studies and in the dissemination of information about birds.

Main sources of cash and resources

The Ornithological Society of NZ Incorporated has received its income from subscriptions, sponsorships and grants.

Main methods used to raise funds

Partnerships and Grants offered to the Society.

Reliance on volunteers and donated services

The Ornithological Society of NZ Incorporated would not exist without the help and support of a number of dedicated supporters who both volunteer time and donate resources.

Council Members

David Lawrie (President)
Bruce McKinlay (Vice President)
Delia Small (Secretary)
Paul Garner-Richards (Treasurer)
Colin Miskelly
Ian Armitage
Mel Galbraith
Keith Woodley
Sharon Alderson
Helen Taylor
Ingrid Hutzler (Executive Officer)

Location

35 Selmes Road
RD 3
Blenheim
7273

These financial statements are to be read in conjunction with the Notes to the Financial Statements and are subject to the Review Report.

Charities Register Number

CC41020

Date of Incorporation

30 June 2008

IRD Number

049-411-928

GST Status

Payments Basis, Six Monthly Returns, Coinciding with Balance Date

Registered Office

35 Selmes Road
RD 3
Blenheim
7273

Chartered Accountants

WK Advisors and Accountants Limited
P O Box 349
Blenheim 7240
Contact - Vaughan Harris

Bankers

BNZ
80 Queen Street
Auckland

Independent Assurance Practitioner

NMA Nelson Marlborough Audit Limited
PO Box 732
Nelson 7040

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Statement of Service Performance

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

Entities outcomes

- Encouraged, organised and promoted the study of birds and their habitat use within New Zealand.
- Fostered and supported the wider knowledge and enjoyment of birds generally.
- Promoted the recording and wide circulation of results of bird studies and observations.
- Produced a scientific journal and a news magazine.
- Gathered and shared ornithological data online and upon request.
- Achieved significant outcomes from long-termed schemes, such as national wader counts and unusual bird reports, and through the partnership with NZ Birds Online.

Quantification of outputs

National Conference and AGM:	1 per year
Council Meetings:	3 per year
RR Meetings:	1 per year
Regional monthly meetings:	In average 10 per year per region, across 18 active regions.
Regional Field Trips:	In average 10 per year per region, across 18 active regions.
<i>Notornis</i> scientific journal:	3 issues published online and posted to ~900 members
<i>Birds New Zealand</i> newsmagazine:	4 issues published online and posted to ~900 members.

Trading Account

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

Life Membership Fund

	NOTES	2017	2016
Trading Income			
Life Membership Subscriptions		2,400	-
Total Trading Income		2,400	-
Investment Income			
Interest Received		788	1,074
Total Investment Income		788	1,074
Expenses			
Contribution to General Funds		2,160	2,280
Total Expenses		2,160	2,280
Net Profit from Trading		1,028	(1,206)

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Trading Account

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

Project Assistance Funds

	NOTES	2017	2016
Trading Income			
Donation - George Mason Trust (David Medway Scholarship)		5,000	-
Donations - for Youth Camps		200	450
Royalties - Penguin Field Guide		1,940	4,885
Sponsorship - Fruzio		33,333	33,333
Sales - Maps		63	903
Transfer - from Nelson region projects account		9,405	-
Sales - Paintings		1,575	-
Total Trading Income		51,516	39,572
Other Income			
Donations - T Gear Trust		10,000	10,000
Total Other Income		10,000	10,000
Investment Income			
Interest Received		2,956	4,029
Total Investment Income		2,956	4,029
Expenses			
Administrative Expenses		3,697	3,348
AOC Scholarships		2,000	-
David Medway Memorial Scholarship		5,000	-
Grant - Black-billed Gull		10,550	4,922
Grant - Red-billed Gull		6,283	4,322
Grant - Katiki Point Prions & Petrels Census		-	1,688
Grant - Bird Maps		-	13,674
Grant - Ebird Training		3,714	1,857
Youth Camp Costs		5,262	4,559
Online records - Beach Patrol		12,070	1,563
Regional Allowances		6,804	6,461
Royalites - General Account		1,940	4,885
Website Development		3,220	3,689
Website Management		2,802	3,187
Nest Record Scheme		-	1,000
Birds NZ Posters Printing		78	-
Grant - Zealandia Card Game		1,506	-
Grant - Bullers Birds Exhibition		1,304	-
Young Birders NZ		357	-
Total Expenses		66,587	55,156
Net Profit from Trading		(2,115)	(1,556)

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Trading Account

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

NZ Birds Online

	NOTES	2017	2016
Expenses			
Mapping		-	900
Total Expenses		-	900
Net Profit from Trading		-	(900)

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Trading Account

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

NZ Bird Research

	NOTES	2017	2016
Trading Income			
Grants Received		69,404	80,000
Total Trading Income		69,404	80,000
Expenses			
Administrative Expenses		5,182	3,535
Grant - Black-billed Gull		-	3,009
Grant - Hihi		-	3,079
Grant - SG Diving Petrel		4,260	3,822
Grant - Fiordland Tawaki		10,570	4,791
Grant - Bullers Shearwaters		11,208	-
Grant - Bush Birds		3,909	-
Grant - YEP Foraging		7,000	-
Grant - YEP Tourism Impacts		5,937	-
Grant - Mottled Petrel		5,963	4,348
Grant - Gannet Diet		2,200	-
Grant - Brown Skua		4,480	4,600
Grant - NZ Falcons		2,500	-
Grant - Kakapo		2,659	-
Grant - Coccidia in Kiwi		2,000	-
Grant - Red-crowned Parakeets		-	1,718
Grant Bittern Monitoring		1,138	1,710
Grant - YEP Fledgling Dispersal		4,000	-
Total Expenses		73,006	30,611
Net Profit from Trading		(3,602)	49,389

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Statement of Financial Performance

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

	NOTES	2017	2016
Revenue			
Annual NZ Subscriptions		43,843	40,723
Annual Overseas Subscriptions		10,274	9,141
Contribution from Life Membership Fund		2,160	2,280
Donations - for Youth Camps		-	10,000
Donations - Michael Taylor Memorial Fund		210	400
Gross Surplus - Life Membership Fund		1,028	(1,206)
Gross Surplus - NZ Bird Research		(3,602)	49,389
Gross Surplus - NZ Birds Online		-	(900)
Gross Surplus - Project Assistance Funds		(2,115)	(1,556)
Library Journal Subscriptions		10	-
Notornis & Birds Magazine Refunds		4,015	4,685
Project Assistance Fund Royalties		-	4,885
Royalties - Field Guide		1,940	-
Sales - Data		1,000	2,850
Sales - General		-	137
Sales - Southern NZ Dotterel Project		6,000	-
Total Revenue		64,763	120,829
Expenses			
Accountancy Fees		5,891	44
Atlas Data Scanning		-	300
Atlas Storage		1,174	663
Audit Fees		4,800	2,450
Bank Charges		65	156
Conference & Meeting Expenses		13,366	11,872
Contract - Southern NZ Dotterel Project		5,077	-
Executive Officer Contract Fees		27,335	24,681
General Expenses		2,691	398
Insurance		520	510
Internet Costs		735	530
Michael Taylor Memorial Fund		530	400
Paypal Fees		168	190
Postage		11,908	6,150
Printing		41,064	32,152
Subscriptions (Journals)		243	220
Website Hosting		2,118	1,620
Total Expenses		117,685	82,337
EBITDA		(52,922)	38,492

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	NOTES	2017	2016
Depreciation and Amortization			
Library Impairment		(11,361)	-
Total Depreciation and Amortization		(11,361)	-
EBIT		(41,561)	38,492
Investment Income			
Donations Received		3,735	3,390
Interest Received		(1,459)	(2,291)
Total Investment Income		2,276	1,099
Net Surplus Before Distributions		(39,285)	39,590
Net Surplus Before Tax		(39,285)	39,590
Net Surplus (Deficit) for the Year		(39,285)	39,590

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Statement of Financial Position

The Ornithological Society of NZ Incorporated As at 31 December 2017

	NOTES	31 DEC 2017	31 DEC 2016
Assets			
Current Assets			
Trade and Other Receivables		-	391
BNZ Bank Accounts		60,109	112,709
Interest Accrued		2,147	3,476
GST Payment / Refund		9,032	8,475
Total Current Assets		71,287	125,050
Non-Current Assets			
Investments			
BNZ Investment Funds		128,835	126,873
Auckland Library Account		24,761	11,700
Auckland Mortgage Trust Investment		1,459	1,459
Total Investments		155,055	140,032
Total Non-Current Assets		155,055	140,032
Total Assets		226,342	265,082
Liabilities			
Current Liabilities			
Trade and Other Payables		2,231	24,230
Prepaid Subscriptions		25,171	28,879
Total Current Liabilities		27,403	53,110
Total Liabilities		27,403	53,110
Net Assets		198,940	211,973
Accumulated Funds			
Revenue Account			
General Account Funds		(52,054)	(43,710)
Life Membership Funds		22,632	21,604
NZ Bird Research Funds		93,139	96,741
NZ Birds Online Funds		1,709	1,709
Project Assistance Funds		133,514	135,629
Total Revenue Account		198,940	211,973
Total Accumulated Funds		198,940	211,973

Signed by:

Date:

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Statement of Cash Flows

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

	2017	2016
Cash Flows from Operating Activities		
Receipts from providing goods and services	68,587	72,979
Interest, dividends and other investment receipts	2,285	5,772
Grants, sponsorship and other revenue	117,692	137,573
Payments to suppliers and employees	(134,453)	(104,591)
Grants paid	(91,181)	(53,539)
Net GST	(506)	1,309
Net Cash Flows From Operating Activities	(37,576)	59,503
Cash Flows from Investing and Financing Activities		
Proceeds from sale of fixed assets	-	-
Payments to purchase investments	(13,061)	(1,700)
Payments to purchase fixed assets	-	-
Net Cash Flows From Investing and Financing Activities	(13,061)	(1,700)
Net Cash Flows	(50,637)	57,803
Cash Balances		
Cash and cash equivalents at beginning of period	239,582	181,779
Cash and cash equivalents at end of period	188,945	239,583
Net change in cash for period	(50,637)	57,803

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Notes to the Financial Statements

The Ornithological Society of NZ Incorporated For the year ended 31 December 2017

1. Statement of Accounting Policies

Basis of Preparation

The financial statements presented here are for the entity The Ornithological Society of NZ Incorporated an Incorporated Society registered under the Incorporated Societies Act 1908.

Basis of Preparation

The Ornithological Society of NZ Incorporated is eligible to apply Tier 3 PBE Accounting Standards : 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 equal to or less than \$2,000,000. All transactions in the financial statements are reported using the accrual basis of accounting.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

The financial statements are prepared under the assumption that the entity will continue to operate in the foreseeable future.

Changes in Accounting Policies

The entity transitioned on 1 January 2016 from preparation of general purpose financial information in accordance with New Zealand generally accepted accounting policies ("NZ GAAP") to Tier 3 PBE Accounting Standards : PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) in accordance with External Reporting Board Guidelines. The transition had minimal impact on the accounting policies of the entity.

All other accounting policies were applied consistently during the year.

Income Tax

The Ornithological Society of NZ Incorporated is a registered charity and is exempt from income tax under sections CW 41 and CW 42 of the Income Tax Act 2007.

Accounts Receivable

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

Investments

Investments are carried at the lower of cost and net realisable value. Where in the Council Members' opinion there has been a permanent reduction in the value of the investments this has been brought to account in the current period.

Goods and Services Tax

The Statement of Financial Performance and Statement of Cashflows (where included) have been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of account receivables and payables.

Accrual Expenditure

The business is not subject to the Accrual Expenditure rules as unexpired expenditure at balance date is below the exemption levels.

2. Audit

These financial statements have not been audited.

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