

Annual Report

Directors and Editors Guild of New Zealand Inc
For the year ended 31 March 2019

Prepared by VCFO Group Limited

Contents

3	Compilation Report
4	Directory
5	Statement of Profit or Loss
7	Balance Sheet
9	Statement of Changes in Equity
10	Depreciation Schedule
12	Notes to the Financial Statements

Compilation Report

Directors and Editors Guild of New Zealand Inc For the year ended 31 March 2019

Compilation Report to the National Executive of Directors and Editors Guild of New Zealand Inc

Scope

On the basis of the information provided we have compiled, in accordance with Service Engagement Standard No. 2: Compilation of Financial Information, the financial statements of Directors and Editors Guild of New Zealand Inc for the year ended 31 March 2019.

These statements have been prepared in accordance with the accounting policies described in Note 1 to these financial statements.

Responsibilities

You are solely responsible for the information contained in the financial statements and have determined that the accounting policies used are appropriate to meet your needs and for the purpose that the financial statements were prepared.

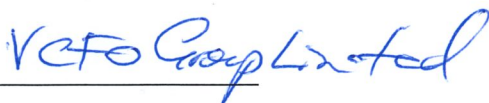
The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Independence

We are not independent of Directors and Editors Guild of New Zealand Inc because Phillip Gore, who provides contract accounting services to VCFO Group Ltd, is also the treasurer and a board member of Directors and Editors Guild of New Zealand Inc.



VCFO Group Limited

Level 1, 96 St Georges Bay Road,

Parnell

Auckland 1052

Dated: 12 September 2019

Directory

Directors and Editors Guild of New Zealand Inc For the year ended 31 March 2019

Registered Office

66 Surrey Crescent

Grey Lynn

Auckland

IRD Number

69-712-789

National Executive

Howard Taylor (President)

Louise Leitch (Vice-President)

Phillip Gore (Treasurer)

Michael Duignan

Roseanne Liang

Robyn Paterson

Dr. Gabriel Reid

Annie Collins

Margot Francis

Francis Glenday

Chartered Accountant

VCFO Group Limited

Level 1, 96 St Georges Bay Road

Parnell

Auckland 1052

Bankers

ANZ Bank

Statement of Profit or Loss

Directors and Editors Guild of New Zealand Inc For the year ended 31 March 2019

	NOTES	2019	2018
Income			
Letter of Non-Objection		11,700	9,300
Memberships		34,075	35,095
NZFC - Infrastructure Funding		85,000	85,000
NZFC - Professional Development Funding		74,013	93,393
Workshops and Events - Fees and Funding		1,115	1,087
Interest Income		597	2,870
Other Revenue		7,885	10,000
Women in Film - Funding		26,702	27,053
TOTS Directors Toolkit		13,744	-
Total Income		254,831	263,798
Cost of Sales			
TOTS Directors Toolkit - Expenses		13,744	-
Women in Film - Fees		26,702	27,053
Workshop Costs		74,970	94,649
Total Cost of Sales		115,416	121,702
Gross Profit		139,416	142,096
Expenses			
Accountancy Fees		5,000	5,000
Advertising		150	774
Bank Fees		2,244	2,240
Conferences & Events Attended		213	530
Consulting Fees		12,030	5,707
Contractor Fees		90,445	90,824
Depreciation	6	2,163	1,201
Entertainment		4,238	4,078
Equipment & Venue Hire		2,707	2,114
General Expenses		695	547
Insurance		350	300
Interest Expense		41	3
Legal Fees		9,743	4,041
Light, Power, Heating		161	149
Office Expenses		708	1,988
Printing & Stationery		590	1,315
Rent		15,860	15,427
Sponsorship		6,000	1,000
Subscriptions		2,234	1,759
Survey Expenses		-	8,382
Telephone & Internet		1,759	2,119
Travel - International		3,790	1,582

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

	NOTES	2019	2018
Travel - Miscellaneous		902	1,323
Travel - National		4,226	4,303
Website Expenses		660	692
Total Expenses		166,908	157,398
Net Profit (Loss) Before Taxation		(27,492)	(15,302)
Taxation and Adjustments			
Income Tax Expense	7	4,080	4,480
Total Taxation and Adjustments		4,080	4,480
Net Profit (Loss) for the Year		(31,572)	(19,781)

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Balance Sheet

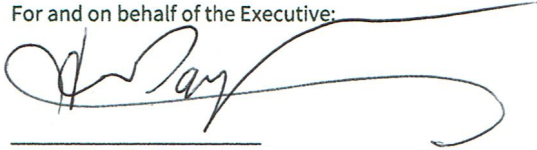
Directors and Editors Guild of New Zealand Inc As at 31 March 2019

	NOTES	31 MAR 2019	31 MAR 2018
Assets			
Current Assets			
Cash and Bank			
Business Call Account		116,733	256,315
Business Current Account		76,030	14,229
Petty Cash		29	66
DEGNZ - Paypal		-	305
Total Cash and Bank		192,792	270,916
Trade and Other Receivables		1,518	24,083
Income Tax Receivable	7	562	-
Total Current Assets		194,873	294,998
Non-Current Assets			
Fixed Assets	6	3,324	4,507
Total Non-Current Assets		3,324	4,507
Total Assets		198,197	299,505
Liabilities			
Current Liabilities			
DEGNZ Mastercard - Tui Ruwhiu		337	800
DEGNZ Visa - Tema Pua		364	3,387
Deferred Income		90,822	154,545
Income Tax Payable	7	-	787
GST Payable		4,838	12,644
Trade and Other Payables		14,412	8,346
Total Current Liabilities		110,772	180,508
Total Liabilities		110,772	180,508
Net Assets		87,426	118,997
Equity			
Retained Earnings		87,426	118,997
Total Equity		87,426	118,997

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

APPROVED

For and on behalf of the Executive:



Chair of the Executive

Date 26/9/19.....

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Statement of Changes in Equity

Directors and Editors Guild of New Zealand Inc For the year ended 31 March 2019

	2019	2018
Equity		
Opening Balance	118,997	138,779
Increases		
Net Surplus/(Deficit) after Tax	(31,572)	(19,781)
Total Increases	(31,572)	(19,781)
Total Equity	87,426	118,997

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Depreciation Schedule

Directors and Editors Guild of New Zealand Inc For the year ended 31 March 2019

NAME	COST	OPENING ACCUM DEP	OPENING VALUE	PURCHASES	DISPOSALS	RATE	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
Office Equipment									
21.5" iMac 2.5HHz i5, 8gb ram, 500gb hard drive	970	708	263	-	-	50.00%	131	839	131
3D Hessian Board	185	180	5	-	-	18.00%	1	181	4
ADSL Modem	596	596	-	-	-	48.00%	-	596	-
Apple iMac 20" computer	800	796	4	-	-	50.00%	2	798	2
Apple iMac Aluminium 20" computer	1,067	1,062	6	-	-	50.00%	3	1,064	3
Banners	1,820	432	1,388	-	-	10.00%	139	571	1,249
Beech Mobile	199	194	5	-	-	18.00%	1	195	4
Brother Printer	200	200	-	-	-	48.00%	-	200	-
Chair	185	180	5	-	-	18.00%	1	181	4
Computer	2,055	2,055	-	-	-	48.00%	-	2,055	-
Fax Machine	621	621	-	-	-	33.00%	-	621	-
IASEDO instal extra staff	348	348	-	-	-	40.00%	-	348	-
Laserjet Printer	899	899	-	-	-	48.00%	-	899	-
MYOB - Auckland	338	338	-	-	-	48.00%	-	338	-
MYOB - Wellington	338	338	-	-	-	48.00%	-	338	-
New Computer	2,561	2,561	-	-	-	48.00%	-	2,561	-
Office 2000 Professional	680	680	-	-	-	48.00%	-	680	-
Panasonic TH-42A400Z LED TV	737	636	101	-	-	40.00%	40	676	60
Storage Cupboard	200	195	5	-	-	18.00%	1	196	4
UP Table	218	200	18	-	-	18.00%	3	204	14
Workstation	289	281	8	-	-	18.00%	1	283	6
Total Office Equipment	15,306	13,498	1,808	-	-		324	13,822	1,484

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Depreciation Schedule

NAME	COST	OPENING ACCUM DEP	OPENING VALUE	PURCHASES	DISPOSALS	RATE	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
Website									
DEGNZ website	1,870	1,734	136	-	-	50.00%	68	1,802	68
DEGNZ Website Customisation, inline html, plugin integration & logos	980	-	-	980	-	50.00%	490	490	490
Oversight of website development and launch	1,000	922	78	-	-	50.00%	39	961	39
Website	6,800	6,791	9	-	-	40.00%	3	6,795	5
Website build, structure, customisation & content import	2,400	200	2,200	-	-	50.00%	1,100	1,300	1,100
Website development costs	4,415	4,139	276	-	-	50.00%	138	4,277	138
Total Website	17,465	13,786	2,699	980	-		1,839	15,625	1,840
Total	32,771	27,284	4,507	980	-		2,163	29,447	3,324

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Notes to the Financial Statements

Directors and Editors Guild of New Zealand Inc For the year ended 31 March 2019

1. Reporting Entity

These are the financial statements of Directors and Editors Guild of New Zealand Inc ("the Guild"). The Guild is an incorporated society registered under the Incorporated Societies Act 1908. The objects of the Guild are to be the national and international voice of all New Zealand directors and editors engaged in directing and editing for public screen broadcast in television and /or film. As a common interest industry group that is not carried on for the profit of its members, the Guild is recognised as a not-for profit organisation.

2. Statement of Accounting Policies

Basis of Preparation

These financial statements are a special purpose report and have been prepared for taxation and/or management purposes.

Historical Cost

The financial statements of Directors and Editors Guild of New Zealand Inc have been prepared on a historical cost basis, except as noted otherwise below.

The information is presented in New Zealand dollars.

Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.

3. Specific Accounting Policies

In the preparation of these financial statements, the following specific accounting policies have been adopted:

Accrual Accounting

Accrual accounting has been used to record the effects of transactions and events when they occur

Property, Plant & Equipment

The entity has the following classes of property, plant & equipment;

Office Equipment	18-50%	DV
Website Development	50%	DV

All property, plant & equipment is stated at cost less depreciation.

Depreciation has been calculated in accordance with rates permitted under the Income Tax Act 2007.

Goods & Services Tax

These financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

Taxation

As a mutual interest association, income and expenses attributable to member-only transactions are not subject to taxation and are, therefore, excluded from the tax calculation.

Where income tax is payable it is accounted for using the taxes payable method. The income tax expense charged to the Statement of Financial Performance is the estimated tax payable from non-member activities in the current year, adjusted for any differences between the estimated and actual tax payable in prior years.

Revenue

Revenue shown in the Statement of Financial Performance comprises the amounts received and receivable by the Guild for goods and services supplied to its members and customers in the ordinary course of business. Subscriptions are reported on a matching basis with respect to the periods to which the subscriptions relate. Interest income is recognised using the accrual accounting method.

Deferred Income

Funds received in advance of the agreed services being provided by the Guild are recognised as deferred income (within current liabilities) in the Statement of Financial Position.

Receivables

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

4. Securities & Guarantees

There was no overdraft as at balance date nor was any facility arranged.

5. Audit

These financial statements have not been audited.

	2019	2018
6. Fixed Assets		
Furniture and Fittings		
Office Equipment	15,306	15,306
Less Accumulated Depreciation on Office Equipment	(13,822)	(13,498)
Total Furniture and Fittings	1,484	1,808
Other Fixed Assets		
Website	17,465	16,485
Less Accumulated Depreciation on Website	(15,625)	(13,786)
Total Other Fixed Assets	1,840	2,699
Total Fixed Assets	3,324	4,507
	2019	2018

7. Income Tax Expense**Net Profit (Loss) per Financial Statements**

Current year earnings	(27,492)	(15,302)
Total Net Profit (Loss) per Financial Statements	(27,492)	(15,302)

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

	2019	2018
Additions to Taxable Profit		
Non-deductible expenditure regarding NZFC grant	85,000	85,000
Non-deductible IRD late-payment penalties	-	87
Non-deductible expenditure regarding membership income	74,085	64,631
Non-deductible entertainment expenditure	3,052	2,677
Total Additions to Taxable Profit	162,137	152,396
Deductions to Taxable Profit		
Excluded NZFC grant	85,000	85,000
Non-taxable membership income	34,075	35,095
Non-profit organisation income exemption	1,000	1,000
Total Deductions to Taxable Profit	120,075	121,095
Taxable Profit (Loss)	14,571	15,998
Tax Payable at 28%	4,080	4,480
Deductions from Tax Payable		
Dividend Imputation Credits	-	-
Resident Withholding Tax Paid	179	1,197
Provisional Tax Paid	4,463	3,635
Total Deductions from Tax Payable	4,642	4,832
Income Tax Payable (Refund Due)	(562)	(353)

8. Deferred Income

At balance date the Guild held funding of \$90,822 (2018: \$154,545) from the New Zealand Film Commission, NZ On Air, The Vista Foundation and The Australian Screen Directors Authorship Collecting Society to fund future expenses. This income has been recognised as deferred income (current liability) in the Statement of Financial Position as the agreed services are yet to be provided.

9. Contingent Liabilities

At balance date there are no known contingent liabilities (2018:-\$0). Directors and Editors Guild of New Zealand Inc has not granted any securities in respect of liabilities payable by any other party whatsoever.