

WELLINGTON YOUTH ORCHESTRA INCORPORATED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

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Audit Report

To the Readers of the financial report of the Wellington Youth Orchestra Incorporated

I have audited the financial report of the Wellington Youth Orchestra Incorporated. This is made up of Statements of Financial Performance for the Wellington Youth Orchestra and the Wellington Youth Sinfonietta, a Statement of Movements in Equity, a Statement of Financial Position and Notes to the Financial Statements. The financial report provides information about the past performance of the Wellington Youth Orchestra Incorporated and its financial position as at 31 December 2007. The information is stated in accordance with the accounting policies set out in the Notes to the Financial Statements.

Board's Responsibilities

The Board is responsible for the preparation of a financial report which fairly reflects the financial position of Wellington Youth Orchestra Incorporated as at 31 December 2007 and of the results of operations for the year ended 31 December 2007.

Auditor's Responsibilities

It is my responsibility to express an independent opinion on the financial report presented by the Board and report my 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 in the preparation of the financial report, and
- Whether the accounting policies are appropriate to Wellington Youth Orchestra Incorporated's circumstances, consistently applied and adequately disclosed.

I conducted my audit in accordance with New Zealand Accounting Standards. I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide myself with sufficient evidence to give reasonable assurance that the financial report is free from material misstatements, whether caused by fraud or error. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial report.

Other than in my capacity as auditor I have no relationship with or interests in Wellington Youth Orchestra Incorporated.

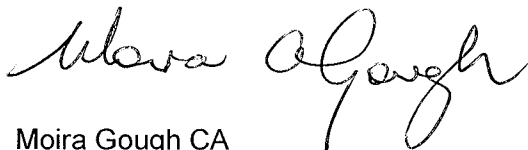
Qualified Opinion

I have obtained all the information and explanations I have required.

In common with other organizations of a similar nature, control over the income prior to its being recorded is limited, and there are no practical audit procedures to determine the effect of this limited control.

Subject to the possible effect of limited control over income referred to in the preceding paragraph, in my opinion the financial report fairly reflects the financial position of Wellington Youth Orchestra Incorporated as at 31 December 2007 and result of operations for the year ended on that date.

My audit was completed on 17 March 2008 and my qualified opinion is expressed as at that date.



Moira Gough CA

Lower Hutt

17 March 2008

1 Walter Road
Lowry Bay
Lower Hutt

WELLINGTON YOUTH ORCHESTRA INCORPORATED

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER 2007

WELLINGTON YOUTH ORCHESTRA

2006		Notes	Budget 2007	Actual 2007
\$			\$	\$
	Income			
3,564	Subscriptions		3,800	2,449
23,870	Grants	3	2,000	18,000
2,350	Donations	5	27,500	4,568
4,663	Concert ticket sales		5,000	5,612
1,887	Other concert revenue		2,000	365
3,039	Interest		1,700	2,232
0	Miscellaneous income		100	0
39,374	Total Income		42,100	33,226
	Expenditure			
15,188	Musical Director		15,000	18,400
0	Tutors	6	500	0
0	Venue Hire		12,500	9,529
13,965	Concert expenses		300	0
2,407	Concert programmes		1,000	525
803	Advertising		2,000	656
0	Rehearsal room hire		2,500	0
1,304	Catering		1,200	590
2,555	Music		2,000	1,617
3,316	Transport		600	838
0	Manawatu/ Hawkes Bay Visit		0	0
0	Scholarships		2,000	2,000
620	Administration		300	302
	Share of joint costs	7		
98	JC Administration		140	432
430	JC Audit fees		333	429
0	JC Instrument repairs & mtce		500	189
0	JC Insurance		1,200	0
40,688	Total Expenditure		42,073	35,507
(1,314)	Net Surplus (Deficit)		27	(2,281)

The accompanying notes form part of these financial statements.

WELLINGTON YOUTH ORCHESTRA INCORPORATED

STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER 2007

WELLINGTON YOUTH SINFONIETTA

2006		Notes	Budget 2007	Actual 2007
\$			\$	\$
	Income			
5,484	Subscriptions		10,500	9,038
11,675	Grants	4	3,500	14,144
0	Donations	5	12,500	0
0	Concert ticket sales		0	0
485	Other concert revenue		350	84
0	Interest		750	426
0	Miscellaneous income		0	0
17,645	Total Income		27,600	23,693
	Expenditure			
12,500	Musical Director		12,500	15,000
1,629	Tutors	6	2,000	0
0	Venue Hire		1,200	604
500	Concert expenses		0	2,354
850	Concert programmes		170	250
0	Advertising		90	0
0	Rehearsal room hire		2,200	552
123	Catering		1,400	1,543
2,222	Music		1,070	1,169
434	Transport		450	472
1,551	Manawatu/Hawkes Bay visit		3,100	2,574
0	Scholarships		1,230	0
4	Administration		90	0
	Share of joint costs	7		
16	JC Administration		100	54
70	JC Audit fees		160	205
122	JC Instrument repairs & mtce		400	31
0	JC Insurance		750	0
20,021	Total Expenditure		26,910	24,807
(2,376)	Net Surplus (Deficit)		690	(1,115)

The accompanying notes form part of these financial statements.

WELLINGTON YOUTH ORCHESTRA INCORPORATED

**STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2007**

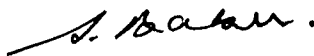
2006		Notes	2007
\$			\$
	Wellington Youth Orchestra -		
41,297	Accumulated funds at beginning of year		39,984
<u>(1,314)</u>	Net surplus (deficit) for year		<u>(2,281)</u>
<u>39,984</u>	Accumulated funds at end of year		<u>37,703</u>
	Wellington Youth Sinfonietta -		
14,494	Accumulated funds at beginning of year		12,117
<u>(2,376)</u>	Net surplus (deficit) for year		<u>(1,115)</u>
<u>12,117</u>	Accumulated funds at end of year		<u>11,003</u>
	Unallocated Equity (fixed assets) -		
19,338	Accumulated funds at beginning of year		19,338
<u>0</u>	Assets cost written off	9	<u>0</u>
<u>19,338</u>	Accumulated funds at end of year		<u>19,338</u>
	Total Equity -		
75,128	Accumulated funds at beginning of year		71,438
<u>(3,690)</u>	Net surplus (deficit) for year		<u>(3,395)</u>
<u>71,438</u>	Accumulated funds at end of year		<u>68,043</u>

The accompanying notes form part of these financial statements.

WELLINGTON YOUTH ORCHESTRA INCORPORATED

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2007

2006	Notes	Actual 2007
\$		\$
	Current Assets:	
4,063	Westpac Cheque Account	139
50,163	Deposit Accounts	48,903
475	Accounts Receivable	279
0	GST Refund due	2,459
<u>54,700</u>		<u>51,780</u>
	Less:	
	Current Liabilities:	
2,224	Accounts Payable	3075
338	Revenue in Advance	0
39	GST Payable	0
<u>2,600</u>		<u>3,075</u>
<u>52,100</u>	Working Capital:	<u>48,705</u>
	Fixed Assets:	
19,338	Musical instruments	19,338
<u>71,438</u>	Net Assets:	<u>68,043</u>
	Accumulated Funds:	
75,128	Accumulated funds at beginning of year	71,438
(3,690)	Net surplus (deficit) for the year	(3,395)
<u>71,438</u>	Accumulated Funds at End of Year:	<u>68,043</u>



Sally Baber
Chairperson



Joy Tracey
Treasurer

The accompanying notes form part of these financial statements.

WELLINGTON YOUTH ORCHESTRA INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2007

1 Statement of accounting policies

(1) Reporting entity

Wellington Youth Orchestra Incorporated is incorporated under the Incorporated Societies Act 1908 and is subject to the provisions of the Act.

(2) General accounting policies

These financial statements are general purpose financial statements and have been prepared in accordance with generally accepted accounting practice.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical cost basis are applied in these financial statements.

There have been no changes in accounting policies and all policies have been consistently applied.

(3) Particular accounting policies

(a) Accounts receivable

Accounts receivable are valued at expected realisable value.

(b) Fixed assets

Fixed assets consist of musical instruments and are stated at cost. No depreciation is charged on these assets, which have a current value in excess of cost.

(c) Taxation

The Society is registered for Goods and Services Tax and these statements are prepared on a GST exclusive basis.

The Society has been granted an exemption from income tax on non-business income, provided that such income is applied for charitable purposes. Donations to the Society qualify for income tax rebates to donors (up to specified maximum limits).

(d) Differential reporting

In terms of the Framework for Differential Reporting an entity is exempted from certain requirements of the Financial Reporting Standards if it satisfies the criteria laid down in the framework: such an entity is called a qualifying entity.

The Society is a qualifying entity because it has no public accountability and is not large (as defined in the framework). Accordingly all differential reporting exemptions have been applied.

WELLINGTON YOUTH ORCHESTRA INCORPORATED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2007**

(e) Voluntary services

The work of the Society is dependent on the voluntary services of many members. Due to the difficulty in determining the monetary value of these services with sufficient reliability, donated services are not recognised in these financial statements.

2 Principal activity

The principal activity is the promotion of symphonic music to the youth of the Wellington region.

2006		2007
\$		\$
	3 Grants to Wellington Youth Orchestra	
15,000	NZ Community Trust	15,000
6,203	Community Grants Foundation	0
0	Trust House	3,000
2,667	Lion Foundation	0
0	Winton and Margaret Bear Charitable Trust	0
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23,870		18,000
	4 Grants to Wellington Youth Sinfonietta	
11,675	NZ Community Trust	12,500
0	Winton and Margaret Bear Charitable Trust	1,644
0	Wellington City Council	0
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11,675		14,144
	5 Donations	
	To Wellington Youth Orchestra:	
0	KPMG	500
2,000	For Marie Stephens Scholarships	2,000
350	Donations up to \$1,000 each	2,068
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2,350		4,568
	To Wellington Youth Sinfonietta:	
0	Donations up to \$1,000 each	0
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0		0
	6 Tutors	

Tutor costs are net of the substantial uncharged time contributed by members of the New Zealand Symphony Orchestra.

WELLINGTON YOUTH ORCHESTRA INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2007

2006
\$

2007
\$

7 Joint Costs

Where possible joint costs were attributed on the basis of use between the two orchestras. Joint costs not directly attributable to either orchestra were allocated 2/3rds to Wellington Youth Orchestra and 1/3rd to Wellington Youth Sinfonietta.

8 Deposit accounts

At WestpacTrust -

7,163	Simple saver - 25	9,260
	Term investment - 81	
10,000	matures 16 January 2008	6,643
33,000	matures 17 May 2008	33,000
<u>50,163</u>		<u>48,903</u>

9 Fixed assets

19,338	Musical instruments	19,338
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The assets are valued at historical cost - no depreciation has been claimed.