

WELLINGTON SOUTH PARENTS CENTRE INC.

financial statements

FOR THE YEAR ENDED 31 DECEMBER 2007

WELLINGTON SOUTH PARENTS CENTRE INC.

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FOR THE YEAR ENDED 31 DECEMBER 2007

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WELLINGTON SOUTH PARENTS CENTRE INC.
statutory information
FOR THE YEAR ENDED 31 DECEMBER 2007

Secretary

Toni Curtis

Treasurer

Katie McDowell

Childbirth Education Convenor

Auditor

Simon Thompson

Bank

Westpac

Registered Office

c- Parents Centre New Zealand Inc.
Unit 4, Bridge Point
13 Marina View
Mana

Incorporated Societies Registration Number

610556

statement of service performance

FOR THE YEAR ENDED 31 DECEMBER 2007

The primary service provided by Wellington South Parents Centre Inc. is the provision of Childbirth Education classes to members. As membership is required to attend the Childbirth Education courses the membership of Wellington South Parents Centre Inc. fluctuates depending on the number of courses able to be provided in the period.

In addition to Childbirth Education classes, Wellington South Parents Centre Inc. also provides post natal parent education courses and runs activities such as children's music sessions, which are open to both members and non-members.

The principle limit on the number of Childbirth Education and the Parent Education classes offered has been the availability of qualified tutors. The demand in the region served by Wellington South Parents Centre Inc. for Childbirth Education courses is greater than the number of courses that Wellington South Parents Centre Inc. can provide Childbirth Educators for. The cost of running these courses can be found in Note 3 on page 9 of the financial statements.

Wellington South Parents Centre Inc. provided 18 classes for the year ended 31 December 2007 compared to 17 in 2006.

Baby and You classes were held during the year as demand required. Parent Education courses in Toilet Training, CPR & First Aid, Moving and Munching and Sleep were held as volunteers became available to schedule them.

income and expenditure statement

FOR THE YEAR ENDED 31 DECEMBER 2007

	Note	2007 \$	2006 \$
INCOME			
Net Blanket & Sheepskin Income	2	696	1,171
Net Class Income	3	1,246	2,406
Subscriptions		14,047	18,658
Grants		6,851	3,942
Interest		997	1,017
Net Fundraising Income			527
Other Income		116	348
		29,93	28,06
TOTAL INCOME		5	9
LESS EXPENDITURE			
Bank Fees		6	9
Venue Hire		2,365	2,496
Conference			1,731
Depreciation		1,681	2,604
Magazines		5,588	4,120
Miscellaneous		374	1,466
Postage		912	997
Print & Stationery		5,431	9,049
Subs & Levies		3,314	7,075
Telephone		314	424
Insurance		842	649
		20,826	30,620
EXCESS OF INCOME OVER EXPENDI- TURE		3,126	(2,551)

statement of accumulated funds

FOR THE YEAR ENDED 31 DECEMBER 2007

	2007	2006
	\$	\$
ACCUMULATED FUNDS		
Opening Balance	2,183	2,334
Excess Income Over Expenditure	3,126	(2,551)
	<u>5,309</u>	<u>(217)</u>
CBE Training Reserve		2,400
TOTAL ACCUMULATED FUNDS	<u><u>5,309</u></u>	<u><u>2,183</u></u>

balance sheet

AS AT 31 DECEMBER 2007

	Note	2007 \$	2006 \$
CURRENT ASSETS			
Current Account		13,598	11,995
Tower First Rate Account		3,410	2,489
Sundry Debtors		100	220
Bond-CBE Trainee	7	1,802	1,967
Stock on hand		770	330
		<u>19,680</u>	<u>17,001</u>
TERM ASSETS			
Tower Mortgage Plus Account		10,000	10,000
Property Plant & Equipment		11,070	22,444
Provision for Depreciation		(5,771)	(15,464)
TOTAL ASSETS		<u>34,979</u>	<u>33,981</u>
<i>Less:</i>			
CURRENT LIABILITIES			
Goods & Services Tax		1,747	777
Sundry Creditors		3,493	3,203
Subscriptions in Advance	6	5,797	7,419
Income in Advance		2,453	6,338
Grants Held	4	6,180	4,061
		<u>19,670</u>	<u>21,798</u>
TERM LIABILITIES			
Winton & Margaret Bear Charitable Trust	8	10,000	10,000
TOTAL LIABILITIES		<u>29,670</u>	<u>31,798</u>
NET ASSETS IN EXCESS OF LIABILITIES			
		<u>5,309</u>	<u>2,183</u>

Signed: _____

Secretary

Treasurer

notes to the financial statements

FOR THE YEAR ENDED 31 DECEMBER 2007

NOTE 1: STATEMENT OF ACCOUNTING POLICIES

Accounting Policies

Reporting Entity

Wellington South Parents Centre Inc. is a not for profit incorporated society domiciled in New Zealand. Parents Centre Inc. is the parent entity of Wellington South Parents Centre Inc.

General

The General Accepted Accounting Policies as recommended by the New Zealand Institute of Chartered Accountants have been followed by Wellington South Parents Centre Inc.

Measurement Base

The financial statements are prepared on the historical cost basis. Non-current assets held for sale are valued at the lower of carrying amount and fair value less costs to sell.

Statutory Base

The statutory base under which these financial statements are prepared is the Incorporated Societies Act 1908.

Differential Reporting

Wellington South Parents Centre Inc. is a qualifying entity within the New Zealand Institute of Chartered Accountants differential reporting framework. It qualifies under the size and public accountability criteria. Wellington South Parents Centre Inc. has elected not to apply FRS10 (Statement of Cashflows) in these financial statements.

Currency

The financial statements for Wellington South Parents Centre are presented in New Zealand dollars.

Going Concern

The financial statements have been prepared on a going concern basis. Wellington South Parents Centre Inc.'s ability to continue as a going concern is dependent on its ability to continue to provide and administer Childbirth Education courses.

Specific Accounting Policies

Stock on Hand

Stock on Hand held for sale is measured at the lower of cost and net realisable value. Cost is determined on a first in, first out basis. If Stock on Hand is acquired at no cost, or for nominal consideration, cost is the current replacement cost at the date of acquisition. Where necessary, provision is made for obsolete, slow-moving and defective stocks.

Accounts Receivable

Accounts receivables are recognised at the original invoice amount less impairment losses. Subscription receivables are recognised at the original invoice amount less impairment losses. In calculating the recoverable amount of receivables, receivables with a short duration are not discounted.

notes to the financial statements

FOR THE YEAR ENDED 31 DECEMBER 2007

Income Tax

Wellington South Parents Centre Inc. is registered with the Inland Revenue Department as a Not for Profit Entity and is exempt from the application of income tax.

Donations

Cash donations are accounted for at the time of receipt. Volunteer services are not recognised due to the difficulty of reliably measuring the fair value of those services.

Property Plant & Equipment

Items of property, plant and equipment are stated at cost, less accumulated depreciation and any impairment losses. The cost of property, plant and equipment is their purchase cost, together with any incidental costs of acquisition.

Impairment

Property, plant and equipment is reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The estimated recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

- The value in use of assets held for the purpose of delivering services is the depreciated replacement cost.
- The value in use of trading assets is determined by estimating future cash flows from the use and ultimate disposal of the asset and discounting these to their present value using a pre-tax discount rate that reflects current market rates and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Depreciation

Depreciation is calculated so as to write off the cost or revalued amounts of property, plant and equipment, less any assigned residual value, on a straight-line basis over the expected useful economic lives of the assets concerned.

The following depreciation rates were used during the financial year on a diminishing value basis.

Plant & Equipment	20% - 25%
Computer	40% - 48%

Financial Instruments

Wellington South Parents Centre Inc. uses non-derivative financial instruments such as bank accounts, term deposits and debtors as part of its normal operations. Wellington South Parents Centre Inc. does not use derivative financial instruments.

notes to the financial statements

FOR THE YEAR ENDED 31 DECEMBER 2007

Accounts Payable

Trade and other accounts payables are stated at cost.

Goods & Services Tax

The statement of financial performance and the statement of financial position 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 receivables and payables, which are stated inclusive of GST.

Grant Income

Grants are recognised as income at the time of receipt unless there is an obligation to return funds if they are not applied in full to the activities specified. If there is such an obligation, a liability is recognised and the grants are recognised as income when the requirements under the grant agreement are met. Grant income received in advance of completion of the activities to which they relate are included as a current liability if there is an obligation to repay the funds if the grants are not applied in full to the activities specified.

Membership Subscriptions

Income received from membership subscriptions is allocated proportionally over the period to which they relate. The unearned portion of subscriptions is shown under current liabilities as Subscriptions in Advance.

Childbirth Education Income

Income received from members for Childbirth Education classes is recognised when the member has completed the class. The unearned portion of Childbirth Education class income is shown under current liabilities as Income in Advance.

NOTE 2: BLANKET AND SHEEPSKIN INCOME & EXPENDITURE STATEMENT

	2007	2006
	\$	\$
Sales	3,120	5,550
Less Cost of Goods Sold		
Opening stock	330	828
Purchases	2,864	3,881
Less Closing Stock	770	330
Cost of Goods Sold	2,424	4,379
Net Blanket & Sheepskin Income	696	1,171

notes to the financial statements

FOR THE YEAR ENDED 31 DECEMBER 2007

NOTE 3: CLASS INCOME & EXPENDITURE STATEMENT

Income		
Antenatal	16,248	15,536
Postnatal	9,805	10,992
Other	431	1,582
Total Income	<u>26,484</u>	<u>28,110</u>
Less Expenditure		
Hall Rental	6,256	6,672
Tutor Fees	17,664	17,283
General	1,318	1,749
Total Expenditure	<u>25,238</u>	<u>25,704</u>
Net Class Income	1,246	2,406

NOTE 4: GRANTS

Grants Held	2007	2006
	\$	\$
TG McCarthy Trust		131
TG McCarthy Trust		448
Lottery Welfare Grant		550
Lotteries Commission		107
Lotteries Commission		950
Mother Aubert Home of Compassion	4,180	1,876
Lion Foundation	2,000	
	<u>6,180</u>	<u>4,062</u>

notes to the financial statements

FOR THE YEAR ENDED 31 DECEMBER 2007

NOTE 5: PROPERTY, PLANT & EQUIPMENT

	COST	DEPRECIATION THIS YEAR	ACCUMULATED DEPRECIATION	BOOK VALUE
	\$	\$	\$	\$
THIS YEAR				
Plant & Equipment	5,920	764	1,722	4,198
Computer	5,150	917	4,049	1,101
	<u>11,070</u>	<u>1,681</u>	<u>5,771</u>	<u>5,299</u>
LAST YEAR				
Plant & Equipment	5,920	905	959	4,961
Computer	5,150	1,699	3,131	2,019
	<u>11,070</u>	<u>2,604</u>	<u>4,090</u>	<u>6,980</u>

NOTE 6: SUBSCRIPTIONS IN ADVANCE

Upon joining Wellington South Parents Centre Inc. subscriptions are paid for the coming 12 month period. Subscriptions in Advance represent subscriptions paid prior to balance date relating to the period subsequent to balance date.

NOTE 7: BOND – CBE TRAINEE

Wellington South Parents Centre Inc. assists with the training of qualified Childbirth Educators (CBE). Once the childbirth educator has qualified they are bonded to repay half of the cost of their education by way of running childbirth education classes for Wellington South Parents Centre Inc. Once they have completed this requirement the remaining debt is written off.

NOTE 8: WINTON & MARGARET BEAR CHARITABLE TRUST

The Winton & Margaret Bear Charitable Trust has granted Wellington South Parents Centre a grant in perpetuity of \$10,000. The \$10,000 is invested in a Tower Mortgage Plus Fund with the interest from this investment being made available to Wellington South Parents Centre. The interest income from this grant in 2007 was \$ (2005: \$746)

NOTE 9: CONTINGENT LIABILITIES

Wellington South Parents Centre Inc. had no contingent liabilities as at 31 December 2007 (2005: Nil) .

NOTE 10: COMMITMENTS

Wellington South Parents Centre Inc. had no commitments as at 31 December 2007 (2005: Nil).