

WELLINGTON SOUTH PARENTS CENTRE INC.
financial statements
FOR THE YEAR ENDED 31 MARCH 2009

WELLINGTON SOUTH PARENTS CENTRE INC.

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FOR THE YEAR ENDED 31 MARCH 2009

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WELLINGTON SOUTH PARENTS CENTRE INC.
statutory information
FOR THE YEAR ENDED 31 MARCH 2009

Secretary

Toni Curtis

Treasurer

Eduard Letifov

Childbirth Education Convenor

Mary O'Keeffe

Auditor

Simon Thompson

Bank

Westpac, Kiwibank

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 MARCH 2009

Important Note: Wellington South Parents Centre Inc. is re-aligning the end of the financial year to the common New Zealand standard of March 31st. As such these statements are over a period of **15 months** from **1st JANUARY 2008** to **31 MARCH 2009**.

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.

A key event within the last financial year was the establishment of the new contractual arrangements for CBEs. Childbirth educators are now contracted directly to Parents Centre New Zealand, as opposed to their local Parent Centre. A major implication of this is a necessary associated rise in the fee for CBE classes charged by WSPC, as costs associated with the new contractual arrangement have risen substantially.

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 continues to be high, despite the current economic downturn, and the rise in price of CBE classes. 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 20 classes total for the year ended 31 MARCH 2009, with 16 in 2008 and 4 in 2009, compared to 18 in 2007.

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.

Baby and You classes are no longer held, due to a shortage of tutors. Instead a successful Wednesday morning informal "drop in" has replaced Baby and You. 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 MARCH 2009

Important Note: Wellington South Parents Centre Inc. is re-aligning the end of the financial year to the common New Zealand standard of March 31st. As such these statements are over a period of **15 months** from **1st JANUARY 2008** to **31 MARCH 2009**.

	Note	2009 \$	2007 \$
INCOME			
Net Blanket & Sheepskin Income	2	(153)	696
Net Class Income	3	1,729	1,246
Subscriptions		15,409	14,047
Grants		7,923	6,851
Interest		536	997
Other Income		36	116
TOTAL INCOME		25,481	23,953
LESS EXPENDITURE			
Bank Fees		136	6
Venue Hire		3,333	2,365
CBE Training		700	0
Depreciation		1,428	1,681
Magazines		5,302	5,588
Miscellaneous		652	374
Postage		240	912
Print & Stationery		4,500	5,431
Subs & Levies		5,768	3,314
Telephone		474	314
Insurance		1,683	842
		24,216	20,826
EXCESS OF INCOME OVER EXPENDITURE		1,264	3,126

statement of accumulated funds

FOR THE YEAR ENDED 31 MARCH 2009

Important Note: Wellington South Parents Centre Inc. is re-aligning the end of the financial year to the common New Zealand standard of March 31st. As such these statements are over a period of **15 months** from **1st JANUARY 2008** to **31 MARCH 2009**.

	2009	2007
	\$	\$
ACCUMULATED FUNDS		
Opening Balance	5,309	2,183
Excess Income Over Expenditure	1,264	3,126
TOTAL ACCUMULATED FUNDS	<u>6,573</u>	<u>5,309</u>

balance sheet

AS AT 31 MARCH 2009

	Note	2009 \$	2007 \$
CURRENT ASSETS			
Current Accounts		10,323	13,598
Tower First Rate Account		3,883	3,410
Sundry Debtors		400	100
Bond-CBE Trainee	7	1,924	1,802
Stock on hand		849	770
		<u>17,379</u>	<u>19,680</u>
TERM ASSETS			
Tower Mortgage Plus Account		10,000	10,000
Property Plant & Equipment		11,070	11,070
Provision for Depreciation		(7,200)	(5,771)
TOTAL ASSETS		<u>31,250</u>	<u>34,979</u>
<i>Less:</i>			
CURRENT LIABILITIES			
Goods & Services Tax		34	1,747
Sundry Creditors		4,973	3,493
Subscriptions in Advance	6	4,421	5,797
Income in Advance		4,729	2,453
Grants Held	4	520	6,180
		<u>14,677</u>	<u>19,670</u>
TERM LIABILITIES			
Winton & Margaret Bear Charitable Trust	8	10,000	10,000
TOTAL LIABILITIES		<u>24,677</u>	<u>29,670</u>
NET ASSETS IN EXCESS OF LIABILITIES			
		<u>6,573</u>	<u>5,309</u>

Signed: _____

Secretary

Treasurer

notes to the financial statements

FOR THE YEAR ENDED 31 MARCH 2009

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 MARCH 2009

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 MARCH 2009

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

	2009	2007
	\$	\$
Sales	2,831	3,120
Less Cost of Goods Sold		
Opening stock	770	330
Purchases	3,063	2,864
Less Closing Stock	849	770
Cost of Goods Sold	2,984	2,424
Net Blanket & Sheepskin Income	(153)	696

The loss for FY2009 reflects corrections performed for stock discrepancies identified in the records of the previous financial year.

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notes to the financial statements

FOR THE YEAR ENDED 31 MARCH 2009

NOTE 3: CLASS INCOME & EXPENDITURE STATEMENT

	2009	2007
	\$	\$
Income		
Antenatal	20,724	16,248
Postnatal	364	9,805
Other	9,275	431
Total Income	<u>30,363</u>	<u>26,484</u>
Less Expenditure		
Hall Rental	6,564	6,256
Tutor Fees	20,221	17,664
General	1,849	1,318
Total Expenditure	<u>28,634</u>	<u>25,238</u>
Net Class Income	1,729	1,246

The loss for FY2009 reflects the increased tutor fees related to the changed CBE contract structure where CBEs are now contracted to the Parent Centre New Zealand (parent organisation).

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NOTE 4: GRANTS

	2009	2007
	\$	\$
Grants Held		
Lottery Welfare Grant	122	
Tim and Kaye Whitehead Grant	398	
Mother Aubert Home of Compassion		4,180
Lion Foundation		2,000
	<u>520</u>	<u>6,180</u>

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notes to the financial statements

FOR THE YEAR ENDED 31 MARCH 2009

NOTE 5: PROPERTY, PLANT & EQUIPMENT

	COST	DEPRECIATION THIS YEAR	ACCUMULATED DEPRECIATION	BOOK VALUE
	\$	\$	\$	\$
THIS YEAR				
Plant & Equipment	5,920	806	2,528	3,392
Computer	5,150	622	4,672	478
	<u>11,070</u>	<u>1,428</u>	<u>7,200</u>	<u>3,870</u>
LAST 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>

Important Note: Wellington South Parents Centre Inc. is re-aligning the end of the financial year to the common New Zealand standard of March 31st. As such these statements are over a period of **15 months** from **1st JANUARY 2008** to **31 MARCH 2009**.

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 2009 was \$438.74

NOTE 9: CONTINGENT LIABILITIES

Wellington South Parents Centre Inc. had no contingent liabilities as at 31 MARCH 2009 (2007: Nil) .

NOTE 10: COMMITMENTS

Wellington South Parents Centre Inc. had no commitments as at 31 MARCH 2009 (2007: Nil).