

WELLINGTON TRAMWAY MUSEUM INCORPORATED

FINANCIAL STATEMENTS

YEAR ENDED 30th JUNE 2012

Wellington Tramway Museum Incorporated

Statement of Financial Performance

For the year ended 30 June 2012

WTM 2011 \$	Note	WTM 2012 \$
Income		
36,241	2	42,144
13,124	4	12,228
8,661	3	8,583
2,006		1,789
17,098		16,750
2,610		9,605
2,600	6	-
-		20,000
-		608
6,024		-
1,211		928
89,574	Total revenue	112,634
Expenditure		
28,767	2	32,308
7,716	4	7,374
9,102	3	9,377
345		476
338		104
11,612		12,469
60		-
1,510		-
1,127		713
3,632		1,787
2,400		(2,600)
400		-
6,610		1,727
-		227
600		763
-		500
16,355		16,769
90,574	Total expenditure	81,994
(1,000)	Net surplus / (deficit) before grants for capital purposes	30,641
-	Grants Received for Capital Purposes 6	7,163
(1,000)	Net Surplus / (deficit) for period	37,804

Wellington Tramway Museum Incorporated
Statement of Financial Position
As at 30 June 2012

WTM 2011 \$	Note	WTM 2012 \$
	Current assets	
31,121	Cash on hand and at bank	45,998
-	Bank term deposits	22,257
2,593	Sundry debtors	2,149
1,767	Shop stocks	1,867
100	Advances	100
<u>35,581</u>	Total current assets	<u>72,372</u>
	Current liabilities	
24,277	Sundry creditors	17,533
170	Grants received in advance	170
913	Members subscriptions in advance	822
3,566	Tramway Topics subscriptions in advance	5,210
<u>28,926</u>	Total current liabilities	<u>23,735</u>
<u>6,655</u>	Working capital	<u>48,637</u>
	Non current assets	
671,643	Fixed assets	666,858
<u>671,643</u>	Total non current assets	<u>666,858</u>
	Non current liabilities	
-	Term loans	-
<u>-</u>	Total non current liabilities	<u>-</u>
<u>678,298</u>	Net Assets	<u>715,495</u>
	EQUITY	
	Net assets are funded as follows	
671,501	Accumulated Funds	682,692
6,797	Specific purpose Funds	32,803
<u>678,298</u>	Total Equity	<u>715,495</u>

Wellington Tramway Museum Incorporated

Statement of movements in equity

For the year ended 30 June 2012

WTM 2011 \$		WTM 2012 \$
	Accumulated funds	
672,501	Funds at 01 July previous year	671,501
-	Specific donations-transferred to development fund	(9,605)
-	WTM Transfer to museum development funds	(17,725)
-	Release transfer of museum development funds	717
(1,000)	Plus surplus/(less deficit) for year	37,804
671,501	Accumulated funds at 30 June	682,692
	Museum development funds held for specific purposes	
6,797	Museum development fund at 01 July previous year	6,797
-	Plus specific donations	9,605
-	WTM Transfer to museum development funds	17,725
-	Release transfer of museum development funds	(1,325)
6,797	Museum development fund at 30 June	32,803
678,298	Total equity	715,495
	Specific Funds are held for:	
\$		\$
-	Restoration of tram 260	1,677
5,869	Restoration of tram 207	6,379
-	Restoration of tram 17	23,819
928	Restoration of Daimler tower wagon	928
6,797	Total specific purpose fund	32,803

Wellington Tramway Museum Incorporated
Notes to the Financial Statements
For the year ended 30 June 2012

1 Statement of Accounting Policies

Reporting Entity

The reporting entity comprises the Wellington Tramway Museum Incorporated together with its wholly owned subsidiary, Kapiti Coast Electric Tramway Ltd.

The Wellington Tramway Museum Incorporated is incorporated under the Incorporated Societies Act 1908.

Kapiti Coast Electric Tramway Ltd. is a private limited liability company, registered under the Companies Act 1993.

Wellington Tramway Museum Incorporated is a registered charity under the Charities Act 2005 (registration No. CC38985) and is therefore exempt from income tax.

Kapiti Coast Electric Tramway Limited ceased to trade as of 30 June 2011. The operations of the company are in recess.

The financial statements are general purpose financial statements, prepared in accordance with Generally Accepted Accounting Practice (GAAP) New Zealand.

Basis of Preparation

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and the Statement of Financial Position on an historic cost basis have been followed in the preparation of these accounts except that the Museum's trams have been valued by the Board for Financial Position purposes.

The information is presented in New Zealand dollars.

Principal Activities

The Wellington Tramway Museum Incorporated, together with its wholly owned Company "Kapiti Coast Electric Tramway Limited" (together referred to as the "Museum") own and operate an operating tramway museum at Queen Elizabeth Park, Paekakariki, New Zealand in order to preserve for posterity the tramway aspects of Wellington, New Zealand's, heritage, and to provide educational and leisure enjoyment for all.

The Museum also publishes a magazine, "Tramway Topics", addressing New Zealand electric transit - past, present and future and holds regular meetings for members addressing matters of tramway interest.

Wellington Tramway Museum Incorporated
Notes to the Financial Statements
For the year ended 30 June 2012

Accounting policies

The following accounting policies, which materially affect the measurement of financial performance and financial position, have been applied.

(a) Fixed Assets

Fixed assets are valued at original cost except trams, many of which were originally donated and which have been valued for Financial Position purposes as follows:

Wellington	Nos. 151, 159, 207, 235, 238, 239, 260	\$500 each	\$	3,500
Wellington	No.185	(actual cartage cost)	\$	294
Wellington	No.17	(actual cartage cost)	\$	515
Brisbane	Nos. 133 and 236	\$750 each	\$	1,500
Wanganui	No. 8		\$	44
New Plymouth	No. 8		\$	118
		Total Value	\$	5,971

Fixed assets are depreciated on a straight-line basis that will write off the cost of the assets to their estimated residual value over their useful life.

Buildings	Tram Barn	2% p.a.
	Rear Storage	2% p.a.
	Maintenance Pit	3.33% p.a.
	All Other	5% p.a.
Furniture & Fittings		20% p.a.
Permanent Way		5% p.a.
Plant & Equipment & Overhead Wire		5% - 20% p.a.
Motor Vehicles		20% p.a.

(b) Stock

Publications and shop stock are valued at the lower of cost or market price, except for back issues of "Tramway Topics" magazine which are expensed at time of issue. Café stock is valued at cost.

(c) Receivables

Accounts receivable are stated at their estimated realisable value after providing for doubtful debts.

(d) GST

The financial statements for Wellington Tramway Museum Incorporated (the holding organisation) have been prepared on a GST exclusive basis, except for accounts receivable and payable, which are stated with GST included (where applicable).

(e) Taxation

No provision for taxation has been made, as the Wellington Tramway Museum Inc. is registered under the Charities Act 2005 and is therefore exempt from Income Tax under the provisions of the Income Tax Act 2007.

(f) Revenue

Revenue is recognised when earned and is reported in the financial period to which it relates.

Wellington Tramway Museum Incorporated

Notes to the Financial Statements

For the year ended 30 June 2012

(g) Income in Advance

Membership and "Tramway Topics" subscriptions are generally received in respect of a calendar year.

"Membership Subscriptions in Advance" and the like for Tramway Topics are those portions of membership and magazine subscriptions received relating to periods beyond the reported period.

(h) Differential Reporting

The entity qualifies for differential reporting, as it is not publicly accountable and it is not large as defined in the framework for Differential Reporting. The entity has taken advantage of all available differential reporting exemptions.

(i) Changes in Accounting Policy

Nil, since last Report.

Wellington Tramway Museum Incorporated
Notes to the Financial Statements
For the year ended 30 June 2012

2 Museum and tramway operations trading account

WTM 2011 \$		WTM 2012 \$
	Income	
26,708	Tram fares	33,718
3,266	Special tram hires	3,406
1,966	Tramway donations	2,594
2,305	Lease of Brisbane tram 236	2,397
1,683	Sale of surplus scrap assets	29
313	Catering	-
36,241	Total Income	42,144
	Expenditure	
886	Tram Operating Expenses	1,563
-	Special Events	100
323	Catering	5
408	Museum Display - alterations/renovations	2,917
453	"Palace" Supplies	352
	Electricity - Tram	1,550
4,120	Electricity - Other	4,317
3,220	General Stores	1,942
4,059	Insurance	4,349
1,427	Telephone	1,410
4,371	Publicity & Signage	3,929
-	Printing	1,140
1,114	Printing (New Brochures)	-
1,335	Ground Lease	1,686
978	Tram Maintenance	844
1,319	Buildings Maintenance	2,764
1,766	Track Maintenance	1,323
826	Overhead & Power Maintenance	60
773	Motor Vehicles Maintenance & Fuel	1,089
1,223	Equipment Maintenance	632
166	Site Maintenance	336
28,767	Total expenditure	32,308
7,474	Net surplus/ (deficit) on operations account	9,836

Wellington Tramway Museum Incorporated
Notes to the Financial Statements
For the year ended 30 June 2012

3 "Tramway Topics" trading account

WTM 2011 \$		WTM 2012 \$
	Income	
-	Advertising	-
3,733	Subscriptions	3,585
4,928	Sales	4,998
<u>8,661</u>		<u>8,583</u>
	Expenditure	
9,102	Production Costs	9,377
<u>(441)</u>	Net surplus/(deficit) on trading account	<u>(794)</u>

4 Shop and publications trading account

WTM 2011 \$		WTM 2012 \$
13,125	Income	
	Sales	12,228
	less Cost of sales	
2,107	Opening stock at 01 July 2011	1,767
7,376	Purchases	7,474
<u>9,483</u>		<u>9,241</u>
1,767	less stock 30 June 2012	1,867
<u>7,716</u>	Cost of goods Sold	<u>7,374</u>
<u>5,409</u>	Net surplus/(deficit) on trading account	<u>4,854</u>

Wellington Tramway Museum Incorporated
Notes to the Financial Statements
For the year ended 30 June 2012

5 Fixed Assets

Details of Fixed Assets are as follows:

	Cost or Valuation 1/07/11 \$	add: additions y/e 30/06/12 \$	Cost or Valuation 30/06/12 \$	Accum Deprec'n to 30/06/12 \$	BOOK VALUE 30/06/12 \$
Buildings	790,592	9,157	799,749	150,499	649,250
Furniture & Fittings	241		241	241	-
Rectifier Equipment	172		172	172	-
Overhead & Spares	9,941		9,941	9,941	-
Plant	34,501	2,828	37,329	30,837	6,492
Trams	5,971		5,971		5,971
Trolley Buses	922		922		922
Motor Vehicles	1,400		1,400	1,400	-
Permanent Way	20,022		20,022	20,022	-
General Development	4,224		4,224		4,224
TOTAL	867,986	11,985	879,971	213,112	666,859

Assets fully depreciated with no Book Value are:

Furniture & Fittings; Motor Vehicles; Permanent Way; Rectifier Equipment; Overhead & Spares

Additions to the value of Buildings were:

Visitor Centre	\$
	9,156.90
Total	9,156.90

Capital additions to the Visitor Centre building were valued (at cost) at \$9,156.90

Additions to the value of Plant were:

Woodworking machinery	\$
	2,003.92
Microwave cooker for Fiducia Ctr	156.52
2 x DVD players for Barn Display	78.26
6 x chairs for Fiducia Ctr	86.91
chairs and file cabinet	121.74
2 x acrylic donation boxes	132.52
Bench grinder	247.87
Total	2,827.74

Wellington Tramway Museum Incorporated
Notes to the Financial Statements
For the year ended 30 June 2012

6 Grants Received

Grants for Capital purposes		2011	2012
		\$	
Endeavour Community Trust	Visitor Centre	-	7,163
	Total	-	7,163
Grants other than for Capital purposes			
The Lion Foundation	Tram 260 seat frame refurbishment	2,600	-
	Total	2,600	-

7 Contingent Liabilities

2012	Nil
2011	G A Thompson Ltd "Thompson" Building Contract - proceeded with a recovery action in the Disputes Tribunal. A Hearing was scheduled for 09 August 2011; Thompson was successful in an amount of \$9,373.74 + GST (@12.5%) being awarded against Wellington Tramway Museum Inc. The amount has been accrued in these Financial Statements.

8 Capital Commitments

2012	Nil
2011	Nil

INDEPENDENT AUDITOR'S REPORT

To the Members of the Wellington Tramway Museum Incorporated

Report on the Financial Statements

We have audited the attached financial statements of the Wellington Tramway Museum Incorporated (the Society), which comprise the statement of financial position as at 30 June 2012, and the statement of financial performance and statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Board's Responsibilities for the Financial Statements

The Board is responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the Board determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Society.

Basis for qualified opinion on financial performance

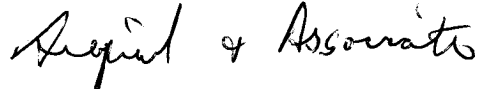
Control over income from donations and operations prior to being recorded is limited, and there are no practical audit procedures to determine the effect of this limited control.

Qualified opinion on financial performance

In our opinion, except for the possible effects of the matter described in the Basis for qualified opinion paragraph above, the attached financial statements present fairly, in all material respects, the financial position of the Society as at 30 June 2012 and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

Other Matters

The financial statements of the Society for the year ended 30 June 2011 were not audited, but a review was performed by our firm on 30 August 2012. The review opinion stated that nothing had come to our attention that would cause us to believe that the financial statements did not give a true and fair view.



SIGNAL & ASSOCIATES

27 March 2013

NELSON