

Annual Financial Statements

Tasmanian Youth Orchestra Inc
31 December 2023

TASMANIAN
YOUTH
ORCHESTRAS
for the love of music

Table of Contents

Tasmanian Youth Orchestra Inc
For the year ended 31 December 2023

Directors & Business Information 2023	3
Treasurer's Report 2023	4
Compilation Report	5
Directors' Declaration	6
Profit & Loss	7-8
Movements in Equity	9
Balance Sheet	10-11
Statement of Cash Flows	12
Notes to the Financial Statements	13-15

Directors & Business Information 2023

Tasmanian Youth Orchestra Inc For the year ended 31 December 2023

Directors

Sally Chandler

Co-Chair (to December) & Chair
Sandy Bay, Tasmania, Australia

Lyndal Moore

Treasurer
Tolman's Hill, Tasmania, Australia

Jonathan Duddles

Co-Chair (resigned December 2023)
Sandfly, Tasmania, Australia

Tony Crehan

Deputy Chair (elected December 2023)
Sandy Bay, Tasmania, Australia

Jeremy Young

Secretary
Mount Nelson, Tasmania, Australia

Mark Bain

Board Member
North Hobart, Tasmania, Australia

Dominique Baker

Board Member
Latrobe, Tasmania, Australia

Ross Copping

Board Member
West Hobart, Tasmania, Australia

Management

Kyna Hart

CEO & Public Officer
Fern Tree, Tasmania, Australia

Business Details

Office address: Suite G10, TUSA Building, 1 Churchill Avenue, Sandy Bay, Tasmania, Australia, 7005

Postal address: PO Box 229, Sandy Bay, Tasmania, 7006

Email: admin@tyo.org.au

Website: www.tyo.org.au

Phone: 0438 562 896

ABN: 65 385 645 540

Treasurer's Report

Tasmanian Youth Orchestra Inc For the year ended 31 December 2023

Lyndal Moore: Treasurer

In order to continue providing outstanding opportunities for our talented musicians, one of TYO's strategic objectives is financial sustainability through diversification and building reserves to allow us to plan for ongoing future growth.

One area of strategic growth that was focused on during the year was the fundraising efforts to commence the Pathways program. TYO was very grateful for the support from our extended community in raising these funds over a number of events and activities during the year. The funds raised have helped TYO spend some time designing the program, with \$69,000 being carried forward into 2024 which will be used to run the program in the latter half of the year.

The overall financial result for 2023 however was a small \$14,000 loss, this primarily reflects a reduction in grant funding available to community organisations in the sector generally. The reduction in grant revenue of almost \$76,000, was partly offset by an increase in player fees of \$16,000 and fundraising revenue of \$11,000. Due to the active monitoring of expenses during the year, TYO was able to hold its expenditure to the same amount as the previous year, which was a great result given the general increase in inflation during this period.

The 2023 loss had the effect of reducing our net assets to \$210,000 at the end of the year. This is reflected in the reduction of the organisation's assets, primarily reflecting the reduction in cash from grants and the containment of expenses noted above. Liabilities also decreased, due to the reduction in grants which was partly offset by the receipt of fundraising revenue both of which are recorded as revenue received in advance.

In 2024 we will work to identify additional revenue opportunities, adjusting our budget and reducing costs to ensure that the full artistic program is able to be maintained in 2024.

Lastly, I wish to thank the Finance and Risk Committee for its financial oversight during the year, and Kyna and the team for their commitment and efforts in helping to drive TYO into a sustainable position for the future.

Signed



Lyndal Moore | Treasurer
14 March 2024

Compilation Report

Tasmanian Youth Orchestra Inc For the year ended 31 December 2023

We have compiled the accompanying special purpose financial statements of Tasmanian Youth Orchestra Inc, which comprise the balance sheet as at 31 December 2022, the profit and loss for the year then ended, a summary of significant accounting policies and other explanatory notes. The specific purpose for which the special purpose financial statements have been prepared is set out in Note 1.

1. Director's Responsibility

The Directors of Tasmanian Youth Orchestra Inc are solely responsible for the information contained in the special purpose financial statements and have determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs and for the purpose that the financial statements were prepared.

2. Our Responsibility

On the basis of information provided by the directors of Tasmanian Youth Orchestra Inc, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial statements. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial statements were compiled exclusively for the benefit of the directors of Tasmanian Youth Orchestra Inc. We do not accept responsibility to any other person for the contents of the special purpose financial statements.

Signed



Director: Lyndal Moore, Treasurer

Dated this 14 day of March 2024

Directors' Declaration

Tasmanian Youth Orchestra Inc For the year ended 31 December 2023

The Directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

Per section 60.15 of the Australian Charities and Not-for-profits Commission Regulations 2022, the Directors declare that in the Directors' opinion:

- a. the financial statements and notes, as set out herein present fairly the company's financial position as at 31 December 2023 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements
- b. there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
- c. the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulations 2022.

Signed



Director: Lyndal Moore, Treasurer

Dated this 14 day of March 2024

Profit and Loss

Tasmanian Youth Orchestra Inc
For the 12 months ended 31 December 2023

Account	Notes	2023	2022
Trading Income			
Audition fees		9,445	6,786
Box Office		19,260	14,164
Donations		58,562	84,265
Fundraising revenue		11,398	0
Grants		383,597	459,166
Instrument Hire		73	0
Interest Income		264	281
Lessons Scholarships Grant Income		3,426	0
Library Fee		82	0
Membership fees		160	180
Other Revenue		0	(273)
Player Fees		103,198	86,918
Sales		1,241	0
Total Trading Income		590,706	651,487
Cost of Sales			
Cost of Goods Sold		1,727	281
Fundraising costs		3,988	0
Total Cost of Sales		5,715	281
Gross Profit		584,991	651,206
Operating Expenses			
Adjunct player fees		10,205	18,630
Advertising & promotion		1,604	3,499
Audition expenses		8,081	3,243
Bad Debt Expense		2,166	2,987
Bank and Square Fees		510	329
Cleaning		1,254	1,538
Concert Expenses		15,429	20,114
Conductor fees		34,106	39,707
Consulting & Accounting		4,534	3,577
COVIDSafe		223	3,449
Depreciation		9,078	9,716
Fees assistance grants		11,469	3,970
Freight & Courier		288	151
General Expenses		1,466	1,970
HR and Recruitment Costs		0	15,679

Profit and Loss

Tasmanian Youth Orchestra Inc
For the 12 months ended 31 December 2023

Account	Notes	2023	2022
Insurance		10,001	8,850
IT Support		70	4,529
Legal expenses		466	0
Lessons Scholarships Grant Expense		4,270	3,665
Loss on disposal of asset		0	8,074
Meeting Expenses		920	905
Motor Vehicle Expenses		12,948	14,040
Music (Hire/Purchase)		4,869	4,245
Music licensing/copyright		2,460	2,279
Office Expenses		7,694	9,813
Pathways programs		733	0
PayPal Fee		1,816	1,190
Printing & Stationery		4,137	5,001
Production Resources		4,756	5,706
Realised Currency Gains		(52)	49
Rent		21,800	13,457
Repairs and Maintenance		2,240	1,220
Repetiteur fees		11,477	6,290
Research Expenses		6,520	13,254
Staff Training		601	1,216
Storage Expenses		39	3,780
Stripe Fees		231	0
Subscriptions		10,258	7,616
Superannuation		30,753	26,980
Superannuation - Contractors		7,816	0
Telephone & Internet		2,938	3,159
Travel		6,412	2,915
Tutor fees		14,360	15,096
Unrealised Currency Gains		11	0
Venue hire		19,366	15,975
Video and filming		10,700	13,108
Wages and Salaries		297,408	270,643
Web Site		964	862
Total Operating Expenses		599,396	592,471
Net Profit		(14,405)	58,735

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

Movements in Equity

Tasmanian Youth Orchestra Inc As at 31 December 2023

Account	Notes	2023	2022
Equity			
Opening Balance		223,989	165,254
Current Year Earnings		(14,405)	58,735
Total Equity		209,584	223,989

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

Balance Sheet

Tasmanian Youth Orchestra Inc
As at 31 December 2023

Account	Notes	31 Dec 2023	31 Dec 2022
Assets			
Bank			
	1.d		
Tasmanian Youth Orchestra		248,457	362,180
GM debit card KH		2,475	40
Term Deposit		25,367	25,024
Donations Account		12,293	12,462
PayPal		516	300
ANZ TYO Business Extra Cheque		0	6,055
ANZ TYO Business Saver		0	104,122
Total Bank		289,109	510,182
Current Assets			
	2		
Accounts Receivable		1,078	7,653
Prepayments		5,450	5,450
Total Current Assets		6,528	13,103
Fixed Assets			
	1.b		
Instruments		125,334	124,934
Less Accumulated Depreciation on Instruments		(99,458)	(94,410)
Plant & Equipment		17,774	15,129
Less Accumulated Depreciation on Plant & Equipment		(9,642)	(5,612)
Total Fixed Assets	3	34,008	40,042
Total Assets		329,645	563,327
Liabilities			
Current Liabilities			
Accounts Payable	1.i	9,442	736
Accrued Creditors		2,521	0
Annual Leave Provision		17,592	16,692
GST	1.h	(13,266)	6,566
PAYG Withholdings Payable		8,707	8,724
Revenue in Advance - Fees Assistance		(923)	537
Revenue in Advance - Lesson scholarship donations		651	1,292
Revenue in Advance - Pathways Project		69,504	0
Revenue in Advance - Player fees		618	473
Revenue in Advance - Project specific		21,428	21,428
Revenue in Advance - Recurrent Grants		0	279,597

Balance Sheet

Tasmanian Youth Orchestra Inc As at 31 December 2023

Rounding		6	(4)
Superannuation Payable		900	947
Suspense		2,696	2,351
Stripe AUD		186	0
Total Current Liabilities		120,060	339,338
Total Liabilities		120,060	339,338
Net Assets		209,584	223,989
Equity			
Current Year Earnings		(14,405)	58,735
Retained Earnings		223,989	165,254
Total Equity		209,584	223,989

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

Statement of Cash Flows

Tasmanian Youth Orchestra Inc
For the year ended 31 December 2023

Account	Notes	2023	2022
Operating Activities			
Receipts from customers		590,680	669,744
Payments to suppliers and employees		(602,453)	(588,559)
Cash receipts from other operating activities		(11,768)	9,593
Cash payments from other operating activities		52	(49)
Net Cash Flows from Operating Activities		(23,489)	90,729
Investing Activities			
Proceeds from sale of property, plant and equipment		0	82
Payment for property, plant and equipment		(3,045)	(7,630)
Other cash items from investing activities		0	(5,450)
Net Cash Flows from Investing Activities		(3,045)	(12,999)
Financing Activities			
Other cash items from financing activities		(194,726)	57,056
Net Cash Flows from Financing Activities		(194,726)	57,056
Net Cash Flows		(221,259)	134,786
Cash and Cash Equivalents			
Cash and cash equivalents at beginning of period		510,182	375,396
Net change in cash for period		(221,259)	134,786
Cash and cash equivalents at end of period		288,923	510,182

Notes

This statement is to be read in conjunction with the Notes to the Financial Statements and the accompanying Compilation Report.

Notes to the Financial Statements

Tasmanian Youth Orchestra Inc For the year ended 31 December 2023

1. Statement of Significant Policies

The directors' have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the needs of members.

The financial report has been prepared in accordance with the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

1.a Inventories

Inventories are measured at the lower of cost and net realisable value. Costs are assigned on a first-in, first-out basis and include direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenses.

1.b Property, Plant and Equipment

Property, plant and equipment are carried at cost, independent or directors' valuation. All assets are depreciated over their useful lives to the company.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

1.c Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

1.d Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

1.e Trade Receivables and Other Receivables

Trade receivables and other receivables, including distributions receivable, are recognised at the nominal transaction value without taking into account the time value of money. If required a provision for doubtful has been created.

Notes to the Financial Statements

Tasmanian Youth Orchestra Inc For the year ended 31 December 2023

1.f Trade Creditors and Other Payables

Trade creditors and other payables, including bank borrowings and distributions payable, are recognised at the nominal transaction value without taking into account the time value of money.

1.g Revenue and Other Income

Revenue is measured at the value of the consideration received or receivable.

Interest revenue is recognised when received. Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at reporting date and where outcome of the contract can be estimated reliably. Stage of completion is determined with reference to the services performed to date as a percentage of total anticipated services to be performed. Where the outcome cannot be estimated reliably, revenue is recognised only to the extent that related expenditure is recoverable. All revenue is stated net of the amount of goods and services tax (GST).

1.h Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

1.i Foreign Exchange

Exchange rates used to convert foreign currency into AUD are shown below. Rates are provided by XE.com unless otherwise stated.

31 Dec 2023: 0.898046 SGD (Singapore Dollar)

2. Receivables

	31-Dec-23	31-Dec-22
Current		
Loans	-	-
Less provision for impairment of receivables	-	-
Trade receivables	6,528	13,103
Total Current	6,528	13,103
Non Current		
Loans	-	-
Total Non Current	-	-
Total Receivables	6,528	13,103

Notes to the Financial Statements

Tasmanian Youth Orchestra Inc
For the year ended 31 December 2023

3. Fixed Assets

	31-Dec-23	31-Dec-22
Instruments	125,334	124,934
Less Accumulated Depreciation on Instruments	(99,458)	(94,410)
Plant & Equipment	17,774	15,129
Less Accumulated Depreciation on Plant & Equipment	(9,642)	(5,612)
Total Fixed Assets	34,008	40,042

4. Contingent Liabilities

At 31 December 2023 there were no contingent liabilities of the entity.

5. Events After Balance Date

There are no after balance date events.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF TASMANIAN YOUTH ORCHESTRA COUNCIL INC.

Opinion

We have audited the special purpose financial report of Tasmanian Youth Orchestra Council Inc. (the Association), which comprises the balance sheet as at 31 December 2023, the statement of profit and loss, statement of changes in equity, statement of cash flows, notes to the financial statements, including a summary of significant accounting policies, and the statement by the members of the Board.

In our opinion, except for the matter referred to in the Basis for Opinion paragraph below, the accompanying financial report of Tasmanian Youth Orchestra Council Inc. has been prepared in accordance with Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- a) giving a true and fair view of the registered entity's financial position as at 31 December 2023, and of its financial performance for the year ended on that date; and
- b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 the Australian Charities and Not-for-profits Commission Regulation 2013.

Basis for Opinion

As is common for organisations of this type, it is not practicable for the Tasmanian Youth Orchestra Council Inc. to maintain an effective system of internal control over fundraising and other activities until their initial entry into the accounting records. Accordingly, our audit in relation to fundraising and other activities was limited to the amounts recorded.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The general purpose financial report has been prepared for the purpose of fulfilling the responsible entities' financial reporting responsibilities under the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Responsibility of the Board for the Financial Report

The Board of Management of the registered entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and the needs of the members. The Board's responsibility also includes such internal control as the Board determines is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Board is responsible for assessing the registered entities ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Board either intends to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- Conclude on the appropriateness of the Board's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Michael Ian Derbyshire
Director

Hobart

15 March 2024

TASMANIAN

YOUTH

ORCHESTRAS

for the love of music
