

Orinoco Financial Statements

Fiscal Year 2004-2005

Note: These are unaudited statements representing our best attempt to account for Orinoco's finances in the 2004-2005 period.

Orinoco: The Oxfordshire Scrapstore
Registered Charity No: 1041798

Income Statement
for the Year ended June 30, 2005

	<u>Restricted</u> <u>Income</u>	<u>Unrestricted</u> <u>Income</u>	<u>Total</u>
Revenue			
Sales		3,003.71	3,003.71
Grants	2,500.00	3,000.00	5,500.00
Paint Collection		5,665.00	5,665.00
Garden Tools Collection		1,200.00	1,200.00
Membership Fees		660.00	660.00
Other		1,668.29	1,668.29
Total Revenue			17,697.00
Expenses			
Wages		9,093.78	
Selling, General and Administrative		1,916.07	
Rents and Rates		2,015.00	
Accounting Fees		1,527.50	
Membership Fees		84.17	
Miscellaneous Fees		192.37	
Insurance		1,690.34	
Other		1,212.42	
Total Expenses			17,731.65
Net Incoming Resources			-34.65

Orinoco - The Oxford Scrapstore
Balance Sheet for Fiscal Year ending June 30, 2005

Assets		Liabilities	
<u>Current Assets</u>		<u>Current Liabilities</u>	
Inventory	365.9	Creditors	0
Accounts Receivable	915	Accruals	0
Prepayments	440.19	Deferred Income	0
Business Account	2533.89	Contingent Liabilities	106.3
Savings Account	4433.72	Total	106.3
Petty Cash	100		
Total	8788.7	<u>Longterm Liabilities</u>	0
 <u>Fixed Assets</u>		 <u>Charity Equity</u>	
Office Equipment	407	Members capital	12989.9
Van	9400.5	General Purpose Funds	3000
		Restricted Funds	2500
Total	9807.5	Total	18489.9
 Total Assets	 18596.2	 Total Liabilities and Equity	 18596.2

Orinoco
Notes to the Financial Statement
FY 2006

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF OPERATIONS

Orinoco (the “Charity”) is engaged in selling scrap material and conducting art workshops for the community. The Charity’s major source of revenue is store sales of scrap material – the store is located in the Bullingdon Community Centre, Oxford.

FISCAL YEAR

The Charity’s fiscal year end is the last day of June. Each fiscal year comprises 52 weeks.

ACCOUNTS RECEIVABLE

(to be added)

INVENTORIES

Inventories are stated by taking 15% of the previous year’s sales.

PROPERTY, PLANT, AND EQUIPMENT

Property, plant, and equipment are stated at cost. Depreciation is computed by straight-line method over the shorter of estimated asset service lives or lease term as follows: equipment – 3 to 10 years. The exception is the Charity’s motor vehicle which is depreciated at a fixed geometric rate.

REVENUE RECOGNITION

- Revenue from store sales is recognized at time of sale. The Charity has recently engaged in online selling of its goods primarily through www.ebay.com – these sales will be reflected in our next financial statements.

- Grants and donations are recorded at time of pledge from respective organisation.

USE OF ESTIMATES

The preparation of financial statements in conformity with accounting principles, GAAP, requires the Charity to make estimates and assumptions that affect the accounts reported in the financial statements. Actual results could differ from these estimates.

2. Income Statement Tables

Table 2.1, Grant and Donation Revenue

Grant Name	Amt.	Grant For Use In	Money Spent on
Garfield Weston Council	3,000	unrestricted	
Lloyds TSB	1,000	PC or core functions	AGM
Cherwell District Council	1,000	Scrap access & training	Photocopies, hired artists to work with children
Mactaggart Third Fund	<u>500</u>	Scrapbook	Created online scrapbook
Total	5,500		

Table 2.2, Paint and Tools Collection Revenue

Orinoco maintains a one-year renewable contract with Oxford City Council to collect monthly payments for collection of paint and tools. Per month maximum payment for collection is £515 for paint and £100 for tools.

Weighbridge Bill Paint	6,280
Weighbridge Bill Tools	<u>1,200</u>
Total	7,480

Table 2.3, Store Sales

Scrap Sales	1,439.56
Paint Sales	448.55
Tool Sales	<u>573.1</u>
Total	2,461.21

Table 2.4, Other Income

Refunds	168.29	Refund from previous year telephone charges
HDR Transfer	1,500	
Total	1668.29	

Table 2.5, Selling, General, and Administrative Expenses

Bank Service Charge	15.00
Telephone	648.23
Vehicle expenses	513.03
Advertising	133.99
Repairs	348.78
Postage and Delivery	135.85
Office Supplies & Postage	102.75
Total	1,897.63

Table 2.6, Rents and Membership Fees

Rents and rates	2,015	per month rent at 333
Membership fees	84.17	OCVA membership

Table 2.7, Other Expenses

Other Expenses	
Gifts and Donations	8.77
Interest Expenses	62.14
Money Owed	970
Software	79.95
Travel and Ent	91.56
Total Other Expenses	1212.42

3. Balance Sheet Tables

Table 3.1, Inventory

Inventory	
500 bags of scrap @ 5 each	2500
tools	160
paint	864
photo copy machine	100
hole puncher and binder	15
scanner	5
books	15
Total	3659
10% of total	365.9
Sellable inventory at any time	365.9

We estimate that any point in time, 10% of our total scrap can be sold giving us our estimate for the value of our inventory. We were unable to sell our inventory effectively in FY05. However, we estimate structural changes to our organization and business plans will improve our inventory sales in the future.

Table 3.2, Accounts Receivable

Accounts Recievable Weighbridge

the following invoices have yet to be paid:

Nr. 118	tools	Nov-04	100
Nr. 127	tools	Mar-05	100
Nr. 130	tools	May-05	100
Nr. 131	tools	Jun-05	100
Nr. 132	paint	Jun-05	515
Total			915

Table 3.3, Prepayments

Van insurance is paid every year in February. Our prepayment for the following fiscal year is 440.19. One year insurance is 754.61.

Table 3.4, Office Equipment and Van

Value computed at estimated market value of equipment.

16 Shelves	108
2 working tables	10
round table	5
4 metal closets	35
metal cabinet	5
2 Office chairs	20
wooden chair	5
15 Cups and Glasses	5
Coffe table and tray	2
2 old monitors	10
old printer	10
2 Computers 133 Pentium	100
small wooden closet	3
wooden office desc	25
corb cabinet	5
5 big plastic boxes	5
40 card board bins	12
Office Supply	10
small zebra table	5
metal tool box	2
2 Heaters	20
Total	407

Value of van/motor vehicle computed at previous years value less 25% depreciation schedule:

Van	
FY04 Value	12534
FY05 Value	9400.5

Table 3.5, Contingent Liabilities

We estimate that we will receive 10% of the funding applications of the last fiscal year which are currently under evaluation by respective donors. 10% of that estimated total award will be used as bonus for interns for excellent work.

Those pending applications are:

Abbey National Trust	1260
Holly Hill Charitable Fund	4970
Mr.andMrs.JA Pye's Charitable Settlement	4400
Total	10630
10% estimated actual award to Orinoco	1063
10% of 1063 awarded to interns	106.3

Table 3.6, General Purpose and Restricted Funds

General Purpose Fund

Garfield Weston 3000

Restricted Funds

Lloyds 1000

Cherwell 1000

MacTaggart Third Fund 500

Total 5500