

TULSA SYMPHONY ORCHESTRA, INC.

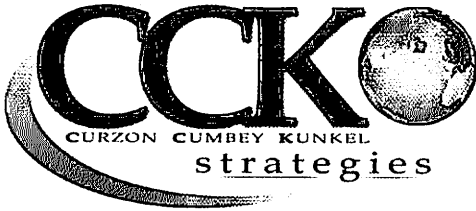
**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT**

**FOR THE YEAR ENDED
JUNE 30, 2010**

Tulsa Symphony Orchestra, Inc.

Table of Contents

	<u>Page</u>
INDEPENDENT AUDITORS' REPORT	1
FINANCIAL STATEMENTS	
Statement of Financial Position	2
Statement of Activities	3
Statement of Cash Flows	4
Notes to Financial Statements	5



INDEPENDENT AUDITORS' REPORT

The Board of Directors
Tulsa Symphony Orchestra, Inc.
Tulsa, Oklahoma

We have audited the accompanying statement of financial position of Tulsa Symphony Orchestra, Inc. as of June 30, 2010, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Symphony's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Tulsa Symphony Orchestra, Inc. as of June 30, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink that reads 'Curzon, Cumbeys & Kunkel, PLLC'.

Tulsa, Oklahoma
December 16, 2010

TULSA SYMPHONY ORCHESTRA, INC.
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2010

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$ 554,649
Total current assets	<u>554,649</u>

PROPERTY AND EQUIPMENT, net

Total assets	<u>\$ 671,990</u>
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LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable	\$ 3,576
Accrued expenses	
Payroll and related expenses	3,167
Deferred revenue	<u>178,304</u>
Total current liabilities	<u>185,047</u>

NET ASSETS

Unrestricted	381,037
Temporarily restricted	<u>105,906</u>
Total net assets	<u>486,943</u>
Total liabilities and net assets	<u>\$ 671,990</u>

TULSA SYMPHONY ORCHESTRA, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

	Unrestricted	Temporarily Restricted	Total
REVENUE AND SUPPORT			
Contributions	\$ 318,192	\$ -	\$ 318,192
Grants	488,504	-	488,504
Program revenue	305,616	-	305,616
Ballet service income	193,985	-	193,985
LOOK service income	21,888	-	21,888
TOC service income	23,026	-	23,026
Restricted funds	-	189,250	189,250
Education funding	69,584	-	69,584
Fundraising	85,047	-	85,047
Other income	26,599	-	26,599
Net assets released from restrictions	256,736	(256,736)	-
Total revenue and support	<u>1,789,177</u>	<u>(67,486)</u>	<u>1,721,691</u>
EXPENSES			
Program services			
Symphony program	561,347	-	561,347
Ballet program	223,304	-	223,304
LOOK program	21,533	-	21,533
TOC program	22,236	-	22,236
Total program services	<u>828,420</u>	<u>-</u>	<u>828,420</u>
Supporting services			
General and administrative	189,963	-	189,963
Depreciation	7,078	-	7,078
Payroll	317,068	-	317,068
Development	135,889	-	135,889
Advertising	60,645	-	60,645
Other operating	3,155	-	3,155
Total supporting services	<u>713,798</u>	<u>-</u>	<u>713,798</u>
Total program and supporting services	<u>1,542,218</u>	<u>-</u>	<u>1,542,218</u>
INCREASE (DECREASE) IN NET ASSETS	246,959	(67,486)	179,473
NET ASSETS AT BEGINNING OF YEAR	<u>134,078</u>	<u>173,392</u>	<u>307,470</u>
NET ASSETS AT END OF YEAR	<u>\$ 381,037</u>	<u>\$ 105,906</u>	<u>\$ 486,943</u>

TULSA SYMPHONY ORCHESTRA, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2010

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	\$ 179,473
Adjustments to reconcile increase in net assets to net cash provided by operating activities	
Depreciation	7,078
Changes in assets and liabilities	
Accounts receivable	33,777
Grants receivable	7,500
Accounts payable	(2,999)
Accrued expenses	(7,485)
Deferred revenue	113,115
	<u>330,459</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of equipment	<u>(95,397)</u>
NET CASH USED IN INVESTING ACTIVITIES	
	<u>(95,397)</u>
NET INCREASE IN CASH	235,062
CASH, BEGINNING OF YEAR	<u>319,587</u>
CASH, END OF YEAR	<u><u>\$ 554,649</u></u>

TULSA SYMPHONY ORCHESTRA, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Organization

Tulsa Symphony Orchestra, Inc. (the "Symphony") is a nonprofit organization which provides a full symphony orchestra to the citizens of Tulsa, Oklahoma and the surrounding region. The Symphony plays a vital, innovative and educational role in the development of the musical arts in the community. Tulsa Symphony Orchestra, Inc. was organized under the laws of the State of Oklahoma in 2005. Voluntary public and private contributions and fundraising efforts support its program.

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Financial statement presentation

The financial statements of the Symphony have been prepared on the accrual basis of accounting and accordingly, reflect all significant receivables, payables, and other liabilities.

The financial statements are presented in accordance with generally accepted accounting principles, which require the Symphony to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As of June 30, 2010, the Symphony did not have any permanently restricted net assets.

Cash and cash equivalents

The Symphony considers all unrestricted highly-liquid investments with an initial maturity of three months or less to be cash equivalents.

Donated materials and services

Donated services are reported as contributions when the services (a) create or enhance nonfinancial assets or (b) would be purchased if they had not been provided by contribution, require specialized skills and are provided by individuals possessing those skills. Donated equipment or materials, if significant, are included in public support at fair value. There were no donated materials or services for the year ended June 30, 2010.

TULSA SYMPHONY ORCHESTRA, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE A - ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Property and equipment

Property and equipment are stated at cost or at estimated fair value at the date of the gift. Depreciation is computed on the straight-line method over the estimated useful lives of the assets ranging from three to seven years.

Income tax status

The Symphony is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the Symphony qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as a public charity under Section 509(a)(2).

Advertising costs

The Organization expenses the cost of advertising as incurred. Advertising expense for the period ended June 30, 2010 was approximately \$60,645.

Concentration of credit risk

The Symphony's cash balances are maintained in various bank deposit accounts which, at times, may exceed federally insured limits. The Symphony has not experienced any losses in such accounts. The Symphony believes it is not exposed to any significant credit risk on cash and cash equivalents.

NOTE B - PROPERTY AND EQUIPMENT

A summary of property and equipment at June 30, 2010 is as follows:

Equipment	\$ 29,160
Musical instruments	34,455
Sheet music	60,000
Furniture and fixtures	<u>16,576</u>
Total cost	140,191
Accumulated depreciation	<u>(22,850)</u>
Net property and equipment	<u><u>\$ 117,341</u></u>

TULSA SYMPHONY ORCHESTRA, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010

NOTE C - DEFERRED REVENUE

Deferred revenue represents advance ticket sales to performances to take place in the fiscal year ending June 30, 2011.

NOTE D - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes at June 30, 2010:

Purpose restriction:	
Executive director position	\$ 69,454
Chamber series	20,000
Purchase of music library	13,000
Jacob Fred Jazz Odyssey	2,500
Percussion purchase	<u>952</u>
 Total temporarily restricted net assets	 <u><u>\$ 105,906</u></u>

NOTE E - SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through December 16, 2010, the date the financial statements were available to be issued.