

**PONCHO**  
**(Patrons of Northwest Civic, Cultural**  
**and Charitable Organizations)**  
**AND THE PONCHO FOUNDATION**

**Independent Auditor's Report and**  
**Consolidated Financial Statements**

**June 30, 2007 and 2006**

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Trustees  
PONCHO  
(Patrons of Northwest Civic, Cultural  
and Charitable Organizations)  
and The PONCHO Foundation

We have audited the accompanying consolidated balance sheet of Patrons of Northwest Civic, Cultural and Charitable Organizations (PONCHO) and The PONCHO Foundation as of June 30, 2007 and 2006, and the related consolidated statements of changes in unrestricted net assets, changes in net assets, and cash flows for the years then ended. These consolidated financial statements are the responsibility of PONCHO's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of PONCHO and The PONCHO Foundation as of June 30, 2007 and 2006 and changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.



Seattle, Washington  
October 15, 2007

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION  
CONSOLIDATED BALANCE SHEET  
JUNE 30, 2007 AND 2006**

<b>ASSETS</b>	<u>2007</u>	<u>2006</u>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 993,744	\$ 1,219,394
Auction receivables	75,354	19,513
Pledges receivable, current portion	47,975	-
Inventory	138,244	149,659
Prepaid expenses	20,118	4,112
Total current assets	<u>1,275,435</u>	<u>1,392,678</u>
PLEDGES RECEIVABLE, net of current portion	21,506	-
FIXED ASSETS, net of accumulated depreciation	<u>2,471</u>	<u>6,699</u>
	<u><u>\$ 1,299,412</u></u>	<u><u>\$ 1,399,377</u></u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 19,744	\$ 23,882
Beneficiary payable	<u>739,860</u>	<u>1,004,481</u>
Total current liabilities	<u>759,604</u>	<u>1,028,363</u>
<b>NET ASSETS</b>		
Unrestricted	270,056	215,978
Temporarily restricted	215,502	150,786
Permanently restricted	<u>54,250</u>	<u>4,250</u>
Total net assets	<u>539,808</u>	<u>371,014</u>
	<u><u>\$ 1,299,412</u></u>	<u><u>\$ 1,399,377</u></u>

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION**  
**CONSOLIDATED STATEMENT OF CHANGES IN UNRESTRICTED NET ASSETS**  
**YEARS ENDED JUNE 30, 2007 AND 2006**

	2007	2006
<b>CHANGES IN UNRESTRICTED NET ASSETS</b>		
Auction revenues and support		
Auction proceeds	\$ 1,431,968	\$ 1,499,289
Auction in-kind contributions	1,727,670	1,874,485
Admission tickets	384,310	476,270
Underwriting	216,185	256,239
Total auction revenues and support	3,760,133	4,106,283
Less value of auction items sold	1,817,293	1,960,795
Net auction revenues and support	1,942,840	2,145,488
 Auction expenses	 758,858	 774,828
Excess of auction revenues over expenses	1,183,982	1,370,660
 General operating expenses	 627,506	 587,136
Net income from operations	556,476	783,524
 Other revenue and support		
Contributed support	229,119	-
Miscellaneous	13,456	18,161
Interest income	29,347	21,020
	271,922	39,181
Excess of revenue over expenses	828,398	822,705
 Beneficiary allocations	 (1,120,490)	 (1,158,689)
 Releases from restriction	 346,170	 399,747
 Change in unrestricted net assets	 \$ 54,078	 \$ 63,763

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION  
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS  
YEARS ENDED JUNE 30, 2007 AND 2006**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Net assets, June 30, 2005	\$ 152,215	\$ 136,920	\$ 4,250	\$ 293,385
Revenue and support	2,184,669	413,613	-	2,598,282
Expenses	(2,520,653)	-	-	(2,520,653)
Releases from restriction	399,747	(399,747)	-	-
Change in net assets	63,763	13,866	-	77,629
Net assets, June 30, 2006	215,978	150,786	4,250	371,014
Revenue and support	2,214,762	410,886	50,000	2,675,648
Expenses	(2,506,854)	-	-	(2,506,854)
Releases from restriction	346,170	(346,170)	-	-
Change in net assets	54,078	64,716	50,000	168,794
Net assets, June 30, 2007	<u>\$ 270,056</u>	<u>\$ 215,502</u>	<u>\$ 54,250</u>	<u>\$ 539,808</u>

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**YEARS ENDED JUNE 30, 2007 AND 2006**

	2007	2006
<b>OPERATING ACTIVITIES</b>		
Change in net assets	\$ 168,794	\$ 77,629
Depreciation expense	3,614	11,951
Contributions for long term investments	(50,000)	-
Changes in assets and liabilities		
Auction receivables	(55,841)	27,074
Pledges receivable	(69,481)	-
Inventory	11,415	(12,880)
Prepaid expenses	(16,006)	8,901
Accounts payable and accrued liabilities	(4,138)	11,099
Beneficiary payable	(264,621)	233,981
	(276,264)	357,755
<b>INVESTING ACTIVITIES</b>		
Purchase of fixed assets	-	(1,412)
Loss on disposal of fixed assets	489	-
Proceeds from sale of fixed assets	125	-
	614	(1,412)
<b>FINANCING ACTIVITIES</b>		
Receipts of contributions for long term investments	50,000	-
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>	(225,650)	356,343
<b>CASH AND CASH EQUIVALENTS</b>		
Beginning of year	1,219,394	863,051
End of year	\$ 993,744	\$ 1,219,394
<b>SUPPLEMENTAL INFORMATION</b>		
Non-cash transactions		
Contributed stock	\$ 14,705	\$ -

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2007 AND 2006**

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**Note 1 - Organization and Operations**

Patrons of Northwest Civic, Cultural and Charitable Organizations (PONCHO) is dedicated to enriching the quality of life in the Pacific Northwest through increasing resources and community support for the arts. PONCHO conducts three annual auctions each year: the Gala Auction, the Invitational Fine Art Auction, and the International Wine Auction. Auction proceeds, revenue from admission tickets, and proceeds of fund-raising and miscellaneous activities are used to support arts organizations in Washington State.

In the year ended June 30, 1997, the PONCHO Arts for Kids Fund was established as a program to encourage and support arts education opportunities through partnerships with regional arts institutions, community organizations, and schools. The PONCHO Arts for Kids Fund provides grants to arts organizations to encourage and promote collaborations for integrating arts programs into the basic curriculum of the classroom.

In the year ended June 30, 1998, the PONCHO Arts Resource Fund was established as a program to assist Puget Sound region arts organizations to take advantage of unique opportunities, special initiatives, and to respond to crisis situations.

The PONCHO Foundation was incorporated October 23, 2001, as a subsidiary Section 170(c)(2) support organization for PONCHO. The PONCHO Foundation was established to receive funds to be invested in perpetuity.

**Note 2 - Summary of Significant Accounting Policies**

**Basis of Accounting** - The accompanying consolidated financial statements have been prepared on the accrual basis of accounting.

**Principles of Consolidation** - PONCHO and The PONCHO Foundation have some common board members and common management. Accordingly, the results of PONCHO and The PONCHO Foundation have been consolidated for the years ended June 30, 2007 and 2006. For the purposes of these consolidated financial statements, the term "PONCHO" is used to describe the consolidated results of PONCHO and The PONCHO Foundation. All significant intercompany transactions have been eliminated.

**Basis of Presentation** - The accompanying consolidated financial statements of PONCHO have been prepared in accordance with the American Institute of Certified Public Accountants' *Audit and Accounting Guide for Not-for-Profit Organizations*. Other significant accounting policies followed are described below.

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2007 AND 2006**

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**Note 2 - Summary of Significant Accounting Policies** (Continued)

**Net Assets** - Permanently restricted net assets include only the historical amount of contributions restricted by donors to be permanently retained. Permanently restricted net assets consist entirely of contributions received by The PONCHO Foundation.

Temporarily restricted net assets include contributions and auction proceeds, for which restrictions have not yet been met. Such restrictions may include purpose restrictions wherein donors have specified the purpose for which the net assets are to be spent or time restrictions imposed by donors or implied by the nature of the gift.

Unrestricted net assets represent the remainder of the net assets of PONCHO. The only limits on unrestricted net assets are broad limits resulting from the nature of PONCHO and purposes specified in its articles of incorporation or bylaws and limits resulting from contractual agreements.

**Use of Estimates** - The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Contributed Items** - PONCHO has a collection of donated wine recorded in inventory that they are storing for future use in the PONCHO International Wine Auction. The value of the wine recorded in inventory at June 30, 2007 and 2006 is estimated to be approximately \$138,000 and \$150,000.

Items contributed and designated for future events are not recorded as assets in PONCHO's consolidated financial statements, except as noted above. When the items are sold, the auction proceeds are recognized. The value of these contributed items on hand at June 30, 2007 and 2006 is not considered to be significant in relation to the consolidated financial statements.

**Cash and Cash Equivalents** - Cash and cash equivalents represents cash and short-term investments consisting of checking and money market accounts. PONCHO considers all short-term investments purchased with an original maturity of three months or less to be cash equivalents. At times, bank deposits may be in excess of federally insured limits.

**Pledges Receivable** - Unconditional promises to give (pledges) are recognized as revenues in the period received. Promises to give over periods in excess of one year are recorded net of discounts to reflect the time value of money. Amortization of discounts is included in contribution revenue.

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2007 AND 2006**

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**Note 2 - Summary of Significant Accounting Policies** (Continued)

**Auction Revenues and Receivables** - Auction revenues are recognized at the point of sale. Amounts included in auction receivables represent balances due from auction participants or underwriters. Historically, uncollectible balances have been insignificant. Based on the collection history, management has determined an allowance for uncollectible balances is not necessary. At June 30, 2007 and 2006, auction receivables from board members were \$30,628 and \$14,175.

**Contributions** - Unrestricted and restricted contributions are recorded as contributions and revenue when an unconditional promise to give has been made. Board members' contributions totaled \$695,922 and \$560,502 for the years ended June 30, 2007 and 2006.

PONCHO received a contribution of future royalties in a prior year. PONCHO records contributions as amounts are received due to the inability to estimate future cash flows accurately. Amounts included in the consolidated statement of changes in unrestricted net assets for the years ended June 30, 2007 and 2006 are \$11,512 and \$13,619.

**Beneficiary Allocations and Payable** - Beneficiary allocations represent pledges to give to not-for-profit organizations in the arts industry. Allocations are determined by the Board of Trustees and are recognized based upon board ratification.

**Fixed Assets** - Computer equipment and software, furniture, and leasehold improvements are recorded at cost on purchased items and at fair market value at the date of gift on donated items. Depreciation of computer equipment and software, furniture, and leasehold improvements is computed on a straight-line basis over the estimated useful lives of the respective assets, generally three years for computer equipment and software, seven years for furniture and over the lease term for leasehold improvements. Generally, PONCHO capitalizes fixed assets with costs exceeding \$1,000.

**Inventory** - Inventory, which consists principally of wine held for sale at the wine auction, is stated at the lower of cost or market using the specific identification method.

**Expense Allocation** - The costs of providing the various programs and other activities of PONCHO have been summarized on the functional basis in the consolidated statement of changes in unrestricted net assets. Accordingly, certain costs have been allocated among the various programs and supporting services. Fundraising expenses of \$35,958 are included in general operating expenses for the year ended June 30, 2007. There were no fundraising expenses for the year ended June 30, 2006.

**Reclassifications** - Certain reclassifications have been made to the 2006 amounts to conform to the 2007 presentation.

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2007 AND 2006**

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**Note 3 - Income Taxes**

Under the provisions of Section 501(c)(3) of the Internal Revenue Code, PONCHO is exempt from federal income taxes for activities related to their exempt purpose. Accordingly, no provision for federal income taxes is included in the accompanying consolidated financial statements.

**Note 4 - Pledges Receivable**

Pledges receivable consist of the following at June 30, 2007:

Less than one year	<u>\$ 47,975</u>
One year to five years	25,000
Less unamortized discount to present value	<u>(3,494)</u>
	<u>21,506</u>
	<u><u>\$ 69,481</u></u>

There were no pledges receivable at June 30, 2006. Pledges receivable of \$66,000 are due from board members at June 30, 2007. PONCHO uses a 4% discount rate to discount long-term pledges. No allowance was recorded at June 30, 2007 as management deemed pledges receivable to be fully collectible.

**Note 5 - Fixed Assets**

Fixed assets were comprised of the following at June 30:

	<u>2007</u>	<u>2006</u>
Furniture	\$ 39,643	\$ 40,635
Leasehold improvements	9,553	9,553
Computer equipment and software	<u>38,591</u>	<u>38,591</u>
	87,787	88,779
Less accumulated depreciation	<u>(85,316)</u>	<u>(82,080)</u>
	<u><u>\$ 2,471</u></u>	<u><u>\$ 6,699</u></u>

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**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2007 AND 2006**

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**Note 6 - Lease Obligation**

PONCHO's operations are conducted in leased office space under an operating lease, which expires in February 2009. In addition, PONCHO leases certain equipment under noncancelable operating leases expiring at various times through fiscal year ending 2012. Future minimum lease payments under noncancelable operating leases at June 30, 2007 approximate:

<u>Years Ending June 30,</u>	
2008	\$ 50,000
2009	35,000
2010	7,500
2011	7,000
2012	<u>7,000</u>
	<u><u>\$ 106,500</u></u>

Office rent expense was approximately \$39,000 for the fiscal years ended June 30, 2007 and 2006. Equipment rentals were approximately \$12,000 for the fiscal years ended June 30, 2007 and 2006.

**Note 7 - Benefit Plan**

PONCHO sponsors a SIMPLE IRA plan for all eligible employees. Employees are eligible based upon an annual compensation level of \$5,000 or more. PONCHO matches up to 3% of the employee's salary based upon the employee's contribution to the plan. The total amount matched by PONCHO was \$8,112 and \$8,279 for the years ended June 30, 2007 and 2006.

**Note 8 - Beneficiary Allocations**

To be eligible for PONCHO funding, an organization must be a Washington not-for-profit organization within the arts industry, and should have been in existence for a minimum of five years with an active board of directors and a minimum of one full-time paid staff member.

**PONCHO Operating Fund and PONCHO Arts for Kids Fund** - PONCHO's Allocation Committee reviews annual requests for funding made by various organizations. Based upon the needs of each organization, the Committee recommends the awarding of grants for the year. The Board of Trustees approves and awards the grants, at which time the committed funds are accrued as payable to the beneficiary organizations.

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2007 AND 2006**

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**Note 8 - Beneficiary Allocations** (Continued)

**PONCHO Procurement Partner Awards** - Procurement Partner Awards are made to beneficiary organizations who procure, or whose board members procure, items for PONCHO's auctions. Beneficiary organizations receive 50% of the proceeds realized at the auctions on those items. Procurement Partners Awards totaled approximately \$191,000 in 2007 and \$164,000 in 2006.

The grants awarded for the year ended June 30, 2007 are as follows:

	Operating Funds	PONCHO Arts for Kids Fund	Total
	<u>          </u>	<u>          </u>	<u>          </u>
Seattle Art Museum	\$ 65,150	\$ 20,500	\$ 85,650
Seattle Opera Association	62,650	20,500	83,150
Pacific Northwest Ballet	60,150	20,500	80,650
Seattle Repertory Theatre	60,150	20,500	80,650
Seattle Symphony Orchestra	60,150	20,500	80,650
Cornish College of the Arts	51,500	5,500	57,000
Seattle Children's Theatre	43,075	12,500	55,575
Seattle Center Foundation	50,000	5,000	55,000
ACT Theater (A Contemporary Theatre)	42,075	12,500	54,575
Intiman Theatre Company	40,075	12,500	52,575
Artist Allocations	34,665	-	34,665
Henry Art Gallery	22,025	8,500	30,525
Seattle Youth Symphony Orchestras	7,000	10,500	17,500
5 <sup>th</sup> Avenue Theater	-	10,000	10,000
Arts Corp.	-	10,000	10,000
Village Theatre	7,500	-	7,500
Pilchuck Glass School	1,500	5,500	7,000
Pratt Fine Arts Center	-	7,000	7,000
Tacoma Symphony Orchestra	-	6,000	6,000
Artist Trust - A Resource for Washington	5,000	-	5,000
ArtsWest	5,000	-	5,000
Bellevue Arts Museum	-	5,000	5,000
Betty Bowen Memorial Fund of the Seattle Art Museum	5,000	-	5,000
Centrum Foundation	-	5,000	5,000
Children's Museum	-	5,000	5,000
IFA Artist of the Year Award	5,000	-	5,000
Museum of Glass	-	5,000	5,000
Northwest Choirs	-	5,000	5,000
Seattle Chamber Music Society	5,000	-	5,000

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2007 AND 2006**

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**Note 8 - Beneficiary Allocations** (Continued)

	Operating Funds	PONCHO Arts for Kids Fund	Total
Seattle International Children's Festival	\$ 5,000	\$ -	\$ 5,000
Experience Music Project/Science Fiction Museum	4,000	-	4,000
Frye Art Museum	4,000	-	4,000
Northwest Puppet Center	4,000	-	4,000
On the Boards	4,000	-	4,000
Bellevue Philharmonic Orchestra	3,000	-	3,000
Book-It Repertory Theatre	3,000	-	3,000
Gage Academy of Art	-	3,000	3,000
Langston Hughes Cultural Arts Center	-	3,000	3,000
Early Music Guild	2,500	-	2,500
Flying House Productions	2,500	-	2,500
Northwest Girlchoir	-	2,500	2,500
Shoreline-Lake Forest Park Arts Council	-	2,500	2,500
Southeast Effective Development, Inc.	-	2,500	2,500
Seattle Shakespeare Company	2,000	-	2,000
Spectrum Dance Theater	2,000	-	2,000
Central District Forum for Arts & Ideas	1,000	-	1,000
Greater Tacoma Community Foundation	-	1,000	1,000
Jack Straw Productions	1,000	-	1,000
Museum of Northwest Art	-	1,000	1,000
Richard Hugo House	-	1,000	1,000
Seattle Arts & Lectures	-	1,000	1,000
Seattle International Film Festival	-	1,000	1,000
Seattle Repertory Jazz Orchestra	1,000	-	1,000
Taproot Theatre Company	-	1,000	1,000
Vashon Allied Arts	1,000	-	1,000
Wing-It Productions	-	1,000	1,000
11 <sup>th</sup> Avenue Ballet School Foundation	-	500	500
American String Project	500	-	500
Federal Way Symphony	500	-	500
Freehold Studio/Theatre Lab	-	500	500
The Hi-Liners	500	-	500
Music of Remembrance	500	-	500
Beneficiary allocations to organizations for the year ended June 30, 2007	674,665	254,500	929,165
Procurement Partner Awards	191,325	-	191,325
Total beneficiary allocations for the year ended June 30, 2007	\$ 865,990	\$ 254,500	\$ 1,120,490

**PONCHO (Patrons of Northwest Civic, Cultural and  
Charitable Organizations) AND THE PONCHO FOUNDATION**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**JUNE 30, 2007 AND 2006**

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**Note 8 - Beneficiary Allocations** (Continued)

The grants awarded for the year ended June 30, 2006 are as follows:

	Operating Funds	PONCHO Arts for Kids Fund	Total
Pacific Northwest Ballet	\$ 66,000	\$ 24,000	\$ 90,000
Seattle Art Museum	66,000	24,000	90,000
Seattle Opera Association	66,000	24,000	90,000
Seattle Repertory Theatre	66,000	24,000	90,000
Seattle Symphony Orchestra	66,000	24,000	90,000
Intiman Theatre Company	45,500	15,000	60,500
Seattle Children's Theatre	45,000	15,000	60,000
ACT Theater (A Contemporary Theatre)	40,000	15,000	55,000
Seattle Center Foundation	50,000	5,000	55,000
Cornish College of the Arts	50,000	-	50,000
Henry Art Gallery	22,000	10,000	32,000
Artist Allocations	25,958	-	25,958
Pilchuck Glass School	-	22,000	22,000
Seattle Youth Symphony Orchestras	5,000	13,000	18,000
5 <sup>th</sup> Avenue Theater	4,000	6,000	10,000
Arts Corp.	-	10,000	10,000
Village Theatre	10,000	-	10,000
Pratt Fine Arts Center	8,000	-	8,000
Empty Space Theatre	7,500	-	7,500
Museum of Glass	1,000	5,000	6,000
Tacoma Art Museum	1,000	5,000	6,000
Tacoma Symphony Orchestra	1,000	5,000	6,000
Artist Trust - A Resource for Washington	5,000	-	5,000
ArtsWest	5,000	-	5,000
Bellevue Arts Museum	-	5,000	5,000
Betty Bowen Memorial Fund of the Seattle Art Museum	5,000	-	5,000
Centrum Foundation	-	5,000	5,000
Children's Museum	-	5,000	5,000
IFA Artist of the Year Award	5,000	-	5,000
Northwest Choirs	-	5,000	5,000
Seattle Chamber Music Society	5,000	-	5,000
Seattle International Children's Festival	5,000	-	5,000
Northwest Puppet Center	4,000	-	4,000

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Charitable Organizations) AND THE PONCHO FOUNDATION  
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2007 AND 2006**

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**Note 8 - Beneficiary Allocations** (Continued)

	Operating Funds	PONCHO Arts for Kids Fund	Total
On the Boards	\$ 4,000	\$ -	\$ 4,000
Bellevue Philharmonic Orchestra	3,000	-	3,000
Book-It Repertory Theatre	3,000	-	3,000
Gage Academy of Art	-	3,000	3,000
Langston Hughes Cultural Arts Center	-	3,000	3,000
Early Music Guild	2,500	-	2,500
Flying House Productions	2,500	-	2,500
Northwest Girlchoir	-	2,500	2,500
Shoreline-Lake Forest Park Arts Council	-	2,500	2,500
Southeast Effective Development, Inc.	-	2,500	2,500
Seattle Shakespeare Company	2,000	-	2,000
Spectrum Dance Theater	2,000	-	2,000
Youth Theatre Northwest	-	2,000	2,000
Central District Forum for Arts & Ideas	1,000	-	1,000
Evergreen City Ballet, The	1,000	-	1,000
Greater Tacoma Community Foundation	-	1,000	1,000
Jack Straw Productions	1,000	-	1,000
Museum of Northwest Art	-	1,000	1,000
Richard Hugo House	-	1,000	1,000
Seattle Arts & Lectures	1,000	-	1,000
Seattle International Film Festival	-	1,000	1,000
Seattle Repertory Jazz Orchestra	1,000	-	1,000
Taproot Theatre Company	-	1,000	1,000
Wing-It Productions	-	1,000	1,000
11 <sup>th</sup> Avenue Ballet School Foundation	-	500	500
Espy Foundation	-	500	500
Federal Way Symphony	500	-	500
Freehold Studio/Theatre Lab	-	500	500
Kirkland Arts Center	-	500	500
Music of Remembrance	500	-	500
Seattle Public Theater	-	500	500
Beneficiary allocations to organizations for the year ended June 30, 2006	<u>704,958</u>	<u>290,000</u>	<u>994,958</u>
Procurement Partner Awards	<u>163,731</u>	<u>-</u>	<u>163,731</u>
Total beneficiary allocations for the year ended June 30, 2006	<u>\$ 868,689</u>	<u>\$ 290,000</u>	<u>\$ 1,158,689</u>