

**Strathnairn Arts Association  
Incorporated**

**Financial Report  
For the Year Ended 31 December 2022**



# Strathnairn Arts Association Incorporated

## Annual Report of the Board of Management

### For the Year Ended 31 December 2022

In accordance with section 73(1) of the Australian Capital Territory Associations Incorporation Act 1991 the board is required to state annually in its report to members the following information for the year ended 31 December 2022.

#### 1. GENERAL INFORMATION

a) The names of the Board of Management at the date of this report and at any time since beginning of the financial year were:

President	Trevor Heldt
Vice Chair	Joanne Searle
General Members	Shannon Wilson McClinton Craig Edwards

b) The principal activities of the Association during the year have been those of a community arts group.

#### 2. OPERATING RESULTS

The Net Surplus (loss) of the entity for the financial year amounted to (\$19,699) (2021 \$40,677)

#### 3. SIGNIFICANT CHANGES

No significant changes in the entity's state of affairs occurred during the financial year

#### 4. OTHER ITEMS

All grants received by the Association have been or will be expended in accordance with the purposes for which they were provided

This report is made in accordance with a resolution of the Board of Management and is signed for and on behalf of the Board by:

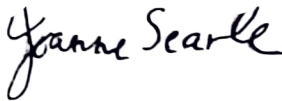
Board Member

TREVOR HELDT



Board Member

JOANNE SEARLE



Dated this  
2023

5 day of JUNE

Strathnairn Arts Association Incorporated

# Statement of Financial Position

As at 31 December 2022

	2022 \$	2021 \$
<b>ASSETS</b>		
<b>Current assets</b>		
Cash at Bank	136,395	177,530
Receivables	297	7,178
Inventory	-	-
Prepayments	825	788
<b>Total current assets</b>	<b>137,517</b>	<b>185,496</b>
<b>Non-current assets</b>		
Plant & Equipment	99,134	98,089
Less Provision for Depreciation	(83,781)	(75,874)
Plant & Equipment at valuation	30,177	30,177
Less Provision for Depreciation	(30,177)	(30,177)
Foundry Assets	12,282	8,237
Less Provision for Depreciation	(7,464)	(6,255)
<b>Total non-current assets</b>	<b>20,171</b>	<b>24,197</b>
<b>TOTAL ASSETS</b>	<b>157,688</b>	<b>209,693</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Trade and other payables	14,652	8,780
GST Payable	7,758	7,892
Key Deposits	500	1,760
Other Income in Advance	442	38,463
Provisions	3,304	2,096
<b>Total current liabilities</b>	<b>26,656</b>	<b>58,991</b>
<b>TOTAL LIABILITIES</b>	<b>26,656</b>	<b>58,991</b>
<b>NET ASSETS</b>	<b>131,033</b>	<b>150,702</b>
<b>EQUITY</b>		
General Funds - Start of Year	150,702	112,306
Net Surplus/(Deficit) for the Year	(19,669)	40,677
Historical Balance adjustment	-	(2,281)
<b>TOTAL EQUITY</b>	<b>131,033</b>	<b>150,702</b>

Strathnairn Arts Association Incorporated

# Statement of Comprehensive Income

For the year ended 31 December 2022

	Notes	2022 \$	2021 \$
<b>Income</b>			
Electricity Recovery		1,047	1,445
Foundry Incomes		30,144	-
Gas Recovery		1,170	928
Grants - artsACT		159,498	156,368
Grants - other		-	-
Café Sales		17,727	6,815
Kiln Hire		6,508	2,650
Caretaker Cottage Rent		18,200	18,200
Membership Subscriptions		9,409	7,310
Rent - Studios		38,239	30,814
Rent - Village Hall		14,609	13,664
Gallery Hire		12,164	5,764
Rent - Woolshed		2,127	2,055
Sales Commissions		30,321	26,492
Shop Sales		17,049	9,386
Fundraising		14,844	4,668
Workshops		5,191	11,990
Sponsorship		-	285
COVID Relief		-	8,000
Sundry income		1,433	2,180
<b>Total Income</b>		<b>379,681</b>	<b>309,014</b>
<b>Expenses</b>			
Administrative Costs		21,766	52,603
Advertising		6,360	2,816
Artist in Residence		8,747	806
Audit Fees		2,160	2,100
Bad Debts		56	-
Depreciation		9,116	9,116
Gas & Electricity		38,839	15,960
Water & Sewerage		4,601	5,275
Exhibition Costs		8,193	3,716
Foundry Expenses		32,297	7,383
Gallery Costs		13,483	9,441
Café Costs		950	3,343
Insurance		1,387	1,277
Property Maintenance		27,853	40,854
Staff Costs		218,810	109,547
Telephone & Internet		4,731	4,100
<b>Total Expenses</b>		<b>399,351</b>	<b>268,337</b>
<b>Operating Surplus (deficit)</b>		<b>(19,669)</b>	<b>40,677</b>

# Statement of Cash Flows

For the year ended 31 December 2022

	2022	2021
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers, grants, int etc	<b>379,681</b>	309,014
Payments to Suppliers and Employees	<b>(419,771)</b>	(246,777)
	<hr/>	<hr/>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES RECONCILED WITH BALANCE SHEET MOVEMENTS SHOWN IN NOTE 2</b>	<b>(40,090)</b>	62,237
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<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payment for Property, Plant & Equipment	<b>(1,045)</b>	-
<b>NET CASH USED IN ALL ACTIVITIES</b>	<b>(1,045)</b>	-
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<b>Increase/(Decrease) in Cash Held</b>	<b>(41,134)</b>	62,237
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<b>CASH HELD AT THE BEGINNING OF THE FINANCIAL YEAR</b>	<b>177,530</b>	115,293
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<b>CASH HELD AT THE END OF THE FINANCIAL YEAR</b>	<b>136,396</b>	177,530
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# **INDEPENDENT AUDIT REPORT TO THE MEMBERS OF STRATHNAIRN ARTS ASSOCIATION INCORPORATED FOR THE YEAR ENDED 31 DECEMBER 2022**

## **Scope**

I have audited the attached financial statements of Strathnairn Arts Association Incorporated

for the year ended 31 December 2022. The Board is responsible for the preparation and presentation of the financial statements and the information they contain. I have conducted an independent audit of these financial statements in order to express an opinion on them to the Members of the Association.

My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial statements are free of material misstatement. The procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with Australian Accounting Standards and Statutory requirements so as to present a view which is consistent with our understanding of the Association's position and the results of its operations.

The audit opinion has been formed on the above basis

## **Audit Opinion**

In my opinion:

- (a) the financial statements of the Association are properly drawn up:
  - (i) So as to give a true and fair view of matters required by subsection 72 (2) of the Associations Incorporation Act 1991 to be dealt with in the financial statements;
  - (ii) In accordance with the provisions of the Associations Incorporation Act 1991; and
  - (iii) In accordance with proper accounting standard, being Applicable Accounting Standards:\*
- (b) I have obtained all the information and explanations required
- (c) Proper accounting records have been kept by the Association as required by the Act; and
- (d) The audit was conducted in accordance with the rules of the Association



**Peter James Bayliss CA**

**Date 31/05/2023**

# Notes to the Financial Statements

For the year ended 31 December 2022

## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### (a) Basis of Presentation

The financial statements of the Association have been prepared on an accrual basis in accordance with the Australian Accounting Standards and the requirements of the Associations Incorporation Act 1991 (ACT) as amended.

The financial statements have been prepared in accordance with the historical cost convention and have not been adjusted to take into account changing money values or current valuations of non-current assets. The accounting policies have been consistently applied.

The following is a summary of the material accounting policies adopted by the association in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

### (b) Accounting of Grants Received

Grants received are accounted for by distinguishing between revenue based grants and capital based grants.

#### -Revenue Based Grants

These grants are credited to revenue in the period in which the revenue is received

#### -Capital Based Grants

These grants are generally made for the acquisition of fixed assets. The accounting treatment is to account for the amount of the grant in the year of receipt if expended in that year otherwise the grant is accounted for as an unexpended deferred credit in the balance sheet, a portion of which is transferred to revenue annually over the expected life of the assets.

### (c) Depreciation of Fixed Assets

Depreciation has been provided on fixed assets using a straight-line basis so as to write off their cost over the expected useful life. After the revaluation of assets in prior years the provision of depreciation built up in former years was written back and the new values of assets depreciated in 1994/95 over 6 years into the future. Leasehold Improvements are amortized over the period of the lease of 3 years.

### (d) Employee Entitlements

The amounts expected to be paid to employees for their pro-rata entitlements to long service and annual leave are accrued annually at current pay rates having regard to experience of employee's departures and period of service. No provision is made for accumulated sick leave.