

## **INDEPENDENT AUDIT REPORT**

To the Members,  
Denmark Arts Council Inc.

### ***Scope***

I have audited the attached Special Purpose Financial Report comprising Balance Sheet and Profit and Loss Statement of the Denmark Arts Council Inc. for the year ended 30<sup>th</sup> June 2015. I have conducted an independent audit of the financial report in order to express an opinion on it to the members of the Denmark Arts Council Inc. The Board of Governance has determined that the information contained therein and the accounting policies used are consistent with the financial reporting requirements of the Constitution of the Denmark Arts Council Inc. and are appropriate to meet the needs of members and various funding bodies.

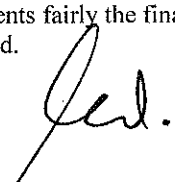
The Special Purpose Financial Report has been prepared for distribution to members for the purpose of fulfilling the Board of Governances' financial reporting requirements under the Constitution of the Denmark Arts Council Inc. I disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates, to any person other than the members, or for any purpose other than for which the report was prepared.

My audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement. The procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, 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 Special Purpose Financial Report is presented fairly in accordance with accrual basis of accounting so as to present a view of the Denmark Arts Council Inc. which is consistent with my understanding of its financial position and the results of its operations and cash flows. As the report is a special purpose report, Accounting Standards are not required to be adopted.

The audit opinion expressed in this report has been formed on the above basis.

### ***Audit Opinion***

In my opinion the attached Balance Sheet and Profit and Loss Statement of the Denmark Arts Council Inc. presents fairly the financial position as at 30<sup>th</sup> June 2015 and the results of its operations for the year then ended.



Gary Richard Schwab  
Certified Practising Accountant  
PO Box 600  
Denmark WA 6333

2<sup>nd</sup> September 2015

**DENMARK ARTS COUNCIL INC.**  
**FINANCIAL REPORT**  
**MANAGEMENT STATEMENT**  
**FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2015**

In the opinion of the Board of Governance;

1. The Financial Report for the year ended 30<sup>th</sup> June 2015 presents fairly the financial position of the Denmark Arts Council Inc at the 30<sup>th</sup> June 2015 and the income and expenditure for the period then ended.
2. The Denmark Arts Council Inc. will be able to meet its financial commitments as and when they fall due.

Signed.....*S. Knight*.....

Dated.....*29/9/15*.....

**DENMARK ARTS COUNCIL INC**

**SPECIAL PURPOSE FINANCIAL STATEMENT**

**FOR THE YEAR ENDED 30TH JUNE 2015**

**Denmark Arts**


PO Box 300  
Denmark  
6333

**Balance Sheet**

**As of June 2015**

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<b>Assets</b>	
Current Assets	
Cash On Hand	
Cheque Account	\$7,272.66
Business Telenet Saver	\$72,691.69
DFOV Income Account	\$9.11
Term Deposit	\$54,303.68
Public Fund	\$603.50
Petty Cash	\$123.80
Electronic Clearing Account	-\$1,788.66
Total Cash On Hand	<u>\$133,215.78</u>
Accounts Receivable	\$15,983.10
Total Current Assets	<u>\$149,198.88</u>
Other Assets	
Deposits Paid/Floats	\$645.00
Inventory	\$1,713.92
Contribution - Leased Premises	\$5,000.00
Total Other Assets	<u>\$7,358.92</u>
Property & Equipment	
Furniture & Fixtures	
Furniture & Fixtures at Cost	\$32,983.62
Furniture & Fixtures Accum Dep	-\$24,326.39
Total Furniture & Fixtures	<u>\$8,657.23</u>
Total Property & Equipment	<u>\$8,657.23</u>
Total Assets	<u>\$165,215.03</u>
<b>Liabilities</b>	
Current Liabilities	
Accounts Payable	\$7,734.86
Unexpended Grant	\$58,006.40
GST Liabilities	
GST Collected	\$13,745.75
GST Paid	-\$1,493.85
Total GST Liabilities	<u>\$12,251.90</u>
Payroll Liabilities	
Superannuation Payable	\$3,274.17
PAYG Withholding Payable	\$5,968.00
Total Payroll Liabilities	<u>\$9,242.17</u>
Parental Leave Funds	\$6,483.87
Accruals	\$10,419.49
Total Current Liabilities	<u>\$104,138.69</u>
Total Liabilities	<u>\$104,138.69</u>
Net Assets	<u>\$61,076.34</u>
<b>Equity</b>	
Retained Earnings	\$62,211.58
Current Year Surplus/Deficit	-\$1,135.24
Total Equity	<u>\$61,076.34</u>



## Denmark Arts


PO Box 300  
Denmark  
6333

### Profit & Loss Statement

July 2014 through June 2015

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Income	
Core Income	
Country Arts Annual Funding	\$43,296.00
Shire Denmark Annual Funding	\$43,300.00
Other Core Grants	\$1,000.00
General Income	
DA Membership	\$5,086.44
Merchandise	\$47.89
Venue and Equipment Hire	\$1,254.54
Donations	\$30.82
Public Fund Donations	\$583.50
Interest	\$2,921.88
Bar and Food Takings	\$603.09
Project Income	
Project Grants	
Shire of Denmark Grants	\$9,000.00
Lotterywest Grants	\$38,860.00
Healthway Sponsorship	\$25,000.00
Federal Government Grants	\$61,620.00
Project Income other grants	\$20,495.42
Project Donation & Sponsorship	
Market Gate donations	\$31,779.65
Project Donations	\$1,595.00
Corporate sponsorship	\$8,950.00
Project Earned Income	
Market Stalls	\$28,125.40
Market Power	\$1,445.47
Ticket Sales	\$64,133.20
Workshop Fees	\$5,395.47
Project Merchandise	\$154.54
Equipment Hire (projects)	\$177.26
Other Income	\$1,537.69
Total Income	<u>\$396,393.26</u>
Cost of Sales	
Project Management	
Project Manager	\$3,420.00
Project Co-ordinator	\$40,685.36
Project Admin Staff	\$1,155.00
Project Marketing	\$5,831.00
Project Consultant	\$872.73
Project Phone/Printing/Postage	\$377.26
Contribution Admin/Insurance	\$190.75
Elders Fees	\$400.00
Artists Fees	
Artist	\$47,661.09
Workshop Facilitator	\$13,220.00
Accommodation	\$7,163.39
Travel	\$8,154.82
Artist Per Diems	\$2,700.00
Production Costs	
Tech	\$31,730.02
Support Staff	\$7,517.50
Bar Manager	\$50.00
Venues	\$6,791.28
Equipment	\$4,778.33
Materials	\$5,520.98
Security/Cleaning	\$25.00
Marketing	
Advertising	\$9,256.38



**Denmark Arts**  
**Profit & Loss Statement**  
**July 2014 through June 2015**

Promotional Material Design	\$3,425.00
Promotional Material Printing	\$7,383.56
Signage/Banners	\$744.09
Other Marketing Cost	\$2,344.92
Catering	
Volunteer Servicing	\$791.58
Bar Supplies	\$603.09
Catering	\$1,515.06
Other Project Costs	
Fees and Permits	\$3,033.91
Documentation	\$3,687.28
Hospitality and Gifts	\$728.35
Freight	\$1,734.02
Total Cost of Sales	<u>\$223,491.75</u>
Gross Profit	<u>\$172,901.51</u>
Expenses	
Audit Fees	\$550.00
Advertising	\$984.29
Bank Fees	\$790.83
Computer Maintenance/Software	\$280.00
Conferences	\$3,540.96
Depreciation	\$1,469.14
Dues & Subscriptions	\$956.37
bar supplies	\$436.31
Equipment	\$1,098.02
Fees and Permits	\$231.40
Paid Parental Leave	\$967.50
Insurance	\$5,591.84
Legal & Accounting	\$1,650.00
Maintenance	\$591.36
Marketing	\$120.00
Meetings/Functions	\$354.09
Office Expenses	\$4,024.06
Payroll Expenses	
Superannuation - other	\$3,228.67
Wages & Salaries	\$125,133.33
Office contractors	\$2,443.00
Workers' Compensation	\$2,989.43
Superannuation - payroll	\$11,785.46
Professional Development	\$159.00
Total Payroll Expenses	<u>\$145,738.89</u>
Services	
Electricity	\$791.73
Water	\$221.30
Rubbish	\$1,081.92
Gas for Lodge	\$53.42
Telephone/Internet	\$2,211.05
Travel	\$107.09
Hospitality and Gifts	\$120.00
Library	\$75.18
Total Expenses	<u>\$174,036.75</u>
Operating Profit	<u>-\$1,135.24</u>
Other Income	
Other Expenses	
Net Surplus / (Deficit)	<u>-\$1,135.24</u>

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