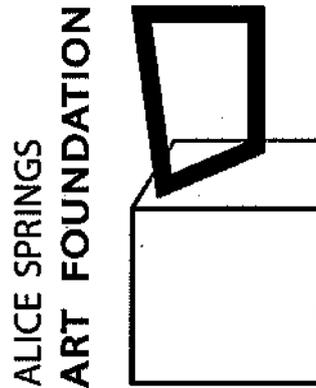


Alice Springs Art Foundation Inc.

ABN 84 305 527 952

NT IA 00159C



PH: 0438 779 568

PO BOX 1854 ALICE SPRINGS NT 0871
email: coordinator@aliceprize.com

web: aliceprize.com

SPECIAL PURPOSE FINANCIAL REPORT

for

the financial year ended

30 June 2019

----- // -----

INDEX

Contents	Page
Independent Audit Report	2
Statement by the Association Management Committee	4
Statement of Income and Expenditure	5
Balance Sheet	6
Notes to the Financial Statements	7

INDEPENDENT AUDIT REPORT TO

THE MEMBERS OF ALICE SPRINGS ART FOUNDATION INCORPORATED

Opinion

I have audited the accompanying financial report, being a special purpose financial report, of Alice Springs Art Foundation Incorporated ("the Association"), which comprises the balance sheet as at 30 June 2019, the income statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory notes, and the statement by the management committee, as set out on pages 4 to 7.

In my opinion, the accompanying financial report presents fairly, in all material respects, the Association's financial position as at 30 June 2019 and of its financial performance for the year then ended in accordance with the accounting policies described in note 1.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report. I am independent of the Association in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

I draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Association to meet the financial reporting requirements of the Associations Act. As a result, the financial report may not be suitable for another purpose. My report is intended solely for the Members and should not be distributed or used by parties other than the Members. My opinion is not modified in respect of this matter.

Responsibilities of the Association Management Committee for the Financial Report

The association management committee of the Association is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of Association Act and is appropriate to meet the needs of the Members. The association management committee's responsibility also includes such internal control as management determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the association management committee is responsible for assessing the ability of the Association to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance

INDEPENDENT AUDIT REPORT TO

THE MEMBERS OF ALICE SPRINGS ART FOUNDATION INCORPORATED

with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the association management committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the association management committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

EDry

E Dry (honorary auditor)
Chartered Accountant (Chartered Accountants Australia and New Zealand)

Alice Springs, 25/07/2019.

Alice Springs Art Foundation Inc p3

STATEMENT BY THE MANAGEMENT COMMITTEE

for the financial year to 30 June 2019

In our opinion –

- (a) the accompanying financial report as set out on pages 5 to 7, being a special purpose financial statement, is drawn up so as to present fairly the state of affairs of the Association as at 30 June 2019 and the results of the Association for the financial year ended on that date;
- (b) the accounts of the Association have been properly prepared and are in accordance with the books of account of the Association; and
- (c) there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

We confirm as follows:

- (a) The name of each committee member of the association during the relevant financial period were:

To 25/11/2018		From 25/11/2019	
Jason Quin	President	Ruth Elvin	President
Ruth Elvin	Secretary	Alice Debrenni	Secretary
Steve Anderson	Treasurer	Steve Anderson	Treasurer
Alice de Brenni	Vice President 1	Richard Tucker	Vice President 1
Richard Tucker	Vice President 2	Meredith Campbell	Vice President 2
Ruth Elvin		Tim Chatwin	Araluen Rep
June Noble		June Noble	
Meredith Campbell		Stephanie King	
June Noble	Public Officer	Jamie De Brenni	ASTC Rep
		June Noble	Public Officer

The principal activity of the association during the relevant financial period was the promotion of art.

Our main forum for the promotion of art is 'The Alice Prize', an exhibition and award held at Araluen Galleries in Alice Springs, every two years. It is open to artists from around Australia and provides access to artwork from around the Nation for exhibition in Central Australia. The majority of the Alice Prize finances fell within the previous financial year.

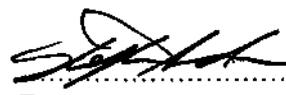
The Committee decided this financial year to transfer all our banking to the Bendigo Bank and close our ANZ accounts.

The Committee registered as a Cultural Organisation which gives us Deductable Gift Recipient status for donations to ASAF Inc Gift Fund

- (b) The net [*profit/loss*] of the Association was a loss during 2018/19 of \$414.52

Signed at Alice Springs

 23/7/19
President

 23/7/2019
Treasurer

Statement of Income & Expenditure

2018/19 Financial Year

<u>2015/16</u>	<u>2016/17</u>	<u>2017/18</u>	Income	<u>30/6/19</u>
425	300	300	Membership	125.00
18,120	0	22556	Alice Prize entry fee	0.00
19,836	0	2345	AP Sales Com.	6,217.60
2,000	2,000	2000	Grant - ASTC	2,000.00
0	0	0	Grant - CBF	2,924.00
0	0	165	Fundraising	0.00
25	25	500	Donations	2,525.35
	0		Miscellaneous	65.00
<u>18,647</u>	<u>15,513</u>	<u>15076</u>	Interest & Dividends	<u>12,742.54</u>
59,053	17,838	42942	Operating Income	26,599.49
			Provision for increase (decrease) value of marketable securities	2,447.00
11,168	-731	7301		
			Gain(loss) on disposal of marketable securities	0.00
<u>0</u>	<u>0</u>	<u>0</u>	Total Income	29,046.49
70,221	17,107	50243		
			Expenses	
			Alice Prize	
26,000	0	40000	Prize money	1,000.00
4,548	0	3010	Judging Costs	0.00
1,412	0	2698	Advertising/Market	1,410.00
2,233	0	2888	Catalogue	124.00
0	0	0	Hanging/Packing	0.00
0	0	0	Artist in Residency	0.00
13,688	0	0	Payment to artists	15,502.80
12,555	0	0	Araluen exp less in-kind	0.00
16,072	2,190	9650	Coordinator fees	3,100.00
1,575	0	1864	Catering	172.37
62	837	300	Other AP exp	0.00
			Annual	
2,812	3,011	3060	Office Rental	3,116.84
0	260	1170	Website	280.00
100	128	100	Publications/Subs	128.00
800	800	1600	Sponsorship	800.00
793	0	539	Insurance	561.00
158	57	137	Audit/AGM	0.00
1,923	425	473	Office exp	2,552.00
1,636	1,594	1128	Phone & Internet	649.00
0	0	43	Fundraising	0.00
0	0	0	Petty Cash	0.00
0	0	0	Misc.	65.00
<u>3,965</u>	<u>0</u>	<u>0</u>	CBF DVD Grant	<u>0.00</u>
90,332	9,302	68,660	Total Expenses	29,461.01
			Net Surplus/Deficit	-414.52
-20,111	7,805	-18,417		

The Alice Springs Art Foundation Inc.
ABN 84 305 527 952
PO Box 1854 Alice Springs NT 0871

Balance Sheet

2017/18	at	2018/19 Financial Year 30/6/19
Assets		
Current Assets		
22,676.61	ANZ Chq Acc 015-881 4099-00311	0.00
111,395.74	ANZ V2 Plus 015-941 9021-49154	0.00
0.00	Bendigo Op.633000-163683659	128,685.48
<u>0.00</u>	Bendigo Gift 633000-163683683	<u>2,525.35</u>
134,072.35	Total Current Assets	131,210.83
Non-Current Assets		
234,776.00	Marketable Securities	237,223.00
<u>0.00</u>	Other	<u>0.00</u>
<u>234,776.00</u>	Total Non-Current Assets	<u>237,223.00</u>
368,848.35	Total Assets	368,433.83
Liabilities		
0.00	Current Liabilities	0.00
<u>0.00</u>	Total Current Liabilities	<u>0.00</u>
0.00	Total Liabilities	0.00
<u>368,848.35</u>	Net assets	368,433.83
Members Funds		
387,262.08	Retained Earnings	368,848.35
<u>-18,413.73</u>	Current Year Surplus/Deficit	<u>-414.52</u>
368,848.35	Accumulated Funds	368,433.83

The accompanying notes form part of the financial report.
This report is to be read in conjunction with the attached audit report.

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 30 June 2019

1. SUMMARY OF ACCOUNTING POLICIES

The accounting policies adopted by the Association are stated in order to assist in a general understanding of the financial statements. These policies have been consistently applied except as otherwise indicated.

Reporting entity

The Association is not a reporting entity because in the committee's opinion there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy all of their information needs, and these accounts are therefore "special purpose accounts" that have been prepared solely to meet the requirements of the Constitution and the *Associations Act*.

Accounting policies

The financial report has been prepared under the historical cost conventions and does not take into account changing money values except to the extent that they are reflected in the revaluation of certain assets.

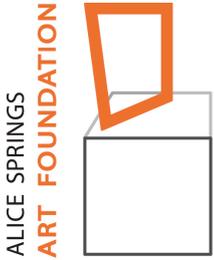
In order for the financial report to present fairly the state of affairs of the Association and the results of the Association for the year, Australian Accounting Standards have been adopted to the extent disclosed in this note.

Income tax

The Association is of the opinion that it is not subject to income tax.

2. LAND

The Association owns or leases no land. It operates from a leased office within the Araluen Cultural Precinct.



ALICE SPRINGS ART FOUNDATION

Annual General Meeting

Sunday 29 September 2019

2.00 pm

ASAF Office, Araluen Cultural Precinct, Alice Springs

MINUTES

1. Welcome

The meeting was opened at 2.10 pm by acting president Alice de Brenni who welcomed members including three new members. Each member introduced his- or herself to the meeting.

2. Present

Alice de Brenni (chair), Richard Tucker, Julie Taylor, Steve Anderson, Meredith Campbell, Jamie de Brenni, Stephanie King, Damien Ryan, Brendan Heenan, Geoff Sloan.

3. Apologies

Clare Tucker, June Noble, Jane Clark, Bruce Clifford.

4. Minutes of Previous AGM

It was moved by Stephanie King and seconded by Meredith Campbell that the minutes of the 2018 Annual General Meeting be accepted. **Carried.**

5. Business Arising From The minutes

There was no business arising from the minutes.

6. Acting President's Report

Presented by Alice de Brenni. (See separate report.)

Alice de Brenni moved, seconded by Richard Tucker that the report be accepted. **Carried.**

7. Treasurer's Report

The financial status was documented in the *Special Purpose Financial Report* for the year ended 30 June 2019, and was tabled by the treasurer, Steve Anderson. Mr Anderson discussed the report as follows.

The auditor's statement advised that all is in order.

Mr Anderson drew attention to the change of banking facilities from the ANZ to the Bendigo Bank. There are two sub-accounts: an operational account and a gift account. The latter will be used to receive donations now that the foundation has achieved tax-deductible gift status. June Noble has utilised this facility with a donation of \$2400 which was used to buy a new laptop computer. Telstra was the last company to make the change of direct actions with the account. Share dividends etc are all being paid directly into the operational account.

Going on the total assets as shown in the separate report there is enough money available to fund a few more Alice Prizes even without extra sources of income. The investment income levels dropped following the Global Financial Crisis in 2007. The value of shares increased by \$2240 over the fiscal year, and the foundation has not had to sell any shares for some time.

The income and expenditure in the separate report show the biennial cycle of income and expenditure. We are currently in an off-prize year; however some of the prize year expenses were paid in the 2018-2019 fiscal year. Office rental is one of the main ongoing expenses.

Monies have been welcomed from the Alice Springs Town Council which has provided a permanent budget line; and also from a grant from the Community Benefit Fund.

Questions

- Mr Heenan asked about the reasons for change of bankers. Mr Anderson advised that it was due the unsatisfactory level of service received and that some members had been on the local board of Bendigo Bank.

- Mr Heenan asked about the shares and the stockbroker. He was advised that the shares had been procured via one of the previous treasurers, and that the stockbroker was interstate. No purchases of shares have been made in recent years.

Steve Anderson moved and Jamie de Brenni seconded that the report be accepted. ***Carried.***

8. Election Of Office Bearers

All positions on the Board were declared vacant and Mrs de Brenni vacated the chair. Damien Ryan agreed to take the chair as Returning Officer.

The following nominations were received:

President

Alice de Brenni was nominated by Richard Tucker and seconded by Julie Taylor. Mrs de Brenni accepted the nomination. There were no other nominees and Mrs de Brenni was declared elected.

First Vice President

Richard Tucker was nominated by Meredith Campbell and seconded by Steve Anderson. Mr Tucker accepted the nomination. There were no other nominees and Mr Tucker was declared elected.

Second Vice President

Meredith Campbell was nominated by Alice de Brenni and seconded by Geoff Sloan. Ms Campbell accepted the nomination. There were no other nominees and Ms Campbell was declared elected.

Treasurer

Steve Anderson was nominated by Jamie de Brenni and seconded by Geoff Sloan. Mr Anderson accepted the nomination. There were no other nominees and Mr Anderson was declared elected.

Secretary

Stephanie King was nominated by Meredith Campbell and seconded by Brendan Heenan. Mrs King accepted the nomination. There were no other nominees and Mrs King was declared elected.

Board members

June Noble was nominated in absentia by Alice de Brenni and seconded by Jamie de Brenni.

Jamie de Brenni was nominated by Meredith Campbell and seconded by Steve Anderson.

Brendan Heenan was nominated by Jamie de Brenni and seconded by Steve Anderson.

Geoff Sloan was nominated by Stephanie King and seconded by Julie Taylor.

Bruce Clifford was nominated in absentia by Brendan Heenan and seconded by Jamie de Brenni.

Mrs Noble and Mr Clifford had advised that they were prepared to accept nomination to the Board.

There were no other nominees, and as all those nominated had accepted same they were declared elected.

Alice de Brenni resumed the chair.

9. APPOINTMENT OF PUBLIC OFFICER

June Noble had advised beforehand that she would accept appointment as Public Officer and was confirmed in the position by the meeting.

10. AUDITOR

Steve Anderson moved and Jamie de Brenni seconded that Deloitte Australia (Elna Dry) be appointed auditor. ***Carried.***

11. OTHER BUSINESS

There were no matters of business raised. Meredith Campbell personally welcomed the new members.

12. Meeting Close

The meeting closed at 2:45 pm.