



## Not-For-Profit – Association Report

Southern Highlands Artisans Collective (The SHAC) Inc.

ABN 76 338 667 916

For the year ended 30 June 2023

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# Committee's Report

Southern Highlands Artisans Collective (The SHAC) Inc.

For the year ended 30 June 2023

The SHAC is a not-for-profit organisation that brings together talented artists, artisans, and designers from across the Southern Highlands. Providing the community and visitors an opportunity to participate in dedicated events and purchase completed works in a professional gallery setting.

The SHAC creates and maintains a vibrant, healthy, sustainable, and inclusive Southern Highlands art hub.

Make decisions to improve the sustainability of the SHAC to ensure we create a healthy future for talented emerging and indigenous artists.

The type and frequency of dialogue with Wingecarribee Council, the State and Federal Government and garner their support to ensure the SHAC remains a viable destination of choice.

## **Operating Result**

The deficit for the financial year amounted to (\$62,634.02).

## **Going Concern**

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

The ability of the association to continue to operate as a going concern is dependent upon the ability of the association to generate sufficient cashflows from operations to meet its liabilities. The members of the association believe that the going concern assumption is appropriate.

Signed in accordance with a resolution of the Members of the Committee on:

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Jane Cush (President)

Date:    /    /

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Doug Spahn (Treasurer)

Date:    /    /

# Income & Expenditure Statement

Southern Highlands Artisans Collective (The SHAC) Inc.

For the year ended 30 June 2023

## Trading Income

Commission from Exhibitions	(6,077.19) *
Gallery Hire	17,869.95
Membership	4,525.00
Rental Income – Tenants	1,300.00
Interest Income	624.05
Sundry Income	316.43
<b>Total Trading Income</b>	<b>18,558.24</b>

## Gross Profit

**18,558.24**

## Operating Expenses

Advertising	250.00
Catering	3,295.90
Depreciation	12,451.67
Equipment Hire	150.00
Freight & Courier	671.11
Gallery Management	22,607.00
Gifts	148.00
General Expenses	752.01
Insurance	3,534.60
Internet & Website	3,502.05
Legal Expenses	1,375.00
Light, Power & Heating	1,784.18
Marketing & Digital	1,339.00
Membership – Robertson Chamber	50.00
Office Expenses	251.67
Payment Fees – Square/Stripe	1,320.28
Printing & Stationery	338.71
Removal Costs	4,395.23
Rent	18,875.21
Repairs & Maintenance	2,107.59
Storage Fees	1,290.00
Subscriptions	703.05
<b>Total Operating Expenses</b>	<b>81,192.26</b>

## Net Deficit

**(62,634.02)**

\*Note: Payment to Artist of \$21,000 was not accrued in the 2022 financial year due to timing differences and expense was taken up in the 2023 financial year.

# Balance Sheet

Southern Highlands Artisans Collective (The SHAC) Inc.  
For the year ended 30 June 2023

## Assets

### Bank

Business Account #200287530	39,729.80
Debit Card Account #200103547	1,161.89
<b>Total Bank</b>	<b>40,891.69</b>

### Current Assets

BDCU Shares	10.00
Petty Cash Float	206.00
<b>Total Current Assets</b>	<b>216.00</b>

### Fixed Assets

Other Assets – Branding Costs	14,931.49
Less: Accumulated Depreciation	(6,218.66)
Leasehold Improvements	7,632.83
Less: Accumulated Depreciation	(6,452.22)
Plant & Equipment	39,693.98
Less: Accumulated Depreciation	(28,415.20)
<b>Total Fixed Assets</b>	<b>21,172.22</b>

<b>Total Assets</b>	<b>62,279.91</b>
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## Liabilities

### Current Liabilities

Accounts Payable	2,722.50
Income in Advance – Gallery Hire	1,550.00
<b>Total Current Liabilities</b>	<b>4,272.50</b>

<b>Total Liabilities</b>	<b>4,272.50</b>
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## Net Assets

**58,007.41**

## Equity

Current Year Earnings	(62,634.02)
Retained Earnings	120,641.43

<b>Total Equity</b>	<b>58,007.41</b>
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# Notes to the Financial Statements

Southern Highlands Artisans Collective (The SHAC) Inc.

For the year ended 30 June 2023

## 1. Summary of Significant Accounting Policies

The financial statements are special purpose financial statements prepared in order to satisfy the financial reporting requirements of the Associations Incorporation Act NSW. The committee has determined that the association is not a reporting entity.

The financial statements have been prepared on an accrual basis and are based on historic costs and do not take into account changing money values or, except where stated specifically, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless stated otherwise, have been adopted in the preparation of these financial statements.

### Income Tax

This association is exempt from income tax.

### Impairment of Assets

At the end of each reporting period, the committee reviews the carrying amounts of its tangible assets to determine whether there is an indication that those assets have been impaired. If such indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the assets carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in the income/expenditure statement.

### Cash on Hand

Cash on hand includes cash on hand, deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

### Accounts Receivable and Other Debtors

Accounts receivable and other debtors includes amounts due from members as well as amounts receivable from donors. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

### Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the entity obtains control over the funds, which is generally at the time of receipt.

# Movements in Equity

Southern Highlands Artisans Collective (The SHAC) Inc.  
For the year ended 30 June 2023

<b>Equity</b>	<b>2023</b>	<b>2022</b>
Opening Balance	120,641.43	75,554.62
<b><u>Increases</u></b>		
Surplus/Deficit for the Period	(62,634.02)	45,086.81
<b>Total Equity</b>	<b>58,007.41</b>	<b>120,641.43</b>

# True and Fair Position

Southern Highlands Artisans Collective (The SHAC) Inc.  
For the year ended 30 June 2023

## **Annual Statements Give True and Fair View of Financial Position and Performance of the Association**

We, Jane Cush and Doug Spahn, being members of the committee of the Southern Highlands Artisans Collective (The SHAC) Inc, certify that:

The statements attached to this certificate give a true and fair view of the financial position and performance of the Southern Highlands Artisans Collective (The SHAC) Inc during and at the end of the financial year of the association ending on 30 June 2023.

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Jane Cush (President)

Date:    /    /

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Doug Spahn (Treasurer)

Date:    /    /