

Brown's Mart Community Arts Incorporated

Annual Financial Report

31 December 2006

Brown's Mart Community Arts Incorporated

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Brown's Mart Community Arts Incorporated

Statement of Financial Position
as at 31 December 2006

Current assets	Note	2006	2005
Cash	4	387.775	444.710
Accrued Interest	5	3.330	8.605
Prepayments	6	-	5.834
Receivables	7	31.208	24.569
Bar Stock		-	1.129
Deposits		-	-
Total current Assets		<u>422.313</u>	<u>484.847</u>
Non-current assets			
Property, plant and equipment	8	<u>41.267</u>	<u>37.635</u>
		<u>463.580</u>	<u>522.482</u>
Current liabilities			
Creditors and accruals	9	21.860	15.189
Unexpended grants	10	106.746	132.865
Provisions	11	<u>4.999</u>	<u>26.959</u>
Total Liabilities		<u>133.605</u>	<u>175.013</u>
Net Assets		<u>329.975</u>	<u>347.469</u>
Members' Equity			
Accumulated funds	13	211.470	217.640
Capital reserve	14	55.092	55.092
Equipment Reserve	15	26.700	26.700
Project Reserve	16	<u>36.713</u>	<u>48.037</u>
Total Equity		<u>329.975</u>	<u>347.469</u>

The statement of the financial position is to be read in conjunction with the notes to and forming part of the financial statements.

Brown's Mart Community Arts Incorporated

Movement in accumulated funds
for the year ended 31 December 2006

	Note	2006	2005
Accumulated funds at beginning of year		217.640	126.485
Surplus/Deficit on operations for the year	12	-16.985	88.532
Transfers to and from reserves			
Browns Mart Community Arts		6.611	2.318
Aboriginal Arts		4.204	-
Fringe Festival		-	-5.513
Capitalisation of previously expensed asset		-	5.818
Accumulated funds at end of year	13	<u>211.470</u>	<u>217.640</u>

The statement of Movement in accumulated funds is to be read in conjunction with the notes to and forming part of the financial statements.

Brown's Mart Community Arts Incorporated

**Brown's Mart Community Arts
Statement of Financial Performance
for the year ended 31 December 2006**

	Note	2006	2005
Income			
Australia Council for the Arts			
Operational	2(d)	12.351	17.418
Projects	2(d)	-	17.018
Darwin City Council			
Projects	2(g)	15.560	6.923
Department of the Chief Ministers Office - Ethnic Affairs			
Projects	2(e)	51	2.509
Administered grants	2(e)	882	401
Department of Health and Community Services	2(b)	1.383	1.283
Department of Sport & Recreation - Projects	2(i)	-	138.036
Australian Film Commission	2(h)	-	2.500
Groote Eylandt Aboriginal Trust - Projects	2(c)	-	-
Department of CDS & CA			
Operational	2(a)	150.000	150.000
Core Projects	2(a)	-	-
Project	2(a)	43.723	26.617
Administered	2(a)	4.000	10.470
Department of Local Government	2(l)	-	21.730
Department of Immigration and Ethnic Affairs	2(m)	2.114	65.570
Department of Business, Employment & Res Dev	2(n)	-	6.679
Bar Income		21.511	27.067
Brown's Mart Trustees Contract		48.200	45.000
Fees for services		16.187	47.719
Hire of equipment		659	1.623
Interest received		13.600	20.051
Membership subscriptions		355	1.146
Sundry		1.970	400
Office Income		1.468	9.703
Activities "special projects"			
Contributions in kind - projects		-	3.168
Box office		7.117	7.276
Fees for performance		4.623	-
Sponsorship and fundraising		5.155	14.467
Sundry		13	123
Total income		<u>350.922</u>	<u>644.897</u>

The statement of financial performance is to be read in conjunction with the notes to and forming part of the financial statements.

Brown's Mart Community Arts Incorporated

**Brown's Mart Community Arts
Statement of Financial Performance
for the year ended 31 December 2006**

	Note	2006	2005
Expenditure			
<i>General</i>			
Allowances		-	-
Audit and accountancy		4.900	2.550
Bank charges		940	979
Bar Expenditure		15.276	131
Computer main & internet		2.380	3.066
Contribution to Projects		500	-
Depreciation		11.220	9.478
Equipment repairs & services		2.358	581
Functions		1.161	503
Insurance		6.881	11.183
Loss on disposal of assets		-	-
Motor vehicle repairs		668	1.910
Office equipment - Purchase		5.432	3.550
Petrol oil lubrication (Opera)		1.304	1.163
Postage and freight		494	940
Printing and stationery		5.013	3.619
Production equipment		601	4.695
Production Materials		-	14
Publicity & Promotion		2.189	368
Salaries & Fees		199.644	96.947
Staff amenities		1.095	291
Staff training		985	3.482
Subscriptions		175	540
Sundry - In kind contribution		12.035	3.283
Superannuation		15.121	26.921
Telephone		8.557	7.260
Venue Costs		503	4.391
Work health		-265	-
		<hr/>	<hr/>
<i>Total General Expenditure</i>		299.167	187.845

The statement of financial performance is to be read in conjunction with the notes to and forming part of the financial statements.

Brown's Mart Community Arts Incorporated

**Brown's Mart Community Arts
Statement of Financial Performance
for the year ended 31 December 2006**

	Note	2006	2005
Expenditure (continued)			
<i>Projects and Administered Grants</i>			
Accommodation		616	2,926
Administration		5,908	12,203
Advertising and program printing		7,849	3,216
Allowances		773	2,250
Artists and other fees		36,492	119,158
Audit fees		-	500
Bar		1,530	23,550
Catering		1,171	7,555
Computer Main & Internet		-	1,110
Consultants		4,440	12,191
Costumes		17	820
Delegated grant		-	18,000
Documentation		460	159
Honoraria and volunteers		500	136
Insurance		29	3,395
Materials and production		3,869	20,442
Participation fees		-	978
Postage & Freight		1,349	673
Stationery, photocopy & faxes		1,107	1,938
Salaries		-11,699	105,717
Sundry/Prize Money		4,953	1,101
Superannuation		-1,589	8,269
Staff Training & Development		-	128
Travel		4,574	13,483
Telephone		635	2,327
Venue costs		3,424	20,539
<i>Total Projects and Administered Grants Expenditure</i>		<u>66,408</u>	<u>382,764</u>
Total Expenditure		<u>365,575</u>	<u>570,609</u>
Surplus/(Deficit) for the year	12	-14,653	74,288
Capitalisation of previously expensed asset		-	5,818
Accumulated surplus at beginning of the year		<u>157,268</u>	<u>74,844</u>
		142,615	154,950
Transfer to/(from) Reserves			
Scoping Indie P/A 2004	16	-	1,010
Cultural Café	16	-	-566
Arafura Contract	16	-	-6,818
Youth Choir	16	-1,622	835
Stringworld Mindirr Gallery	16	-	-593
Sculpture in the Park	16	-5,435	-1,051
Litchfield Arts Council	16	-	1,500
Palm City Poetry Cup	16	1	54
Palmerston Arts Council	16	-	1,775
Bamboo Lounge	16	1,145	1,205
Homelands Film Office	16	-	-187
MIPA	16	-	-1,510
Raw Comedy	16	-700	1,508
Chakacha	16	-	520
		<u>-6,611</u>	<u>-2,318</u>
Accumulated surplus at end of the year		<u>149,226</u>	<u>157,268</u>

The statement of financial performance is to be read in conjunction with the notes to and forming part of the financial statements.

Brown's Mart Community Arts Incorporated

**Fringe Festival
Statement of Financial Performance
for the year ended 31 December 2006**

	Note	2006	2005
Income			
Administration		682	45
Department of CDS & CA	2(n)	31.968	31.000
Darwin City Council	2(o)	1.000	6.000
Chief Minister	2(a)	-	1.341
Australian Film Commission	2(r)	8.000	7.656
Bar Income		10.006	9.757
Box office - Fringe Events		22.078	12.485
- Workshop Fees		-	2.434
Fundraising		-	304
Participation fees		314	2.060
Sponsorship - Cash		4.091	6.750
Sponsorship - In Kind		-	17.866
Sundry		-	26
Total Income		<u>78.139</u>	<u>97.724</u>
Expenditure			
Administration		422	2.234
Audit & Accounting		-	900
Bar		6.453	5.018
Bar - Food		1.407	187
Depreciation		100	111
Performance Fees		6.062	6.341
Prize		-	10.150
Production		12.788	15.457
Publicity & Promotion		4.580	11.973
Salaries and Fees		44.240	22.165
Sundries		766	5.129
Superannuation		1.364	1.401
Workers Compensation & Insurance		1.650	1.952
Total Expenditure		<u>79.832</u>	<u>83.018</u>
Surplus/(Deficit) for the year	12	-1.693	14.706
Transfer from Brown's Mart		-	-
Total Surplus/(Deficit) for the year		-1.693	14.706
Capitalisation of previously expensed asset		-	-
Accumulated surplus/(deficit) at beginning of the year		5.279	-3.914
		3.586	10.792
Transfer to/(from) Reserves			
First Full 2003/04	16	-	5.513
Off with their heads	16	-	-
		-	5.513
Accumulated surplus/(deficit) at end of the year		<u>3.586</u>	<u>5.279</u>

The statement of financial performance is to be read in conjunction with the notes to and forming part of the financial statements.

Brown's Mart Community Arts Incorporated

**Aboriginal Arts
Statement of Financial Performance
for the year ended 31 December 2006**

	Note	2006	2005
Income			
Department of CDS & CA			
Projects	2(u)	-14	-
Operational	2(u)	-	4.667
Box Office		-	525
Interest received		1.496	1.874
Other project Income		-	-
Total Income		<u>1.482</u>	<u>7.066</u>
Expenditure			
Advertising		-	224
Audit / Accounting		-	900
Bank fees		3	-
Depreciation		351	462
Sundry		129	-13
Insurance		516	1.193
Project costs		-	2.160
Project fees		-	1.000
Office equipment and stationery		-14	-
Salaries		-	1.470
Superannuation		-	132
Travel		1.136	-
Total expenditure		<u>2.121</u>	<u>7.528</u>
Surplus/(deficit) for the year	12	-639	-462
Accumulated Surplus at beginning of the year		<u>55.093</u>	<u>55.555</u>
		54.454	55.093
Less Transfer to Project Reserves			
Nguiu/ptiwi	16	-	-
Figiam 2003/04	16	<u>-4.204</u>	-
		<u>-4.204</u>	-
Accumulated Surplus at the end of the year	13	<u>58.658</u>	<u>55.093</u>

The statement of financial performance is to be read in conjunction with the notes to and forming part of the financial statements.

Notes to and forming part of the financial statements
For the year ended 31 December 2006

1. Statement of significant accounting policies

The significant accounting policies, which have been adopted in the preparation of these financial statements, are:

Basis of Preparation

In the opinion of the Executive Committee, the Association is not a reporting entity. The financial statements of the Association have been drawn up as a special purpose financial report for distribution to the members and for the purpose of fulfilling the requirements of the Associations Act.

The financial statements have been prepared on the accrual basis of accounting as defined in the AAS 6 Accounting Policies – Determination, Application and Disclosure, using the historical cost convention and a going concern assumption. They do not take into account changing money values or, except where stated, current valuations of non-current assets. Except where noted, the accounting policies have been consistently applied.

The financial Statements have been prepared in accordance with the requirements of the Associations Act and all Australian Accounting Standards that have a material effect with the following exceptions:

- ASS 1 Statement of Financial Performance
- ASS 3 Income Taxes
- ASS 15 Revenue
- AAS 22 Related Party Disclosure;
- AAS 24 Consolidated Financial Statements;
- ASS 28 Statement of Cash Flows;
- AAS 30 Accounting for Employee Entitlements; and
- AAS 33 Presentation and Disclosure of Financial Instruments.
- AAS 36 Statement of Financial Position
- AAS 37 Financial Report Presentation and Disclosure

Taxation

The financial statements do not contain a provision for income tax as the Association is an exempt body under the provisions of the Income Tax Assessment Act.

Depreciation

Depreciation is provided on all plant and equipment so as to write off the assets progressively over their estimated economic life. The diminishing value method of depreciation is used.

Notes to and forming part of the financial statements
For the year ended 31 December 2005

1. Statement of significant accounting policies (Continued)

Going Concern

The financial statements of the Association have been prepared on the basis that the Association is a going concern and will continue to operate. The Association relies on grants provided by government bodies, and the financial statements are prepared on a going concern basis on the understanding that such grants will continue.

Grants Received

Monies received by way of grants from sponsoring bodies are brought to account in the statement of financial performance in the period in which the grant is received. To the extent that it relates to a subsequent period or is unexpended, it is carried forward as "unexpended grants" (see Note 10)/

Employee entitlements

Provision is made for annual leave, sick leave and long service leave estimated to be payable to employees on the basis of statutory and contractual requirements. The provision for Sick Leave is also based on estimated usage of the provision with reference to historical information. Vested entitlements are classified as current liabilities. The contributions made to superannuation funds by the association are expensed.

Brown's Mart Community Arts Incorporated

Notes to and forming part of the financial statements
for the year ended 31 December 2006

	Note	2006 \$	2005 \$
2. Grant income			
Brown's Mart Community Arts			
2(a) Department of CDS & CA			
<i>Operational</i>			
Unexpended grants at beginning of year		-	-
Grants received during the year		150.000	150.000
Unexpended grants at end of year		<u>-</u>	<u>-</u>
		<u>150.000</u>	<u>150.000</u>
<i>Projects - Core</i>			
Unexpended grants at beginning of year		-	-
Grants received during the year		-	-
Unexpended grants at end of year		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>
<i>Projects</i>			
	3(a)		
Unexpended grants at beginning of year		38.248	16.441
Grants received during the year		24.009	48.424
Transfer from accumulated funds -prior years		-	-
Grant Returned to funding body		-	-
Unexpended grants at end of year	10	<u>-18.534</u>	<u>-38.248</u>
		<u>43.723</u>	<u>26.617</u>
<i>Administered</i>			
	3(a)		
Unexpended grants at beginning of year		14.833	13.803
Grants received during the year		-	11.500
Grant Returned to funding body		-	-
Unexpended grants at end of year	10	<u>-10.833</u>	<u>-14.833</u>
		<u>4.000</u>	<u>10.470</u>
2(b) Department of Health & Community Services			
<i>Administered</i>			
	3(h)		
Unexpended grants at beginning of year		1.383	2.666
Grants received during the year		-	-
Unexpended grants at end of year		<u>-</u>	<u>-1.383</u>
		<u>1.383</u>	<u>1.283</u>
2(c) Groote Evlandt Aboriginal Trust			
<i>Projects</i>			
Unexpended grants at beginning of year		-	-
Grants received during the year		-	-
Unexpended grants at end of year		<u>-</u>	<u>-</u>
		<u>-</u>	<u>-</u>

Brown's Mart Community Arts Incorporated

Notes to and forming part of the financial statements
for the year ended 31 December 2006

	Note	2006 \$	2005 \$
2. Grant income (continued)			
2(d) Australia Council			
<i>Operational</i>	3(b)		
Unexpended grants at beginning of year		53.050	15.518
Grants received during the year		8.500	54.950
Unexpended grants at end of year	10	-49.199	-53.050
Grant returned to funding body		<u> </u>	<u> </u>
		<u>12.351</u>	<u>17.418</u>
<i>Projects</i>	3(b)		
Unexpended grants at beginning of year		-	-
Grants received during the year		-	17.018
Unexpended grants at end of year		<u> </u>	<u> </u>
		<u>-</u>	<u>17.018</u>
2(e) Department of Chief Minister - Ethnic Affairs			
<i>Administered</i>	3(c)		
Unexpended grants at beginning of year		933	1.334
Grants received during the year		7.000	-
Unexpended grants at end of year	10	-7.051	-933
		<u> </u>	<u> </u>
		<u>882</u>	<u>401</u>
<i>Projects</i>	3(c)		
Unexpended grants at beginning of year		51	978
Grants received during the year		-	1.582
Unexpended grants at end of year	10	<u> </u>	<u> </u>
		<u>51</u>	<u>2.509</u>
2(f) Darwin City Council			
<i>Projects</i>	3(d)&(e)		
Unexpended grants at beginning of year		6.183	4.106
Grants received during the year		15.000	9.000
Unexpended grants at end of year	10	-5.623	-6.183
		<u> </u>	<u> </u>
		<u>15.560</u>	<u>6.923</u>
2(g) Australian Film Commission			
<i>Administered</i>	3(l)		
Unexpended grants at beginning of year		-	-
Grants received during the year		-	2.500
Unexpended grants at end of year		<u> </u>	<u> </u>
		<u>-</u>	<u>2.500</u>
2(h) Department of Sport & Recreation			
<i>Project</i>	3(i)		
Unexpended grants at beginning of year		-	59.286
Grants received during the year		-	78.750
Unexpended grants at end of year		<u> </u>	<u> </u>
		<u>-</u>	<u>138.036</u>

Brown's Mart Community Arts Incorporated

Notes to and forming part of the financial statements
for the year ended 31 December 2006

	Note	2006 \$	2005 \$
2. Grant income (continued)			
2(i) Litchfield Arts Council			
<i>Administered</i>			
Unexpended grants at beginning of year		-	1,500
Grants received during the year		-	-
Unexpended grants at end of year	10	<u>-</u>	<u>-</u>
		<u>-</u>	<u>1,500</u>
2(i) Palmerston Arts Council			
<i>Administered</i>			
Unexpended grants at beginning of year		-	1,775
Grants received during the year		-	-
Unexpended grants at end of year	10	<u>-</u>	<u>-</u>
		<u>-</u>	<u>1,775</u>
2(k) Department of Local Government			
<i>Projects</i>			
Unexpended grants at beginning of year	3(o)	-	-
Grants received during the year		-	24,290
Unexpended grants at end of year		-	-
Grants returned to fund body		<u>-</u>	<u>-2,560</u>
		<u>-</u>	<u>21,730</u>
2(l) Department of Immigration and Multiculture Affairs			
<i>Project</i>			
Unexpended grants at beginning of year	3(m)	4,430	-
Grants received during the year		-	70,000
Unexpended grants at end of year	10	-2,316	-4,430
Grant returned to fund body		<u>-</u>	<u>-</u>
		<u>2,114</u>	<u>65,570</u>
2(m) Department of Business, Employment and Resource Dev			
<i>Project</i>			
Unexpended grants at beginning of year	3(n)	-	-
Grants received during the year		-	6,679
Unexpended grants at end of year		<u>-</u>	<u>-</u>
		<u>-</u>	<u>6,679</u>

Brown's Mart Community Arts Incorporated

Notes to and forming part of the financial statements
for the year ended 31 December 2006

	Note	2006	2005
		\$	\$
2. Grant income (continued)			
Fringe Festival			
2(n) Department of CDS & CA Administration	3(i)		
Unexpended grants at beginning of year		-	-
Grants received during the year		35.000	31.000
Unexpended grants at end of year		<u>-3.032</u>	<u>-</u>
		<u>31.968</u>	<u>31.000</u>
2(o) Darwin City Council	3(e)		
Unexpended grants at beginning of year		-	-
Grants received during the year		2.000	6.000
Unexpended grants at end of year		<u>-1.000</u>	<u>-</u>
		<u>1.000</u>	<u>6.000</u>
2(a) Chief Minister	3(k)		
Unexpended grants at beginning of year		3.559	-
Transfer from reserves		1.790	-
Grants received during the year		-	4.900
Unexpended grants at end of year		<u>-5.349</u>	<u>-3.559</u>
		<u>-</u>	<u>1.341</u>
2(r) Australian Film Commission	3(l)		
Unexpended grants at beginning of year		6.400	6.056
Grants received during the year		1.600	8.000
Unexpended grants at end of year	10	<u>8.000</u>	<u>-6.400</u>
			<u>7.656</u>
Aboriginal Arts			
2(s) Department of CDS & CA			
<i>Operational</i>			
Unexpended grants at beginning of year		-	4.667
Grants received during the year		-	-
Unexpended grants at end of year	10	<u>-</u>	<u>-</u>
		<u>-</u>	<u>4.667</u>
<i>Projects</i>			
Unexpended grants at beginning of year	3(g)	3.795	3.795
Grants received during the year		-	-
Grants returned during the year		-	-
Unexpended grants at end of year	10	<u>-3.809</u>	<u>-3.795</u>
		<u>-14</u>	<u>-</u>

Brown's Mart Community Arts Incorporated

Notes to and forming part of the financial statements
for the year ended 31 December 2006

	Note	2006 \$	2005 \$
4 Cash			
<i>Cash on hand</i>			
Brown's Mart Community Arts		1.857	1.653
<i>Cash at bank on call</i>			
Aboriginal Arts		-	93
Brown's Mart Community Arts		9.759	36.672
Fringe Festival		<u>-</u>	<u>5</u>
		<u>9.759</u>	<u>36.770</u>
<i>Term deposits</i>			
Aboriginal Arts		34.378	31.836
Brown's Mart Community Arts		341.781	374.451
		<u>376.159</u>	<u>406.287</u>
Total Cash		<u>387.775</u>	<u>444.710</u>
5 Accrued interest			
Aboriginal Arts		397	897
Brown's Mart Community Arts		2.933	7.708
		<u>3.330</u>	<u>8.605</u>
6 Prepayments			
Brown's Mart Community Arts		-	3.861
Aboriginal Arts		-	516
Fringe Festival		<u>-</u>	<u>1.457</u>
		<u>-</u>	<u>5.834</u>
7 Accounts Receivable			
Receivables		<u>31.208</u>	<u>24.569</u>
		<u>31.208</u>	<u>24.569</u>
8 Property, plant and equipment			
Aboriginal Arts			
Plant and equipment at cost		4.298	4.298
Accumulated depreciation		<u>-3.098</u>	<u>-2.746</u>
		<u>1.200</u>	<u>1.552</u>
Fringe Festival			
Plant and equipment at cost		1.527	1.527
Accumulated depreciation		<u>-625</u>	<u>-525</u>
		<u>902</u>	<u>1.002</u>
Brown's Mart Community Arts			
Plant and equipment at cost		77.705	62.401
Accumulated depreciation		<u>-47.006</u>	<u>-38.244</u>
		<u>30.699</u>	<u>24.157</u>
Motor vehicles at cost		20.614	20.614
Accumulated depreciation		<u>-12.148</u>	<u>-9.690</u>
		<u>8.466</u>	<u>10.924</u>
Total property, plant & equipment		<u>41.267</u>	<u>37.635</u>

Brown's Mart Community Arts Incorporated

Notes to and forming part of the financial statements
for the year ended 31 December 2006

	Note	2006	2005
		\$	\$
9 Creditors and accruals			
Pavables		<u>21,860</u>	<u>15,189</u>
		<u>21,860</u>	<u>15,189</u>
10 Unexpended grants			
Brown's Mart Community Arts			
Projects			
Department of CDS & CA	2(a)	18,534	38,248
Department of Chief Minister - Ethnic Affairs	2(e)		51
Department of Sports & Recreation	2(h)	-	-
Department of Immigration and Ethnic Affairs	2(l)	2,316	4,430
Darwin City Council	2(f)	<u>5,623</u>	<u>6,183</u>
		<u>26,473</u>	<u>48,912</u>
 Administered grants			
<i>Department of CDS & CA:</i>			
String 2004		1,293	1,293
Tracy Development		-	4,000
Scoping Indigenous Arts		9,091	9,091
Emma Tantengco		449	449
Katherine Muster		<u>-</u>	<u>-</u>
	2(a)	10,833	14,833
Department of Health & Community Services	2(b)	-	1,383
Australia Council for the Arts	2(d)	49,199	53,050
Department of Chief Minister - Ethnic Affairs	2(e)	<u>7,051</u>	<u>933</u>
		<u>56,250</u>	<u>55,366</u>
		<u>93,556</u>	<u>119,111</u>
 Fringe Festival			
Department of Chief Minister - Ethnic Affairs	2(a)	5,349	3,559
Darwin City Council	2(o)	1,000	-
Department of CDS & CA	2(n)	3,032	-
Australian Film Commission	2(r)	<u>-</u>	<u>6,400</u>
		<u>9,381</u>	<u>9,959</u>
 Aboriginal Arts			
Department of CDS & CA	2(s)	<u>3,809</u>	<u>3,795</u>
		<u>3,809</u>	<u>3,795</u>
Total unexpended grants		<u>106,746</u>	<u>132,865</u>

Brown's Mart Community Arts Incorporated

Notes to and forming part of the financial statements
for the year ended 31 December 2006

	Note	2006 \$	2005 \$
11 Provisions			
<i>Provisions for annual leave</i>			
Aboriginal Arts		-	-
Brown's Mart Community Arts		<u>3.551</u>	<u>5.960</u>
		<u>3.551</u>	<u>5.960</u>
 <i>Provision for long service leave</i>			
Aboriginal Arts		-	-
Brown's Mart Community Arts		<u>-</u>	<u>7.400</u>
		<u>-</u>	<u>7.400</u>
 <i>Provision for sick leave</i>			
Brown's Mart Community Arts		<u>1.448</u>	<u>13.599</u>
Total provisions		<u>4.999</u>	<u>26.959</u>
12 Surplus/(deficit) for year			
Brown's Mart Community Arts		-14.653	74.288
Fringe Festival		-1.693	14.706
Aboriginal Arts		<u>-639</u>	<u>-462</u>
		<u>-16.985</u>	<u>88.532</u>
13 Accumulated funds			
Brown's Mart Community Arts		149.226	157.268
Fringe Festival		3.586	5.279
Aboriginal Arts		<u>58.658</u>	<u>55.093</u>
		<u>211.470</u>	<u>217.640</u>
14 Capital reserve			
Brown's Mart Community Arts		<u>55.092</u>	<u>55.092</u>
		<u>55.092</u>	<u>55.092</u>
15 Equipment Reserve			
Asset replacement reserve		20.000	20.000
Office Equipment replacement reserve		3.000	3.000
Production Equipment replacement reserve		<u>3.700</u>	<u>3.700</u>
		<u>26.700</u>	<u>26.700</u>

Brown's Mart Community Arts Incorporated

**Notes to and forming part of the financial statements
for the year ended 31 December 2006**

	Note	2006 \$	2005 \$
16 Project Reserves			
Aboriginal Arts			
Nguiu/btiwi		2.924	2.924
Figiam 2003		6.082	10.286
Contemporarv Aboriginal Music		<u>2.274</u>	<u>2.274</u>
		11.280	15.484
Fringe Festival			
Fist Full Main Activities		5.094	5.094
Off with their heads		1.811	1.811
Fist Full 2003		<u>-</u>	<u>-</u>
		6.905	6.905
Brown's Mart Community Arts			
Chakacha		-	520
Goulbourn Is Bands		7.468	7.468
Homelands Film Office		-187	-187
Scoping Indie P/A 2004		1.010	1.010
Stringworld Mindirr Gallerv		-63	-63
Sculpture in the Park		803	6.238
Law Palmerston Citv Council		455	455
Litchfield Arts Council		1.500	1.500
Ambon		150	150
Palm Citv Poetry Cup		55	54
Palmerston Arts Council		1.775	1.775
Youth Choir		-787	835
Bamboo Lounge		2.784	1.628
MIPA		-100	-100
Raw Comedy		<u>3.665</u>	<u>4.365</u>
		18.528	25.648
Total Project Reserves		<u>36.713</u>	<u>48.037</u>

**Brown's Mart Community Arts Incorporated
Statement to the Members**

The Association is not a reporting entity because in the Executive Committee's opinion, there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy specifically all their information needs, and these financial statements are therefore 'Special Purpose Financial Reports' that have been prepared solely to meet the Associations Act 2003 requirements and for distribution to members.

The financial statements have been prepared in accordance with all applicable Australian Accounting Standards. As the Association has applied SAC 1 'Definition of Reporting Entity', accounting standards have only been applied to the extent described in Note 1 to the financial statements.

In the opinion of the Executive Committee of Brown's Mart Community Arts Incorporated –

- (a) the accompanying financial statements as set out on pages 1 to 20 are drawn up so as to present fairly the result of the Association for the year ended 31 December 2006 and the state of affairs of the Association as at 31 December 2006 in accordance with provisions of the Associations Act 2003;
- (b) the accounts of the Association have been properly prepared and are in accordance with the books of accounts 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.

Signed in accordance with a resolution of the Executive Committee

Date: May 2007

.....
Executive Committee Member

.....
Executive Committee Member

**Independent Auditors' Report to the Members of
Brown's Mart Community Arts Incorporated**

Scope

We have audited the financial statements of Brown's Mart Community Arts Incorporated for the financial year ended 21 December 2006, being a special purpose financial report consisting of the statement of the financial position, movement in accumulated funds, statements of financial performance, accompanying notes and the statement to the members, as set out on pages 1 to 20. The Association's Executive Committee is responsible for the preparation and presentation of the financial statements and the information contained therein. The Executive Committee has determined that the accounting policies used and described in Note 1 to the financial statements are appropriate to meet the requirements of the Associations Act 2003 and the needs of the members. We have conducted an independent audit of the financial statements in order to express an opinion of them to the members of the Association on their preparation and presentation. No opinion is expressed as to whether the accounting policies used are appropriate to the needs of the members.

The financial statements have been prepared for distribution to members for the purpose of fulfilling the requirements of the Associations Act 2003. We disclaim any assumption of responsibility for any reliance on this report, or on the financial statements to which it relates, to any person other than the members, or for any purpose other than that for which it was prepared.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance whether the financial statements are free of material misstatement. Our 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 the basis of accounting described in Note 1 to the financial statements. These Policies do not require the application of all Accounting Standards nor other mandatory professional reporting requirements.

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

Audit Qualifications

It is not practicable for the Association to establish accounting control over income prior to its receipt and accordingly it is not possible for my examination to include audit procedures to extend beyond the amounts recorded in the accounting records of the Association.

Qualified audit opinion

In our opinion, except for the effect, if any, on the financial statements of the matter referred to above, the financial statements of Brown's Mart Community Arts Incorporated are properly drawn up:

- (a) so as to present fairly, in accordance with the accounting policies described in Note 1 to the financial statements, of the Association's state of affairs as at 31 December 2006 and of the Association's result for the year ended on the date;
- (b) in accordance with the provisions of the Associations Act 2003; and
- (c) in accordance with applicable Australian Accounting Standards. As the Association has applied SAC 1 'Definition of the Reporting Entity', accounting standards have only been applied to the extent described in Note 1 to the financial statements.

Byrne D Haigh

BDH Consulting Pty Ltd

May 2007

Palmerston