

Aboriginal Centre for the Performing Arts Pty Ltd
ACN 080 991 108
Financial Statements

for the financial year ended 30 June 2015

| <u>Contents</u> | <u>Page No</u> |
|---|----------------|
| Directors' Report | 2-4 |
| Auditor's Independence Declaration | 5 |
| Statement of Comprehensive Income | 6 |
| Statement of Financial Position | 7 |
| Statement of Changes in Equity | 8 |
| Statement of Cash Flows | 9 |
| Notes To and Forming Part of the Financial Statements | 10-23 |
| Directors' Declaration | 24 |

General Information

This report covers the Aboriginal Centre for the Performing Arts Pty Ltd. It has no controlled entities. The Aboriginal Centre for the Performing Arts Pty Ltd is a Company Limited by Shares, incorporated and domiciled in Australia.

The registered office and principal place of business of the company is:

Aboriginal Centre for the Performing Arts Pty Ltd
59 - 69 Shafston Avenue
Kangaroo Point Qld 4169

A description of the nature of Company's operations and its principal activities is included in the notes to the financial statements.

For information in relation to the Company's financial report please call the Company's Office on +61 3392 4420

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

DIRECTORS' REPORT 2014-15

The Directors of the Aboriginal Centre for the Performing Arts Pty Ltd (the Company) present their report on the company and its operations for the financial year ended 30 June 2015.

INFORMATION ON DIRECTORS

The Directors in office during or since the end of the financial year are as follows:-

| Name | Initial Appointment Date | Meetings | |
|-------------------------------------|--------------------------|--------------------|----------|
| | | Eligible to Attend | Attended |
| Jeremy Donovan | 15 September 2014 | 2 | 2 |
| Ms Florence Watson | 16 November 2000 | 3 | 2 |
| Mr Christopher Mangin | 19 June 2003 | 1 | 1 |
| Mr David Maunsell | 23 January 2006 | 2 | 2 |
| Mr Wesley Aird | 15 September 2014 | 2 | 2 |
| Mr Wayne Coolwell | 15 September 2014 | 2 | 1 |
| Mr Wayne Denning | 15 September 2014 | 2 | 0 |
| Ms Leilani Pearce | 15 September 2014 | 2 | 2 |
| Ms Leann Wilson | 15 September 2014 | 2 | 2 |
| Mr Terence Kearney Interim Chair | 15 October 2009 | 3 | 1 |

PRINCIPAL ACTIVITIES

The Company's principal continuing purposes are as a Registered Training Organisation to deliver accredited training to Indigenous and Non-Indigenous persons in the Performing Arts Courses:

- (1) Certificate III in Performing Arts 30509QLD;
- (2) Certificate IV in Performing Arts 30649QLD;
- (3) Diploma of Performing Arts 30648QLD; and
- (4) Advanced Diploma of Performing Arts 30647QLD.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the company during the year.

OPERATING RESULTS

The operating result from ordinary activities of The Aboriginal Centre for the Performing Arts for the year was an operating loss of (\$384,139) (2014: \$547,493 loss).

DIVIDENDS

The Company is a not for profit Company and therefore no dividends are paid.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

DIRECTORS' REPORT 2014-15

REVIEW OF OPERATIONS

During the 2014-15 financial year, the Company received grants, donations and sponsorships of \$1,446,842 (2013-14: \$1,391,402). The resulting losses were \$384,139 (2013-14: \$547,493). This led to net assets of \$904,742 (2013-14: \$1,288,880) as at 30 June 2015. A \$960,000 grant received from Arts Queensland in 2011-2012 will be applied to projects from 2012-13 to 2016-17.

FUTURE DEVELOPMENTS AND EXPECTED RESULTS

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

EVENTS SUBSEQUENT TO REPORTING DATE

At the date of this report, no matter or circumstance has arisen since the end of the financial year which has significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

INDEMNIFICATION AND INSURANCE OF COUNCILLORS AND OFFICERS

To the extent permitted by law, the Company indemnifies a person who is or has been an officer of the Company against any liability incurred by that person as detailed in Clause 12 of the Constitution. For the purposes of this Clause, "Officer" means a Director as defined in the Constitution or an Executive Officer as defined by the *Corporations Act 2001*.

PROCEEDINGS ON BEHALF OF THE COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

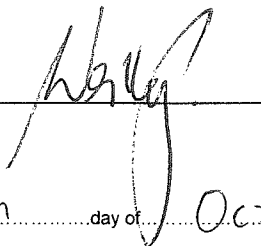
DIRECTORS' REPORT 2014-15

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the independence declaration of the Company's auditor, as required under section 307c of the *Corporations Act 2001*, is set out on the following page and forms part of this report.

Signed in accordance with a resolution of the Director.

Director



Director



Dated this 29th day of October 2015

AUDITOR'S INDEPENDENCE DECLARATION

To the Directors of the Aboriginal Centre for the Performing Arts Pty Ltd

This auditor's independence declaration has been provided pursuant to s.307C of the *Corporations Act 2001*.

Independence Declaration

As lead auditor for the audit of the Aboriginal Centre for the Performing Arts Pty Ltd for the year ended 30 June 2015, I declare that, to the best of my knowledge and belief, there have been –

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

P Christensen CPA
(as Delegate of the Auditor-General of Queensland)

Queensland Audit Office
Brisbane



Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

STATEMENT OF COMPREHENSIVE INCOME for the year ended 30 June 2015

| | Notes | 2015 \$ | 2014 \$ |
|--|-------|------------|------------|
| Income from Continuing Operations | | | |
| <i>Revenue</i> | | | |
| User charges | 2 | 15,110 | 28,720 |
| Grants and other contributions | 3 | 1,446,842 | 1,391,402 |
| Other revenue | 4 | 23,697 | 87,474 |
| Total Income from Continuing Operations | | 1,485,649 | 1,507,597 |
| Expenses from Continuing Operations | | | |
| Employee expenses | 5 | 760,364 | 932,817 |
| Supplies and services | 6 | 1,011,503 | 963,998 |
| Student services, housing and support | 7 | 9,774 | 89,700 |
| Depreciation | 8 | 57,322 | 54,250 |
| Other expenses | 9 | 30,825 | 14,324 |
| Total Expenses from Continuing Operations | | 1,869,788 | 2,055,089 |
| Operating Result from Continuing Operations | | (384,139) | (547,493) |
| Other Comprehensive Income | | - | - |
| Total Comprehensive Income | | (384,139) | (547,493) |

The accompanying notes form part of these statements.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

STATEMENT OF FINANCIAL POSITION

as at 30 June 2015

| | Notes | 2015 \$ | 2014 \$ |
|----------------------------------|-------|------------|------------|
| Current assets | | | |
| Cash and cash equivalents | 10 | 623,800 | 774,140 |
| Receivables | 11 | 199,167 | 340,077 |
| Other Assets | 12 | 3,692 | 51,084 |
| Total current assets | | 826,659 | 1,165,301 |
| Non-Current Assets | | | |
| Property, plant and equipment | 13 | 154,249 | 210,630 |
| Total non-current Assets | | 154,249 | 210,630 |
| Total assets | | 980,908 | 1,375,930 |
| Current liabilities | | | |
| Payables | 14 | 31,839 | 45,554 |
| Accrued employee benefits | 15 | 44,327 | 41,495 |
| Total current liabilities | | 76,166 | 87,050 |
| Total liabilities | | 76,166 | 87,050 |
| Net assets | | 904,742 | 1,288,880 |
| Equity | | | |
| Share capital | | 2 | 2 |
| Accumulated surplus | | 904,740 | 1,288,878 |
| Total equity | | 904,742 | 1,288,880 |

The accompanying notes form part of these statements.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

STATEMENT OF CHANGES IN EQUITY for the year ended 30 June 2015

| | Accumulated surplus/Deficit | Share Capital | TOTAL |
|---|--------------------------------|---------------|-----------|
| | 2014 | 2014 | 2014 |
| | \$ | \$ | \$ |
| Balance 30 June 2013 | 1,836,373 | 2 | 1,836,375 |
| Operating result from continuing operations | (547,493) | - | (547,493) |
| Balance 30 June 2014 | 1,288,879 | 2 | 1,288,881 |
| | Accumulated surplus/Deficit | Share Capital | TOTAL |
| | 2015 | 2015 | 2015 |
| | \$ | \$ | \$ |
| Balance 1 July 2014 | 1,288,879 | 2 | 1,288,881 |
| Operating result from continuing operations | (384,139) | - | (384,139) |
| Balance 30 June 2015 | 904,740 | 2 | 904,742 |

The accompanying notes form part of these statements.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

STATEMENT OF CASH FLOWS

for the year ended 30 June 2015

| | Notes | 2015 \$ | 2014 \$ |
|---|-----------|------------------|------------------|
| Cash flows from operating activities | | | |
| <i>Inflows:</i> | | | |
| User charges | | 12,214 | 25,413 |
| Grants and other contributions | | 1,613,409 | 1,061,458 |
| Interest received | | 23,171 | 32,511 |
| Other revenue | | 525 | 99,332 |
| GST input tax credits from ATO | | 57,274 | 5,705 |
| GST collected from Customers | | 121,184 | 63,256 |
| | | | |
| <i>Outflows:</i> | | | |
| Supplies and services | | (970,200) | (1,049,448) |
| Employee Expenses | | (782,532) | (917,549) |
| Student Services, Housing and Support | | (9,774) | (89,700) |
| Other expenses | | (15,478) | (11,827) |
| | | | |
| GST paid to suppliers | | (71,514) | (83,418) |
| GST remitted to ATO | | (127,680) | - |
| | | | |
| Net cash used in operating activities | 16 | (149,401) | (864,268) |
| | | | |
| Cash flows from investing activities | | | |
| <i>Outflows:</i> | | | |
| Plant and equipment | | (939) | (66,025) |
| | | | |
| Net cash used in investing activities | | (939) | (66,025) |
| | | | |
| Net increase in cash and cash equivalents | | (150,340) | (930,292) |
| Cash and cash equivalents at beginning of financial year | | 774,140 | 1,704,432 |
| | | | |
| Cash and cash equivalents at the end of financial year | 10 | 623,800 | 774,140 |

The accompanying notes form part of these statements.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

| | |
|----------|--|
| | Objectives and Principal Activities of the Aboriginal Centre for the Performing Arts Pty Ltd |
| Note 1: | Statement of Significant Accounting Policies |
| Note 2: | User Charges |
| Note 3: | Grants and other contributions |
| Note 4: | Other revenues |
| Note 5: | Employee Expenses |
| Note 6: | Supplies & Services |
| Note 7: | Student Services, Housing & Support |
| Note 8: | Depreciation |
| Note 9: | Other Expenses |
| Note 10: | Cash Assets |
| Note 11: | Receivables |
| Note 12: | Other Assets |
| Note 13: | Property, Plant & Equipment |
| Note 14: | Payables |
| Note 15: | Accrued Employee Benefits |
| Note 16: | Remuneration of Directors |
| Note 17: | Reconciliation of operating result from continuing operations to net cash provided by operating activities |
| Note 18: | Related Parties |
| Note 19: | Basis of Incorporation of the Company |
| Note 20: | Commitments for Expenditure |
| Note 21: | Events occurring after balance date |
| Note 22: | Financial Instruments |

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

Objectives and Principal Activities of the Aboriginal Centre for the Performing Arts

The Company's principal continuing purposes are as a Registered Training Organisation to deliver accredited training to Indigenous and Non-Indigenous persons in the Performing Arts Courses:

- (1) Certificate III in Performing Arts 30509QLD;
- (2) Certificate IV in Performing Arts 30649QLD;
- (3) Diploma of Performing Arts 30648QLD; and
- (4) Advanced Diploma of Performing Arts 30647QLD.

1. Statement of Significant Accounting Policies

(a) Basis of Preparation

The Company has prepared these financial statements in compliance with the *Corporations Act 2001*

These financial statements are general purpose financial statements, and have been prepared on an accrual basis in accordance with Australian Accounting Standards and Interpretations.

With respect to compliance with Australian Accounting Standards and Interpretations, the Company has applied those requirements applicable to not-for-profit entities, as the Company is a not-for-profit Company. Except where stated, the historical cost convention is used.

(b) The Reporting Entity

The financial statements include the value of revenues, expenses, assets, liabilities and equity of the Company. The Company does not have any controlled entities.

(c) Grants and Other Contributions

Grants, contributions, donations and gifts which are non-reciprocal in nature are recognised as revenue in the year in which the Company obtains control over them.

Contributed assets are recognised at their fair value. Contributions of services are recognised only when a fair value can be determined reliably and the services would be purchased if they had not been donated.

Reciprocal grants and sponsorships are recognised over the term of the funding arrangement and where unspent, are recognised as unearned revenue at balance date.

(d) Cash and Cash Equivalents

For the purposes of the Statement of Financial Position and the Statement of Cash Flows, cash assets includes all cash and cheques receipted but not banked at 30 June as well as deposits at call with financial institutions. It also includes investments with short periods to maturity that are convertible readily to cash on hand at the Company's option and that are subject to a low risk of changes in value.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

1. STATEMENT OF ACCOUNTING POLICIES (contd)

(e) Investments

Investments are measured at the lower of cost and net realisable value basis.

(f) Receivables

Trade debtors are recognised at the amounts due at the time of sale or service delivery i.e. the agreed purchase/contract price. Settlement of these amounts is required within 30 days

The collectability of receivables is assessed periodically. There is no provision for doubtful debts at the balance sheet date. All known bad debts were written off at 30 June.

(g) Revenue

Revenue from the sale of goods and rendering of services is recognised upon the delivery of the goods or services to customers. Interest revenue is recognised as it accrues, taking into account the interest rates applicable to the financial assets.

Donations and bequests are recognised when they are received.

(h) Property, Plant and Equipment

Items of property, plant and equipment with a cost other value in excess of \$2,000 are recognised for financials reporting purposes in the year of acquisition.

Items with a lesser value are expensed in the year of acquisition.

(i) Depreciation of Property, Plant and Equipment

Property, plant and equipment is depreciated using the straight line method so as to allocate the net cost or revalued amount of each asset, less its estimated residual value, progressively over the estimated useful life to the entity.

Any expenditure that increases the originally assessed capacity or service potential of an asset is capitalised and the new depreciable amount is depreciated over the remaining useful life of the asset to the entity.

For each class of depreciable assets, the following depreciation rates were used:

| <i>Class</i> | <i>Rate</i> |
|------------------------|-------------|
| Classroom Equipment | 10%-33% |
| Commuter Van | 12.50% |
| Leasehold improvements | 20.00% |
| Office Equipment | 15%-30% |

(j) Impairment of Non-Current Assets

All non-current physical assets are assessed for indicators of impairment on an annual basis. If an indicator of possible impairment exists, the Company determines the asset's recoverable amount. Any amount by which the asset's carrying amount exceeds the recoverable amount is recorded as an impairment loss.

The asset's recoverable amount is determined as the higher of the asset's fair value less costs to sell and depreciated replacement costs.

An impairment loss is recognised immediately in the Statement of Comprehensive Income, unless the asset is carried at a revalued amount. When the asset is measured at a revalued amount, the impairment loss is offset against the asset revaluation surplus of the relevant class to the extent available.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

1. STATEMENT OF ACCOUNTING POLICIES (contd)

(k) Leases

A distinction is made in the financial statements between finance leases that effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership, and cancellable operating leases under which the lessor effectively retains substantially all the risks and benefits.

The Aboriginal Centre for the Performing Arts Pty Ltd does not have any finance leases.

Operating lease payments are representative of the pattern of benefits derived from the leased assets and are expensed in the period in which they are incurred.

(l) Employee Benefits Provision

Employee superannuation contributions and long service leave levy are regarded as employee benefits.

Workers Compensation insurance is a consequence of employing employees, but is not counted in an employee's total remuneration package. It is not employee benefits and is recognised separately as employee related expenses.

Wages, Salaries, Recreation Leave and Sick leave

Wages, salaries and recreation leave due but unpaid at reporting date are recognised in the Statement of Financial Position at the current salary rates.

For unpaid entitlements expected to be paid within 12 months, the liabilities are recognised at their undiscounted values. Entitlements not expected to be paid within 12 months are classified as non-current liabilities and recognised at their present value, calculated using yields on Fixed Rate Commonwealth Government bonds of similar maturity, after projecting the remuneration rates expected to apply at the time of likely settlement.

Prior history indicates that on average, sick leave taken each reporting period is less than the entitlement accrued. This is expected to continue into future periods. Accordingly, it is unlikely that existing accumulated entitlements will be used by employees and no liability for unused sick leave entitlements is recognised.

As sick leave is non-vesting, an expense is recognised for this leave as it is taken.

(m) Insurance

The Company carries insurance cover in the areas of Property, Crime, General Liability, Products Liability, Professional Indemnity and Liability of Officials. Insurance coverage is with commercial insurers with premiums being paid on a risk assessment basis. In addition, the Company pays premiums to WorkCover Queensland in respect of its obligations for employee compensation.

(n) Payables

Trade creditors are recognised upon receipt of the goods or services ordered and are measured at the nominal amount i.e. agreed purchase/contract price, gross of applicable trade and other discounts. Amounts owing are unsecured and are generally settled on 30 day terms.

(o) Services Received Free of Charge or For Nominal Value

Contributions of services are recognised only if the services would have been purchased if they had not been donated and their value can be measured reliably. Where this is the case, an equal amount is recognised as a revenue and an expense.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

1. STATEMENT OF ACCOUNTING POLICIES (contd)

(p) Financial Instruments

Recognition

Financial assets and financial liabilities are recognised in the Statement of Financial Position when the Company becomes party to the contractual provisions of the financial instrument.

Classification

Financial instruments are classified and measured as follows:

- Cash and cash equivalents - held at fair value through profit and loss
- Receivables - held at amortised cost
- Payables - held at amortised cost

The Company does not enter transactions for speculative purposes, nor for hedging. Apart from cash and cash equivalents, the Company holds no financial assets classified at fair value through profit and loss.

All disclosures relating to the measurement basis and financial risk management of other financial instruments held by the Company are included in Note 21.

(q) Taxation

The Company's tax status has been determined with a Private Binding Ruling from the Australian Taxation Office. Prior to 1 July 2000 the company was a not for profit public education organisation, and was exempt from income tax under the provisions of Section 23(e) of the Income Tax assessment Act 1977. Changes to the Income Tax Assessment Act from 1 July 2000 require the Company to review this tax status. The private Ruling from the Australian Taxation Office (rule file number 42006316) was dated 7 August 2003. The Private Ruling determined the Company was a charitable institution as its predominate purpose is the advancement of education, it exists for the public benefit and is a non-profit organisation. The ATO also determined that the Company meets the special conditions specified in section 50-50 and section 50-52 of the Income Tax Assessment Act 1997 as a charitable institution but would only be exempt from income tax if the Company was endorsed by the Commissioner as an income tax exempt charity under subdivision 50-B of the Income Tax Assessment Act 1997 from 1 July 2000 (dated 21 May 2004). The Company is endorsed by the Commissioner as an income tax exempt charity under subdivision 50-B of the Income Tax Assessment Act 1997.

The Private Ruling determined the Company is an entity entitled to a rebate on its fringe benefits tax payable as a public educational institution under paragraph 65J(1)(b) of the Fringe Benefits tax assessment Act 1986.

(r) Issuance of Financial Statements

The financial statements are authorised for issue by the Chair and another director of the Company on the date of sign of Director's Declaration

(s) Judgements and Assumptions

The preparation of financial statements necessarily requires the determination and use of certain critical accounting estimates, assumptions, and management judgements that have the potential to cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year. Such estimates, judgements and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in future periods as relevant.

Estimates and assumptions with the most significant effect on the financial statements are outlined in the following note:

Depreciation of Property, Plant and Equipment - Note 1(i)

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

1. STATEMENT OF ACCOUNTING POLICIES (contd)

(t) Rounding and Comparatives

Amounts included in the financial statements have been rounded to the nearest \$1.

Comparative information has been restated where necessary to be consistent with disclosures in the current reporting period.

(u) New and Revised Accounting Standards

The Company did not voluntarily change any of its accounting policies during 2014-2015. Australian accounting standard changes applicable for the first time for 2014-2015 have had minimal effect on the Aboriginal Centre for the Performing Arts Pty Ltd's financial statements.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

| | 2015 \$ | 2014 \$ |
|--|------------|------------|
| 2. User charges | | |
| Performances | 12,610 | 22,670 |
| Training fees | 2,500 | 6,050 |
| Total | 15,110 | 28,720 |
| | | |
| 3. Grants and other contributions | | |
| Grants | 1,436,842 | 1,382,402 |
| Brisbane City Council - Matilda Awards Sponsorship | 10,000 | 9,000 |
| Total | 1,446,842 | 1,391,402 |
| | | |
| 4. Other revenues | | |
| Interest | 23,171 | 32,511 |
| Other income | 525 | 33,000 |
| Student housing rental income | - | 21,963 |
| Total | 23,697 | 87,474 |
| | | |
| 5. Employee expenses | | |
| Wages and salaries | 641,738 | 786,145 |
| Superannuation | 61,024 | 76,039 |
| Employee entitlements | 41,547 | 53,753 |
| Workcover | 4,135 | 4,445 |
| Staff amenities | 2,715 | 958 |
| Staff development and training | 6,655 | 7,118 |
| Staff Relocation Cost | 2,549 | 4,358 |
| Total | 760,364 | 932,817 |

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

| | 2015 | 2014 |
|---|-----------|---------|
| | \$ | \$ |
| 6. Supplies and services | | |
| Computers and database | 8,879 | 11,213 |
| Consultants and contractors | 230,235 | 226,514 |
| Course development/revision | 836 | 2,923 |
| Electricity | 11,198 | 16,036 |
| Insurance | 23,875 | 15,992 |
| Marketing and promotion | 17,137 | 12,392 |
| Printing and reproduction | 5,490 | 4,870 |
| Production and graduation | 70,929 | 48,892 |
| Postage | 465 | 373 |
| Rent on land and buildings | 493,127 | 473,059 |
| Repairs and maintenance | 5,588 | 3,500 |
| Telephone | 21,734 | 20,547 |
| Travel and accommodation | 23,064 | 37,247 |
| Workshops and training resources | 3,001 | 1,812 |
| Other | 95,947 | 88,630 |
| Total | 1,011,503 | 963,998 |
| 7. Student services, support and housing | | |
| Recruitment and auditions | 5,863 | 4,525 |
| Student cultural training | 3,615 | 36,763 |
| Student financial support | 212 | 442 |
| Student housing | 85 | 47,969 |
| Total | 9,774 | 89,700 |
| 8. Depreciation | | |
| Depreciation expense was incurred in respect of:- | | |
| Classroom equipment | 3,677 | 4,759 |
| Commuter Van | 5,436 | 5,213 |
| Leasehold improvements | 43,133 | 41,426 |
| Office equipment | 5,076 | 2,851 |
| Total | 57,322 | 54,250 |
| 9. Other expenses | | |
| External audit | 12,000 | 10,500 |
| Bank charges | 3,477 | 3,824 |
| Bad Debts Written off | 15,348 | - |
| Total | 30,825 | 14,324 |

Total audit fees owing to the Queensland Audit Office relating to the 2014-15 financial statements are estimated to be \$12,000 (2013-14: \$10,500). There are no non-audit services included in this amount.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

| | 2015 \$ | 2014 \$ |
|--|----------------|----------------|
| 10. Cash assets | | |
| Cash at bank operations account | 48,578 | 5,247 |
| Cash deposit (Management) account | 352,177 | 354,466 |
| Arts Queensland - rental assistance | 223,045 | 414,428 |
| Total | 623,800 | 774,140 |
| 11. Receivables | | |
| Debtors | 199,167 | 340,077 |
| Total | 199,167 | 340,077 |
| 12. Other Assets | | |
| Prepayments | 3,692 | 51,084 |
| Total | 3,692 | 51,084 |
| 13. Property, plant and equipment | | |
| Classroom Equipment | | |
| At cost | 25,159 | 25,075 |
| Less Accumulated depreciation | (10,850) | (7,089) |
| | 14,309 | 17,986 |
| Commuter Van | | |
| At cost | 43,494 | 43,494 |
| Less Accumulated depreciation | (10,649) | (5,213) |
| | 32,845 | 38,281 |
| Leasehold Improvements | | |
| At cost | 215,684 | 215,684 |
| Less Accumulated depreciation | (126,045) | (82,913) |
| | 89,638 | 132,771 |
| Office Equipment | | |
| At cost | 26,080 | 25,141 |
| Less Accumulated depreciation | (8,624) | (3,548) |
| | 17,456 | 21,593 |
| Total | 154,249 | 210,630 |

Asset Movements Reconciliation

| | Classroom Equipment | Commuter Van | Leasehold Improvements | Office Equipment | Total |
|--------------------------------|------------------------|-----------------|---------------------------|---------------------|----------------|
| | 2015 \$ | 2015 \$ | 2015 \$ | 2015 \$ | 2015 \$ |
| Opening carrying amount | 17,986 | 38,281 | 132,771 | 21,593 | 210,630 |
| Acquisitions/additions | - | - | - | 939 | 939 |
| Transfers between classes | - | - | - | - | - |
| Asset Write-off | - | - | - | - | - |
| Depreciation expense | (3,677) | (5,436) | (43,132) | (5,076) | (57,321) |
| Closing carrying amount | 14,309 | 32,845 | 89,639 | 17,456 | 154,248 |

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

13. Property, plant and equipment (contd)

Asset Movements Reconciliation

| | Classroom Equipment | Commuter Van | Leasehold Improvements | Office Equipment | Total |
|--------------------------------|------------------------|-----------------|---------------------------|---------------------|----------------|
| | 2014 | 2014 | 2014 | 2014 | 2014 |
| | \$ | \$ | \$ | \$ | \$ |
| Opening carrying amount | 25,007 | - | 174,197 | 2,149 | 201,353 |
| Acquisitions/additions | - | 43,494 | - | 22,531 | 66,025 |
| Transfers between classes | - | - | - | - | - |
| Asset Write-off | (2,497) | - | - | - | (2,497) |
| Depreciation expense | (4,524) | (5,213) | (41,426) | (3,087) | (54,250) |
| Closing carrying amount | 17,986 | 38,281 | 132,771 | 21,593 | 210,630 |

| | 2015 | 2014 |
|---------------------|---------------|---------------|
| | \$ | \$ |
| 14. Payables | | |
| Creditors | 31,839 | 37,926 |
| GST payable | - | 7,627 |
| Total | 31,839 | 45,554 |

15. Accrued employee benefits

Current

| | | |
|------------------------|--------|--------|
| Recreation leave | 40,560 | 29,662 |
| Superannuation payable | 3,767 | 11,833 |

| | | |
|--------------|---------------|---------------|
| Total | 44,327 | 41,495 |
|--------------|---------------|---------------|

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

| | 2015 | 2014 |
|--|------------------|------------------|
| | \$ | \$ |
| 16. Reconciliation of operating result from continuing operations to net cash provided by | | |
| Operating Result from Continuing Operations | (384,139) | (547,493) |
| Depreciation | 57,322 | 56,747 |
| <i>Changes in Assets and Liabilities</i> | | |
| (Increase)/decrease in receivables | 140,909 | (310,159) |
| (Increase)/decrease in other assets | 47,392 | (46,704) |
| (Decrease) in payables | (13,716) | (31,927) |
| Increase/(decrease) in accrued employee benefits | 2,831 | 15,268 |
| Net cash used in operating activities | (149,401) | (864,268) |

17. Related Parties

Directors

The names of each person holding the position of Director of the Aboriginal Centre for the Performing Arts Pty Ltd during the financial year were:-

| | |
|-------------------|-----------------------|
| Mr Jeremy Donovan | Mr Wayne Denning |
| Mr Wesley Aird | Ms Florence Watson |
| Mr Wayne Coolwell | Mr Terrance Kearney |
| Mr David Maunsell | Mr Christopher Mangin |
| Ms Leann Wilson | Ms Leilani Pearce |

During the year, the Company made no payments to the Directors for attendance at committee meetings and for any fees or administration costs relating to the administration of the Company.

18 Basis of Incorporation of the Company

The Company was incorporated in Queensland as a Company Limited by Shares and has share capital of \$2. The company was incorporated on 24 December 1997 after receiving support from the Minister for the Arts. Under Clause 32 of the Constitution of the Company, in the event of a winding up or dissolution, any surplus assets remaining after payment of the Company's liabilities shall be transferred to some other organisation or organisations having objectives similar to the objectives of the Company, and whose rules shall prohibit the distribution of its income or assets among its members, such organisation or organisations being income tax exempt entities for the purposes of any Commonwealth taxation legislation.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

| | 2015 | 2014 |
|---|-----------|-----------|
| 19 Commitments for Expenditure | \$ | \$ |
| Not later than one year | 507,876 | 471,182 |
| Later than one year and not later than five years | 528,191 | 1,036,067 |
| Later than five years | - | - |
| | 1,036,067 | 1,507,249 |

Under the Deed of Grant Funding for relocation of Aboriginal Centre for the Performing Arts, Arts Queensland has provided a lump sum rental assistance grant of \$960,000 which was paid in 2011-12. ACPA has entered into a five year lease agreement to the value of \$800,000 per year ending in 2017. Rental commitments will be paid from the rental advance as the rent becomes due and payable. The surplus cash has been invested in a term deposit and as at 30 June 2015 amounted to \$223,045

20. Events occurring after balance date

There have been no material events subsequent to reporting date.

21. Financial Instruments

(a) Categorisation of Financial Instruments

The Company has the following categories of financial assets and financial liabilities:

| Category | Note | 2015 \$ | 2014 \$ |
|------------------------------|------|----------------|------------------|
| Financial Assets | | | |
| Cash and cash equivalents | 10 | 623,800 | 774,140 |
| Receivables | 11 | 199,167 | 340,077 |
| Total | | 822,967 | 1,114,218 |
| Financial Liabilities | | | |
| Payables | 14 | 31,839 | 45,554 |
| Total | | 31,839 | 45,554 |

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

21. Financial Instruments (contd)

(b) *Liquidity Risk (contd)*

The Company is only exposed to liquidity risk in respect of its payables .

The Company manages liquidity risk through the use of management reports. This strategy aims to reduce the exposure to liquidity risk by ensuring the Company has sufficient funds available to meet employee and supplier obligations at all times. This is achieved by ensuring that minimum levels of cash are held within the various bank accounts so as to match the expected duration of the various employee and supplier liabilities.

The following table sets out the liquidity risk of financial liabilities held by the Company. It represents the contractual maturity of financial liabilities, calculated based on cash flows relating to the repayment of the principal amount outstanding at balance date.

| Financial Liabilities | Note | 2015 Payables in | | | Total \$ |
|-----------------------|------|------------------|-----------------|----------------|---------------|
| | | <1year \$ | 1-5 years \$ | >5 years \$ | |
| Payables | 14 | 31,839 | - | - | 31,839 |
| Total | | 31,839 | - | - | 31,839 |

| Financial Liabilities | Note | 2014 Payables in | | | Total \$ |
|-----------------------|------|------------------|-----------------|----------------|---------------|
| | | <1year \$ | 1-5 years \$ | >5 years \$ | |
| Payables | 14 | 45,554 | - | - | 45,554 |
| Total | | 45,554 | - | - | 45,554 |

(c) *Market Risk*

The Company does not trade in foreign currency and is not materially exposed to commodity price changes. The Company is only exposed to interest rate risk through cash deposits in interest bearing accounts.

Aboriginal Centre for the Performing Arts Pty Ltd

ACN 080 991 108

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS 2014-15

21. Financial Instruments (contd)

(d) Interest Rate Sensitivity Analysis

The following interest rate sensitivity analysis is based on a report similar to that which would be provided to management, depicting the outcome to profit and loss if interest rates would change by +/- 1% from the year-end rates applicable to the Company's financial assets and liabilities. With all other variables held constant, the Company would have a surplus and equity increase/(decrease) of \$6,238 (2014: \$7,741). This is attributable to the Company's exposure to variable interest rates on interest bearing cash deposits.

| Financial Instruments | Carrying Amount | 2015 Interest rate risk | | | |
|--|-----------------|-------------------------|----------------|--------------|--------------|
| | | -1% | | +1% | |
| | | Profit | Equity | Profit | Equity |
| Cash | 623,800 | (6,238) | (6,238) | 6,238 | 6,238 |
| Overall effect on profit and equity | | (6,238) | (6,238) | 6,238 | 6,238 |

The Company's sensitivity to interest has increased in the current period due to an increase in the investment account balance.

| Financial Instruments | Carrying Amount | 2014 Interest rate risk | | | |
|--|-----------------|-------------------------|----------------|--------------|--------------|
| | | -1% | | +1% | |
| | | Profit | Equity | Profit | Equity |
| Cash | 774,140 | (7,741) | (7,741) | 7,741 | 7,741 |
| Overall effect on profit and equity | | (7,741) | (7,741) | 7,741 | 7,741 |

(e) Fair Value

The fair value of financial assets and liabilities is determined as follows:

- The carrying amounts of all financial assets and financial liabilities are representative of their fair value.
- The Company does not hold any "available for sale" financial assets.

The Company has not offset any assets and liabilities.

22. Contingencies

There were no known contingent assets or liabilities of a significant nature at balance date.

Aboriginal Centre for the Performing Arts Pty Ltd

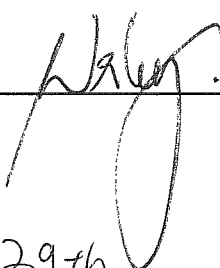
ACN 080 991 108

DIRECTORS' DECLARATION

The Directors of the company declare that:-

1. The financial statements and notes, as set out on pages 6 to 23 are in accordance with the *Corporations Act 2001*, and:
 - (a) Comply with Accounting Standards and the *Corporations Regulations 2001*; and
 - (b) Give a true and fair view of the company's financial position as at 30 June 2015 and of its performance for the year ended that date.
2. In the director's opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.

Director 

Director 

Dated this 29th day of October 2015

INDEPENDENT AUDITOR'S REPORT

To the Members of Aboriginal Centre for the Performing Arts Pty Ltd

Report on the Financial Report

I have audited the accompanying financial report of Aboriginal Centre for the Performing Arts Pty Ltd which comprises the statement of financial position as at 30 June 2015, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a statement of significant accounting policies and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on the audit. The audit was conducted in accordance with the *Auditor-General of Queensland Auditing Standards*, which incorporate the Australian Auditing Standards. Those standards require compliance with relevant ethical requirements relating to audit engagements and that the audit is planned and performed to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report that gives a true and fair view 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

Independence

The *Auditor-General Act 2009* promotes the independence of the Auditor-General and all authorised auditors. The Auditor-General is the auditor of all Queensland public sector entities and can be removed only by Parliament.

The Auditor-General may conduct an audit in any way considered appropriate and is not subject to direction by any person about the way in which audit powers are to be exercised. The Auditor-General has for the purposes of conducting an audit, access to all documents and property and can report to Parliament matters which in the Auditor-General's opinion are significant.

In conducting the audit, the independence requirements of the *Corporations Act 2001* have been complied with. I confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Aboriginal Centre for the Performing Arts Pty Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In my opinion the financial report of Aboriginal Centre for the Performing Arts Pty Ltd is in accordance with the *Corporations Act 2001*, including:

- (a) Giving a true and fair view of the company's financial position as at 30 June 2015 and of its performance for the year ended on that date.
- (b) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Other Matters - Electronic Presentation of the Audited Financial Report

Those viewing an electronic presentation of these financial statements should note that audit does not provide assurance on the integrity of the information presented electronically and does not provide an opinion on any information which may be hyperlinked to or from the financial statements. If users of the financial statements are concerned with the inherent risks arising from electronic presentation of information, they are advised to refer to the printed copy of the audited financial statements to confirm the accuracy of this electronically presented information.



P Christensen CPA
(delegate of the Auditor-General of Queensland)



Queensland Audit Office
Brisbane