

Performance Report

Ashburton Art Gallery
For the year ended 30 June 2021

Prepared by RightWay Limited

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Entity Information

Ashburton Art Gallery For the year ended 30 June 2021

Legal Name of Entity

Ashburton Art Gallery Incorporated

Entity Type and Legal Basis

Incorporated under the Incorporated Societies Act 1908
Registered Charity under the Charities Act 2005

Registration Number

The Charities Register - CC21294

Incorporation Number

272840

Entity's Purpose or Mission

To foster and promote the interest of art, culture, education and recreation for the people in Ashburton District and elsewhere in New Zealand.

Entity Structure

An Incorporated Society governed by a committee

Main Sources of Entity's Cash and Resources

Grants, membership subscriptions, hire fees, merchandise sales, and donations

Current Officers

Fleur Tompsett (President)
Selwyn Price (Vice President)
Sarah Davidson
Linda Petrie
Jac Sparks
Dereck Binnie
Jenny Gill
Denise O' Halloran
Sandra Read
Michael Armstrong
Anita Body
Pam McCormick

Physical Address

327 West Street
Ashburton

Postal Address

PO Box 573
Ashburton 7740

Approval of Performance Report

Ashburton Art Gallery

For the year ended 30 June 2021

The Committee are pleased to present the approved performance report including the historical financial statements of Ashburton Art Gallery for the year ended 30 June 2021.

Approved this day of 2021.

Fleur Tompsett
President

Shirin Khosraviani
Manager / Curator

Statement of Service Performance

Ashburton Art Gallery

For the year ended 30 June 2021

Description of Entity's Outcomes

An accessible, exciting and innovative regional public art gallery which is a source of pride to the Ashburton District community.

Providing art exhibitions which seek to engage both the residents of the district and visitors.

Maintaining an appropriate permanent art collection on behalf of the residents of Ashburton District in line with sound collection management policies.

	2021 ACTUAL	2020 ACTUAL
Description and Numbers of the Entity's Outputs		
Visits from the public	16,804	17,679
Exhibitions of local art works	8	11
Exhibitions of national art works	14	8
Jub Jub Club sessions	11	12
Art Addict Sessions	37	29
Number of artist talks and lectures	19	6
Other public programmes	33	21
School group participants	1,572	2,407
New art works acquired	6	18

Additional Output Measures

Continued education and professional development of staff members

Increased public profile of the Gallery

These reports have been subject to review, please refer to the Independent Review Report. The accompanying notes and accounting policies form part of this performance report.

Statement of Financial Performance

Ashburton Art Gallery

For the year ended 30 June 2021

	NOTES	2021	2020
Revenue			
Donations, fundraising and other similar revenue	1	408,367	396,758
Fees, subscriptions and other revenue from members	1	4,235	3,479
Revenue from providing goods or services	1	35,917	42,929
Interest, dividends and other investment revenue	1	922	842
Total Revenue		449,442	444,008
Expenses			
Expenses related to public fundraising		3,563	1,168
Volunteer and employee related costs	2	291,320	280,569
Costs related to providing goods or service	2	151,548	122,952
Other expenses	2	25,018	31,823
Total Expenses		471,449	436,512
Surplus/(Deficit) for the Year		(22,007)	7,496

These reports have been subject to review, please refer to the Independent Review Report. The accompanying notes and accounting policies form part of this performance report.

Statement of Financial Position

Ashburton Art Gallery

As at 30 June 2021

	NOTES	30 JUN 2021	30 JUN 2020
Assets			
Current Assets			
Bank accounts and cash	3	225,137	238,504
Debtors and prepayments	3	5,387	4,959
Inventory		15,887	18,864
Other Current Assets	3	5,851	840
Total Current Assets		252,261	263,167
Non-Current Assets			
Property, Plant and Equipment		239,232	244,010
Total Non-Current Assets		239,232	244,010
Total Assets		491,493	507,177
Liabilities			
Current Liabilities			
Creditors and accrued expenses	5	56,947	50,624
Total Current Liabilities		56,947	50,624
Total Liabilities		56,947	50,624
Total Assets less Total Liabilities (Net Assets)		434,546	456,553
Accumulated Funds			
Accumulated surpluses	6	434,546	456,553
Total Accumulated Funds		434,546	456,553

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Statement of Cash Flows

Ashburton Art Gallery

For the year ended 30 June 2021

	2021	2020
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	468,833	456,039
Fees, subscriptions and other receipts from members	4,931	5,959
Receipts from providing goods or services	39,719	49,063
Interest, dividends and other investment receipts	565	935
GST	(49,281)	(44,979)
Payments to suppliers and employees	(472,294)	(433,203)
Cash flows from other operating activities	(391)	(1,880)
Total Cash Flows from Operating Activities	(7,919)	31,935
Cash Flows from Investing and Financing Activities		
Receipts from sale of property, plant and equipment	5,359	70
Payments to acquire property, plant and equipment	(10,807)	(2,284)
Total Cash Flows from Investing and Financing Activities	(5,448)	(2,214)
Net Increase/ (Decrease) in Cash	(13,367)	29,722
Cash Balances		
Cash and cash equivalents at beginning of period	238,504	208,782
Cash and cash equivalents at end of period	225,137	238,504
Net change in cash for period	(13,367)	29,722

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Statement of Accounting Policies

Ashburton Art Gallery

For the year ended 30 June 2021

Basis of Preparation

The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

Ashburton Art Gallery is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Investments

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

Accounts Receivable

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

Stock on Hand

Stock on hand is recognised at the lower of cost, or Net Realisable Value.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.

Statement of Cash Flows

The Statement of Cash Flows has been presented on a GST-inclusive basis.

Notes to the Performance Report

Ashburton Art Gallery

For the year ended 30 June 2021

	2021	2020
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Ashburton District Council Grant	385,600	385,600
Ashburton District Council Grant (Consultancy Costs)	5,000	5,000
Creative Communities Grant	3,000	-
Donations	2,262	1,556
Fundraising Income	12,506	4,603
Total Donations, fundraising and other similar revenue	408,367	396,758
Fees, subscriptions and other revenue from members		
Friends of the Gallery	4,235	3,479
Revenue from providing goods or services		
Art Sales	(1,522)	4,830
Exhibition Rental	-	12,294
Gallery Hire	4,250	5,000
Merchandise Sales	33,189	20,805
Total Revenue from providing goods or services	35,917	42,929
Interest, dividends and other investment revenue		
Depreciation Recovered on Disposal of Fixed Assets	500	-
Interest Income	423	842
Total Interest, dividends and other investment revenue	922	842
	2021	2020

2. Analysis of Expenses

Volunteer and employee related costs

Accident Compensation Levies	876	694
iPayroll Fees	777	712
Staff Expenses	3,810	3,352
Staff Training	2,177	2,458
Travel	2,178	1,983
Wages and Salaries	281,502	271,371
Total Volunteer and employee related costs	291,320	280,569

Costs related to providing goods or services

Accounting Fees	2,820	2,820
Advertising	11,722	14,341
Art Collection Framing and Repairs	1,180	2,099
Bank and Merchant Fees	901	603
Cost of Sales	27,767	12,546
Education and Outreach	6,428	8,170
Exhibition Expenses	34,187	27,424

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	2021	2020
Exhibition Fees	17,874	17,461
General Expenses	951	796
Freight and Postage	8,409	3,376
Insurance	8,963	8,684
Packaging	2,037	472
Printing and Stationery	9,268	8,006
Repairs and Maintenance	5,057	3,438
Storage	1,252	1,252
Subscriptions	4,372	4,565
Sundry Equipment	3,349	1,676
Telephone and Information Technology Costs	4,478	5,223
Total Costs related to providing goods or services	151,016	122,952
Other expenses		
Audit Fees	2,604	2,480
Bad Debts	340	1,880
Depreciation	20,467	27,463
Loss on Disposal of Fixed Assets	1,607	-
Total Other expenses	25,018	31,823
	2021	2020

3. Analysis of Assets

Bank accounts and cash

ANZ Account 00	30,875	44,727
ANZ Account 010	171,440	160,739
ANZ Credit Card 7142	(1,782)	(2,033)
Heartland Deposit 21	8,434	8,291
Heartland Deposit 22	16,041	16,010
Petty Cash	130	130
Westpac Deposit 81	-	10,640
Total Bank accounts and cash	225,137	238,504

Debtors and prepayments

Accounts Receivable	24	127
Prepayments	4,763	4,832
Sundry Accounts Receivable	600	-
Total Debtors and prepayments	5,387	4,959

Other current assets

Accrued Interest	-	142
Goods and Services Tax	5,851	698
Total Other current assets	5,851	840

4. Property, Plant & Equipment

2021

These reports have been subject to review, please refer to the Independent Review Report. The accompanying notes and accounting policies form part of this performance report.

Asset Class	Opening Carrying Amount	Purchases	Sales/Disposals	Current Year Depreciation and Impairment	Closing Carrying Amount
Acquisitions	106,233	12,720	-	-	118,953
Building Development	37,175	-	-	3,939	33,236
Computer Equipment	2,271	-	-	1,107	1,164
Plant & Equipment	98,331	4,598	1,629	15,421	85,879
Total	244,010	17,318	1,629	20,467	239,232

2020

Asset Class	Opening Carrying Amount	Purchases	Sales/Disposals	Current Year Depreciation and Impairment	Closing Carrying Amount
Acquisitions	105,581	652	-	-	106,233
Building Development	41,610	-	-	4,435	37,175
Computer Equipment	4,448	-	-	2,178	2,271
Plant & Equipment	117,620	1,561	-	20,850	98,331
Total	269,259	2,214	-	27,463	244,010

2021 2020

5. Analysis of Liabilities**Creditors and accrued expenses**

Accounts Payable	26,125	12,325
Accrued Wages	-	7,025
Annual Leave Accrual	22,590	31,274
PAYE Payable	8,232	-
Total Creditors and accrued expenses	56,947	50,624

2021 2020

6. Accumulated Funds**Accumulated Funds**

Opening Balance	456,553	449,056
Current year surplus (deficit)	(22,007)	7,496
Total Accumulated Funds	434,546	456,553

Total Accumulated Funds	434,546	456,553
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7. Donated Works

These reports have been subject to review, please refer to the Independent Review Report. The accompanying notes and accounting policies form part of this performance report.

The Art Gallery received 3 donated works during the financial year, and these have been added to the permanent collection (Last year - 8).

8. Commitments

There are no commitments as at 30 June 2021 (Last year - nil).

9. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 June 2021 (Last year - nil).

10. Related Party Transactions

Committee members are also members of the Gallery. The Gallery had related party transactions during the year with the Committee member Derek Binnie, who owns the local storage units (Derlen Storage) that the Gallery hires monthly.

11. Events After the Balance Date

The Committee has agreed with the Ashburton District Council to make the Gallery an internal department of Council. The entity and its charitable status will remain, and the Gallery will continue to operate. The main Council grant funding will cease, and the employment of current staff will transition to Council. The entity will not operate a public art gallery but will continue to hold and grow a collection of art in trust for the people of Ashburton.

12. Impact of Covid-19

On 11 March 2020 the World Health Organisation declared the outbreak of Covid-19 (a novel Coronavirus) a pandemic. Two weeks later, 26 March 2020, New Zealand increased its Covid-19 alert level to level 4 and a nationwide lockdown commenced. As part of this lockdown all non-essential businesses and workplaces were closed. Subsequently, lockdown was lifted on 18 May 2020. After this initial lockdown, New Zealand has experienced multiple lockdowns, the most recent lockdown being a move to alert level 4 and a nationwide lockdown on the 17 August 2021. The impact of Covid-19 does not significantly impact the ability of the entity to continue operating.

13. Ability to Continue Operating

The committee, in approving the financial statements, consider the society to have sufficient resources to meet debts as they fall due in the foreseeable future. As such, the financial statements have been prepared on the basis of going concern.

Independent Review Report

Ashburton Art Gallery

For the year ended 30 June 2021