

Annual Report 2018



**circus
MONOXide**

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Chair's report

The last twelve months have provided many challenges and high points.

Maintaining Management Committee membership has proven challenging with people's commitments changing leading to resignation. We have successfully gained a new member recently.

It has been identified that a Management Committee member with financial planning and / or marketing experience would be of benefit. Create NSW is in the process of organising a business consultant to work with us to provide support and strategic direction to the Management Committee.

The Management Committee guides Circus Monoxide in response to a community developed action plan. Due to many strategic and financial challenges, we have not achieved many of the planned outcomes. It is expected that engagement with the business consultant will provide a strong direction for the coming 12 months. This will include community engagement.

We were only successful in receiving \$30000 from our applied for \$62000 application to Create NSW. The Management Committee worked with Circus Monoxide staff and management to prioritise areas of spending and with specialist programs within Circus to plan to fill the shortfall through fundraising.

Sadly earlier this year a key mentor, teacher, collaborator and friend from Circus Monoxide passed. Whilst this event is intensely tragic the support, understanding and comradery from all members of the Circus Monoxide family demonstrated the strength of the circus community and is a key feature to be very proud of and to build upon.

Despite these challenges, Circus Monoxide has continued to grow with expanding practice space, infrastructure, partnerships and programs both within the general classes and specialist programs. There have been many cabarets and performances culminating in performance at Wollongong Speigeltent season.

These include but are not limited to:

- specialised programs for young people with autism
- a specialised program for young people experiencing difficulty with education
- sponsored disadvantaged students into our mainstream program
- created documentation that is forming part of the evidence towards finding circus activities as an efficacious strategy to aid children's transition through school, leading to the implementation of a program pilot term 2 2019 in conjunction with the Communities for Children funding program and Healthy Cities Illawarra.
- # "Lab" Cabarets with Gone Wild then commissioned for another performance at the University of Wollongong

- Created a performance – 5 of the Seven for the Wollongong Speigeltent season presented by emerging and established performers
- Performing in a number of local festivals
- Collaborated with Corrugated Iron Arts in Darwin performing at Darwin Fringe Festival and an October season in Wollongong
- Ran an assistant trainer development program
- Purchased new cherry picker and stage lighting
- Developed a network of circus professionals and organisations in the Illawarra area that aims to provide mutual support and develop the local circus community.

Thanks to all the staff, trainers, students and parents for the time and energy to support the management committee over the last 12 months.

Johannes Sneddon

Chair

17th June 2019

PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE

**FINANCIAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2018**

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PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE

**INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Notes	2018 \$	2017 \$
INCOME			
Revenue		424,074	419,555
Depreciation Expenses		(5,213)	(4,951)
Salaries, Wages, Associated Expenses & On-costs		(266,287)	(224,343)
Other Expenses from Ordinary activities		<u>(146,916)</u>	<u>(182,138)</u>
Net Surplus/(deficit)		\$ <u>5,658</u>	\$ <u>8,123</u>

PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Ordinary \$	Retained Earnings \$	General Reserves \$	Total \$
Precarious Incorporated				
T/As Circus Monoxide				
Balance at 1 January 2017	-	105,550	17,000	122,550
Profit attributable to members Of entity	-	8,123	-	8,123
Transfers to and from reserves				
- general reserves	-	-	-	-
Balance at 31 December 2017	<u>-</u>	<u>113,673</u>	<u>17,000</u>	<u>130,673</u>
Profit attributable to members Of entity	-	5,658	-	5,658
Transfers to and from reserves				
- General reserves	-	-	-	-
Balance at 31 December 2018	<u>-</u>	<u>119,331</u>	<u>17,000</u>	<u>136,331</u>

PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE

**INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018**

	Notes	2018 \$	2017 \$
INCOME			
Fee Income		<u>358,140</u>	<u>333,463</u>
		358,140	333,463
Other Income			
Donations received		203	-
Fundraising income		1,526	1,485
Grants income		53,998	57,806
Interest received		123	51
Sales income		404	2,425
Sundry income		7,233	2,305
WorkCover Reimbursements		<u>2,447</u>	<u>22,020</u>
		<u>65,934</u>	<u>86,092</u>
TOTAL INCOME		<u>424,074</u>	<u>419,555</u>
EXPENDITURE			
Accounting & bookkeeping fees		4,088	4,409
Advertising & promotion		3,324	2,256
Bank charges		625	563
Contracting		6,038	47,021
Depreciation		5,213	4,951
Facilities management		78,561	77,244
Insurance		14,349	19,552
Office supplies & expenses		3,076	1,605
Production expenses		35,486	24,645
Salaries, wages & superannuation		266,287	224,343
Staff training, welfare & other expenses		300	1,580
Telephone, fax & internet expenses		1,069	1,597
Workers compensation insurance		<u>-</u>	<u>1,666</u>
TOTAL EXPENDITURE		<u>418,416</u>	<u>411,432</u>
SURPLUS/(DEFICIT)		<u>\$ 5,658</u>	<u>\$ 8,123</u>

PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018**

	Notes	2018 \$	2017 \$
CURRENT ASSETS			
Cash & cash equivalents	2	91,439	81,497
Prepayments		-	1,186
Trade Debtors		1,677	4,372
Stock on Hand	3	<u>1,450</u>	<u>1,450</u>
TOTAL CURRENT ASSETS		<u>94,566</u>	<u>88,505</u>
NON-CURRENT ASSETS			
Plant & equipment	4	<u>50,356</u>	<u>44,940</u>
TOTAL NON-CURRENT ASSETS		<u>50,356</u>	<u>44,940</u>
TOTAL ASSETS		<u>144,922</u>	<u>133,445</u>
CURRENT LIABILITIES			
Trade & other payables	5	<u>8,591</u>	<u>2,772</u>
TOTAL CURRENT LIABILITIES		<u>8,591</u>	<u>2,772</u>
TOTAL LIABILITIES		<u>8,591</u>	<u>2,772</u>
NET ASSETS		<u>\$136,331</u>	<u>\$130,673</u>
MEMBERS FUNDS			
Reserves	6	17,000	17,000
Accumulated Surplus	7	<u>119,331</u>	<u>113,673</u>
TOTAL MEMBERS FUNDS		<u>\$136,331</u>	<u>\$130,673</u>

PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018****NOTE 1: SIGNIFICANT ACCOUNTING POLICIES**

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

The financial statements have been prepared on an accruals 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.

Revenue recognition

Revenue is recognised when it is probable that the economic benefit will flow to the incorporated association and the revenue can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

Donations

Donations are recognised at the time the pledge is made.

Grants

Grants are recognised at their fair value where there is a reasonable assurance that the grant will be received and all attached conditions will be complied with.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018 (Continued)**

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Tax

As the incorporated association is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Employee benefits

Wages and salaries and annual leave

Liabilities for wages and salaries, including non-monetary benefits, and annual leave expected to be settled within 12 months of the reporting date are recognised in current liabilities in respect of employees' services up to the reporting date and are measured at the amounts expected to be paid when the liabilities are settled.

Goods and Services Tax ('GST') and other similar taxes

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
(Continued)
AS AT 31 DECEMBER 2018

	2018	2017
	\$	\$
Note 2 Cash Assets		
Cash at bank & on hand	\$ <u>91,439</u>	\$ <u>81,497</u>
Note 3 Stock on Hand		
Merchandise & Stock	\$ <u>1,450</u>	\$ <u>1,450</u>
Note 4 Plant & Equipment		
Plant & Equipment at Valuation	137,007	126,378
Less accumulated depreciation	<u>95,179</u>	<u>(90,713)</u>
	<u>41,828</u>	<u>35,665</u>
Motor vehicles at valuation	25,404	25,404
Less accumulated depreciation	<u>(16,876)</u>	<u>(16,129)</u>
	<u>8,528</u>	<u>9,275</u>
Total Plant & Equipment	\$ <u>50,356</u>	\$ <u>44,940</u>
Note 5 trade & Other Payables		
CURRENT		
Sundry creditors	5,471	3,642
GST & integrated client account liabilities	<u>3,120</u>	<u>(870)</u>
	\$ <u>8,591</u>	\$ <u>2,772</u>
Note 6 Reserves		
Asset Revaluation Reserve	\$ <u>17,000</u>	\$ <u>17,000</u>
Note 7 Accumulated Surplus		
Accumulated Surplus at the		
Beginning of the financial year	113,673	62,491
Surplus/(Deficit) from ordinary activities	5,658	43,059
Accumulated Surplus at the end of the financial year	\$ <u>119,331</u>	\$ <u>105,550</u>

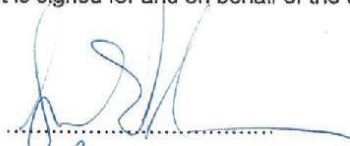
PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE**TRUE AND FAIR CERTIFICATION BY MEMBERS OF THE COMMITTEE**

In accordance with a resolution of the committee of Precarious Incorporated t/as Circus Monoxide, the members of the committee declare that the financial statements as set out on pages 1 to 6:

- present a true and fair view of the financial position Precarious Incorporated t/as Circus Monoxide as at 31 December 2018 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements and the requirements of the Associations Incorporation Reform Act (New South Wales); and
- at the date of this statement, there are reasonable grounds to believe that Precarious Incorporated t/as Circus Monoxide will be able to pay its debts as and when they fall due.
- the financial statements and notes satisfy the requirements of the Australian Charities and not-for-profit Commissions Act 2012

This statement is signed for and on behalf of the committee by:

Chairperson



Treasurer



Dated this 3 day of June 2019



ACCOUNTING & FINANCIAL

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF PRECARIOUS INCORPORATED T/AS CIRCUS MONOXIDE

We have audited the accompanying financial report, being a special purpose financial report, of Precarious Incorporated t/as Circus Monoxide which comprises the committee's report, the assets and liabilities statement as at 31 December 2018, the income and expenditure statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the certification by members of the committee on the annual statements giving a true and fair view of the financial position and performance of the association.

Committee's Responsibility for the Financial Report

The committee of Precarious Incorporated t/as Circus Monoxide is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Associations Incorporation Reform Act (New South Wales) and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the committee determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance 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 association's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Auditor's Opinion

In our opinion the financial report presents fairly, in all material respects the financial position of Precarious Incorporated t/as Circus Monoxide as at 31 December 2018 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the requirements of the Associations Incorporated Reform Act New South Wales and Division 60 of the Australian Charities and not-for-profit Commissions Act 2012.

Basis of Accounting and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist Precarious Incorporated t/as Circus Monoxide to meet the requirements of the Associations Incorporation Reform Act (New South Wales). As a result, the financial report may not be suitable for another purpose.

Auditor's signature



KH Accounting & Financial Group
Registered Auditor
Chartered Accountant

Auditor's address:

Suite 4, 27-29 Princes Highway
FAIRY MEADOW NSW 2519

3 June 2019