

Frontyard Projects Inc. Income Statement
for period covering 01/01/2021 to 31/12/2021
(in A\$)

NB: The numbers in brackets refer to the corresponding notes.

Revenues	2020	2021	Expenses	2020	2021
Income	1,665.35	1,274.01	Expenses	2,735.15	2,517.29
<i>Donations for</i>	1,557.98	1,172.71	<i>Current expenses</i>	2,730.75	2,506.96
Cleaning	52.00	-	Cleaning	65.15	7.70
Electricity	140.00	105.00	Electricity	722.83	628.03
Equipment	18.90	-	Equipment	115.90	-
Food	120.00	-	Food	-	-
Garden	230.00	40.00	Garden	110.00	-
Insurance	300.00	410.00	Insurance	660.00	670.00
Internet	432.19	255.50	Internet	751.16	895.50
Legal fees	47.19	47.21	Legal fees	47.19	47.21
Office and workshop supplies	10.00	15.00	Office and workshop supplies	-	-
Refreshments	10.00	10.00	Refreshments	-	-
Rent	170.00	200.00	Rent	258.52	258.52
Risograph supplies	-	80.00	Risograph supplies	-	-
Transport	-	-	Transport	-	-
Unspecified	27.70	10.00	<i>Miscellaneous</i>	4.40	10.33
<i>Contributions to running costs</i>	100.00	100.00	Surplus/(Deficit) for period	(1,069.80)	(1,243.28)
<i>Workshops</i>	-	-	Transfer from (+)/ to (-)		
<i>Interest income</i>	7.21	-	<i>Special reserve - CoS research funds (12a)</i>	(0.81)	-
<i>Other Income</i>	0.16	1.30	Retained earnings	(1,070.61)	(1,243.28)

Frontyard Projects Inc. Balance Sheet

as at 31/12/2021

(in A\$)

NB: The numbers in brackets refer to the corresponding notes.

Assets	2020	2021	Liabilities	2020	2021
<i>Current assets</i>	15,553.56	14,310.28	<i>Current liabilities</i>	7,500.00	7,500.00
Petty cash (9)	120.75	124.00	Accounts payable	-	-
Frontyard bank account	14,429.23	13,112.91	Grant monies (11)	7,500.00	7,500.00
CoS research funds bank account	1,003.58	1,003.58	Total Liabilities	7,500.00	7,500.00
Accounts receivable (8)	-	69.79	Equity (12)		
<i>Non-current assets</i>	1.00	1.00	Retained earnings	5,050.98	3,807.70
Library (10b)	1.00	1.00	Special reserve - CoS research funds	1,003.58	1,003.58
			Special reserve - relocation	2,000.00	2,000.00
			Total Equity	8,054.56	6,811.28
Total Assets	15,554.56	14,311.28	Total Liabilities & Equity	15,554.56	14,311.28

Frontyard Projects Inc. Notes
accompanying the Financial Statements
for the period 1/1/2021 - 31/12/2021

- (1) Frontyard Projects Inc. (hereafter, fy) is a non-charitable, not-for-profit and tax-exempt association, incorporated on the 25/1/2016 under the New South Wales *Associations Incorporation Act 2009*. Its vision is to establish a network of people that provides a pro-active, flexible space for practical skills-sharing, community and critical research, with arts at its heart. It strives to become Australia's first Not-Only-Artist Run Initiative: using the arts as a catalyst within its neighbourhoods for their future sustainment by aiming to contribute to its neighbourhoods, agitate, facilitate and nurture collaborations between people, work towards a more resilient, independent arts community and lobby local, state and federal governments to increase recognition and support for the arts.
- (2) fy funds its activities mostly through donations of its members and friends, and contributions to running costs by event partners. In 2016, fy had also received a grant from the City of Sydney (CoS) for the Non-Cash Assets Project (NCAP). These funds are subject to the grant's terms and conditions and can only be used for this specific project. See also note (13).
- (3) As a Tier 2 association (annual gross receipts of less than \$250,000 and current assets of less than \$500,000), fy has to only meet the following financial reporting requirements:
The committee must ensure the financial statements for the association, and any trust for which the association acts as a trustee, are prepared as soon as possible after the end of the association's financial year, for submission to the annual general meeting (AGM).
The financial statements must include:
1. *an income and expenditure statement that sets out appropriately classified individual sources of income and individual expenses incurred in the operation of the association*
 2. *a balance sheet at the end of the financial year, that sets out current and non-current assets and liabilities*
 3. *a separate income and expenditure statement and balance sheet for each trust for which the association is the trustee [not applicable], and*
 4. *details of any mortgages, charges and other securities affecting any property owned by the association [not applicable].*
- (4) As a Tier 2 association, fy's financial statements do not need to be prepared in accordance with the Australian Accounting Standards. However, fy's income statement and balance sheet are prepared following, as far as applicable and subject to cost-benefit considerations, the general principles of Australian Accounting Standards.
- (5) fy's financial statements are not audited. NSW Fair Trading may direct an association to conduct an audit of its financial records and request an auditor's report within a specified period, regardless of whether a tier 1 or tier 2 association or any previous audit.
- (6) fy's financial statements and these accompanying notes have been prepared by the co-treasurers, Thomas Kern and Nicholas McGuigan.
- (7) fy's financial year coincides, according to its constitution, with the calendar year.
- (8) fy's financial statements are, in general, prepared based on cash accounting. Income/expenses are shown in the period where the respective payments occurred with the following exception:
With start of the year 2022, fy switched its electricity provider. A remaining credit of \$69.79 with the old provider from prepaid power packs as per 31/12/2021 is shown as the balance of accounts receivable. This amount was fully received in January 2022.
- (9) Current assets: In order to document cash donations that are collected during events at fy and to ensure an orderly documentation of petty cash spent, a monthly reconciliation of petty cash is undertaken.
- (10) Non-current assets:
- a. General policy: fy's financial statements are prepared under the assumption that it only owns non-current assets of negligible financial value. All furniture, equipment, kitchen accessories,

garden tools, the risograph etc. currently in possession of fy are second-hand and either gifted or borrowed. All newly acquired non-current assets (like a library display cabinet) had cost of less than \$500 and were accordingly expensed. fy does not own real estate property and resides at rented premises.

- b. Notwithstanding a., fy committee reserves the option to show non-current assets on the balance sheet with a symbolic amount of \$1 in order to recognise their invaluable value for the fy community. In 2019, the library as a whole was recognised as such an invaluable asset against Retained earnings.
- (11) Liabilities: fy auspices grants for projects of affiliated recipients that align with fy's objects and values. Grants received and administered on behalf of the grant recipients are shown with their remaining balances as per reporting date as liabilities under Grant monies.
- (12) Equity: To make transparent the special quality of certain funds, the following reserves had been created within fy's equity as per 31/12/2016:
- a. 'Special reserve - CoS research funds' of initially \$3,694.79 for the City of Sydney NCAP grant as per note (2). These funds can only be spent for NCAP related expenses, and are not available for any other fy activities. To align the reserve balance with the corresponding bank account balance accrued bank interest is transferred to this reserve at the end of the financial year. From the financial year 2021 on, no interest has been earned from these bank deposits.
- b. 'Special reserve - relocation' of \$2,000.00. This amount is set aside for the event of a cancellation of the lease agreement for fy's premises at 228 Illawarra Rd., Marrickville, which can be cancelled by the landlord on short notice.

The financial year's deficit of \$1,243.28 was charged to retained earnings.

Belgrave, 28/03/2022

XXX*

XXX*

Thomas Kern (Co-Treasurer)

Nicholas McGuigan (Co-Treasurer)

We certify that these financials statements and notes give a true and fair view of the financial performance and position of Frontyard Projects Inc during and at the end of the financial year of the association ending 31th December 2021.

This statement is made in accordance with a resolution of the Committee and is signed on behalf of the Committee by:

Sydney, 01/04/2021

XXX*

XXX*

Tessa Zettel
(Chair of the Committee)

Tes Tyrell
(Secretary)

*the original signed copy is held on file and can be sighted on request