



ANNUAL ACCOUNTS

YEAR ENDING 31 DECEMBER 2010

**MUSEUMS AOTEAROA TE TARI O NGA WHARE TAONGA O TE MOTU
THE MUSEUMS OF NEW ZEALAND INCORPORATED**

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010**

	NOTES	2010	2009
CURRENT ASSETS			
Accounts Receivable & Prepayments		9,801	2,916
Bank Deposits & Savings Accounts	3	206,460	203,018
BNZ Current Account		7,304	10,808
Petty Cash		200	200
GST Account		3,355	4,655
Interest accrued		2,359	1,738
TOTAL CURRENT ASSETS		229,479	223,335
CURRENT LIABILITIES			
Accounts Payable		16,447	11,217
Asia NZ Foundation Grant Payable	5	18,031	35,458
Holiday Pay		6,440	4,113
Income in Advance		13,211	4,459
National Services Te Paerangi project funds		10,139	7,639
Trust and Special Funds	6	82,417	85,270
TOTAL CURRENT LIABILITIES		146,685	148,156
WORKING CAPITAL		82,794	75,179
NON-CURRENT ASSETS			
Property, Plant and Equipment	7	1,238	686
NET ASSETS		84,032	75,865
ACCUMULATED FUNDS		\$84,032	\$75,865

For and on behalf of the Board Museums Aotearoa the Museums of New Zealand Incorporated which authorized the issue of the financial report on 8 February 2011.


.....
Chairperson

8/2/11
.....
Date


.....
Board Member

8/2/11
.....
Date

The accounting policies and notes of pages 5 to 8 should be read in conjunction with these financial statements.



MUSEUMS AOTEAROA TE TARI O NGA WHARE TAONGA O TE MOTU
THE MUSEUMS OF NEW ZEALAND INCORPORATED

STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2010

	2010 \$	2009 \$
Equity at beginning of the year	\$75,865	\$68,645
Net surplus / (loss) for the year	\$8,167	\$7,220
Equity at the end of the year	\$84,032	\$75,865

The accounting policies and notes of pages 5 to 8 should be read in conjunction with these financial statements.

**MUSEUMS AOTEAROA TE TARI O NGA WHARE TAONGA O TE MOTU
THE MUSEUMS OF NEW ZEALAND INCORPORATED**

**STATEMENT OF FINANCIAL PERFORMANCE
FOR YEAR ENDED 31 DECEMBER 2010**

INCOME	NOTES	2010 \$	2009 \$
AGM & Conference registrations		63,388	47,539
MA Awards		15,833	-
Asia NZ Foundation	5	17,427	3,567
Creative NZ - Clark Collection Scholarship		12,000	15,000
DNC Project		4,348	12,896
GIM Project		-	7,500
Statistics Project		2,500	8,500
Interest		5,026	5,237
Membership Fees		167,272	157,993
Publications		764	8,124
Sundry Receipts		21,890	16,346
		310,448	282,703
LESS EXPENSES			
AGM & Conference Expenses		52,953	37,719
MA Awards		15,174	-
Asia NZ Foundation Expenses	5	17,427	3,567
Audit Fees		4,000	4,000
Bad Debt		437	-
Board Expenses		801	970
Clark Collection Scholarship		11,500	13,015
DNC Expenses		4,348	12,896
Depreciation		187	229
Employment expenses		110,973	107,914
Equipment Rent		1,764	1,470
GIM Expenses		-	7,500
Insurance		1,031	1,001
Interest and Bank Charges		765	550
Kaitiaki Expenses		3,862	-
Membership Communication/Website		8,005	4,822
Office Rent		9,060	9,060
Postage and Courier		5,034	4,558
Printing and Stationery		5,675	2,539
Professional Fees Other		11,732	10,587
Property Expenses		809	447
Publications		15,610	28,626
Repairs and Maintenance		941	407
Statistics Expenses		2,500	8,500
Sundry Expenses		9,610	2,649
Te Ara Online Expenses		-	1,884
Telephone and Tolls		2,553	3,146
Travel & Entertainment		3,650	4,721
Workshops/Touring Speakers		1,880	2,706
TOTAL EXPENSES		302,281	275,483
Net Surplus / (Loss) for the year		8,167	7,220

The accounting policies and notes of pages 5 to 8 should be read in conjunction with these financial statements.



**MUSEUMS AOTEAROA TE TARI O NGA WHARE TAONGA O TE MOTU
THE MUSEUMS OF NEW ZEALAND INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

1. NATURE OF THE SOCIETY

The objectives of the Society are to do any and all things as are conducive or likely to promote and foster the development of Museums and art galleries as essential public resources, for the collection, care, development, dissemination and interpretation of the natural and cultural heritage of Aotearoa/New Zealand, in a manner which respects and promotes the dual heritage of the partners of Te Tiriti o Waitangi (the Treaty of Waitangi).

2. STATEMENT OF ACCOUNTING POLICIES

REPORTING ENTITY

Museums Aotearoa The Museums of New Zealand Incorporated is incorporated under the Incorporated Societies Act 1908.

Museums Aotearoa Te Tare o Ngā Whare Taonga o Te Motu The Museums of New Zealand Incorporated has a fully owned subsidiary, the New Zealand Museums Company Ltd, a non-trading entity with no assets and no liabilities/equity therefore no consolidated financial statements are prepared.

The financial statements have been prepared under Generally Accepted Accounting Practice in accordance with the New Zealand Institute of Chartered Accountants financial reporting standards.

Measurement Base

The accounting principles recognized as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis are followed by the Society.

SPECIFIC ACCOUNTING POLICIES

The specific accounting policies recognized as appropriate in the preparation of these financial statements are:

Goods and Services Tax

The statement of financial performance has been prepared on a GST exclusive basis, except accounts receivable and accounts payable which are shown inclusive of GST.

Accounts Receivable

Receivables are valued at expected realisable value.

Property, Plant and Equipment

Office furniture and Equipment are recorded at cost less accumulated depreciation.

Operating Leases

An operating lease is a lease that does not transfer substantially all the risk and rewards incidental to ownership of an asset. Payments made under operating leases are recognized in the Statement of Financial Performance on a straight line basis over the term of the lease.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

Depreciation

Depreciation is provided on all office furniture and equipment on a straight line basis over an estimated useful life of 3 years.

Differential Reporting

The Society qualifies for differential reporting exemptions on the basis that is not publicly accountable and isn't large under the New Zealand Institute of Chartered Accountants Framework for Differential Reporting. All differential reporting exemptions have been utilized.

Changes in Accounting Policies

There have been no changes in accounting policies. These have been applied on a basis consistent with those used in previous years.

3. BANK SAVINGS AND DEPOSITS

Accounts held with the Bank of New Zealand total \$213,764. The deposits are on varying lengths. Interest rates on savings accounts and deposits are between 0% and 5.00% (2009: 0% to 5.00%)

	2010	2009
Comprising:		
Operating Accounts	\$131,347	\$128,556
Trust and Special Fund Accounts (Note 6)	<u>\$ 82,417</u>	<u>\$ 85,270</u>
Total	\$213,764	\$213,826

4. TAX

The Society is registered as a charitable entity with the Charities Commission (CC32927) and is therefore exempt from income tax.

5. ASIA NEW ZEALAND FOUNDATION GRANTS

Museums Aotearoa received grants from Asia New Zealand Foundation for disbursement. All undisbursed amounts at balance date are shown as Grants Payable.

6. TRUST & SPECIAL FUNDS

Museums Aotearoa hold funds in trust for a number of special projects (as designated by the donors of these funds). These funds are held in separate bank accounts.

**MUSEUMS AOTEAROA TE TARI O NGA WHARE TAONGA O TE MOTU
THE MUSEUMS OF NEW ZEALAND INCORPORATED**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

The fund balances and movements for the year are:

	31/12/09	Contribution	Interest	Expenses	31/12/10
Mina McKenzie Scholarship Fund	51,279		1,767	2,000	51,046
Kaitiaki Maori	19,666		839	3,862	16,643
Museum Standards	14,325		403		14,728
	\$85,270		\$3,009	\$5,862	\$82,417

Interest on the above funds is accounted for as and when received.

7. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated Depreciation	Book Value
2009			
Office Furniture & Equipment	33,336	32,650	686
2010			
Office Furniture & Equipment	34,075	32,837	1,238

8. RELATED PARTY TRANSACTIONS

Museums Aotearoa's board members are also associated with Museums ('associated Museums') which are members of Museums Aotearoa. Currently the board members are as follows:

Lesley Colsell, Chair - General Manager, Museum Programmes, Canterbury Museum
 Manu Kawana, Kaihautu, Te Manawa Museum (Kaitiaki nominee)
 Michelle Hippolite - Kaihautu, Museum of New Zealand, Te Papa Tongarewa
 Bill Macnaught, Deputy Chair - Director, Puke Ariki
 Greg McManus, Director, Rotorua Museum
 Laureen Sadlier - Register, Museum of Wellington (Kaitiaki nominee)
 Jenny Harper - Director, Christchurch Art Gallery

Transactions between associated Museums include membership fees, conference attendance fees and grants to Museums Aotearoa. All transactions between associated Museums and Museums Aotearoa have been completed on an arm's length basis.

9. CONTINGENT LIABILITIES

There are no known material contingent liabilities as at the balance date (2009: nil).



MUSEUMS AOTEAROA TE TARI O NGA WHARE TAONGA O TE MOTU
THE MUSEUMS OF NEW ZEALAND INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

10. GOING CONCERN

The Society's financial report has been prepared on a going concern basis, the validity of which depends upon the future funding becoming available.

The Board see reasonable prospects of adequate resources to continue Society operations for the foreseeable future. For this reason, the Board continue to adopt the going concern assumption in preparing the current financial statements.

11. COMMITMENTS

Operating Lease

Non-cancellable operating lease rentals are payable as follows and matures in 2012.

	2010	2009
Current	\$1,764	\$1,764
Non Current	\$ 294	\$2,058
Total	\$2,058	\$3,822

No other capital commitments are known to exist at balance date (2009: Nil).

12. DONATED SERVICES AND PROPERTY, PLANT AND EQUIPMENT

The work of the Society is dependent on the voluntary service of many members. Since these services are not normally purchased by the Society and because of the difficulty in determining their value, donated services are not recognized in these financial statements.

There was no donated property, plant and equipment during the year.

13. COMPARATIVES

Previous year figures are regrouped and rearranged where necessary to make them comparable.

14. EVENTS OCCURRING AFTER BALANCE DATE

There are no significant events subsequent to the balance date and up to the time of preparation of these financial statements that materially affect the position as it existed at that date.



Independent Auditor's Report

Audit

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To the Members of Museums Aotearoa Te Tari o Nga Whare Taonga o Te Motu The Museums of New Zealand Inc

Report on the Financial Statements

We have audited the financial statements of Museums Aotearoa Te Tari o Nga Whare Taonga o Te Motu The Museums of New Zealand Inc on pages 2 to 8, which comprise the statement of financial position as at 31 December 2010, and the statement of financial performance, statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Board Responsibility for the Financial Statements

The Board are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the board members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand).

Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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, as well as evaluating the overall presentation of the financial statements.

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

Other than in our capacity as auditor we have no relationship with, or interests in, Museums Aotearoa Te Tari o Nga Whare Taonga o Te Motu The Museums of New Zealand Inc.

Opinion

In our opinion, the financial statements on pages 2 to 8 present fairly, in all material respects, the financial position of Museums Aotearoa Te Tari o Nga Whare Taonga o Te Motu The Museums of New Zealand Inc as at 31 December 2010, and of its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

Report on Compliance Regulatory Requirements

In accordance with the Incorporated Societies Act 1908 section 23 we have audited the financial statements and obtained all the information and explanations that we have required.



Grant Thornton New Zealand Audit Partnership
Wellington, New Zealand
10 February 2011

