



ANNUAL ACCOUNTS
YEAR ENDING 31 DECEMBER 2006



MUSEUMS AOTEAROA THE MUSEUMS OF NEW ZEALAND INCORPORATED

STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2006

	NOTES	2006	2005
CURRENT ASSETS			
Accounts Receivable		2,725	717
Bank Deposits & Savings Accounts	3	136,080	122,501
BNZ Current Account		(3,939)	16,229
Petty Cash		200	200
GST Account		3,600	1,928
Interest accrued		953	706
TOTAL CURRENT ASSETS		139,619	142,281
CURRENT LIABILITIES			
Accounts Payable		14,593	24,203
Asia NZ Foundation Grant Payable	5	12,000	20,000
Income in Advance		194	194
National Services Te Paerangi project funds		20,200	-
Trust and Special Funds	6	72,455	72,910
TOTAL CURRENT LIABILITIES		119,442	117,307
WORKING CAPITAL		20,177	24,974
NON-CURRENT ASSETS			
Property, Plant and Equipment	7	932	21
NET ASSETS		\$21,109	\$24,995
ACCUMULATED FUNDS		\$21,109	\$24,995

For and on behalf of the Board Museums Aotearoa the Museums of New Zealand Incorporated which authorized the issue of the financial report on 27th February 2007.

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 Chairperson

27 February 2007

Date

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

MUSEUMS AOTEAROA THE MUSEUMS OF NEW ZEALAND INCORPORATED
STATEMENT OF MOVEMENT IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 31 DECEMBER 2006

	NOTES	2006 \$	2005 \$
Total recognised revenues and expenses			
Net surplus / (loss) for the year		(\$3,886)	(56,663)
Movements in equity for the year		(\$3,886)	(56,663)
Equity at beginning of the year		24,995	81,658
Equity at the end of the year		\$21,109	\$ 24,995

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

MUSEUMS AOTEAROA THE MUSEUMS OF NEW ZEALAND INCORPORATED

STATEMENT OF FINANCIAL PERFORMANCE FOR YEAR ENDED 31 DECEMBER 2006

INCOME	NOTES	2006 \$	2005 \$
AGM & Conference registrations		18,095	10,000
Asia NZ Foundation		20,000	1,500
Creative NZ - Clark Collection Scholarship		13,500	13,000
Creative NZ - Journal		-	15,000
Interest		4,572	5,162
Membership Fees		134,412	108,882
National Services Te Paerangi Grant		800	-
Publications		3,175	7,424
Strategy Steering Group		-	277
Sundry Receipts		28,203	3,787
		222,757	165,032
LESS EXPENSES			
AGM & Conference Expenses		3,632	267
Asia NZ Foundation Expenses		18,000	-
Audit Fees		4,000	4,000
Board Expenses		1,664	1,156
Clark Collection Scholarship		12,000	13,000
Depreciation		214	-
Employment expenses		87,773	52,229
Graduates Into Museum Project (GIM)		800	-
Insurance		994	1,029
Interest and Bank Charges		678	266
Kaitiaki Expenses		1,706	-
Membership Communication/Website		9,264	3,203
Mina McKenzie Expenses		3,500	-
Postage and Courier		3,388	4,346
Printing and Stationery		8,361	2,442
Professional Fees Other		12,133	61,287
Property Expenses		9,339	10,073
Publications		27,844	45,840
Repairs and Maintenance		338	-
Strategy Steering Group		-	6,675
Sundry Expenses		1,926	1,239
Telephone and Tolls		2,613	2,797
Travel & Entertainment		3,770	1,624
Workshops/Touring Speakers		12,707	10,222
TOTAL EXPENSES		226,643	221,695
Net Surplus / (Loss) for the year		(\$3,886)	(\$56,663)

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

MUSEUMS AOTEAROA THE MUSEUMS OF NEW ZEALAND INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2006

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 an incorporated society under the Incorporated Societies Act 1908.

Museums Aotearoa 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 in accordance with the Institute of Chartered Accountants of New Zealand 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 statement are:

Goods and Services Tax

The statement of financial performance has been prepared on a GST exclusive basis.

Accounts Receivable

Receivables are valued at expected realisable value.

Property, Plant and Equipment

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

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 Institute of Chartered Accountants of New Zealand 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 \$132,142. The deposits are on varying lengths. Interest rates on savings accounts and deposits are between 0% and 7.4% (2004: 0% to 7.1%)

		2006	2005
Comprising:	Operating Accounts	\$59,687	\$65,820
	Trust and Special Fund	\$72,455	\$72,909
	Accounts (Note 6)		

4. TAXATION

As the Society has charitable status for taxation purposes no provision has been made for 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 and the related income and expenditure is not included in the Statement of Financial Performance of Museums Aotearoa.

The fund balances and movements for the year are:

	31/12/05	Contribution	Interest	Expenses	31/12/06
Mina McKenzie Scholarship Fund	\$40,791		2,658	3,500	39,949
Kaitiaki Maori	\$17,798		1,181	1,706	17,273
Museum Standards	\$11,062		839		11,901
History of MAANZ	\$ 2,269		52		2,321
Mina McKenzie Promotional	\$ 989		22		1,011
	\$72,909		\$4,752	\$5,206	\$72,455

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

7. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated Depreciation	Book Value
2005			
Office Furniture & Equipment	\$31,648	\$31,627	\$21
2006			
Office Furniture & Equipment	\$32,773	\$31,841	\$932

8. RELATED PARTY TRANSACTIONS

There were no related party transactions during the year (2005: nil)

9. CONTINGENT LIABILITIES

There are no known material contingent liabilities as at the balance date (2005: nil)

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

No capital commitments are known to exist at balance date.

The following operating lease commitments exist at balance date:

	2006	2005
Current	\$1,279	-
Non-current	\$2,238	-

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.

**Audit Report
To the Members of
Museums Aotearoa The Museums of New Zealand Inc**

We have audited the financial report on pages 2 to 8. The financial report provides information about the past financial performance of Museums Aotearoa The Museums of New Zealand Inc and its financial position as at 31 December 2006. This information is stated in accordance with the accounting policies set out on pages 5 to 6.

Board's Responsibilities

The Board are responsible for the preparation of a financial report which fairly reflects the financial position of Museums Aotearoa The Museums of New Zealand as at 31 December 2006 and of the results of operations for the year ended on that date.

Auditors' Responsibilities

It is our responsibility to express to you an independent opinion on the financial report presented by the Board.

Basis of Opinion

An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial report. It also includes assessing:

- the significant estimates and judgements made by the Board in the preparation of the financial report, and
- whether the accounting policies are appropriate to Museums Aotearoa The Museums of New Zealand's circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with New Zealand Auditing Standards. We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to obtain reasonable assurance that the financial report is free from material misstatements, whether caused by fraud or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial report.

Other than in our capacity as auditors we have no relationship with, or interests in, Museums Aotearoa The Museums of New Zealand.

Fundamental Uncertainty

In forming our opinion, we have considered the adequacy of the disclosures made in note 10 of the financial statements regarding going concern. The validity of the going concern assumption on which the financial statements are prepared depends on the outcome of these matters, which it is presently uncertain. If Museums Aotearoa The Museums of New Zealand were unable to continue in operational existence for the foreseeable future, adjustments may have to be made to reflect the situation that assets may need to be realised other than amounts at which they are currently recorded in the Statement of Financial Position.

Unqualified Opinion

We have obtained all the information and explanations that we have required.

In our opinion the financial report on pages 2 to 8 fairly reflects the financial position of the Museums Aotearoa The Museums of New Zealand Inc as at 31 December 2006 and the results of its operations for the year ended on that date.

Our audit was completed on 27 February 2007 and our unqualified opinion is expressed as at that date.

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