

Southland Museum & Art Gallery Trust Board Inc

Interim Financial Statements
for the six months ended 31 December 2014

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Southland Museum & Art Gallery Trust Board Inc

Trust Directory

Trustees

Invercargill City Council

Cr Ludlow (Chairperson)

Cr Esler

Cr Sycamore

Southland District Council

Cr Macpherson

Cr Patterson

G Neave (NZOM)

Jane Davis (Community Representative)

Wallace Jack (Community Representative)

Registered office

108 Gala Street

P O Box 1012

Invercargill

Postal address

P O Box 1012

Invercargill

Phone (03) 219 9069

Fax (03) 218 3872

Auditor

Audit New Zealand

Christchurch

Bankers

Westpac

Invercargill

Solicitors

Preston Russell Law

92 Spey Street

Invercargill

Southland Museum & Art Gallery Trust Board Inc

*Statement of Comprehensive Income
for the six months ended 31 December 2014*

<i>Income</i>	<i>Note</i>	<i>2014</i> \$	<i>2013</i> \$
Grants and Bequests	1	775,688	642,429
Finance Income		701	557
Other Income	2	9,304	8,716
		<hr/>	<hr/>
Total operating revenue		785,692	651,702
Expenditure			
Cost of Services	3	643,988	636,849
Depreciation	5	40,903	33,580
		<hr/>	<hr/>
Total operating expense		684,891	670,429
		<hr/>	<hr/>
Total Comprehensive Income / (deficit)		100,801	(18,727)
		<hr/>	<hr/>

*Statement of Changes in Equity
for the six months ended 31 December 2014*

	<i>Note</i>	<i>2014</i> \$	<i>2013</i> \$
Southland Museum and Art Gallery			
Balance at 1 July		2,888,553	3,390,114
Total recognised Comprehensive Income		100,801	(18,727)
		<hr/>	<hr/>
Balance at 31st December		2,989,354	3,371,387
		<hr/>	<hr/>
Education Service			
Balance at 1 July	4	11,269	11,269
		<hr/>	<hr/>
Balance at 31st December		11,269	11,269
		<hr/>	<hr/>
Total Equity		3,000,623	3,382,656
		<hr/> <hr/>	<hr/> <hr/>

The Statement of Accounting Policies and Notes on pages 7 to 14 are an integral part of, and should be read in conjunction with, these financial statements.

Southland Museum & Art Gallery Trust Board Inc

*Statement of Financial Position
as at 31 December 2014*

	<i>Note</i>	<i>2014</i> \$	<i>2013</i> \$
Assets			
Property, Plant and Equipment	5	2,652,684	2,639,074
Redevelopment Capital Work in Progress		226,802	635,024
		<hr/>	<hr/>
Total Non- current assets		2,879,486	3,274,098
Cash and cash equivalents	6	136,880	80,456
Trade and other receivables	7	37,636	38,107
		<hr/>	<hr/>
Total current assets		174,516	118,563
		<hr/>	<hr/>
TOTAL ASSETS		3,054,002	3,392,656
		<hr/> <hr/>	<hr/> <hr/>
Equity			
Retained Earnings		3,000,623	3,382,656
		<hr/>	<hr/>
TOTAL EQUITY		3,000,623	3,382,656
		<hr/>	<hr/>
Liabilities			
Trade and other payables	8	53,379	10,000
		<hr/>	<hr/>
TOTAL LIABILITIES		53,379	10,000
		<hr/>	<hr/>
TOTAL LIABILITIES AND EQUITY		3,054,002	3,392,656
		<hr/> <hr/>	<hr/> <hr/>

Darren Ludlow
CHAIRMAN

Dean Johnston
TREASURER

5 February 2015

The Statement of Accounting Policies and Notes on pages 7 to 14 are an integral part of, and should be read in conjunction with, these financial statements.

Southland Museum & Art Gallery Trust Board Inc

*Statement of Cash Flows
for the six months ended 31 December 2014*

	<i>Note</i>	2014 \$	2013 \$
<i>Cash Flows from Operating Activities</i>			
Receipts from trading/grants		785,076	651,331
Interest received		701	557
Payments to suppliers		(650,785)	(643,567)
GST Paid		(5,532)	(2,313)
		<hr/>	<hr/>
Net Cash inflow (outflow) from Operating Activities	9	129,461	6,008
<i>Cash Flows from Investing Activities</i>			
Purchase of property, plant and equipment		0	0
Investment in Redevelopment Capital Work in Progress		(131,509)	(44,001)
Net transfers to/from investment accounts		0	0
		<hr/>	<hr/>
Net cash inflow (outflow) from Investing Activities		(131,509)	(44,001)
Net Increase/ (Decrease) in Cash and Cash equivalents		(2,048)	(37,993)
Cash and Cash equivalents at the beginning of the year		138,928	118,445
		<hr/>	<hr/>
Cash and Cash equivalents at the end of the year	6	136,880	80,456
		<hr/> <hr/>	<hr/> <hr/>

The Statement of Accounting Policies and Notes on pages 7 to 15 are an integral part of, and should be read in conjunction with, these financial statements.

Southland Museum & Art Gallery Trust Board Inc

Notes to the Financial Statements for the six months ended 31 December 2014

SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

The Southland Museum & Art Gallery Trust Board Inc is a Trust incorporated and domiciled in New Zealand.

The purpose of the Trust is to ensure prudent administration of the Museum facilities and collections within that facility and to monitor the management contract, which is currently with the Invercargill City Council.

The financial statements of the Trust are for the six months ended 31 December 2014. The financial statements were authorised for issue by the Trust on 5 February 2015.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

The Financial Statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (NZ GAAP) with the exception of the Exhibits and Collections. The Trust has applied the Framework for Differential Reporting for entities adopting the New Zealand equivalents to International Financial Reporting Standards (NZ IFRS), and its interpretations as appropriate to public benefit entities that qualify for and apply differential reporting concessions. The Trust is a reporting entity for the purposes of the Charitable Trusts Act 1957 and its financial statements comply with that Act.

The Trust qualifies for Differential Reporting exemptions as it has no public accountability and it is not large as defined in the Framework for Differential Reporting. All available reporting exemptions allowed under the Framework for Differential Reporting for Entities Applying New Zealand Equivalents to IFRS Reporting Regime have been adopted except NZ IAS 7, Cash Flow Statements.

The financial statements are presented in New Zealand Dollars (NZD). The financial statements are prepared on the historical cost basis with the exception of certain items for which specific accounting policies are identified.

The accounting policies are consistent with those followed in the preparation of the Trusts Financial Statements for the year ended 30 June 2014.

Southland Museum & Art Gallery Trust Board Inc

Notes to the Financial Statements for the six months ended 31 December 2014

1 GRANTS AND BEQUESTS	2014	2013
	\$	\$
Invercargill City Council	226,575	226,575
Southland Regional Heritage Committee	420,542	415,854
Redevelopment Grants	128,571	-
	<hr/>	<hr/>
<i>Total Grants and Bequests</i>	775,688	642,429
	<hr/> <hr/>	<hr/> <hr/>
2 OTHER INCOME	2014	2013
	\$	\$
Donations	1,304	716
Rental Income	8,000	8,000
	<hr/>	<hr/>
<i>Total Other income</i>	9,304	8,716
	<hr/> <hr/>	<hr/> <hr/>
3 COST OF SERVICES	2014	2013
	\$	\$
Operating costs	3,876	3,768
Audit fees	0	0
Management Fee - Invercargill City Council	640,112	633,080
	<hr/>	<hr/>
<i>Total cost of services</i>	643,988	636,849
	<hr/> <hr/>	<hr/> <hr/>

4 EQUITY

Education Service Reserve

The Education Service reserve comprises the remains of a grant from the Ministry of Education for the delivery of Curriculum Support Programmes. This grant is for the Learning Experiences Outside The Classroom (LEOTC) program.

Southland Museum & Art Gallery Trust Board Inc

Notes to the Financial Statements for the six months ended 31 December 2014

5 PROPERTY, PLANT AND EQUIPMENT

	Buildings \$	Art Works \$	Total \$
<i>Cost</i>			
Balance at 1st July 2014	3,740,564	785,222	4,525,786
Additions	-	-	-
Disposals	-	-	-
Balance at 31 December 2014	<u>3,740,564</u>	<u>785,222</u>	<u>4,525,786</u>
Balance at 1st July 2013	3,632,217	785,222	4,417,439
Additions	-	-	-
Disposals	-	-	-
Balance at 31 December 2013	<u>3,632,217</u>	<u>785,222</u>	<u>4,417,439</u>
<i>Accumulated Depreciation and impairment losses</i>			
Balance at 1st July 2014	1,832,199	-	1,832,199
Depreciation expense	40,903	-	40,903
Impairment Loss	-	-	-
Balance at 31 December 2014	<u>1,873,102</u>	<u>-</u>	<u>1,873,102</u>
Balance at 1st July 2013	1,744,785	-	1,744,785
Depreciation expense	33,580	-	33,580
Impairment Loss	-	-	-
Balance at 31 December 2013	<u>1,778,365</u>	<u>-</u>	<u>1,778,365</u>
<i>Carrying amounts</i>			
At 1st July 2014	<u>1,908,365</u>	<u>785,222</u>	<u>2,693,587</u>
At 31 December 2014	<u>1,867,462</u>	<u>785,222</u>	<u>2,652,684</u>
At 1st July 2013	<u>1,887,432</u>	<u>785,222</u>	<u>2,672,654</u>
At 31 December 2013	<u>1,853,852</u>	<u>785,222</u>	<u>2,639,074</u>

6 CASH AND CASH EQUIVALENTS

	2014 \$	2013 \$
Westpac Cheque account	76,294	31,969
Westpac Redevelopment Account	14,770	9,192
Bank accounts		
- Bequest	42,005	37,641
- Baird Library	766	750
- Capital acquisition	3,044	905
<i>Total cash and cash equivalents</i>	<u>136,880</u>	<u>80,456</u>

Some restrictions exist on the cash reserve funds which are set aside for special purposes at the discretion of the Trustees.

7 TRADE AND OTHER RECEIVABLES

	2014 \$	2013 \$
Donations - Invercargill City Council	1,304	716
GST	36,332	33,391
Venture Southland - Rental I site	-	4,000
<i>Total Trade and Other Receivables</i>	<u>37,636</u>	<u>38,107</u>

Southland Museum & Art Gallery Trust Board Inc

*Notes to the Financial Statements
for the six months ended 31 December 2014*

8 TRADE AND OTHER PAYABLES	2014 \$	2013 \$
Regional Heritage Committee Payable	10,000	10,000
Signal Management - Redevelopment	43,379	-
	_____	_____
<i>Total trade and other payables</i>	53,379	10,000
	=====	=====
9 RECONCILIATION OF NET CASH FLOW FROM OPERATING ACTIVITIES WITH REPORTED OPERATING SURPLUS	2014 \$	2013 \$
Total Comprehensive Income (deficit)	100,801	(18,726)
	_____	_____
Add/(less) Non cash items	100,801	(18,726)
Depreciation	5 40,903	33,580
Add/(Subtract) Movement in Other Working Capital Items:		
(Increase)/Decrease in Accrued Revenue	84	187
(Increase)/Decrease in GST	(5,532)	(2,313)
Increase/(Decrease) in Accrued Expenditure	(6,797)	(6,720)
	_____	_____
	(12,245)	(8,846)
	_____	_____
NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES	129,461	6,008
	=====	=====

10 POST BALANCE DATE EVENTS

There have been no significant events between year end and the signing of the Financial Statements.

11 CONTINGENCIES

There are no known contingent liabilities or contingent assets at 31 December 2014.

12 COMMITMENTS

The Trust Board has signed a management contract with the Invercargill City Council for the operation of the Museum for a total of \$1,361,445. As at balance date \$721,333 remains payable. The contract can be terminated on 6 months written notice and is negotiated each year.