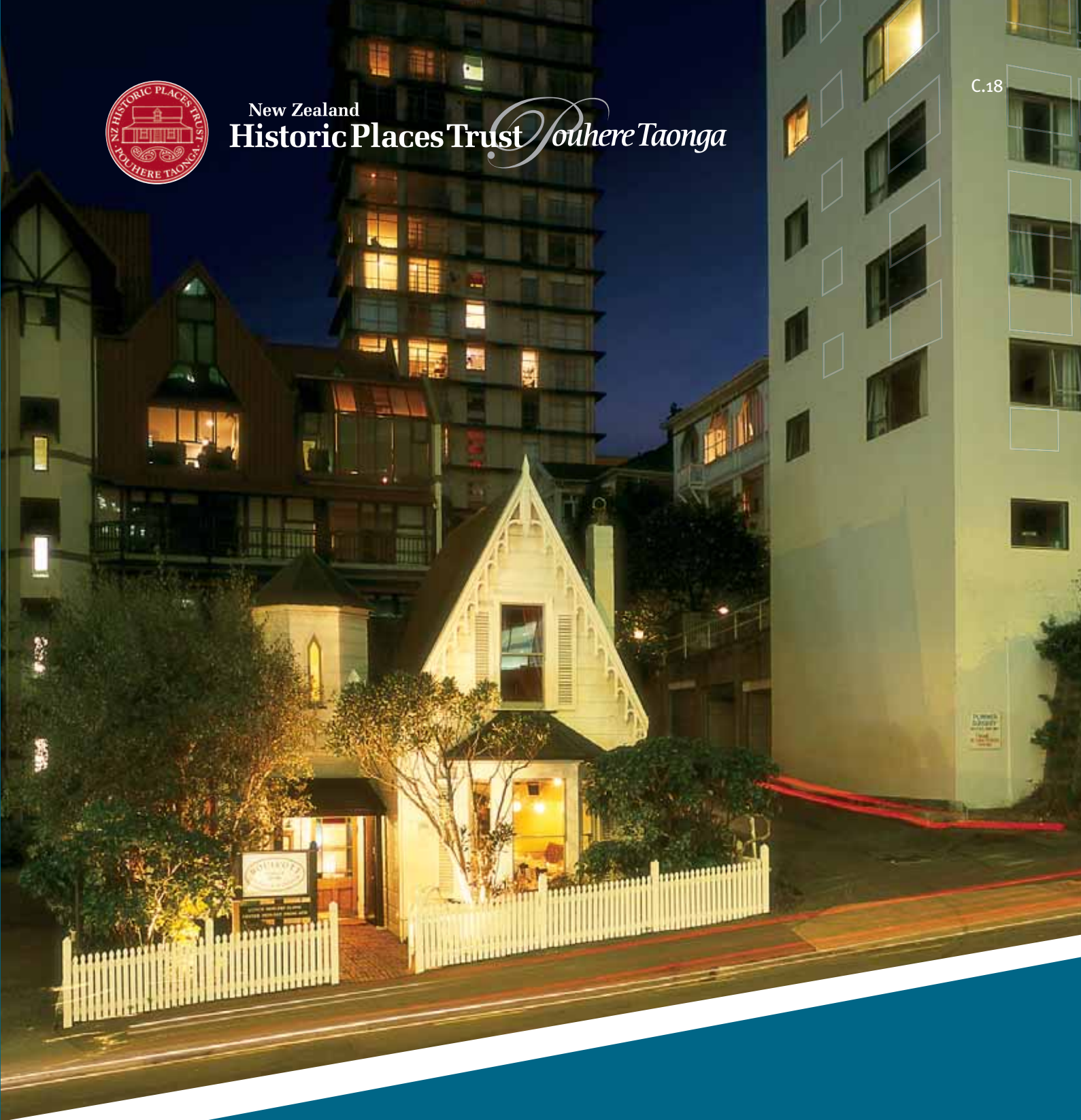




New Zealand
Historic Places Trust *Pouhere Taonga*

C.18



ANNUAL REPORT

Purongo a Tau

For the year ending 30 June 2006

Presented to the Minister for Arts, Culture
and Heritage pursuant to Section 41 and 44
of the Public Finance Act 1989 and Section
152 of the Crown Entities Act 2004.

Conservation work at Manutuke Marae

photo by: Dean Whiting, NZHPT



Stonemasons carrying out restoration work on the Lyttelton Timeball Station

photo by: Arno Gasteiger

Archaeological excavation of Otemotai Pa, Tauranga

photo by: Arno Gasteiger

*cover photo: Plimmer House,
Boulcott Street, Wellington.
photo by: Arno Gasteiger*

cover design: Baseline

CONTENTS

Chairperson's Report	2
Maori Heritage Council Report	4
Chief Executive's Report	6
NZHPT Board and Maori Heritage Council Members	8
Vision Mission and Values Statements	9
EEO Compliance	9
Statement of Responsibility	10
Statement of Service Performance	11
Output Class 1 – Heritage Leadership	11
Output Class 2 – Heritage Properties	14
Output Class 3 – Heritage Education, Information and Advice	17
Output Class 4 – The Register	21
Output Class 5 – Archaeology	24
Output Class 6 – Statutory Advocacy	27
Output Class 7 – The National Heritage Preservation Incentive Fund	30
Output Class 8 – Maori Heritage	34
Output Class 9: Organisational Capability	36
Financial Information	38
Audit Report	56

CHAIRPERSON'S REPORT

Ahakoā he iti, he pounamu – although it is small, it is precious

For 50 years, the New Zealand Historic Places Trust Pouhere Taonga has filled the role of guardian of the nation's heritage. From the beginning, the strength of the NZHPT has been based on the affection and pride that New Zealanders feel for their ancestral places. The places of residence, culture, commerce, religion, state, education and entertainment all have unique and diverse stories to tell of our history, and are the sentinels of memory. When such places are threatened, communities unite, dedicating remarkable passion and effort to their preservation. Our 50th anniversary provided excellent opportunities for the NZHPT to honour those people who have made remarkable and tireless contributions to the cause of heritage; to reflect on a fine record of advocating for New Zealand's historic places; and to plan for the future.

During the year, the Historic Places Amendment Act was passed, and comes into effect on 1 August 2006. The amendments contained in the Bill have been sought for some time, particularly for those sections of the Historic Places Act that were difficult to interpret and administer. The Amendment Act also amends the composition of the Board, and strengthens its governance arrangements.

To further strengthen its governance, the Board and Maori Heritage Council adopted a set of comprehensive governance policies including protocols for the relationship between the two bodies. Mr Gerard O'Regan and Mr Rima Edwards were appointed to the Maori Heritage Council, contributing further knowledge and expertise as we

work together towards achieving the NZHPT's vision. The triennial Board Elections were held, and Mr Gary Russell was elected; and Mr Michael Spedding and Ms Anna Crighton were re-elected by subscribing NZHPT members.

During 2005, a capability review was completed, indicating how challenged this small organisation is to carry out an array of tasks on behalf of the Crown. Demand for its services often outstrips the NZHPT's ability to deliver. The NZHPT was therefore delighted with the announcement of increased funding from Government of an extra \$12.8 million over the next four years, along with an additional \$600,000 in supplementary funding in the 2005-06 financial year. This investment in our nation's heritage by Government will enable the Trust to carry out its functions and statutory responsibilities more effectively.

The National Heritage Preservation Incentive Fund has been an invaluable source of assistance to owners of Category I historic places. Changes to the Building Act and in particular, to the provisions for earthquake strengthening have highlighted the need for funds such as this to support private owners of significant heritage places.

Historic places have powerful and provocative stories to tell. They are educational – learning about these places passes on knowledge of the past to our children, enriches our communities and contributes to a sense of place and identity. A wide range of educational opportunities and initiatives was



presented by the NZHPT. Such events and activities contribute immeasurably to realising our vision of a society that cherishes and values its heritage.

The Board is grateful to Dr Aidan Challis, the National Heritage Policy Manager, who was Acting Chief Executive for a period of eight months. Dr Challis undertook the position with consummate professionalism and dedication, successfully overseeing significant projects including the capability review. In May, the Board and staff welcomed Mr Bruce Chapman as Chief Executive. As a lawyer, geographer and planner who has held key roles in government and the private sector, Bruce is eminently well qualified to head the NZHPT as the country's leading heritage agency.

After 50 years of service, the NZHPT looks forward to a new era for heritage in New Zealand. We look forward to working closely with Government, our members, branch committees, communities and iwi, hapu and whanau to seize the opportunities and challenges of the future, ably equipped and strengthened by the knowledge and understanding of our past.

Aku mihi nui ki a koutou katoa.

A handwritten signature in black ink, reading 'Anne Salmond' in a cursive, flowing script.

Dame Anne Salmond
Chairperson

MAORI HERITAGE COUNCIL REPORT

Tena koutou e rau rangatira ma.

Kei te tangi tonu te ngakau mo nga tini mate o te tau. Koutou ko Te Ata, Te Ao Peehi, Ta Kawharu me nga mate i nga marae huri rauna i te motu, haere koutou. Koutou te hunga mate ki a koutou. Tatou te hunga ora kia tatou, tena koutou katoa.

The 2005-6 year has been a busy and challenging year for the Maori Heritage Council (MHC) and the Maori Heritage staff of the New Zealand Historic Places Trust Pouhere Taonga. Although the year has been busy, I am pleased to report that several successful outcomes have been achieved in relation to this year's Maori heritage targets.

Achievements for the year include:

- ▶ 12 new wahi tapu and wahi tapu area registrations completed
- ▶ 29 marae assisted with technical heritage advice, conservation reports and conservation workshops
- ▶ 11 strategic relationships with iwi groups have been maintained or formed, including relationships with hapu around Rangiriri and Turangawaewae
- ▶ 2 Maori heritage policies, one on wahi tapu and the other about relationship practice and protocols between the Maori Heritage Council and the NZHPT Board.

The Maori Heritage Council has continued to take a national leadership role. In line with the role, the MHC has begun a strategic visioning exercise in order to develop a framework for the future long-

term direction for Maori heritage. The framework will be developed in relation to matauranga Maori (traditional Maori knowledge) and tikanga Maori (Maori customary practice) as cultural reference points to assist the Council's statutory work under the Historic Places Act 1993. The production of the framework will assist consistency and clarity of decision-making. The visioning work will continue into next year.

The adoption of a wahi tapu registration policy has led to more consistency and clarity. The Maori Heritage Team has used the policy to guide the successful completion of 12 wahi tapu and wahi tapu areas and meet business plan targets. Registrations have included some very significant pa sites, islands, and tribal markers. The registration of Moumoukai, north of Wairoa has followed the registration theme of 'maunga korero' or sacred mountains. The registration of the Te Porere Redoubts as a Category I historic place and as a wahi tapu area has emphasized the many layers and dual dimensions of heritage in places. The consultation and collaboration with Ngati Tuwharetoa, in particular the hapu of Ngati Hikairo, has demonstrated the importance of working with local tangata whenua communities.

The Maori built heritage programme has been an area of work that has expanded without the extra resource that is required. Maori Heritage Advisors have needed to increase support to Dean Whiting, Maori Heritage Manager, who gives specialist conservation advice and support. The Maori Heritage Team with the support of the Council has



raised the issue of training more qualified and community-based conservators for this work. The New Zealand Commission of UNESCO and the Te Maori Manaaki Taonga Trust have expressed an interest in this issue.

The Maori built heritage conservation workshops continue to be held on marae in order to pass on advice, knowledge and skills to empower whanau, hapu and iwi to attend effectively to their own heritage. Groups of marae have decided to cluster together to address their conservation needs. Field workers from Te Puni Kokiri, Department of Internal Affairs and the Maori Heritage Team have been working together collaboratively with the clusters.

During the year Dr Monty Soutar and Dr Harry Allen have left the Council. Harry Allen has been a long-serving Maori Heritage Council and Board member who has brought his archaeological expertise and great enthusiasm for Maori heritage to the Council. Monty Soutar has also provided a fresh and valuable contribution to the Council. Rima Edwards, from the Far North, and Michael Spedding, from Gisborne, have joined the Council. The MHC welcomes them both and looks forward to their contributions. Three 50th anniversary heritage awards of the NZ Historic Places Trust were made to Dr Cliff Whiting, Dr Apirana Mahuika and Sir Tipene O'Reagan at NZ Historic Places Trust National Conference in Napier.

The Council thanks Dr Aidan Challis, Acting Chief Executive and welcomes the new Chief Executive, Bruce Chapman. The Council thanks the Maori

Heritage staff for their support and dedication and acknowledges the effort made by all staff of the NZHPT to support Maori heritage. Special mention is made of the support given to the World Heritage Advisory Committee and the important links that are made between the Council, NZHPT and New Zealand's representatives for World Heritage. Thanks are expressed to the Chief Executive, Kaihautu, Board Chair and Board members for their co-operation, encouragement and support of the Council during the year.

No reira,

Ko te tumanako, me haere tahi tatou hei manaaki i nga taonga whakahirahira o o tatou matua tupuna.

Let us work together to care for the significant treasures of our ancestors.

A handwritten signature in black ink, appearing to read 'Tumu te Heuheu'.

Tumu te Heuheu DCNZM

Chairperson, Maori Heritage Council

Te Kaunihera Maori o Te Pouhere Taonga

CHIEF EXECUTIVE'S REPORT

New Zealand's landscape is rich in historic places that are inseparable from our national and cultural identities. Historic places, wahi tapu and the places of significance to our many peoples, help us remember, to learn, to belong and to share our stories with others. They provide inspiration for artistic creativity, a foundation for heritage tourism, and are a source of pride in our country.

The NZHPT works in partnership with other national and local agencies and with communities throughout New Zealand. Our common goal is to meet the wide-ranging aspirations which New Zealanders share for the recognition, protection and promotion of their historic and cultural heritage.

Throughout its 50 years of service, the NZHPT has advocated strongly for cultural and historic heritage, and sought to empower others to respect, care for and protect their own special places. In doing so, we have collectively become the difference in the survival of our national stories of struggle and survival, of courage and adversity, of innovation and determination that are witnessed by our historic places.

In 1955, one full-time and one part-time person administered the Trust, and its Board helped establish Regional Committees with a grant of £8,200, all from one small office in Thorndon, Wellington. Today, the NZHPT is led by a Board and Maori Heritage Council, it operates from seven offices, employs 90 fulltime equivalent staff, has 24 branch committees, Government funding (2005-06)

of \$7,752,889 and a total revenue stream of some \$10,275,000.

From 1955 until 2005, common themes emerge, of continued and growing demand for the NZHPT's services in all areas of our work; growing interest in the importance of historic heritage, and of limited resources to expend in response. While still new to the position of Chief Executive, I am aware that these themes will endure into the future, and careful prioritisation will be required to balance organisational capability with the need to achieve heritage outcomes in the public interest.

In the financial year under review, the NZHPT

- ▶ assessed and made 142 submissions on annual and strategic plans for local authorities
- ▶ provided 1435 opinions on heritage values in resource management and other planning processes
- ▶ registered 41 historic places or areas and 12 wahi tapu
- ▶ responded to over 2000 public enquiries regarding registration
- ▶ processed 238 archaeological authorities, and investigated 63 reports of site damage
- ▶ provided 200 public or professional education services
- ▶ assisted 29 marae with specialist conservation advice.

Such measures are largely above our targets, and have occurred alongside many other demands for



professional advice and input. In addition to this, a substantial programme of events and activities celebrating the NZHPT's 50th anniversary was carried out, including its first national heritage conference which brought heritage enthusiasts from around the world together to discuss and debate our heritage future.

The NZHPT relies on the huge contribution of branch committees and other volunteers to assist in its work and upon the dedication and passion of its professional staff. In particular I would like to thank Dr Aidan Challis for his contribution as Acting Chief Executive for the better part of the past year. In the short time I have worked for the NZHPT, I am proud to be associated with the commitment to heritage, given so willingly by so many people. I acknowledge and appreciate the enthusiasm and hard work of branches, volunteers and the NZHPT staff.

I thank the Government for its investment in this organisation, in the form of increased funding over the next three years. We will work assiduously at all levels of the organisation to refine our systems, structures, processes, and skills to address the challenges inherent within the opportunity afforded to us and to meet our accountability not only to Government but to the people of New Zealand.

The NZHPT has adapted and grown as heritage has become a much greater part of New Zealand life. No country can afford to neglect its history, and through sharing New Zealand's unique heritage stories, constructive engagement with stakeholders, and

effective management and prioritisation of resources, the NZHPT will realise its vision – that our heritage is valued, respected and preserved for present and future generations.

A handwritten signature in black ink, appearing to read 'Bruce Chapman', with a stylized flourish at the end.

Bruce Chapman
Chief Executive

NZHPT BOARD AND MAORI HERITAGE COUNCIL MEMBERS

New Zealand Historic Places Trust Board

The *Historic Places Act 1993* provides for an 11-member Board of Trustees. This was reduced to a 9-member Board with the passing of the Historic Places Amendment Bill, effective from 1 August 2006. The membership (with references to the Historic Places Act prior to its amendment) was:

(a) Appointed by the Minister

- (i) Dame Anne Salmond CBE DBE FRSNZ, Chair of the NZHPT Board (s.42(a))
- (ii) Mr Tumu te Heuheu DCNZM (s.42(b))
- (iii) Dr Merata Kawharu (s.42(b))

(b) Elected by the Trust membership

- (i) Mr Denys Oldham (s.42(c)), term completed July 2006
- (ii) Mr Michael Spedding (s.42(c)), re-elected July 2006 for further three year term
- (iii) Cr Anna Crighton (s.42(c)), re-elected July 2006 for further three year term
- (iv) Mr Gary Russell (s.42(c)), elected July 2006 for three year term

(c) Appointed by (a) and (b) above

- (i) Dr Harry Allen (s.42(d)), term expired August 2006 with the passing of *Historic Places Amendment Act 2006*
- (ii) Mrs Te Aue Davis OBE (s.42(d))
- (iii) Mr Murray Mouat (s.42(d))
- (iv) Mr John Acland (s.42(d)), (Deputy Chairperson)
- (v) Vacant position, ceased August 2006 with the passing of *Historic Places Amendment Act 2006*.

In the year under review, under Section 51 of the *Historic Places Act 1993*, the Chief Executive of the Ministry for Culture and Heritage was entitled to attend meetings. This provision has been repealed with the passing of the *Historic Places Amendment Act 2006*.

Maori Heritage Council

The *Historic Places Act 1993* provides for an 8-member Maori Heritage Council. The membership was:

(a) Trust Board members (s.84 (2) (a), (b) and (c))

- (i) Mr Tumu te Heuheu, Ngati Tuwharetoa, (Chairperson) (s.84(2)(a))
- (ii) Dr Merata Kawharu, Ngati Whatua, Nga Puhi (s.84(2)(a))
- (iii) Mrs Te Aue Davis OBE, Ngati Maniapoto, Ngati Hikairo (s.84(2)(b))
- (iv) Dr Harry Allen, Archaeologist (s.84(2)(c)), resigned 1 August 2006
- (v) Mr Michael Spedding, (s.84(2)(c)), appointed 25 August 2006

(b) Members appointed by the Minister (s.84 (2)(d))

- (i) Mr Waaka Vercoe, Te Arawa, Ngati Awa
- (ii) Dr Monty Soutar, Ngati Porou, Ngati Awa, resigned 15 November 2005
- (iii) Dr Charles Royal, Ngati Raukawa, Ngati Tamatera, Nga Puhi, Toa Rangitira
- (iv) Mr Gerard O'Regan, Ngai Tahu, appointed July 2005 for three years
- (v) Mr Rima Edwards, Nga Puhi, Te Rarawa, appointed July 2006 for three years.

VISION MISSION AND VALUES STATEMENTS

Vision Tirohanga

Our heritage is valued, respected and preserved for present and future generations.

Ko a tatau taonga tuku iho, e kaingakautia ana, e whakanuitia ana, e tiakina ana mo a tatau whakatipuranga, o naianei, o a muri iho nei.

Mission Whakatautanga

To identify, protect and promote heritage.

Kia mohiotia atu, kia tiakina, kia hapaingia a tatau taonga tuku iho.

Values

The heritage places of New Zealand:

- ▶ Are rich, varied and unique
- ▶ Are central to our national identity and well-being, now and in the future
- ▶ Embody the stories of all generations, cultures, traditions and communities
- ▶ Include the heritage places of Maori which are integral to their whakapapa and identity
- ▶ Make a creative contribution to the diversity of our national life
- ▶ Deserve the best recognition and care for the benefit of future generations
- ▶ Are resources for increasing economic growth including tourism

Nga Uaratanga a te Taonga Tuku Iho

Ko nga wahi taonga tuku iho o Aotearoa:

- ▶ E whai hua ana, e momo whanui ana, e ahurei noa ana
- ▶ E toro tia mai ana ko wai tatau, he oranga hoki inaianei, a muri iho nei hoki
- ▶ E eke ana ki nga korero whakatipuranga, ki nga tikanga me nga kawa a nga hau kainga
- ▶ E pumau ana ki nga wahi taonga tuku iho a te Maori, ki ona whakapapa, ki ona mana motuhake
- ▶ E toi marama ana, te rereketanga a a tatau noho oranga
- ▶ E whai hua atu ana ki a tatau rawa pera ki te tapoitanga
- ▶ E tika ana me tiaki pumau, he oranga hoki mo nga whakatipuranga a muri iho

EEO Compliance

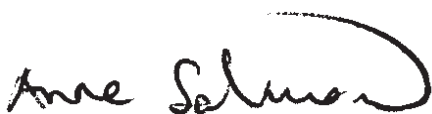
Equal Employment Opportunity principles and processes are part of mainstream management practices in the NZHPT. EEO principles continue to be demonstrated in all recruitment and redeployment processes for the NZHPT.

STATEMENT OF RESPONSIBILITY

For the year ended 30 June 2006

In terms of Section 42 of the *Public Finance Act 1989*, the Board and the management of the New Zealand Historic Places Trust hereby state that:

- 1 The Board and the management of the New Zealand Historic Places Trust have been responsible for the preparation of these financial statements and the judgments used therein.
- 2 The Board and the management of the New Zealand Historic Places Trust have been responsible for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial and non financial reporting.
- 3 The Board and the management of the New Zealand Historic Places Trust are of the opinion that these financial statements fairly reflect the financial position and operations of the NZHPT for the reporting period.



Dame Anne Salmond

Chairperson

Date: 27 October 2006



Mr Bruce Chapman

Chief Executive

Date: 27 October 2006

STATEMENT OF SERVICE PERFORMANCE

OUTPUT CLASS 1 – Heritage Leadership

Across New Zealand, communities and individuals are becoming more aware of the value of their heritage places and the stories they tell of history where it happened. The NZHPT believes that the key to keeping these places and their stories alive for future generations to appreciate and enjoy is through educating New Zealanders to better understand, value, conserve and sustain their heritage resources.

Promotional, educational and advisory activities are thus targeted at building upon the increasing enthusiasm for and interest in New Zealand's diverse and unique heritage and its contribution to economic development, tourism, and cultural and national identity.

Performance – a golden year

When the Historic Places Act was passed in 1954, it had overwhelming parliamentary support from a combination of factors including increased nationalism and historical awareness. 50 years later, that awareness of national culture and identity has continued to grow, focused as it has become increasingly, on places of significance. The NZHPT has spent the last year celebrating its record of achievement in advocating for and protecting historic places in New Zealand – of achievement in the face of indifference, changing laws, fiscal diet – but brought about by people dedicating remarkable energy and passion for the cause. As diverse as our heritage places, celebrations took a myriad of forms from walks, talks, publications, competitions, exhibitions and concerts to a national heritage conference bringing together a wide range of heritage enthusiasts to focus on key heritage issues and to discuss our heritage future. Special 50th anniversary heritage awards to recognise the outstanding contribution by an individual to the cause of New Zealand's heritage were presented by the NZHPT's Patron, Her Excellency, the Governor General at a gala dinner following the conference.

As they have done for more than 50 years, branch committees have assisted staff in a range of valuable ways, including research, advice and support. Through their events and activities, branch committees provide a human face to the NZHPT and promote understanding of local heritage to local people. Examples of the variety of their activities and support include

- ▶ Lockwood Homes, one of the country's most successful housing enterprises celebrating its own golden year, was honoured in an exhibition in Rotorua
- ▶ Supporting a research project on the historic features, infrastructure and importance of the Dunedin harbourside
- ▶ Unveiling of new interpretation for the Kumara Swimming Pool
- ▶ Cruises with a historic focus in the Bay of Islands and the Coromandel
- ▶ *Domestic matters: Understanding and Conserving Our Homes*, a seminar and workshop providing an opportunity for all interested in historically significant houses to learn more about them, their conservation and working sensitively with them
- ▶ Assisting the Southland Heritage Buildings Trust with their efforts to secure the future of Kohikohi Cottage, Riverton
- ▶ Open home tours
- ▶ Assisting local authorities with heritage inventories.

A review of the branch committee rules has been in progress to address the needs of the NZHPT, the aspirations of branch committees and the circumstances of the NZHPT's crown entity status.

Several NZHPT properties reached milestones during the year, including Antrim House, Wellington (100 years), Old St Paul's, Wellington (140 years), and Hurworth Cottage, New Plymouth (150 years). Hurworth was built by Harry Atkinson, four times Premier of New Zealand, from timber he milled himself in anticipation of his marriage to Amelia Jane Skinner. An accurate re-enactment of Harry and Amelia Jane's wedding at St Mary's Pro-Cathedral, followed by a picnic and Victorian games at Hurworth recreated the early life and times of the Taranaki pioneers.

While membership numbers did not meet the target, membership stood at 24,694, a small 1.3% loss over the previous year. 3,248 new members joined the NZHPT, a 17% increase over the target. The NZHPT's magazine *Heritage New Zealand* continues to receive high praise, and is more widely available through bookstores and other outlets than previous years. Trust staff and branch committee members have managed information stands at field days and expos resulting in positive responses from the opportunity to have questions answered, exchange views and gain advice and information about heritage.

Every three years, members of the NZHPT elect three member representatives to the Board. Elections were held in June 2006, and in accordance with the Historic Places Trust Elections Regulations 1993, Ms Anna Crighton (Southern Region), Mr Michael Spedding (Central Region) and Mr Gary Russell (Northern Region) were duly declared elected. Anna Crighton and Michael Spedding have served on the Board for the previous three years as member representatives.

The NZHPT Board conferred 15 awards this year. Eight of these were special heritage awards to mark the 50th anniversary, granted to

- ▶ Maureen Fox
- ▶ Apirana Mahuika
- ▶ Sir Tipene O'Regan
- ▶ John Stacpoole
- ▶ Alan Talbot
- ▶ Geoffrey Thornton
- ▶ Cliff Whiting
- ▶ John Wilson

Honorary Life memberships were bestowed on Dorothy and Denis Pilkington, stalwarts of the Manawatu Branch Committee.

Specific Deliverables	Performance Achieved
Income budget \$ 1,302,000 Expenditure budget \$ 1,301,000	Income Actual \$ 1,190,018 Expenditure Actual \$ 1,557,734
Develop a set of governance policies.	In June 2005, the Board adopted a set of governance policies. In March 2006, the Board and the Maori Heritage Council adopted protocols and practices for the Board/Maori Heritage Council relationship.

Specific Deliverables	Performance Achieved	
<p>Manage the successful delivery of the Trusts national programme of events for the 50th anniversary, specifically:</p> <ul style="list-style-type: none"> ▶ <i>Landmarks</i> publication ▶ National Heritage Conference ▶ Antrim House centenary. 	<p>NZHPT celebrated its 50th Anniversary year with celebrations including a 3 day National Heritage Conference held in Napier in October and the launch of <i>Landmarks</i> to numerous local activities organised by the branch committees.</p> <p>The year also coincided with some significant anniversaries at our properties: Antrim House, Wellington (100 years); Hurworth Cottage, New Plymouth (150 years); Old St Paul's, Wellington (140th anniversary of consecration).</p>	
Develop a national heritage tourism publication.	<p>Compilation is underway.</p> <p>In addition, regional tourism features have formed part of editorial content in <i>Heritage New Zealand</i>. (Spring 2005 Nelson; Summer 2005 Hawkes Bay; Autumn 2006 West Coast; and Winter 2006 Wanganui).</p>	
Develop a Branch Committee Strategy.	<p>A review of the branch committee rules (adopted by the Board in 2001) is in progress to address the needs of the NZHPT and its branch committees. Drafting of revised rules is in progress.</p>	
Oversee the 2006 member elections to the Board.	<p>The 2006 member elections to the board were successfully undertaken. Michael Spedding (Central), Anna Crighton (Southern) and Gary Russell (Northern) were elected effective from July 2006.</p>	
Collaborate with Australian counterparts to progress research work on economic, social and environmental value of heritage.	<p>The Productivity Commission of the Australian Government produced a Draft Report "Conservation of Australia's Historic Heritage Places". The NZHPT has provided detailed responses to HCOANZ (Heritage Chairs and Officials of Australia and New Zealand), of which the NZHPT is a member, and these were incorporated into the HCOANZ submission to the Commission.</p>	
Monitor Trust profile.	<p>As at August 2005, awareness of NZHPT was 81%, up 2% from June 2004. In particular, awareness of the Trust's advocacy function was up 5% from June 2004. <i>Source:</i> BRC Marketing and Social Omnibus Survey, August 2005.</p>	
Performance Targets	Target	Results
Conduct targeted media campaigns	4	4
Membership numbers at 30 June 2006	26,500	24,694
Increase in number of new members	5% (2,891)	17% (3,248)
Convert property visitors to members	1%	0.9%
Membership retention rate	85%	85.4%
Targeted membership campaigns	4	4
Delegate satisfaction rating for conference	80%	75%

OUTPUT CLASS 2 – Heritage Properties

Historic places have powerful and provocative stories to tell. This is particularly true of some 60 properties which the NZHPT manages, 15 of which are staffed and open to the public. These properties tell the stories of early interactions between Maori and Pakeha; the development of nationhood; and our country's early social, economic and technological development including missionary and Maori interactions, the New Zealand Wars associations, whaling, mining, agriculture, industrial manufacturing and urban development. They are authentic heritage places in their original settings and contexts, and when associated with other historic and cultural places of significance, form a national network of places important to national identity.

New Zealanders, overseas visitors and the tourism industry expect to find publicly accessible heritage places presented and interpreted to international standards. Additional resourcing has been applied to key projects in conservation, maintenance and interpretation to further an ongoing programme of development of a national network for enjoyment by all.

Performance

The NZHPT has continued its involvement with the Kerikeri Sustainable Development Plan, in collaboration with the Department of Conservation, Far North District Council, iwi and other local stakeholders. The Plan considers ways to increase the quality of the visitor experience at the Basin and its development as a tourist attraction while ensuring the long-term protection of irreplaceable archaeological and historic heritage assets.

The waka previously housed at the NZHPT's Taupo Courthouse was relocated to special Ngati Tuwharetoa gallery at the Taupo Museum. Conservation work was undertaken on the waka prior to its move to ensure a safe relocation.

A high level clean of Old St Paul's, the first for 40 years, was completed. This involved specialists in the conservation of stained glass windows, timber and textile using abseiling and scaffolding to reach above the gothic arches.

The restoration project for the Hayes Homestead adjacent to the Hayes Engineering Works, Oturehua was launched by the Minister for Arts Culture and Heritage. This will be partially funded by support from the Lottery Grants Board.

With assistance from the Tourism Facilities Grant (Ministry of Tourism) and the Lottery Grants Board, significant stonework restoration at the Lyttelton Timeball Station is nearing completion.

Alan and Linda Craig have generously presented a family bible to the NZHPT for Mangungu Mission. James and Jane Buller were missionaries at Mangungu and Tangiteroria on the Kaipara Harbour, who arrived at Mangungu in 1836. The bible was published by the British and Foreign Bible Society in London in 1838. It contains interesting, handwritten information including the names of its various owners, birthdates and the name of a ship, the *Signet*.

A highly successful celebration of the signing of the Treaty of Waitangi at Mangungu was held on 12 February 2006. A hiko of young people traced the steps of William Hobson from Waimate via Rangiahua to Mangungu, the scow Alma brought Hokianga Historical Society members from Rawene and the waka taua from Opononi and Horeke added considerable presence to the occasion. Amongst visitors were descendants of both missionary and Maori signatories to the Treaty.

Visitor numbers have trended above average, a positive result in light of an overall decrease in international visitors to New Zealand during 2005-06.

Specific Deliverables	Performance Achieved
Income budget \$ 2,687,000 Expenditure budget \$ 3,068,000	Income Actual \$ 2,572,927 Expenditure Actual \$ 2,948,863
Commence implementation of the Property Strategy.	A draft strategy for the management and conservation of the NZHPT's property portfolio was considered by the Board in June 2005. Implementation of the strategy has been in progress throughout the 2005/06 year and the draft strategy has been updated and further developed.
Progress Crown Property Maintenance fund projects.	Maintenance at NZHPT properties is ongoing. The work that this fund provided some assistance towards this year includes: <ul style="list-style-type: none"> ▶ exterior repaint and re-lime wash at Pompallier Mission ▶ conservation of dry stone walls at Edmonds Ruins ▶ a high clean at Old St Paul's, Wellington ▶ installation of fire sprinkler and security systems at Taupo Courthouse ▶ restoration work at Hayes Engineering Works and Totara Estate.
Prepare the draft general policy for the NZHPT's properties in accordance with section 57 of the Historic Places Act 1993.	A first draft statement of general policy has been prepared. The objective is to provide high-level guidance for the management, administration, control and use of all historic places owned or controlled by the NZHPT or vested in it, consistent with section 57 of the <i>Historic Places Act 1993</i> . Internal consultation on the first draft is in progress.
Develop partnerships with owners of other heritage properties to establish mutual benefit.	Tourism networks continue to be developed. Some examples include: <ul style="list-style-type: none"> ▶ A brochure has been developed by the Hauraki Branch Committee on the gold towns of the Coromandel which includes the Thames School of Mines ▶ The first of a series of history cruises with the <i>R. Tucker Thompson</i> Sail Training Trust took place in May 2006, with more planned. Film location use of NZHPT properties continues to be promoted in the <i>Film Data Book</i> , where NZHPT has its own dedicated section under "Heritage Locations".
Increase visitor satisfaction at staffed properties.	Consolidated visitor surveys show an average visitor satisfaction rating of 9.1 (baseline score 2005:9.2) (10=very satisfied, 1=very unsatisfied)

Performance Targets	Target	Results
NZHPT properties will have an approved conservation plan	14	10 approved 4 draft
NZHPT properties will have a documented deferred maintenance plan	16	16
NZHPT properties will have an interpretation plan	4	4
Business plans will be developed for individual NZHPT properties	11	5 underway. Others commenced, but vacancies in key positions and prioritisation of property conservation & maintenance has impacted delivery.
Visitors to NZHPT Properties	155,000	150,417

OUTPUT CLASS 3 – Heritage Education, Information and Advice

Historic places have educational value, passing on knowledge of the past to our children. They enrich the texture of our communities, making them more enjoyable and interesting to live in.

The NZHPT has a strategic and operational commitment to delivering educational services, motivated by a belief that education contributes strongly to creating a society where heritage is valued, cherished and preserved.

Performance

The Learning Experiences Outside the Classroom programmes in Northland and Taranaki have continued to build momentum, with very positive feedback from the visiting teachers and students. There is a need to renegotiate contract targets with the Ministry of Education to set achievable targets especially at secondary level, and to strengthen NZHPT's next bid for funding. Annual audits of the programmes congratulate both educators on the high standard of delivery.

The first of the extended history cruises in the Bay of Islands on board the tall ship *R Tucker Thompson* was highly successful. The cruise provided wonderful opportunities to visit significant historic sites connected with Maori, French, and English explorers, early missionaries, the Treaty of Waitangi, the Northern War of 1845, and the Pacific War of 1942-45, many of which are not readily accessible.

Along with a number of local businesses and organisations including the Society for the Preservation of the Kerikeri Stone Store Area (SPOKKSA), Marsden Estate and the Northern Steamship Company, the NZHPT supported a Festival of History organised by the Department of Conservation in Kerikeri. The Festival explored Kerikeri as the meeting pool where Pakeha and Maori interacted over a sustained period for one of the first times in New Zealand history. A range of prominent historians stimulated a wide ranging discussion.

The NZHPT collaborated with City Care (Christchurch City Council) to sponsor a workshop by David Young of the University of Canberra on the use of materials in building conservation. The workshop was attended by heritage professionals from all over New Zealand.

Education, information and advice is provided in many different forms and ways. Staff members have been asked to address a wide variety of professional associations, groups, students, local authorities, iwi, conferences, seminars and workshops over the year, and again significantly exceeding targets. Branch committee-hosted functions, events and activities and the production of an array of publications for personal pleasure or professional use also contribute to appreciation for and understanding of our heritage.

Specific Deliverables	Performance Achieved
Income budget \$ 734,000 Expenditure budget \$ 734,000	Income Actual \$ 956,854 Expenditure Actual \$ 770,851
Contribute to selected New Zealand tertiary education and training courses relevant to heritage practice.	<p>NZHPT has contributed to a number of tertiary education and training courses, including:</p> <ul style="list-style-type: none"> ▶ Provided annual lecture series to surveying students at Otago University ▶ Assisted Massey University with <i>Past Matters, Urban and Planning History</i> Conference ▶ Presented guest lectures to planning students at Massey University ▶ Provided course delivery at Massey (Albany) School of Design in 19th/20th Century Design History ▶ Presented a lecture on NZ Architecture to a University of Auckland School of Architecture course on New Zealand Conservation and Preservation ▶ Presentations on Maori Heritage Conservation have been given to Te Whare Wananga o Awanuiarangi and Victoria University ▶ A proposal has been approved by Auckland University for NZHPT to deliver a conservation buildings course commencing September 2006.
Continue coordinating the Learning Education Outside the Classroom (LEOTC) programme in Northland and Taranaki in conjunction with the Ministry of Education.	The LEOTC programme in Northland and Taranaki has continued. Teacher surveys returned indicate high satisfaction with the programmes being delivered, with learning objectives being met. A recent audit by the Ministry of Education congratulated NZHPT on the strong delivery of material.
Produce core NZHPT publications (Annual Report, Statement of Intent, Strategic Plan, generic brochure).	<p>During the 2005-06 year NZHPT published a bilingual <i>Strategic Plan Mahere Rautaki</i>, its first <i>Statement of Intent Panui Whaingā</i>, and <i>2005 Annual Report Purongo a Tau</i>.</p> <p>Work has commenced on a generic corporate profile to better align with strategies and outcomes described in the <i>Strategic Plan</i> and <i>Statement of Intent</i>.</p>

Specific Deliverables	Performance Achieved
Provide targeted needs based in-house and area/ regional training to local authorities.	<p>The NZHPT has provided a variety of targeted needs training including:</p> <ul style="list-style-type: none"> ▶ Various workshops held on archaeology, the Historic Places Act and the Resource Management Act for contractors and local authorities ▶ Two workshops for Department of Conservation staff on management of archaeological sites on reserves ▶ Collaborating with the Ministry for the Environment for developing national training for local authorities about historic heritage and the Resource Management Act.
Maintain and further develop relevant community and professional networks to promote positive heritage outcomes.	<p>The NZHPT developed community and professional networks by:</p> <ul style="list-style-type: none"> ▶ Presenting papers at the Conservators Association and the World Archaeology Congress Conference on Indigenous Archaeology ▶ Papers relating to work undertaken by NZHPT were presented at the Australasian Society for Historical Archaeology Conference, Melbourne, and the Society for Historic Archaeology Conference, Sacramento, California.
Promote and support heritage awards for local and regional heritage achievements.	<p>NZHPT recognised significant heritage contributions with various awards presented at the National Heritage Conference.</p> <p>NZHPT has supported a number of Local Authorities in the development of local heritage assistance funds and award programmes.</p> <p>The Otago Branch Committee presented the David Cox Memorial awards, a recognition of achievement in conservation and heritage restoration.</p>

Specific Deliverables	Performance Achieved	
Undertake speaking engagements, talks and papers to community and professional organisations.	<p>NZHPT staff undertook leadership roles and participated in wider professional networks including</p> <ul style="list-style-type: none"> ▶ ICOMOS ▶ New Zealand Archaeological Association ▶ NZ Institute of Architects ▶ Museums Aotearoa ▶ Tourism New Zealand ▶ Professional Historians Association of NZ. <p>Speaking engagements were accepted for such organisations as</p> <ul style="list-style-type: none"> ▶ Rotary clubs ▶ Probus ▶ Local historical societies ▶ Business and Professional Women's groups ▶ Various workshops presented to iwi and whanau. <p>The NZHPT also had trade displays at forums such as A&P Shows, Field Days, Seniors Day Out and Town Centres Association of New Zealand Conference to increase public awareness of heritage.</p>	
Increase customer satisfaction levels following training sessions.	Verbal feedback and quantitative surveys of participants (where available) indicate a high degree of satisfaction with training provided.	
Performance Targets	Target	Results
Educational, promotional or training services provided to Local Authorities	28	36
Public and professional group education services provided	90	200
Training and education services provided to marae and iwi	10	10
General enquiries	7,070	7,200

OUTPUT CLASS 4 – The Register

Compiled under the *Historic Places Act 1993*, the Register of historic places, historic areas, wahi tapu and wahi tapu areas identifies New Zealand's significant historic and cultural places, and assists with their protection. Its size, scale and national focus make the Register one of the most important historical information resources in New Zealand. Through the development of the Register, and improving its accessibility, New Zealanders are better able to understand, appreciate and protect their significant heritage places.

Performance

Most targets for registration and research of heritage have been met, or exceeded. The NZHPT has focused its limited resources on ensuring that the Register is accurate, nationally consistent and discriminating. A strategic action plan for registration work has been developed, and its main priorities were included in the NZHPT's Statement of Intent. Registration business processes will be reviewed to take into account the amendments in the *Historic Places Amendment Act 2006*.

The information folder for local authorities was revised and distributed during the year. The folder includes relevant information regarding the relationship between statutory advocacy and registration. Quarterly updates to the Register are provided.

During the year the Board confirmed 25 Category I registrations, 12 Category II registrations, 4 historic area registrations, and 38 reviews. The Maori Heritage Council confirmed 8 wahi tapu registrations and 4 wahi tapu area registrations.

Of particular note was the registration of the Te Porere Redoubts as both a Category I historic place and a wahi tapu area. An outstanding and special site of national significance, it acknowledges the historic significance of the battle of Te Porere, the archaeological value of the earthworks, the importance of the place to Ngati Tuwharetoa and other iwi who fought on either side, and the followers of the Ringatu religion. The battle was the last staged engagement of the New Zealand Wars, and the last place that the founder of the Ringatu faith, Te Kooti Arikirangi Te Turuki and his followers fought from a prepared position.

Registrations confirmed during the year represent a wide range of heritage places. Examples include:

- ▶ **Historic areas:** Wright Street Houses, Wellington; Windle Historic Area, Dunedin; Waihi Gold Dredging Plant; Waikekeno Historic Area
- ▶ **Historic places:**
 - ▶ *Buildings:* Buck House, Hawkes Bay; Woodside, Dunedin; Galloway Station, Otago; Jean Batten Departmental Building, Auckland; Wakelin's Flour Mill (former), Carterton; Kahn House Wellington; Girl's Training Hostel, Christchurch; Smalls Homestead, Otago; Shalfoon Brothers, Opotiki; Auckland Municipal Destructor; McLaren Garage (former) Auckland; Carter Home, Carterton; Stanley's Hotel, Otago; Stewart House, Otago; Brancepeth Station, Masterton; Globe Theatre, Dunedin; Cottesbrook Station, Otago
 - ▶ *Churches:* Church of the Holy Sepulchre, Auckland
 - ▶ *Cemeteries:* Southern and Northern Cemeteries, Dunedin
 - ▶ *Places:* Guy Menzies site, Harihari; Pioneer Gun Turret, Mercer; Earnscleugh Bridge; Waiu Pa, Waiouru; Te Porere Redoubts; Makatote Tramway, Erua; Lilburn House, Wellington
 - ▶ *Archaeological sites:* Te Kahuoterangi Whaling Station, Kapiti Island; Waikekeno Historic Area
- ▶ **Wahi tapu:** Korihirau Pa and Omanono Pa; Onawe Pa, Banks Peninsula; Tapu te Ranga, Wellington; Te Mana o Kupe, Mana Island; Otiki, East Cape; Otiti Urupa, East Cape; Eparaima, Porangahau; Taikura, Porangahau
- ▶ **Wahi tapu areas:** Te Houhou Ki Wairakei; Moumoukai, Morere; Tapuarata, East Cape.

As well as new registrations, the NZHPT has continued to undertake research on identified deficient registrations to improve the quality of the Register. 97 deficient registrations were rectified, 30 registrations were reviewed and 149 technical changes were made. The Board is committed to the ongoing improvement of the Register.

Specific Deliverables	Performance Achieved
Income budget \$ 901,000	Income Actual \$ 1,009,203
Expenditure budget \$ 996,000	Expenditure Actual \$ 1,004,021
Review and revise the flow charts and standard operating procedures for historic places and historic areas registration.	The flow charts and standard operating procedures for historic places and historic areas registration will be revised to take account of amendments to the Historic Places Act in the current Historic Places Amendment Bill once the Bill has been passed. The amendments address recommendations made by Professor Peter Skelton in his review of registration in 2004.
Review and revise the proposal forms and nomination forms for historic places and historic areas registration.	The application and proposal forms for historic place and historic area registration have been reviewed. The new application and proposal forms and information sheets are being designed to form a coherent and matching set of Register information.
Prepare a communications strategy for the Register.	A draft communications strategy for the Register has been prepared for internal consultation and review.
Review and update the strategic action plan for the NZHPT's registration work.	The registration strategic action plan was noted by the Board in April 2006. The plan outlines priorities for improving procedures relating to the registration of historic places, historic areas, wahi tapu and wahi tapu areas under the <i>Historic Places Act 1993</i> . The main priorities have been included in the NZHPT's <i>Statement of Intent 2006-2009</i> .
Implement a registration business process analysis.	The registration business process will be reviewed to take account of amendments to the Historic Places Act in the current Historic Places Amendment Bill once the Bill has been passed. The amendments address recommendations made by Professor Peter Skelton in his review of registration in 2004.
Use the Register to advocate for the protection of heritage particularly under the Resource Management Act and also as an education/ information tool for local authorities, property owners, developers, potential purchasers and the general public.	A revised <i>Register Information Folder for Local Authorities</i> , which included relevant information regarding relationship between registration and statutory advocacy, was distributed during the year to all local authorities.
Undertake a special <i>City at Risk</i> project, involving a survey and research analysis of Auckland CBD places to develop an 'at risk' action plan for this area that is under significant development pressure.	Stage 1 completed – setting the parameters for the investigation; a general assessment of heritage significance; general assessment of risk including identification and regulation activities, development patterns and trends; and determination of pilot study parameters.
Undertake a nationally significant iconic bicultural historic area research project in the Kerikeri Basin.	Research has been undertaken and is being collated into a report.

Specific Deliverables	Performance Achieved	
Undertake a significant historic area registration of 100 buildings within the Hastings CBD.	On further investigation, the buildings and characteristics of the proposed historic area are not considered to be of sufficient heritage value to merit an historic area registration. Instead NZHPT will now assist Hastings District Council to prepare a heritage inventory recognising streetscape significance of the collection of buildings.	
Performance Targets	Target	Results
Registrations for historic places and areas	56	41
Registrations for wahi tapu and wahi tapu areas	12	12
Registrations reviewed	22	38
Upgrade assessment reports completed	35	2 upgrade reports completed. Information on 20 other places supplemented. Regional priorities shifted to completion of registration reports during the year.
Project X reviews	91	97
Technical changes to existing registrations	136	149
Public enquiries managed relating to registration matters	1,950	2,000
Unique visitor sessions per month to Register information on the www.historic.org.nz website	16,000	16,881
Register entries accessible via the www.historic.org.nz website	98%	98%
Entries in the Register meet current quality standards	10%	10.2%

OUTPUT CLASS 5 – Archaeology

Archaeological sites are an irreplaceable part of New Zealand's heritage – their protection from damage helps preserve heritage for future generations. The NZHPT considers applications for authorities for work affecting archaeological sites, allowing a measured approach to development while safeguarding archaeological information and avoiding damage wherever possible. Coastal and infrastructure development continues to bring significant pressure to bear on the NZHPT's services. In addition, NZHPT archaeologists have been assisting other groups in the identification of archaeological sites.

Performance

In the course of archaeological assessments during development of a Taranaki Street site in central Wellington, an archaeological site of outstanding heritage significance was uncovered. Three punga structures with associated artefacts and midden believed to be part of Te Aro Pa were discovered. Te Aro Pa was occupied from the first days of European settlement in Wellington, and also has direct associations with influential Maori leaders who took part in events of the time. The presence of such remains in an urban context is extremely rare. From a broad perspective, the site's history documents the impact of European settlement and colonisation on Maori living in Wellington, and the processes by which land alienation occurred.

Although much of the site has been lost, the remaining structures and associated materials have been stabilised using contemporary techniques by a multidisciplinary team. Encasement will be required during construction on site to further protect the structures. Through open discussions between affected stakeholders including the developers, NZHPT, and Wellington Tenth's Trust, for which the structures are a tangible link to the past, final integration with the building floor will permit access and viewing of the structures through plate glass covers, while not hindering the intended development of the site.

The NZHPT has continued to oversee archaeological work undertaken on stage 1 of the Auckland International Airport designation involving authorities and management of the Westney Farmstead excavation and recording, and the reinterments for the Westney Methodist Church.

The Makatote tramway was registered as an historic place, and gazetted as an archaeological site to protect this significant site dating to the late 1920s. Located near Erua on the western boundary of the Tongariro National Park, the gazettal and registration of this site will strengthen the case for preservation and provide a basis from which to explore options for public education.

Oil and gas exploration in Taranaki and coastal development in Coromandel continue to put pressure on archaeological sites in these areas.

Ongoing assistance with koiwi recovery and identification remains a concern over cultural safety and the appropriate treatment and responsibility for handling and storing human remains. A policy for koiwi is being developed.

While awareness of the need for archaeological authorities is generally growing, the need remains for ongoing training, media exposure and raising public awareness of the value of archaeological sites. To this end, NZHPT archaeologists have assisted with the organisation and presentation of various archaeological educational courses and seminars for students, peers and local authorities.

The Central Regional Archaeologist received a study grant through the French Embassy for a month in Dijon to learn more about the French approach to archaeological site protection. The collaborative approach to sharing knowledge and experiences was extremely valuable.

Specific Deliverables	Performance Achieved
Income budget \$ 1,026,000 Expenditure budget \$ 1,041,000	Income Actual \$ 1,445,145 Expenditure Actual \$ 1,236,705
Prepare a strategic action plan for the NZHPT's archaeology work.	The archaeology strategic action plan was noted by the Board in April 2006. The plan outlines priorities to improve archaeological site protection and the administration of the archaeological authority process. The main priorities have been included in the NZHPT's <i>Statement of Intent</i> 2006-2009.
Commence an independent review of the HPA archaeological provisions, policies and procedures in relation to them, and linkages with resource management legislation.	A review of the archaeological provisions of the <i>Historic Places Act 1993</i> is in progress to assist the NZHPT to further develop its policies in relation to the provisions and its procedures for their implementation. The review involves an independent reviewer and a supporting working group.
Commence archaeological outcomes audit case studies of site survival and destruction: Coromandel and North Taranaki.	Studies have been initiated to assess the extent of archaeological site survival and destruction on the east coast of the Coromandel Peninsula and in North Taranaki over the past 30 years and to identify sites and areas of particular archaeological significance that require active management. These case studies will consider the extent to which the archaeological provisions of the Historic Places Act have been effective in achieving the protection of archaeological sites.
Negotiate one significant joint venture for archaeological research for strategic, statutory and fundamental research purposes.	The NZHPT is involved with Southern Pacific Archaeological Research (SPAR), Otago University, and the Lawrence Chinese Camp Charitable Trust as a partner in the long term redevelopment of the Lawrence Chinese Camp. Negotiations with external funders have begun for a second research partnership between the NZHPT and SPAR to investigate the settlement history of the East Coast of the North Island.
Prepare a communications strategy for archaeological information.	A draft communications strategy has been prepared and will be finalised in the 2006/07 year.
Lead the implementation of the Memorandum of Understanding (MOU) with Transit New Zealand.	In accordance with the MOU, work has continued on the Wellington Inner City Bypass project.
Complete an archaeological procedures manual.	The NZHPT Archaeological Standard Operating Procedures manual has been completed and is being updated routinely as required.

Specific Deliverables	Performance Achieved	
Prepare draft guidelines and standards for archaeological monitoring.	Guidelines and standards for archaeological monitoring are being drafted, and three issues of the Archaeological Guidelines Series have been completed: <i>Guidelines for the Investigation and Recording of Buildings and Standing Structures</i> ; <i>Guidelines for Writing Archaeological Assessments</i> ; and <i>Guidelines for Research Strategies for Section 15 and 18 Investigations, Historic Places Act 1993</i> .	
Performance Targets	Target	Results
Archaeological authorities processed	236	238
Reports of site damage investigated	43	63
Section 18 authorities reviewed	20	14
Archaeological authorities processed within 3 months	90%	92%
Archaeological authorities compliance with conditions monitored	90	59

OUTPUT CLASS 6 – Statutory Advocacy

In working to protect our heritage places for present and future generations, the NZHPT seeks to advocate for heritage, and to work collaboratively in partnerships that deliver quality outcomes for heritage including improved survival rates. To achieve this, the NZHPT provides services to local authorities to assist them with their heritage management responsibilities towards their communities. In this output class, the NZHPT works with territorial and local authorities by making submissions on policy statements, plans, and resource consent applications, and responding to requests for advice.

Performance

The *Building Act 2004* introduced new provisions and policy requirements relating to earthquake-prone buildings and dangerous dams. Local authorities were required to prepare policies on these provisions by May 2006, and submissions were made to a large number of councils on their draft policies. The NZHPT has developed a guide for the heritage provisions of the new policies in relation to earthquake-prone buildings and dangerous dams, which has been distributed to all local authorities and other stakeholders. In addition, the NZHPT has been asked to help facilitate a conference of local authorities to address issues of buildings at risk, and options to meet standards required by changes to the Building Act.

The judicious use of heritage tools available to the NZHPT can be readily demonstrated by the good outcomes for the former Auckland Electric Power Board Building, and for the Jean Batten Departmental Building. The development plans for the former Auckland Electric Power Board Building were subject to considerable heritage debate for some time. The building is now to be retained in its entirety, a significant change of plan by Westfield which originally planned to demolish all but the covenanted areas of the building. The refurbishment will position the building as a prestige heritage retail and office facility within the Newmarket business area.

Agreement was reached for the proposed redevelopment of the Jean Batten Departmental Building, Auckland with Multiplex and the Bank of New Zealand through a Memorandum of Understanding which included a heritage covenant to provide continuing protection for the building. Following this successful outcome from negotiations, the heritage order was removed.

The NZHPT has been involved in some high profile resource consent submissions during the year. Notable among these are the former High Court building in Wellington, now to house the Supreme Court, and the proposed development of the Canterbury Museum.

The NZHPT has advocated strongly for the retention of the former High Court building, including its utility values and noted building fabric, and for adaptative re-use with minimal changes to meet new functional requirements. This has been achieved with full restoration of significant interior spaces, including the Number 1 Courtroom which will have a new life for ceremonial and associated judicial purposes. A number of other high profile uses of the restored spaces including the Chief Judge's Chambers, conference and meetings rooms, will ensure ongoing purposefulness for this historic building.

An Environment Court decision overturned resource consents for the Canterbury Museum Trust Board's vision to provide for the redevelopment of the museum. The intention to provide bigger display areas, flexible exhibition spaces and house collections to a high standard would have meant changes to the original Mountfort building's architecture. This was ruled as inconsistent with the museum's conservation plan, and as non-complying activities under the Christchurch City Council's District Plan.

Waihi's distinctive Cornish pumphouse has long been at risk of collapse owing to the unstable ground left from extensive mining operations dating from the early 1900s when the original Martha Mine was one of the most important gold and silver mines in the world. The NZHPT provided significant input into discussions with the owners, Hauraki District Council, Newmont Waihi Gold and the local community over its future. The heritage benefits of relocation to a far more stable site closer to the township has outweighed the risks of leaving it on its current site. Preparations for its relocation are underway, and the pumphouse is expected to reach its final destination later in 2006.

Working relations and networks with local authorities, property owners, developers and professional groups such as architects have been further enhanced during the year, with a focus on early and constructive engagement with property developments prior to plans being finalised. Central Business District heritage studies in partnership with local authorities include Hastings, Opotiki, and Rotorua, providing assistance to record heritage inventories. The growing trend for representation on heritage advisory committees provides good opportunities for the NZHPT to have a positive impact on resource management issues.

Specific Deliverables	Performance Achieved
Income budget \$ 1,162,000 Expenditure budget \$ 1,162,000	Income Actual \$ 1,250,499 Expenditure Actual \$ 1,069,691
Prepare a strategic action plan for the NZHPT's statutory advocacy work.	The statutory advocacy strategic action plan was noted by the Board in April 2006. The plan outlines signals a number of priority projects to be undertaken at national level to promote good practice in the recognition and protection of historic heritage in resource management processes. The main priorities have been included in the NZHPT's <i>Statement of Intent 2006-2009</i> .
Update the NZHPT's resource management guidelines publication.	A series of seven external Resource Management and Historic Heritage Guidelines have been prepared to promote good practice in the recognition and protection of historic heritage. Topics cover: No. 1 Regional Policy Statements No. 2 Regional Plans (including Regional Coastal Plans) No. 3 District Plans No. 4 Heritage Landscapes No. 5 Urban Design No. 6 Resource Consents No. 7 State of the Environment Monitoring An internal Statutory Advocacy Manual has been prepared to assist staff to advocate for historic heritage in statutory planning processes. A guide to heritage provisions of policies under the <i>Building Act 2004</i> for dangerous, earthquake prone and unsanitary buildings and dangerous dams has been prepared in consultation with territorial local authorities.
Provide policy advice on national heritage indicators.	A report on national heritage indicators has been prepared, and has been integrated into the Resource Management and Historic Heritage Guidelines series noted above.

Specific Deliverables	Performance Achieved	
Identify and implement an appropriate contribution by the NZHPT to the NZ Urban Design Protocol.	As a signatory to the New Zealand Urban Design Protocol, the NZHPT was required to prepare an Urban Design Action Plan. This was finalised in August 2005 and was submitted to the Ministry for the Environment. A draft guide on urban design and heritage has been prepared as part of the Resource Management and Historic Heritage Guidelines series noted above.	
An increase in recognition, promotion and protection for heritage in Local Authority (LA) plans is achieved from submissions made.	<p>Local authorities are becoming more aware of the need to recognise, promote and protect heritage in local authority plans. In particular, improvements to a number of new policies for earthquake-prone and dangerous buildings following changes to the <i>Building Act 2004</i>, have now been incorporated into District Plans.</p> <p>A number of local authorities are beginning to develop local heritage inventories and strategies and have requested NZHPT representation on their working parties.</p>	
Positive outcome for heritage is achieved in 50% of the resource consents submissions made.	<p>Of the 522 submissions where the outcome is known:</p> <ul style="list-style-type: none"> ▶ In 160 cases (31%) the outcome was positive for heritage ▶ In 252 cases (48%) the outcome was neutral ▶ In 110 cases (21%) the outcome was adverse. 	
Performance Targets	Target	Results
Submissions to local authority planning documents	150	142
Opinions provided to an owner or local authority on heritage values of a place in relation to resource management and other planning processes (includes Project Information Memoranda and Land Information Memoranda)	705	1435
Conservation/ management strategies reviewed	36	15
Covenants negotiated	9	5 registered 3 signed but not yet registered 11 initiated

OUTPUT CLASS 7 – The National Heritage Preservation Incentive Fund

The National Heritage Preservation Incentive Fund (\$500,000 for distribution each financial year) was established by the Government to fill a gap in financial assistance for historic heritage by providing incentives for the preservation of nationally significant heritage places in private ownership.

The applications approved by the Board and the funds allocated were:

Dispatch Foundry Building, Greymouth

Grant: \$100,000 (final)

Category I historic place

The Dispatch Foundry is a major employer on the West Coast operating from a historic building, and was hit by a tornado in 2005 causing severe damage. Urgent repairs were required to ensure retention of operational capacity.

Initial funding was granted in 2004-05 to assist preparation of an assessment and proposal for strengthening works. This funding is to further assist with exterior repairs and repainting.

Government Buildings, Courthouse, Hokitika

Grant: \$75,000

Category I historic place

The Government Buildings/Courthouse is one of a number of government offices built throughout New Zealand at the beginning of the 20th century as a response to the need for better accommodation in provincial areas. It was designed to house a number of government departments, and included a courtroom because of complaints about the existing courthouse. The building continued to house government departments until 1994 when it was sold into private ownership. It is an impressive example of large provincial government office buildings and reflects the importance of the town as the administrative centre for the West Coast at the time.

Funding has been granted for completion of a Conservation Plan, a strengthening report and strengthening programme, and additional conservation work including repairs, repainting and refitting.

Government Buildings, Christchurch

Grant: \$95,000

Category I historic place

Christchurch's former government building was designed by JC Maddison, an architect who designed many other public and industrial buildings, and specialized in freezing works. Located in Cathedral Square, the building was intended to provide a central location for government services. It housed various government departments for more than 70 years. After the Ministry of Works and Development moved out, it remained empty for a number of years, and in 1991 it was threatened with demolition. The Christchurch City Council purchased the building and sold it to developers planning to conserve and re-use the buildings.

Funding was granted to assist with the repair of the exterior stonework.



from left to right

Government Buildings, Christchurch

Photo: NZHPT

Hunternville Post Office (former)

Photo: NZHPT

Kerridge House, Gisborne

Photo: NZHPT

Gwavas Station Homestead, near Tikokino, Central Hawkes Bay

Grant: \$7,500 and \$68,590

Category I historic place

Gwavas Station dates from 1858 when Major George Gwavas Carlyon arrived from Cornwall, England. The Gwavas property has remained in family hands since that time. The homestead was constructed as a single storey timber property in 1890, and a second storey and tower (now removed) were later added. The interior is remarkable for its timber panelled entrance hall, with totara walls rising up an ornate staircase to the bedrooms above. The property has been vacant for almost 40 years, and a fifth generation family member wishes to bring the house back to life as a family home. The property with its surrounding woodland garden enjoys a number of visits from the public each year.

Installation of a fire sprinkler system has been identified as priority work to protect the historic property, its timber panelling and contents. Funding was approved to permit preparation of drawings and specification work for fire protection and security alarm, and the subsequent fitting of these systems.

Huntermville Post Office (former)

Grant: \$9,250

Category I historic place

The Huntermville Post Office is one of the most historic buildings in the Huntermville District and is a fine example of public architecture. During the 1890s the roll of the Post and Telegraph Department expanded and by 1903, when this building was erected, substantial brick buildings were being erected throughout the country. The current owners have converted the upper floor into a superior bed and breakfast.

Funding was granted to assist with repairs and painting of the building.

Kerridge House, Gisborne

Grant: \$1,400

Category I historic place

Kerridge House is a fine example of Art Deco architecture. The interior and exterior detailing are substantially intact. The house has been rewired, and the owner was advised to replace the old exposed switchboard to reduce the risk of fire. Reinstatement of the original circular light in the entrance hall was proposed to restore the Art Deco lighting effect.

The grant has been made to allow for the new switchboard and the entrance hall light.



Larnach Castle, Dunedin

Grant: \$45,500

Category I historic place

Larnach Castle was built for William Larnach, the prominent Dunedin merchant, banker, landowner and later, Member of Parliament. The Castle was constructed over a 12 year period from 1871, with materials being imported from all over the world. It was one of the grandest homes in the country at the time. Stone and timber carvings throughout the building are largely the work of the pre-eminent English stone and wood carvers, Louis John Godfrey & Sons. Sold to the Crown in 1901, it has been variously used as a military barracks and hospital for shell-shocked soldiers. It was neglected to being nearly unrestorable prior to its purchase by its present owners in 1967. The Barker family has undertaken a continuing programme of repairs and maintenance, and developing it as a heritage attraction for Dunedin.

Funding was granted for the replacement and repair of missing and damaged carved items, and for repair and replacement of the original decorative butler call bell mechanisms throughout the family rooms.

Mangonui Hotel, Northland

Grant: \$12,255

Category I historic place

The Mangonui Hotel is a prominent two storey timber building constructed in 1905-06. It is an integral part of the historic landscape of the Mangonui waterfront and continues to function as a hotel. An external maintenance painting programme including the iron roof is proposed.

Funding was granted towards exterior painting and associated maintenance.

Springfield, Dunedin

Grant: \$100,000

Category I historic place

Springfield was the home of James Mathieson, a Scottish settler who arrived in Otago in 1858. He was an energetic and adventurous farmer, who began making cheese and butter for the growing town of Dunedin and the wider province. In 1871, he instigated the first cooperative cheese-making factory in New Zealand. Built of squared bluestone quarried from the hill behind the house, with Oamaru stone chimneys and window facings, and with its pitched roof and gables around a courtyard, it is typical of the style of early settlers and owes much to Mathieson's Scottish heritage.

Funding was granted to return the building to its original form as much as possible including the removal of aluminum windows, reinstatement of the original verandah, replacement of PVC spouting with copper, and general repairs.

Mangonui Hotel, Northland

Photo: NZHPT



Te Aro Pa, Wellington - punga structures undergoing stabilisation phase. Photo: NZHPT



Te Aro Pa, Wellington

Grant: \$75,000

Not registered, but would meet the criteria for registration as a Category I historic place

Development of a Taranaki Street site required demolition of an existing building constructed in 1908. During monitoring of the site as part of the conditions of the archaeological authority, material was uncovered of what was thought to be a section of the former Te Aro Pa. A review of the authority required that a detailed archaeological investigation of the site was undertaken. During that investigation, three ponga structures were uncovered. All affected parties have agreed that a raft style foundation is the best option that provides the least amount of risk to the structures while allowing building to proceed. The structures are fragile, and work has been completed to stabilise and preserve the structures. A second phase of encasement is required during construction work to protect the structures. Final integration with the building floor will permit access and viewing of the structures through plate glass covers.

Funding was granted to assist with the conservation and final preservation of the ponga structures as described above.

Specific Deliverables	Performance Achieved	
Income budget \$ 500,000 Expenditure budget \$ 500,000	Income Actual \$ 568,872 Expenditure Actual \$ 1,113,567	
Promote the fund in conjunction with other advocacy and protection work being undertaken by the Trust within the regions.	The fund was promoted at the NZHPT stand at the National Heritage Conference.	
Identify Category I places or places that would meet Category I criteria where work is planned /required, and liaise with and encourage owners to apply to the Fund.	NZHPT, with the assistance of branch committees, continues to identify and assist appropriate applicants to apply for funding as resources and priorities permit, in accordance with the criteria established for the Fund.	
Make introductory site visits to potential 'candidate' historic places as necessary.	Ongoing.	
Provide advice and assistance to owners as may be required to facilitate an application, implementation of the proposed project, liaison and monitoring over project progress and promotional liaison.	An increase in enquiries for funding criteria has resulted from changes within the Building Act 2004, specifically how future policies in relation to earthquake strengthening will affect heritage buildings.	
Undertake a review of the current criteria policy.	A draft review report of the incentive fund criteria and policy has been prepared.	
Performance Targets	Target	Results
Number of applications approved during 2005/06	15	11
Funds allocated to approved projects during 2005/06	\$444,000 allocated	\$589,495 allocated
Approved applications are monitored and reported	100%	Ongoing monitoring undertaken as specified in contract

OUTPUT CLASS 8 – Maori Heritage

An important kaupapa for Maori Heritage within the New Zealand Historic Places Trust Pouhere Taonga is to support the management and kaitiakitanga by whanau, hapu and iwi of their own heritage places through a range of advisory and on-site services. A growing aspect of work undertaken by NZHPT is increasing public awareness and appreciation of Maori heritage places and their value to Maori and New Zealand.

Performance

Restoration work at Manutuke Marae was undertaken during the year supervised by Dean Whiting, Maori Heritage Manager. His father, Cliff Whiting had carried out restoration work here in 1977-81. The work included treatment for decay on whakairo (carvings) and painting kowhaiwhai patterns on the meeting houses, Erepa and Te Poho o Rukupo. Restoration work was also done on the whare kai, Te Poho o Hinehou/Maori battalion and the pouhaki (flagpole).

Marae conservation work and conservation training has been carried out at Kauwhata Marae and Kikopiri Marae. Conservation work continues at Taharua Marae near Paeroa, Te Poti Marae at Pipiriki and the Whare Maori at Ratana.

A successful conservation school programme was undertaken with the students of Toi Houkura course in Gisborne, providing basic knowledge and understanding of conservation for the student artists. Toi Houkura is interested in preparing a conservation degree course. To improve numbers of trained conservators specialising in the types of conservation and restoration required to Maori built heritage, a report has been presented to the Manaaki Taonga Trust outlining a package to train more marae conservators. A joint proposal, funded by various agencies is being furthered by Manaaki Taonga Trust, NZHPT and Te Papa to achieve this goal.

After discovery of remains of Te Aro Pa in central Wellington, the conservation advice and assistance given by the Maori Heritage Manager has assisted greatly with preserving the structures and allowing them to be viewed by the public. A proposal to register the site is underway.

General heritage conservation advice and support was given for the site development stages of two rock art projects, Maunga Tii (Frenchman's Gully) and Takiroa. Rock art sites around New Zealand are at risk to depredations of the environment in which they are located. A hui to discuss the future care of our most vulnerable art is planned for the coming year.

Specific Deliverables	Performance Achieved
Income budget \$ 1,192,000	Income Actual \$ 1,281,776
Expenditure budget \$ 1,192,000	Expenditure Actual \$ 1,347,690
Develop a Maori Heritage Strategy.	The goals and priorities for working with iwi, hapu and whanau were incorporated into the NZHPT Statement of Intent.
Develop a general statement describing a Maori Heritage dimension and link to Iwi Management Plans.	Initial thinking has been undertaken with the development of an exemplar in consultation with Ministry for the Environment and Te Runanga o Kaikoura.
Draft Archaeological Authority and General Maori Heritage guidelines.	Three archaeological authority guidelines have been completed and koiwi guidelines have been drafted. A wahi tapu policy was approved by the Maori Heritage Council.

Specific Deliverables	Performance Achieved	
Provide expert heritage advice and information to Maori stakeholders.	Ongoing. The Ngai Tahu Rock Art Trust, Tainui Raupatu Lands Trust, Ngati Raukawa Trust Board, Ngati Rahiri, Ngati Rehia, Wellington Tenth's Trust, Nga Muka and Ngati Kere are some important ongoing relationships.	
Assist with opportunities to promote and increase awareness, and appreciation of Maori heritage internally and externally.	The first fully bilingual <i>Strategic Plan Mahere Rautaki</i> has been published. A general Maori Heritage brochure has been drafted and is ready for printing and distribution.	
Develop bi-cultural registration research and proposals.	Ongoing collaboration is undertaken to progress registration proposals of interest to Maori. A unique registration this year was Te Porere, being the first site to be registered as both a historic place and wahi tapu.	
Ensure Maori values assessments are completed as part of the archaeological authority process.	Assessment of Maori values is standard practice in reviewing and processing applications, and specified within the Standard Operating Procedures.	
Increase in baseline customer satisfaction levels following conservation advice and assistance.	Positive feedback continues following marae conservation advice and assistance.	
Performance Targets	Target	Results
Relationships with Iwi developed and maintained	8	11
Marae provided with specialist conservation advice and assistance.	25	29
Rock art projects initiated	2	2
Maori heritage value assessments are carried out	12	20

OUTPUT CLASS 9: Organisational Capability

The NZHPT is an autonomous Crown entity, and more demand has been placed on the NZHPT's governance and accountability performance in consequence. In addition, there is an imbalance between the increasing expectations of the NZHPT, its staff and branch committees, and the limitations in their capacity to deliver. While the NZHPT intends to be more effective in fulfilling its statutory obligations, meeting stakeholder expectations and managing its assets, it requires clear prioritisation, and understanding by those concerned that the NZHPT may not always meet all expectations and engage with every heritage issue.

In October 2005, the NZHPT engaged an independent consultant to undertake a review of NZHPT's existing capability. The purpose of the review was to identify existing capability gaps that need to be addressed to enable effective prioritisation, efficient service delivery and sound accountability and reporting systems to be developed. The Capability Review Report was used to support a budget bid for increased baseline and capital funding for NZHPT.

In May, the NZHPT welcomed an announcement of increased funding from Government of an extra \$12.8 million over the next four years, along with an additional \$600,000 in supplementary funding in the 2005-06 financial year. This investment in our nation's heritage by Government will enable the Trust to carry out its functions and statutory responsibilities more effectively.

Performance Targets	Performance Achieved
Work with Ministry for Culture and Heritage to ensure an effective organisational capability review is undertaken.	A successful outcome from this review has resulted in significant increase in baseline funding for NZHPT. A plan has been developed and incorporated into the Statement of Intent to ensure effective use of the increased resources results in improved capability over the next 3 years.
Liaise with and seek advice from Maori Heritage Council (MHC) on capability and capacity matters in NZHPT.	The Board and MHC have agreed to a number of joint meetings during the year. NZHPT Board and Maori Heritage Council Relationship Practice and Protocols have been adopted.
Support the development of a MHC Action Plan and MHC relationship development with the Board.	In March 2006, the Board and the Maori Heritage Council adopted protocols and practices for the Board/Maori Heritage Council relationship.
Commence implementation of the Information Management Strategy.	The Information Management Strategy was developed in March 2005, and implementation will continue over a three-year period.
Lead, in conjunction with Senior Managers and Board, the annual business planning process to ensure continual improvements are made.	Using a consultative process, the Acting Chief Executive and members of senior management developed the Business Plan 2005-06, and the Statement of Intent 2006-2009 for subsequent Board approval. Quarterly reports are prepared similarly to track progress.
Publish the first NZHPT Statement of Intent.	NZHPT <i>Statement of Intent Panui Whaingā</i> 2006-09 was published in June 2006.

Performance Targets	Performance Achieved
Develop and improve current reporting mechanisms to the Board to enable them to govern effectively.	<p>In June 2005, the Board adopted a set of governance policies. These have been added to by adoption of protocols and practices for the Board/Maori Heritage Council relationship.</p> <p>At each meeting, management reports from the Chief Executive and Kaihautu regarding progress, projects, and priorities are presented.</p>
Establish a strategic framework for a fund development programme.	Initial planning has commenced.
Develop communications and relationship management action plans.	<p>Communications plans have been or are under development for key areas of the NZHPT's work such as registration and archaeology. Initial work has been undertaken on scoping an organisational communications plan.</p> <p>Relationship management is focused on key stakeholders and their needs, for example,</p> <ul style="list-style-type: none"> ▶ the Rules for the branch committees are being revised, and will be integrated into a manual to better serve the needs of the NZHPT and its committees ▶ a draft statutory advocacy manual was developed which will assist the ongoing relationships between NZHPT and local authorities.
Maintain the Maori heritage liaison/relationship with the Ministry for Culture and Heritage.	Regular meetings were held.
Ensure an integrated approach to strategies, plans and policies reflect the HPT bicultural approach in its work.	Members of the Maori Heritage team are situated in all regional and national offices allowing collaborative, interdisciplinary approaches and responses to the environment in which the NZHPT operates.

Note: No specific budget allocation for this work was made, but rather the costs have been allocated across output classes 1-8.

FINANCIAL INFORMATION

STATEMENT OF ACCOUNTING POLICIES

FOR THE YEAR ENDED 30 JUNE 2006.

Reporting Entity

The New Zealand Historic Places Trust / Pouhere Taonga (NZHPT) is a statutory body established under section 4 of the *Historic Places Act 1980* and continued under Section 38 of the *Historic Places Act 1993*, as amended by the *Crown Entities Act 2004*. The NZHPT became an Autonomous Crown Entity for the purposes of section 7 of the *Crown Entities Act 2004* effective from 25 January 2005. The financial statements have been prepared in accordance with the *Public Finance Act 1989*, the *Crown Entities Act 2004* and the *Financial Reporting Act 1993*. The financial operations of the Branch Committees of the NZHPT have been consolidated into these financial statements.

Measurement Base

The financial statements have been prepared on an historical cost basis, modified by the revaluation of certain fixed assets.

Accounting Policies

The following accounting policies that materially affect the measurement of financial performance and financial position have been applied:

Budget Figures

The budget figures are those approved by the Board at the beginning of the financial year. The budget figures have been prepared in accordance with generally accepted accounting practice and are consistent with the accounting policies adopted by the Board for the preparation of the financial statements.

Revenue

The NZHPT derives revenue through the provision of outputs to the Crown, from membership subscriptions and income from properties managed.

Government and other grants are recognised when entitled.

Membership subscriptions are recognised in the period received.

Other revenue is recognised as income when earned.

Goods and Services Tax (GST)

All items in the financial statements are exclusive of GST with the exception of accounts receivable and accounts payable, which are stated inclusive of GST.

Financial Instruments

The NZHPT is a party to financial arrangements as part of its everyday operations. These financial instruments include bank accounts, short-term deposits, debtors and creditors. Revenues and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance. All financial instruments are recognised in the Statement of Financial Position.

Income Tax

The NZHPT is a public authority in terms of the *Income Tax Act 2004* and consequently is exempt from income tax.

Inventories

Inventories are stated at the lower of cost or net realisable value after making appropriate provisions for obsolete items.

Investments

Investments are stated at the lower of cost or net realisable value. Any decreases are recognised in the Statement of Financial Performance.

Accounts Receivable

Accounts receivable are stated at their expected realisable value after providing for doubtful and uncollectible debts.

Fixed Assets

Property, Plant and Equipment

Land and buildings are stated at fair value as determined by an independent registered valuer (Beca Valuations Ltd, as at 30 June 2006). Fair value is determined using market-based evidence wherever possible and otherwise depreciated replacement cost. Land and buildings are revalued every five years in accordance with Financial Reporting Standard-3. Additions between revaluations are recorded at cost.

The results of revaluing land and buildings are credited or debited to an asset revaluation reserve. Where a revaluation results in a debit balance in the revaluation reserve, the debit balance will be expensed in the Statement of Financial Performance.

The NZHPT has interest in Land and Buildings in the following categories:

(iii) Trust owned Land and Historic Buildings

These are properties for which the NZHPT has freehold title.

(iii) Vested Land and Historic Buildings

These properties have been formally vested in the NZHPT in terms of the *Reserves Act 1977*. A vesting order can only be revoked with the agreement of the NZHPT and consequently the NZHPT's interest is deemed to be permanent.

(iii) Controlled and Managed Buildings

These are properties for which the NZHPT has a control and management order from the Crown in terms of the *Reserves Act 1977*. The Crown can require the NZHPT to return these assets at any stage.

Costs incurred by the NZHPT in restoring these buildings to their original condition are capitalized. Costs of maintaining these assets once renovation is complete are charged to the period in which they are incurred.

Depreciation

Depreciation is provided on a straight line basis at a rate that will write off the cost of the assets to their estimated residual value over their useful lives.

The useful lives and associated depreciation rates of major classes of assets have been estimated as follows. Heritage buildings owned or vested in the NZHPT are depreciated in accordance with FRS-3.

Computer Hardware	3 years
Computer Software	3 years
Leasehold Improvements	5 years
Farm Equipment	5 years
Furniture	5 years
Office Equipment	5 years
Displays & Interpretation	10 years
Land Development	15 years
Building Internal	40 years
Building Structure	100 years

Chattels, Artefacts and Library

Chattels, artefacts and library assets are stated at fair value as determined by an independent specialist valuer. Chattels, artefacts and library assets are revalued at least every 5 years¹. Additions between revaluations are recorded at cost. Items donated or bequeathed to the NZHPT are recorded at their fair value. Depreciation has not been provided on these assets, which are managed to be preserved in perpetuity as required by the *Historic Places Act 1993*.

Cost Allocation

Direct costs are charged directly to specific outputs. Indirect costs are allocated across outputs using estimated time spent on each activity as the cost driver.

“Direct costs” are those costs attributable to a significant activity.

“Indirect costs” are those costs that cannot be identified in an economically feasible manner with a specific significant activity. An analysis of time spent by staff on outputs has been used to allocate indirect costs across the outputs.

Provision for Employee Entitlements

Provision is made in respect of the NZHPT’s liability for annual leave, long service and retirement leave.

Annual leave liability which is expected to be settled within 12 months of reporting date is measured at nominal values on an actual entitlement basis at current rates of pay. Entitlements that are payable beyond 12 months, such as long service leave, are calculated on an actuarial basis.

Statement of Cash Flows

Cash means cash balances on hand, held in bank accounts, demand deposits and other highly liquid investments in which the NZHPT invests as part of its day to day cash management.

Operating activities include all activities other than investing and financing activities. The cash inflows include all receipts from sale of goods and services and other sources of revenue that support the NZHPT’s operating activities. Cash outflows include payments made to employees, suppliers and taxes.

Investing activities are those activities relating to the acquisition and disposal of current and non-current securities and any other non-current assets.

Commitments

Future payments are disclosed as commitments at the point a contractual obligation arises, to the extent that they are equally unperformed obligations. Commitments relating to employment contracts are not disclosed.

Contingent Liabilities

Contingent liabilities are disclosed at the point at which the contingency is evident.

Operating leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased items are classified as operating leases. Operating lease expenses are recognised on a systematic basis over the period of the lease.

1 The most recent valuation of Artefacts and Chattels was undertaken in 2003

Donations and Bequests

Donations and bequests received without restrictive conditions are treated as operating revenue on receipt in the Statement of Financial Performance. Those with restrictive conditions are treated as Other Revenue and transferred to Specified Funds and Bequests from Accumulated Funds. The net on each of these funds from interest earned and payments made is treated in the same manner.

Changes in Accounting Policies

There has been one change in accounting policies since the date of the last audited financial statements. The treatment of approved incentive fund grants not yet paid has changed this year. They are now recognised as an expense at the time of Board approval of the grant and held as a provision until such time as they are uplifted by the grantee.

There have been no other changes in accounting policies and all other policies have been applied on a basis consistent with the previous period.

STATEMENT OF FINANCIAL PERFORMANCE

For the year ended 30 June 2006

	Note	Actual 2006 \$	Budget 2006 \$	Actual 2005 \$
Operating Revenue				
Government Funding		7,752,889	7,152,000	6,708,444
Grants		640,721	578,000	924,206
Property	12	771,198	670,000	755,673
Interest	7	227,019	135,000	173,536
Membership		662,632	629,000	596,861
Donations		97,989	77,000	117,655
Sundry		122,846	264,000	238,317
Total Revenue		10,275,294	9,505,000	9,514,692
Operating Expenditure				
Audit Fees – External Audit		45,271	35,000	28,427
Administration		2,156,199	1,472,000	1,862,736
Bad & Doubtful Debts		1,179	-	4,892
Personnel	14	4,925,845	4,790,000	4,426,354
Property		1,019,017	1,668,000	1,104,684
Incentive Fund	5	1,113,567	500,000	128,428
Rental Expenses on Operating Leases		133,646	146,000	118,568
Depreciation	2a	106,413	120,000	126,101
Communications		187,939	180,000	159,738
Membership		591,448	438,000	434,975
Board	13	112,740	128,000	50,770
Travel & Accommodation		655,669	517,000	604,475
Total Expenditure		11,048,933	9,994,000	9,050,148
Operating surplus (deficit) for the year		(773,639)	(489,000)	464,544

The accompanying accounting policies and notes form an integral part of these financial statements

STATEMENT OF MOVEMENTS IN EQUITY

For the year ended 30 June 2006

	Note	Actual 2006 \$	Budget 2006 \$	Actual 2005 \$
Opening Equity		20,421,787	20,550,000	19,957,243
Net Movement in Accumulated Funds		(32,052)	-	(122,659)
Net Movement of Branch Equity		(62,300)	-	-
Net Movement in Special Funds		(679,287)	(489,000)	587,203
Total Recognised Revenues and Expenses		(773,639)	(489,000)	464,544
Crown Capital Fund		350,000	-	-
Branch Equity Introduced		375,026	-	-
Revaluation Reserve		8,721,131	-	-
Closing Equity		29,094,305	20,061,000	20,421,787

The accompanying accounting policies and notes form an integral part of these financial statements

STATEMENT OF FINANCIAL POSITION

As at 30 June 2006

	Note	Actual 2006 \$	Budget 2006 \$	Actual 2005 \$
EQUITY				
Accumulated Funds	1(a)	5,010,126	5,071,000	4,918,178
Crown Capital Fund		350,000	-	-
Branch Accumulated Funds		312,726	-	-
Specified Funds & Bequests	1(b)	2,356,280	2,646,000	3,159,567
Trust Property Maintenance & Development Fund		95,086	95,000	95,086
Revaluation Reserve		20,970,087	12,249,000	12,248,956
Total Equity		29,094,305	20,061,000	20,421,787
Equity is represented by:				
CURRENT ASSETS				
Petty Cash & Imprest Balances		5,095	9,000	8,840
Bank and Cash		354,641	50,000	31,515
Short Term Deposits	7	2,350,000	1,385,000	1,357,243
Specified Fund & Bequest Deposits	7	1,413,855	803,000	1,319,277
Accounts Receivable	3	78,402	65,000	219,473
Stock on Hand		38,049	24,000	24,022
Total Current Assets		4,240,042	2,336,000	2,960,370
NON-CURRENT ASSETS				
Fixed Assets	2	26,999,355	18,367,000	18,231,634
Total Non-Current Assets		26,999,355	18,367,000	18,231,634
Total Assets		31,239,397	20,703,000	21,192,004
CURRENT LIABILITIES				
Accounts payable and accruals	4	839,463	331,000	466,097
Provisions for Incentive Fund Grants	5	881,675	-	-
Employee Entitlements	6	295,925	201,000	195,099
GST Payable		94,630	60,000	73,379
Total Current Liabilities		2,111,693	592,000	734,575
NON-CURRENT LIABILITIES				
	6	33,399	50,000	35,642
Total Liabilities		2,145,092	642,000	770,217
NET ASSETS		29,094,305	20,061,000	20,421,787



Dame Anne Salmond
Chairperson



Mr Bruce Chapman
Chief Executive

The accompanying accounting policies and notes form an integral part of these financial statements

STATEMENT OF CASH FLOWS

For the year ended 30 June 2006

	Note	Actual 2006 \$	Actual 2005 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash was received from:			
Government funding		7,752,889	6,708,444
Grants		640,721	924,206
Other Operating Activities		1,801,325	1,615,649
Interest		220,251	154,565
		10,415,186	9,402,864
Cash was applied to			
Payment of suppliers		(4,731,980)	(4,008,629)
Payment to employees		(4,827,262)	(4,446,777)
Net Goods and Services Tax		(21,251)	(558,269)
		(9,580,493)	(9,013,675)
Net cash flows from operating activities	8	834,693	389,189
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash was applied to:			
Purchase of fixed assets		(153,003)	(11,205)
Net cash flows from investing activities		(153,003)	(11,205)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash was received from:			
Crown Capital Fund		350,000	-
Branch Equity introduced		375,026	-
Net cash flows from financing activities		725,026	-
Net increase / (decrease) in cash		1,406,716	377,984
Opening Cash Balance		2,716,875	2,338,891
Closing Cash Balance		4,123,591	2,716,875
Represented by			
Petty Cash & Imprest Balances		5,095	8,840
Bank and Cash		354,641	31,515
Short Term Deposits		2,350,000	1,357,243
Specified Fund & Bequest deposits		1,413,855	1,319,277
		4,123,591	2,716,875

The accompanying accounting policies and notes form an integral part of these financial statements

STATEMENT OF COMMITMENTS

As at 30 June 2006

	2006 \$	2005 \$
Operating Commitments		
Less than 1 year	365,350	343,664
1 – 2 years	253,869	252,048
2 – 5 years	203,333	212,621
	<hr/> 822,552	<hr/> 808,334
Commitments relate to non-cancellable accommodation and equipment leases and contracted repairs and maintenance.		

STATEMENT OF CONTINGENT LIABILITIES

As at 30 June 2006

As at 30 June 2006 potential liabilities resulting from heritage covenants previously negotiated are estimated to be \$20,000. There are no other contingent liabilities. (As at 30 June 2005, liabilities resulting from heritage covenants were unquantified and there were no other contingent liabilities).

The accompanying accounting policies and notes form an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: Equity

1(a) Accumulated Funds

	2006 \$	2005 \$
Opening Balance	4,918,178	5,040,837
Overall Surplus (Deficit) for the year	(773,639)	464,544
Transfer to Specified Funds and Bequests	(1,316,566)	(1,714,909)
Transfer from Specified Funds and Bequests	2,119,853	1,127,706
Net Movement in Branch Equity	62,300	-
Closing Balance	5,010,126	4,918,178

1(b) Specified Funds and Bequests

	1/07/2005 \$	Receipts \$	Interest \$	Expenditure \$	Capitalised \$	30/06/2006 \$
<i>NZ Lottery Grants Board</i>						
Kemp House Restoration	10,687			10,687		-
Clark's Mill Engineering Specifications	5,000			4,231		769
Timeball Building Restoration	25,540	622		26,162		-
Ruatuna Sprinkler	15,077			15,077		-
Interpretation of the Stone Store	45,225					45,225
Archaeology at Papamoa	4,872		352			5,224
Heritage Guidelines – Various	198					198
Clendon House Fire Protection	33,526			33,526		-
Paramata Barracks	4,700			4,700		-
Reports on NZ War Sites		10,000				10,000
	144,825	10,622	352	94,383		61,416

	1/07/2005 \$	Receipts \$	Interest \$	Expenditure \$	Capitalised \$	30/06/2006 \$
<i>Other Funds & Bequests</i>						
Stout Bequest	1,401	28,000	103	28,000		1,504
Spencer Bequest	148,011		10,855			158,866
Stringer Bequest	9,428		696			10,124
McBernie Bequest	12,742		934			13,676
Hudson Bequest	290,836		21,330			312,166
Granville Travers Zohrab Trust Bequest	219,251		16,192	12,840		222,603
Richardson Bequest	41,224		3,026	500		43,750
Rossier Bequest	129,742		9,515			139,257
McKay Bequest	194,100		14,235	5,861		202,474
Williams Bequest	9,675		709			10,384
Bedlington Bequest	21,234			19,793		1,441
Denton Mayor Bequest	5,000					5,000
O R Lee Bequest	43,500					43,500

	1/07/2005 \$	Receipts \$	Interest \$	Expenditure \$	Capitalised \$	30/06/2006 \$
James Smiley Bequest	9,975					9,975
Ruatuna Fund	30,848	36,905	2,263	30,741		39,275
Bulk Store and Stone Store Donations	53,859	81,483	3,488	48,284		90,546
Property Fund	24,713		1,782			26,495
Kemp House General Donations Fund	9,205	1,376	682			11,263
Crown Prop. Main. Development Fund	470,877			281,053		189,824
Ophir	404			404		-
Environment Bay of Plenty	5,293			1,067		4,226
Archaeology – Equipment Purchase	1,468			578		890
Ruatuna Historical Research Report	551					551
Bell House Fund	45,580			45,580		-
Conservation Storage Materials	1,778					1,778
National Heritage Incentive Fund	877,814	500,000	68,871	1,113,567		333,118
Branch Committee Fund	55,668			26,458		29,210
Thames School Mines Roof	6,970					6,970
Wellington Inner City Bypass	149,307	196,200		101,389		244,118
Ewelme Cottage Committee Fund	64,847		2,354			67,201
Kerikeri Basin Project	44,406			27,634		16,772
Timeball Restoration	27,700	153,111		56,811	124,000	-
MORST Contract	3,064					3,064
Built Heritage	4,271					4,271
Coromandel Coastal Erosion		14,000				14,000
Auckland International Airport		87,597		80,970		6,627
Westney Methodist Church		38,800		19,940		18,860
Hastings District Council		11,035				11,035
Otumoetai Pa excavation		50				50
<i>Other Funds and Bequests</i>	<u>3,014,742</u>	<u>1,148,557</u>	<u>157,035</u>	<u>1,901,470</u>	<u>124,000</u>	<u>2,294,864</u>
Total Funds & Bequests	<u>3,159,567</u>	<u>1,159,179</u>	<u>157,387</u>	<u>1,995,853</u>	<u>124,000</u>	<u>2,356,280</u>

NOTE 2: Fixed Assets

	Cost or Valuation 2006 \$	Accumulated Depreciation 2006 \$	Net Current Value 2006 \$	Cost or Valuation 2005 \$	Accumulated Depreciation 2005 \$	Net Current Value 2005 \$
At Valuation						
Trust owned Land	10,784,000	-	10,784,000	5,901,000	-	5,901,000
Trust owned Buildings	6,524,763	221,761	6,303,002	5,735,676	164,515	5,571,161
Vested Land	4,008,000	-	4,008,000	1,433,000	-	1,433,000
Vested Buildings	3,574,044	125,168	3,448,876	2,976,000	93,666	2,882,334
Artefacts & Chattels	2,212,594	-	2,212,594	2,212,594	-	2,212,594
At Cost						
Managed Buildings	87,727	-	87,727	87,727	-	87,727
Furniture & Equipment	353,589	318,700	34,889	347,948	308,581	39,367
Computer Equipment	137,558	118,090	19,468	114,626	106,642	7,984
Computer Software	112,532	112,124	408	112,102	112,102	-
Farm Equipment	4,783	2,850	1,933	4,783	3,022	1,761
Leasehold Improvements	19,034	10,143	8,891	19,034	8,775	10,259
Land Development	18,577	4,393	14,184	18,577	2,224	16,353
Displays & Interpretation	72,915	15,365	57,550	72,915	22,654	50,261
Library	17,833	-	17,833	17,833	-	17,833
	27,927,949	928,594	26,999,355	19,053,815	822,181	18,231,634

NOTE 2a: Depreciation

	2006 \$	2005 \$
Furniture & Equipment	10,119	17,777
Computer Equipment	11,448	3,067
Computer software	22	-
Farm Equipment	(172)	586
Land development	2,169	1,016
Displays and Interpretation	(7,289)	11,943
Leasehold Improvements	1,368	3,048
Buildings - owned	57,246	55,044
Buildings - vested	31,502	33,620
	106,413	126,101

NOTE 3: Accounts Receivable

	2006	2005
	\$	\$
Debtors and Accrued Income	78,402	235,849
Provision for Doubtful Debts	-	(16,376)
Net Receivables	78,402	219,473

NOTE 4: Accounts Payable and Accruals

	2006	2005
	\$	\$
Trade Creditors	478,509	375,234
Accrued Expenses	360,954	90,863
	839,463	466,097

NOTE 5: Provision for Incentive Fund Grants

The treatment of approved incentive fund grants not yet paid has changed this year. They are now recognised as an expense at the time of Board approval of the grant and held as an accrued expense until such time as they are uplifted by the grantee.

NOTE 6: Employee Entitlements

	2006	2005
	\$	\$
Annual leave	273,407	195,099
Long Service Leave	55,917	35,642
Total	329,324	230,741

	2006	2005
	\$	\$
Current	295,925	195,099
Non-current	33,399	35,642
Total	329,324	230,741

NOTE 7: Interest

Investments are on terms ranging from on-call through to 90 days depending on the forecast cash flow requirements. During the year the average interest rate received was 7.0%. (2005:6.9%)

NOTE 8: Reconciliation of the Net Overall Surplus (Deficit) with the Net Cash Flows from Operating Activities

	2006	2005
	\$	\$
Net Overall Surplus (Deficit)	(773,639)	464,544
Add non-cash items:		
Depreciation	106,413	126,101
Bad Debts written off	17,555	-
Provision for Doubtful Debts	(16,376)	4,892
Provision for Incentive Fund Grants	881,675	-
	215,628	595,537
Movements in Working Capital:		
Decrease (Increase) in Accounts Receivable	139,892	(104,262)
Decrease (Increase) in Stock	(14,027)	100
Increase (Decrease) in GST	21,251	37,266
Increase (decrease) in Accounts Payable	471,949	(139,412)
Net cash flow from operating activities	834,693	389,189

NOTE 9: Financial Instruments

Financial instruments that potentially subject the NZHPT to credit risk consist of bank balances, accounts receivable, accounts payable and term liabilities.

There were no material differences between fair value and carrying values of financial instruments as at 30 June 2006. (2005: Nil)

The NZHPT seeks to minimise its exposure to credit risk by investing only with registered banks.

NOTE 10: Related Parties

The NZHPT is an Autonomous Crown Entity under the *Crown Entities Act 2004* and the Government is a major source of revenue. This revenue is provided for from Vote: Arts Culture and Heritage, through the Ministry for Culture and Heritage.

In addition the NZHPT has approximately 24,500 members who pay an annual membership fee.

All other transactions with other public sector entities or members are carried out on an arm's length basis and in the normal course of business, therefore related party disclosures have not been made for transactions of this matter.

There were no other related party transactions.

NOTE 11: Post Balance Date Events

As at 1 August 2006, the Historic Places Trust Amendment Bill came into effect. As a result of this the number of Board members has now reduced from 11 members to 9 members.

NOTE 12: Property Income

	2006	2005
	\$	\$
Functions	162,877	159,499
Admissions	292,679	291,192
Rents	175,696	203,688
Merchandising	139,946	101,294
	771,198	755,673

NOTE 13: Board and Council Fees

	2006	2005
	\$	\$
Member:		
Mr J Acland	9,800	2,790
Dr H Allen	9,835	3,375
Mrs A Crighton	7,350	3,000
Mrs T Davis	15,300	5,625
Dr M Kawharu	9,980	2,250
Mr M Mouat	9,800	3,125
Mr G O'Regan	2,165	-
Mr D Oldham	5,500	4,250
Dr C Royal	1,015	1,250
Dame A Salmond (Chair)	23,000	19,990
Mr M Spedding	9,310	1,625
Mr T te Heuheu	8,085	1,660
Mr W Vercoe	1,600	1,830
	112,740	50,770

Note 14: Employee Remuneration

Total Remuneration and Benefits	No of Employees	
	2006	2005
\$000	\$	\$
100-110	1	0
130-140	1	0
150-160	0	1

During the year the former Chief Executive resigned effective October 2005 and a permanent Chief Executive was appointed effective May 2006. Each of these officers received less than \$100,000 during this financial year. During the intervening period an NZHPT employee was appointed Acting Chief Executive (remuneration band \$130,000-140,000).

Note 15: Trustees Liability Insurance

NZHPT effected Trustee's Liability Insurance. A premium of \$4,089 was paid for the insurance period 1 July 2005 to 30 June 2006 (2005: \$4,089)

Note 16: Statement of Financial Performance Commentary

Operating Deficit:

The operating deficit of \$774,000 is primarily a result of timing differences in the receipt of project income in previous years against project expenditure being incurred this year. This has the impact of a net reduction in Special Funds of \$679,000 for the 2005-06 financial year (compared to a \$587,000 net gain in 2004-05).

Significant expenditure was incurred this year on the following projects for which funding had been received in previous years:

- ▶ \$545,000 net movement in Incentive Fund Grants
- ▶ \$109,000 for restoration work at Timeball Station, Lyttleton
- ▶ \$281,000 spent on maintenance at a number of properties funded from the Crown Property Maintenance Fund
- ▶ \$101,000 on the Wellington Inner City Bypass project
- ▶ \$48,000 to complete fire protection work at Clendon House and sprinkler installation at Ruatuna, both funded by Lotteries Grants Board
- ▶ \$33,000 for registration research undertaken was funded from the Granville Zohrab Trust Bequest and Bedlington Bequest

The following grants were received this year and expenditure has also been incurred:

- ▶ Tourism Facilities Development Grant Programme provided \$89,000, and \$10,000 from the Parkinson Memorial Trust to assist with the restoration work at Timeball Station, Lyttleton
- ▶ Auckland International Airport Limited has provided \$87,000 to manage archaeological works undertaken on Stage 2 of the Auckland International Airport Designation site.
- ▶ Mangere Methodist Church provided \$39,000 to enable NZHPT to manage the excavation and recording of the Westney Farmstead, and the burial re-internments for the Westney Methodist Church, Mangere.

In addition, the following grants have been received this year for which no expenditure has been incurred to date:

- ▶ Additional grant from Transit New Zealand to undertake further work at the Wellington Inner City Bypass, \$196,000
- ▶ New Zealand Lotteries Grant Board provided assistance to undertake research of New Zealand War sites, \$10,000

Actual to Budget

Government Income is higher than budget by \$600,000. This is offset by a corresponding increase in expenditure to address urgent capability requirements as highlighted in a capability review of NZHPT in October 2005. This is reflected in increased personnel, travel and administration costs.

Incentive Fund payments have increased by \$613,000. This is primarily due to a change in accounting policy. Grants are now recognised as an expense at the time of Board approval and held as a provision until such time as they are uplifted by the Grantee. This meant grants of \$468,000 that had been approved in prior years but had not been paid out as at 30 June 2005 were expensed during this financial year. Approved grants during the year was \$589,495 compared to budget of \$444,000 reflects the effort that has been undertaken to promote this fund to private owners of Category I heritage properties that require conservation work.

The operations of the NZHPT Branch Committees have been reflected in these financial statements. These operations have not previously been included, nor were they included in the budget. This results in an additional \$95,000 in membership income and \$158,000 membership expenses. The inclusion of Branch Committee financial information has also increased equity and bank balances on the Statement of Financial Position by \$313,000 respectively.

Comparison with 2004/05

Government funding in 2005/06 includes additional funding of \$1,044,000. An increase of \$444,000 to general operations was agreed in Budget 2003 and an additional \$600,000 was agreed by Cabinet in May 2005 to enable NZHPT to address urgent capability needs.

In addition, NZHPT also received \$350,000 from government to assist urgent capital expenditure on Information Technology and critical deferred maintenance at NZHPT owned and managed properties.

The change in accounting policy for Incentive Fund grants has an effect of increasing expenses this year by \$881,000. This amount is held as a provision of the Statement of Financial Position.

Board Fees are now paid on an annualised basis for Board members in accordance with the Governance Fees Framework approved by Treasury. Maori Heritage Council members continue to be paid on a daily allowance basis.

AUDIT REPORT

TO THE READERS OF THE NEW ZEALAND HISTORIC PLACES TRUST'S FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2006

The Auditor-General is the auditor of the New Zealand Historic Places Trust (the Trust). The Auditor-General has appointed me, Stephen Lucy, using the staff and resources of Audit New Zealand, to carry out the audit of the financial statements of the Trust, on his behalf, for the year ended 30 June 2006.

Unqualified opinion

In our opinion the financial statements of the Trust on pages 11 to 55:

- ▶ comply with generally accepted accounting practice in New Zealand; and
- ▶ fairly reflect:
 - ▶ the Trust's financial position as at 30 June 2006;
 - ▶ the results of its operations and cash flows for the year ended on that date; and
 - ▶ its service performance achievements measured against the performance targets adopted for the year ended on that date.

The audit was completed on 27 October 2006, and is the date at which our opinion is expressed.

The basis of our opinion is explained below. In addition, we outline the responsibilities of the Board and the Auditor, and explain our independence.

Basis of opinion

We carried out the audit in accordance with the Auditor-General's Auditing Standards, which incorporate the New Zealand Auditing Standards.

We planned and performed the audit to obtain all the information and explanations we considered necessary in order to obtain reasonable assurance that the financial statements did not have material misstatements, whether caused by fraud or error.

Material misstatements are differences or omissions of amounts and disclosures that would affect a reader's overall understanding of the financial statements. If we had found material misstatements that were not corrected, we would have referred to them in our opinion.

The audit involved performing procedures to test the information presented in the financial statements. We assessed the results of those procedures in forming our opinion.

Audit procedures generally include:

- ▶ determining whether significant financial and management controls are working and can be relied on to produce complete and accurate data
- ▶ verifying samples of transactions and account balances
- ▶ performing analyses to identify anomalies in the reported data
- ▶ reviewing significant estimates and judgements made by the Board
- ▶ confirming year-end balances
- ▶ determining whether accounting policies are appropriate and consistently applied; and
- ▶ determining whether all financial statement disclosures are adequate.

We did not examine every transaction, nor do we guarantee complete accuracy of the financial statements.

We evaluated the overall adequacy of the presentation of information in the financial statements. We obtained all the information and explanations we required to support our opinion above.

Responsibilities of the Board and the Auditor

The Board is responsible for preparing financial statements in accordance with generally accepted accounting practice in New Zealand. Those financial statements must fairly reflect the financial position of the Trust as at 30 June 2006. They must also fairly reflect the results of its operations and cash flows and service performance achievements for the year ended on that date. The Board's responsibilities arise from the *Public Finance Act 1989* and the *Historic Places Act 1993*.

We are responsible for expressing an independent opinion on the financial statements and reporting that opinion to you. This responsibility arises from section 15 of the *Public Audit Act 2001* and the *Public Finance Act 1989*.

Independence

When carrying out the audit we followed the independence requirements of the Auditor-General, which incorporate the independence requirements of the Institute of Chartered Accountants of New Zealand.

Other than the audit, we have no relationship with or interests in the Trust.



S B Lucy

Audit New Zealand

On behalf of the Auditor-General

Wellington, New Zealand

Matters relating to the electronic presentation of the audited financial statements

This audit report relates to the financial statements of the New Zealand Historic Places Trust for the year ended 30 June 2006 included on the New Zealand Historic Places Trust's website. The Board is responsible for the maintenance and integrity of the New Zealand Historic Places Trust's website. We have not been engaged to report on the integrity of the New Zealand Historic Places Trust's website. We accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

The audit report refers only to the financial statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these financial statements. If readers of this report are concerned with the inherent risks arising from electronic data communication they should refer to the published hard copy of the audited financial statements and related audit report dated 27 October 2006 to confirm the information included in the audited financial statements presented on this website.

Legislation in New Zealand governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

National Office

Antrim House
63 Boulcott Street
P O Box 2629, Wellington
Ph: 04 472 4341
Fax: 04 499 0669
Email: information@historic.org.nz

Northern Regional Office

Premier Buildings
2 Durham Street East
Private Box 105-291, Auckland
Ph: 09 307 8896
Fax: 09 303 4428
Email: infonorthern@historic.org.nz

Central Regional Office

Tadix House
1 Blair Street
PO Box 19173, Wellington
Ph: 04 801 5088
Fax: 04 802 5180
Email: infocentral@historic.org.nz

Southern Regional Office

Gough House
90 Hereford Street
PO Box 4403, Christchurch
Ph: 03 365 2897
Fax: 03 374 2433
Email: infosouthern@historic.org.nz

Northland Area Office

62 Kerikeri Road
PO Box 836, Kerikeri
Ph: 09 407 4443
Fax: 09 407 3454
Email: infonorthland@historic.org.nz

Lower Northern Area Office

28 Wharf Street
PO Box 13339, Tauranga
Ph: 07 578 1219
Fax: 07 578 1141
Email: tauro1@historic.org.nz

Otago/Southland Area Office

109 Princes Street
PO Box 5467, Dunedin
Ph: 03 477 9871
Fax: 03 477 3893
Email: infodeepsouth@historic.org.nz

www.historic.org.nz

