



New Zealand
Historic Places Trust *Pouhere Taonga*

ANNUAL REPORT

For the year ending 30 June 2005

Presented to the Minister for Arts, Culture
and Heritage pursuant to Section 81
of the Historic Places Act 1993

Front cover: Aerial image of Otatara Pa, Napier. Kevin Jones, Department of Conservation.

Right: German Mission House,
Chatham Islands.

Lower right: Despatch Foundry
building, Greymouth showing
damage by tornado.

Below: Conservation work at Kikopiri Marae, Ohau.





TABLE OF CONTENTS

CHAIRPERSON'S REPORT	2
MAORI HERITAGE COUNCIL REPORT	4
VISION, MISSION, AND VALUES STATEMENTS	7
STATEMENT OF RESPONSIBILITY	8
STATEMENT OF SERVICE PERFORMANCE	9
OUTPUT CLASS 1 – RECOGNISE HERITAGE	9
OUTPUT CLASS 2 – PROTECT HERITAGE	13
OUTPUT CLASS 3 – PROMOTE HERITAGE	18
NATIONAL HERITAGE PRESERVATION INCENTIVE FUND	24
FINANCIAL INFORMATION	27
EEO COMPLIANCE (S.70)	39
AUDIT REPORT	40

CHAIRPERSON'S REPORT

Ahakoia he iti, he pounamu - Although it is small, it is precious.

2005 was a significant year for New Zealand Historic Places Trust Pouhere Taonga. In April NZHPT began to celebrate its 50th anniversary, with successful events across the country. In 2005, too, the NZHPT became a Crown Entity, forging a closer relationship with Government.

During the year, the organisation achieved most of its outcome targets, exceeding some of them. Achievements for the year include:

- 19 new Category I registrations, 25 Category II registrations, 5 historic area registrations, 1 interim registration and 28 reviews completed
- Nearly 150,000 visitors (excluding functions) at NZHPT's properties, generating total revenue (excluding sale of goods) of over \$392,000
- Contract won with the Ministry of Education for the provision of Learning Experiences Outside the Classroom programmes in Taranaki and Northland
- 131 submissions made to planning documents of local authorities
- 1,321 resource consent applications reviewed
- 253 archaeological applications processed
- 84 site damage reports investigated.

**Ahakoia he iti,
he pounamu**

**Although it
is small, it is
precious**



During 2005, the Board and Senior Management worked together to produce the 2005-2010 Strategic Plan, with its new vision and strategic directions for the organisation. The Board carried out a Governance Effectiveness Review, and adopted a comprehensive set of governance policies.

The National Heritage Preservation Incentive Fund established by Government has been an invaluable source of assistance to the owners of Category I historic places; and good progress has been made on enhancing the Register. During 2005, the Government adopted a best practice policy for historic places in Government ownership – all major steps forward for heritage in New Zealand.

At the local level, too, a surge in interest in heritage has been evident. From Northland to Gore, local bodies supported heritage initiatives, and the NZHPT has been involved in a number of collaborations with these agencies. The NZHPT's publication, *Heritage Management Guidelines for Resource Management Practitioners* and its Heritage Planning Summer School were very well received by officers and councillors in local government. Pouhere Taonga worked closely with iwi and hapu across the country on marae restoration projects, and on identifying and protecting ancestral places.

During 2005 an array of initiatives involved the NZHPT in partnerships with various local bodies, the New Zealand Symphony Orchestra, Transit New Zealand, Opus, Aalto Colour and the Fire Service, and we look forward to many more such collaborations in future.

As member of the Heritage Chairs and Officials of Australia and New Zealand, NZHPT contributed to the ongoing Productivity Commission's Review of Built Heritage in Australia that is investigating policy and investment issues relevant to heritage in New Zealand. A National Conference is planned for October, bringing together heritage leaders from around New Zealand and other nations to discuss the future of heritage in our country.

There have been some changes in key positions during the year. Bill Tramposch, CEO of the NZHPT over the past four years, resigned; and John Klaricich, former Chairman of the Maori Heritage Council, ended his long and invaluable service to the organisation.

We honour these individuals for their contributions to the NZHPT, and to heritage in Aotearoa New Zealand. Tumu te Heuheu, paramount chief of Tuwharetoa, took up the role of Chairman of the Maori Heritage Council, and Dame Anne Salmond was re-appointed as Chair of the NZHPT Board.

The NZHPT is very grateful to the Minister and the Associate Minister for their significant initiatives in support of heritage in 2005. The working relationship between the NZHPT Board and the Ministry for Culture and Heritage during 2005 has been particularly close and productive, and is greatly appreciated.

For NZHPT, resourcing remains a matter of significant concern, and in the coming year, Alan Bickers of Catalyst has been commissioned to carry out an independent Capability Review of the organisation. For so small an organisation, the NZHPT is charged with a challenging array of tasks on behalf of the nation's heritage, and there are times when demand for NZHPT's services outstrips its ability to deliver. The Board thanks the dedicated staff of the NZHPT for their work in caring for our nation's heritage.

After 50 years of service to historic places, the NZHPT looks forward to a new era for heritage in New Zealand. Heritage sites have much to offer their communities and the nation - increased wealth and enjoyment through heritage tourism and urban revitalisation; and a growing sense of regional and local pride and identity. Historic places also contribute powerfully to nation-building, celebrating our history in the places where it happened. We look forward to working closely with Government, our 25,000 members, local and regional communities across the country and iwi and hapu in seizing these exciting opportunities.

Aku mihi nui ki a koutou katoa.



Dame Anne Salmond
Chairperson

MAORI HERITAGE COUNCIL REPORT

Tena koutou e rau rangatira ma. Tena koutou i roto i nga ahuatanga o inaianei.

The 2004-2005 year has been an active and positive one for the Maori Heritage Council and the Maori Heritage staff of the New Zealand Historic Places Trust Pouhere Taonga. I am pleased to report that successful outcomes have been achieved in relation to the Maori Heritage Council's strategic plan and this year's Maori Heritage targets within the NZHPT's business plan.

Achievements for the year include:

- 12 new wahi tapu and wahi tapu area registrations completed
- 35 marae assisted with technical heritage advice, conservation reports, and conservation workshops held
- 12 strategic relationships with iwi groups and Maori communities have been maintained, including one iwi relationship based on a formal memorandum of understanding with the Historic Places Trust for a registration project
- 3 Historic Places Trust awards to Maori people who have made significant contributions in the heritage field
- 1 successful prosecution in a case involving destruction of a Maori archaeological site
- 1 successfully defended appeal of an archaeological authority decision declining an application to destroy an archaeological site that also involved a pending wahi tapu area registration
- A draft Maori Heritage policy statement completed.



**Ko te tumanako,
me haere tahi
tatou**

**Let us do this
together**

In line with the Maori Heritage Council's strategic plan, the Council has continued to take a national leadership role for Maori heritage. This year, the Council has focused on developing frameworks based on mātāuranga Māori (traditional Maori knowledge) and tikanga Māori (Maori customary practice) as cultural reference points to assist the Council's statutory work under the Historic Places Act 1993. These frameworks will assist consistency and clarity of decision-making and their further development is continuing.

The Maori Heritage Council has also formulated policy relating to a draft policy statement on Maori heritage. Under the Historic Places Act 1993, the Maori Heritage Council's heritage focus is essentially place-based and therefore concerns Maori heritage places comprising wahi tapu and wahi tapu areas, historic places and historic areas of interest to Maori, and buildings and structures of Maori character and historical or cultural significance. The Council recognises that in order to address Maori heritage places effectively, it must necessarily inform and involve all the various related interests. Policy has been developed that sets out consultation and collaboration approaches with tangata whenua and landowners, and promotes respect for and public awareness of Maori heritage and traditional values.

This approach has been employed by the NZHPT's Maori Heritage staff and has contributed to this year's Maori heritage registrations programme being successfully completed with the registrations target figure being met. The registration of Huruiki wahi tapu, near Whangarei, is an example of a successful registration outcome. Huruiki is regarded by the local iwi as a 'maunga korero' or sacred mountain and the landowners, who are not Maori, supported the registration and have undertaken to put in place measures to fully protect the wahi tapu, something that registration does not achieve on its own.

The Maori built heritage programme has been as busy as ever. The achievements with limited resources in conserving, preserving, and restoring marae buildings and structures throughout New Zealand is a testament to the efforts of the NZHPT's Maori heritage staff in conjunction with the hapu and iwi concerned. The Maori built heritage conservation workshops held on marae each year are always an opportunity to pass on advice, knowledge and skills empowering whanau, hapu and iwi to attend effectively to their own heritage.

This year the Maori Heritage Council was represented at the annual conference in Australia of the Heritage Chairs and Officials of Australia and New Zealand (HCOANZ). Council deputy chairman, Waaka Vercoe attended the conference in Alice Springs accompanied by the Kaihautu for the Historic Places Trust, Te Kenehi Teira. Useful contact was made with aboriginal groups and the Northern Territory Sacred Sites Protection Authority. There are plans for a joint Australia and New Zealand indigenous heritage working party to be established for follow-up.

Long-serving Maori Heritage Council and Board member, John Klaricich, ended his formal association with the Historic Places Trust when his appointment term ended last June. John's guidance and hard work on behalf of New Zealand's heritage has been greatly valued and the NZHPT marked his contribution with an award and the presentation of an honorary life membership at Waitangi in June. At the same occasion, noted Maori artist and former member of the NZHPT's Maori Advisory Committee, Dr Cliff Whiting, was similarly recognised for his valuable contribution to the nation's heritage, particularly his work in conserving and restoring marae buildings. Emma Gibbs-Smith was given a Certificate of Merit for her work on Maori Heritage registrations in the Bay of Islands area.

The Council thanks Dr Aidan Challis, Acting Chief Executive and Te Kenehi Teira, Kaihautu for the support given to the World Heritage Advisory Committee and expresses appreciation for NZHPT's support to New Zealand's World Heritage delegation. The Council thanks the Maori Heritage staff for their support and hard work and acknowledges the efforts in support of Maori heritage by the staff of the NZHPT generally. Thanks are also expressed to the Chief Executive, Board Chair and Board members for their co-operation and support of the Council during the year.

Tena tatou katoa.



Tumu te Heuheu, DCNZM
Chairperson, Maori Heritage Council
Te Kaunihera Māori o Te Pouhere Taonga

NZHPT BOARD & MAORI HERITAGE COUNCIL MEMBERS

The Historic Places Act 1993 provides for an 11-member Board of Trustees. The membership during the reporting period was:

(a) Appointed by 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 Trust membership

- (i) Mr Denys Oldham (s.42(c))
- (ii) Mr Michael Spedding (s.42(c))
- (iii) Cr Anna Crighton (s.42(c))

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

- (i) Dr Harry Allen (s.42(d))
- (ii) Mrs Te Aue Davis OBE CNZM (s.42(d))
- (iii) Mr Murray Mouat (s.42(d))
- (iv) Mr John Acland Deputy Chairperson (s.42(d))
- (v) Vacant

In terms of s.51 of the 1993 Act, the Chief Executive of the Ministry for Culture and Heritage is entitled to attend meetings.

MAORI HERITAGE COUNCIL

The Historic Places Act 1993 provides for an 8 member Maori Heritage Council. The membership during the reporting period was:

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

- (i) Mr Tumu te Heuheu DCNZM, Ngati Tuwharetoa, Chairperson (s.84(2)(a))
- (ii) Dr Merata Kawharu, Ngati Whatua, Ngapuhi (s.84(2)(a))
- (iii) Mrs Te Aue Davis OBE, CNZM, Ngati Maniapoto, Ngati Hikairo, Ngati Marutuahu (s.84(2)(b))
- (iv) Dr Harry Allen, Archaeologist (s.84(2)(c))

and members appointed by the Minister (s.84(2)(d)):

- (i) Mr Waaka Vercoe, Te Arawa, Ngati Awa, Deputy Chairperson
- (ii) Dr Monty Soutar, Ngati Porou, Ngati Awa
- (iii) Dr Charles Royal, Ngati Raukawa, Ngati Tamatera, Ngapuhi, Toarangatira
- (iv) Vacant during the year; Mr Gerard O'Regan, Ngai Tahu, appointed July 2005

VISION, MISSION, AND VALUES STATEMENT

On 24 June 2005 the NZHPT Board approved a Strategic Plan Mahere Rautaki 2005-2010. This included the following key 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 *Whakatauanga*

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

Are resources for increasing economic growth including tourism

Deserve the best recognition and care for the benefit of future generations.

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.

STATEMENT OF RESPONSIBILITY

For the year ended 30 June 2005

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

- 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.
- 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.
- 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: 28 October 2005



Dr Aidan Challis

Acting Chief Executive

Date: 28 October 2005

STATEMENT OF SERVICE PERFORMANCE

OUTPUT CLASS 1 – RECOGNISE HERITAGE

The first step in the effective management of heritage places is to recognise and record their value. The New Zealand Historic Places Trust maintains and develops the statutory Register of historic places, historic areas, wahi tapu and wahi tapu areas. Through development of the Register, and improving its accessibility, the NZHPT is helping New Zealanders understand, appreciate and protect their significant heritage places.

Recognise Heritage Performance

All targets for registration and research of heritage apart from new registrations and current quality standards of registration entries have been met, and most have been significantly exceeded. The NZHPT has focused its limited resources on ensuring the Register is accurate, nationally consistent and discriminating. An ongoing strategy for the Register was completed and was utilised for business planning. The Register On-line available via the NZHPT website (www.historic.org.nz/register) now includes more entries and information about registered historic places.

During the year, the Board confirmed 19 Category I registrations, 25 Category II registrations, 5 historic area registrations, 1 interim registration and 28 reviews. The Maori Heritage Council confirmed 7 wahi tapu registrations and 5 wahi tapu area registrations.

Historic place and historic area registrations confirmed during the year represent a wide range of heritage places. Of particular note were the following:

- Fitzroy Hotel (Former), one of Auckland's oldest surviving hotels in the Central Business District, dating from 1854, was earmarked for demolition. Because of the significance of the building, the NZHPT granted interim registration. Interim registration protects a historic place or wahi tapu while the registration process is being undertaken. Subsequently the Fitzroy Hotel was registered as a Category I historic place but is not yet out of danger.
- The Queen Mary Hospital (Former) and Hanmer Springs Thermal Reserve Historic Area registration recognises the pivotal role the thermal area played in the provision of treatment and the development of protocols for accommodating and treating patients with psychiatric disorders. The Queen Mary Hospital (Former), located within the boundaries of the Historic Area, was registered as a Category I

historic place, recognising the heritage significance of the building associated with nationwide acknowledgement for the quality of the treatments carried out within its walls.

- Archaeological sites also featured in the registrations confirmed during the year, including three pa sites, and Old Coach Road between Ohakune and Horopito.
- Particular registrations of technological importance included the internationally significant Raurimu Spiral, a spectacular railway phenomenon, and the Therapeutic Pool in Dunedin displaying cast in-situ concrete portal truss construction.
- Memorials featured with the Memorial to Bess, Parewanui recognising the role of horses in World War One, the Last Spike Memorial commemorating the completion of the North Island Main Trunk Line and the Tangiwai Reserve remembering the still poignant train disaster.

The wahi tapu registrations also represent a wide range of heritage, including:

- Kuia Rongouru Island Wahi Tapu: an island near Paihia that is associated with the maire (School of Learning) in that vicinity.
- Waikoropupu Wahi Tapu: a freshwater spring in the Takaka area that is associated with the Huriawa taniwha narrative.
- Aroha Wahi Tapu Area: an urupa on the peninsula known as Aroha Island is associated with Nga Puhi people of the northern Bay of Islands.
- Maiki o Manukaihuia Wahi Tapu: the flagstaff hill reserve at Paihia was a lookout of the Manukaihuia Pa and is where koiwi from other parts of the pa were interred.

As well as new registrations, the NZHPT has continued to undertake research on identified deficient registrations to improve the quality of the Register. Of these, 75 deficient registrations were rectified and the information held on these places was upgraded. In addition, 28 registrations were reviewed and 88 technical changes were made to existing Register entries. The Board is committed to the ongoing improvement in the quality of the Register.



Removal of sand and vegetation from around the Kaipara North Head Lighthouse (above and after, at right)



Right: Takapuneke, Banks Peninsula, a site rich in meaning for Maori and non-Maori.



OUTPUT CLASS 1 – RECOGNISE HERITAGE

PERFORMANCE TARGETS

Costs

Income budget	\$589,000
Expenditure budget	\$800,000

PERFORMANCE ACHIEVED

Income Actual	\$ 1,083,000
Expenditure Actual	\$ 1,033,000

(i) Registrations processed for historic places/areas and wahi tapu/areas (places/areas are registered if they have historical or cultural heritage significance or value)

QUANTITY MEASURES

100 registrations processed for historic places and historic areas

12 registrations processed for wahi tapu and wahi tapu areas

Research and upgrade information on 300 heritage properties

Provision of a national service of advice to the public on registration matters

15,000 unique website sessions on the **www.historic.org.nz** website per month

RESULTS

77 registrations and reviews were processed for historic places and historic areas plus 1 interim registration

12 registrations processed for wahi tapu and wahi tapu areas

Research on 687 properties has commenced

During the year the NZHPT has responded to more than 1700 public enquiries on registration matters.

An average of 17,100 unique website sessions on the **www.historic.org.nz** website per month was achieved

QUALITY MEASURES

Registration proposals meet NZHPT Board and Maori Heritage Council standards and legislative requirements.¹

90% of Register entries accessible via the **www.historic.org.nz** website

10% of entries in the Register meet current quality standards

RESULTS

All registrations confirmed have met required standards

98% of Register entries were accessible via the website at 30 June 2005

9% of entries in the Register meet current quality standards

STRATEGIC PROJECTS

Develop a registration strategy:
for ongoing upgrade of the Register; and
to determine future registrations to fulfil gaps identified

RESULTS

A draft registration strategy was prepared and was utilised in business planning for 2005-06

¹ As per the Historic Places Act 1993 and/or NZHPT policy, registration proposals require assessment against statutory criteria, public notification and submissions to be considered when received.



RECOGNISING HERITAGE, BUILDING PARTNERSHIPS: OTATARA PA



Photo: Kevin Jones, Dept of Conservation

During the 2004-2005 fiscal year, the NZHPT completed a review of registration of Otatara Pa, Napier. As a result of this review, the registration category of Otatara Pa was changed from Category II to Category I in recognition of the site's national importance, and the extent of the registered area was significantly enlarged.

Otatara Pa is one of the most outstanding pa complexes in New Zealand. It is an extensive defensive and settlement complex totalling over 44 hectares, most of which is contained within the Otatara Pa Historic Reserve, managed by the Department of Conservation. Archaeological features include two pa and numerous terraces, house sites and pits. Otatara Pa has considerable historical and archaeological significance and is of tremendous cultural, traditional and spiritual importance to its kaitiaki, Ngati Paarau.

The NZHPT will continue to work strategically with the Department in its management and protection of this nationally significant site.



Photos: Dept of Conservation East Coast - Hawkes Bay Conservancy

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. In this output class, the NZHPT works with territorial and local authorities by responding to requests for advice, making submissions on policy statements and plans, and applications for resource consents. The NZHPT also grants authorities for activities affecting archaeological sites, safeguarding their historic value and avoiding damage wherever possible.

The NZHPT manages some 60 heritage properties, 15 of which are staffed and open to the public. Within the funding available, maintenance has been prioritised and properties are managed to a good standard in accordance with guidelines for conservation management, interpretation and business development.

PROTECT HERITAGE PERFORMANCE

(i) Statutory Advocacy:

The NZHPT has focused on building sound working relationships with local authorities and community organisations, providing input to reviews and plan changes, and providing advice and information regarding resource consents. The following are a few key examples to show the impact of the NZHPT input in this area, while acknowledging the decision-making role of the relevant local authority:

- NZHPT has worked closely with the owners of Auckland's Bluestone Store resulting in adaptive reuse of one of the oldest buildings in Auckland's Central Business District.
- Expertise and advice was provided on adaptive work in the upper floors of the Central Post Office Building in Auckland, and the restoration of its lobby. Successful outcomes on adaptive use have also been achieved for the Northern Steamship building, the Nathan building, Austalis House and Levy Building as part of the Britomart Development in Auckland.
- Staff worked with the Taupo District Council to develop a cultural heritage strategy; participated in a working party established by Hamilton City Council to develop a city design strategy, and served on a management committee with Environment Bay of Plenty and Opotiki District Council to develop a heritage study of Opotiki's Central Business District.
- With the cooperation of the Greater Wellington Regional Council, the NZHPT completed a technical heritage report for the regional State of the Environment Programme. The report provides a set of draft historic indicators, a measurement of historic heritage and an overview of heritage in the Wellington region. It identifies a number of heritage places of regional significance at risk. Within Porirua City, the Council has acted to protect the identified heritage places at risk outlined in the report.
- With the assistance of NZHPT, the Porirua City Council has established a Wahi Tapu Working Party to improve the protection of wahi tapu sites in the district. They have also established a Porirua Heritage Strategy Steering Group with representatives of the community, iwi and NZHPT, to advise on protecting heritage places at risk, especially Taylor Stace Cottage at Pauahatanui.
- Hastings District Council has been dealing with new retail trends and the emergence of large format retail or 'Mega Centres'. The community was concerned that such developments could impact on the traditional shops in the historic Art Deco Central Business District. The NZHPT worked with the Council and Hastings Marketing Inc (Hastings Mainstreets) to examine the historic heritage issues associated with the impacts of large format retail on the historic townscape of Hastings.
- The NZHPT provided input to the proposed new heritage character zone in Wanganui Central Business District. The character zone provides greater regulation of new buildings in Wanganui to ensure such developments will be in keeping with the historic character of the town. The Council has confirmed this new area.
- A Memorandum of Understanding was signed with Ngati Hauiti, demonstrating the benefits of a community consultation approach adopted by the Ruapehu-Rangitikei registration project. Seven sites of heritage significance have been identified and three registered, including McManaway's pataka and waka as a Category I historic place.
- As a result of discussions between the NZHPT, Federated Farmers, iwi and the Tasman District Council, the NZHPT assisted this Council to commission an archaeologist to provide advice on the protection of archaeological sites in the Tasman Resources Management Plan.
- Advocacy may lead to hearings in the Environment Court. Hearings during the year have included Canterbury Museum, Leinster House, and Cashel Chambers in Christchurch and Macrae's Oceana Gold, Waitaki District. Results of these hearings have sometimes resulted in losses of protection leading to demolition, but many have been saved in part or in full. Such cases set benchmarks and precedents relevant to future cases.
- The Banks Peninsula District Council has recognised Takapuneke as a place of national significance. Previously the Council has listed this land for subdivision but after years of representation by Maori from nearby Onuku Marae and advocacy by NZHPT, the Council has resolved to pursue the preservation of Takapuneke.

OUTPUT CLASS 2 – PROTECT HERITAGE

(iii) Archaeology:

Intensifying processes of subdivision and development in many parts of New Zealand are creating high rates of archaeological site destruction and increasing requirements for the NZHPT's statutory archaeological services. There is also increasing demand to expand archaeological surveys and monitor conditions associated with archaeological authorities. In addition to issuing and monitoring archaeological authorities, the NZHPT provided a range of services to ensure the continuing protection of sites that are nationally significant and to record information about the historical development of our peoples, for example:

- Project management of the complex archaeological excavations for the Inner City Bypass in Wellington.
- Targeted regions with high archaeological importance to ensure land use planning processes and the archaeological authority processes are closely integrated. In the Bay of Plenty, the NZHPT has strong ties with the regional and district councils, and these networks have facilitated a regional approach to archaeological information.
- Organisation of the archaeological excavation of a small section of Otumoeti Pa in Matua, Tauranga. This represents the last undeveloped part of the pa, which has been purchased by Tauranga City Council for a reserve.
- NZHPT successfully prosecuted Far North Holdings Limited over damage to a recorded midden site at the mouth of the Waitangi River.
- Participation in the first archaeological dig at the Lawrence Chinese Camp. The site excavation and recording is in preparation for the development of a Chinese Interpretation Centre that will commemorate the Chinese presence and contributions to New Zealand's heritage.
- Successfully defending an appeal of an archaeological authority decision declining an application to destroy an archaeological site that also involved a pending wahi tapu area registration.

(iii) Maori Heritage Services

A significant and growing aspect of the work undertaken by NZHPT is to provide advice and assistance to Maori communities in the protection and conservation of marae and taonga. Examples of NZHPT's contribution are:

- A series of conservation workshops was held at Takitimu marae to assist the hapu in the conservation of the exterior carvings that had fallen into disrepair. This house was built as a memorial to Sir James Carroll (1853 – 1926) and opened in 1938. Takitimu represents the history of the Takitimu Waka and is sited beside the Wairoa River at a place where the canoe stopped during its travels around New Zealand.
- Archaeological and general heritage advice was offered to the Ngai Tahu Rock Art Trust to assist with the ongoing care and conservation of South Canterbury rock art sites

- A number of strategic relationships with iwi groups and Maori communities have been maintained, including one iwi relationship based on a formal memorandum of understanding with the NZHPT for a registration project.

(iv) Property management and conservation

Heritage protection work at NZHPT's properties in 2004-05 included:

- A three-year NZHPT Properties Strategy was developed which includes an action plan that identifies work of critical importance including conservation, interpretation and positioning within broader tourism networks.
- A major project to save Kaipara North Head Lighthouse from destruction from seriously threatening sand movement was completed. As well as removing the physical threat from sand, the work has restored the cultural landscape (and seascape) of the lighthouse. Once again, the lighthouse stands out prominently on its elevated site, with clear views of the Heads and down the channel, and in clear view of the sea. Registration of the Kaipara North Head Lighthouse as a Category II historic place was also confirmed.
- The NZHPT has been heavily involved in work relating to the Draft Kerikeri Basin Sustainable Development Plan, in collaboration with the Department of Conservation, Far North District Council, iwi and other local stakeholders. The Plan will guide future decision-making in the Kororipo-Kerikeri Basin. The draft Plan considers ways to increase the quality of the visitor experience at the site and developing the area as a tourist attraction, while at the same time ensuring the long-term protection of the irreplaceable archaeological and historic heritage assets.
- With assistance from the Parkinson Trust and the Canterbury Community Trust, significant interior restoration work has been undertaken at the Lyttelton Timeball Station. Work has continued on restoration of the exterior stonework, and completion is expected in mid 2006.
- Repairs and maintenance to the west window of Old St Paul's, Wellington was made possible by a grant from Pub Charity.
- Improving security and minimising fire risk has continued to be a focus for the NZHPT with fire protection work being completed at Ruatuna and Old St Paul's. Funding has also been secured from the Lottery Grants Board for sprinklers to be installed at Clendon House, Rawene.
- Following extensive storm damage, repairs to the Matanaka farm buildings were completed. Alongside the necessary stabilisation and repairs, the presentation and interpretation of the site were improved.

PERFORMANCE TARGETS	PERFORMANCE ACHIEVED
Costs	
Income budget	\$ 3,824,000
Expenditure budget	\$ 4,066,000
Income Actual	\$ 4,935,000
Expenditure Actual	\$ 4,706,000

(i) NZHPT responses in relation to the Resource Management Act in advocating for the protection of heritage

QUANTITY	RESULTS
<p>178 submissions made to planning documents² of Local Authorities (LAs)</p> <p>1,100 resource consent applications reviewed for properties scheduled in Resource Management Plans or registered properties and wahi tapu and wahi tapu areas</p> <p>120 building consents/PIMS applications assessed</p> <p>332 Preliminary advice cases managed</p> <p>46 conservation strategies reviewed</p> <p>6 references taken on LA plans</p>	<p>131 submissions were made to planning documents of LAs</p> <p>1,321 resource consent applications reviewed</p> <p>382 building consents/PIMS applications assessed</p> <p>202 Preliminary advice cases managed</p> <p>36 conservation strategies reviewed</p> <p>3 references taken on LA plans</p>

QUALITY MEASURES	RESULTS
<p>An increase in recognition, promotion and protection for heritage in LA plans is achieved from submissions made</p> <p>50% of submissions on resource consents result in a positive outcome for heritage</p> <p>7 references on LA Plans or plan changes are resolved</p>	<p>Submissions have been made in regard to Long Term Council Community Plans prepared under the Local Government Act 2002. A strong recognition of heritage has been achieved in Regional Outcome Strategies in Hawke’s Bay and Taranaki</p> <p>84% of resource consents submissions where NZHPT knows the outcome have resulted in a positive result for heritage in the year to 30 June 2005</p> <p>5 reference/plan changes were resolved</p>

STRATEGIC PROJECTS	RESULTS
<p>Development of strategy for Statutory Advocacy delivered by the NZHPT</p>	<p>Strategy development has been deferred until next financial year due to lack of resources. A report by Professor Peter Skelton on <i>Proposals for Legislative Amendments to Enable NZHPT to Engage More Effectively in Various Statutory Processes Involving Heritage Values</i> was commissioned and received</p>

(ii) Archaeological authority applications processed¹

QUANTITY	RESULTS
<p>268 Archaeological Authority applications are processed.</p> <p>86 site damage reports investigated</p>	<p>253 applications have been processed</p> <p>84 site damage reports investigated</p>

² LA planning documents include Annual Plans, Regional Policy Statements, State of Environment Reports, District Plans, Regional Plans, Coastal Plans and Management Plans.

¹ An archaeological authority is a consent to damage, destroy or modify an archaeological site

TIMELINESS		RESULTS	
100% of archaeological authorities processed within 3 months		88% of archaeological authorities were processed within 3 months. Of those outside the timeframe, extensions were granted in accordance with terms of the specific statutory and Local Authority regulations	
53 archaeological authorities compliance with conditions monitored		132 archaeological authorities were monitored	
STRATEGIC PROJECTS		RESULTS	
Development of strategy for archaeological services delivered by the NZHPT		Strategy development has been deferred until next financial year due to lack of resources. The standard operating procedures manual to assist staff to administer the archaeological provisions is nearing completion	
(iii) Maori Heritage services			
QUANTITY		RESULTS	
24 marae provided with specialist conservation advice and assistance		35 marae provided with specialist conservation advice and assistance	
(iv) Property management and conservation			
QUANTITY		RESULTS	
Implement property specific projects:		A detailed historical research report on the Kerikeri basin has been submitted to the Department of Conservation (DoC). NZHPT provided a detailed peer review of the Kerikeri Sustainable Development plan to DoC	
Kerikeri Research project		Significant progress has been made on the Timeball Restoration Project, in particular repairs to exterior stone and wood work and upgrading underground power connections	
Timeball restoration project			
QUALITY MEASURES		RESULTS	
Properties managed in accordance with accepted best practice		Within funding available, maintenance of the 60 properties within the NZHPT portfolio has been prioritised and managed in accordance with standards of good practice	
STRATEGIC PROJECTS		RESULTS	
Develop a strategy for the management and conservation of the NZHPT's property portfolio		A draft property strategy was prepared. The draft strategy was utilised in business planning for 2005-06	
(v) Negotiation of heritage covenants for the protection of heritage			
QUANTITY		RESULTS	
9 covenants negotiated for heritage properties		3 covenants negotiated for heritage properties	



CASE STUDY: WELLINGTON INNER CITY BYPASS

Photo: W Gumbly

Excavations at 14 Tonks Avenue showing postholes and fireplace bases of an 1870s house.

Construction of the Wellington Inner City Bypass has commenced following years of controversy. This road, designed to ease traffic congestion, runs through Te Aro Flat which was initially settled during the 1840s-50s. A number of historic buildings including both houses and commercial premises have been relocated as part of this project.

Since the majority of these buildings pre-date 1900 and the area is known to have been a residential and commercial centre, Transit New Zealand was required to obtain archaeological authorities from the NZHPT to modify the sites. The scale of the project meant that the NZHPT took on the role as Project Manager responsible for the detailed archaeological investigations and contracting archaeologists to undertake the work.

About 30 archaeologists spent several weeks excavating several key areas of the proposed route. The majority of work focused around Tonks Avenue and Arthur Street, which retained a relatively intact late 19th century townscape. The archaeologists had a number of themes that they were investigating, including social and community interrelationships; social mobility and community identity; the domestic economy of households; land use, urban development, and town planning; commercial and industrial activities; building design and construction; and technological development.

This archaeological work established that much remained of the 19th century landscape. Detailed archaeological analysis of the historic buildings has shown how they evolved in shape and size over time, whilst the in-ground archaeological remains have provided an insight into life in the 19th century, particularly for the working class. For example, excavation of the archaeological remains of a six-house tenement on Arthur Street has illustrated just how small and cramped these places were. Each house was a two-roomed cottage, 7 metres deep by 3.5 metres wide and separated from the neighbours by a brick fire wall. The floors of these cottages were just above the ground surface and they must have been damp. The remains of a communal coal shed were found in one backyard. A collection of sewing pins on the back porch of one

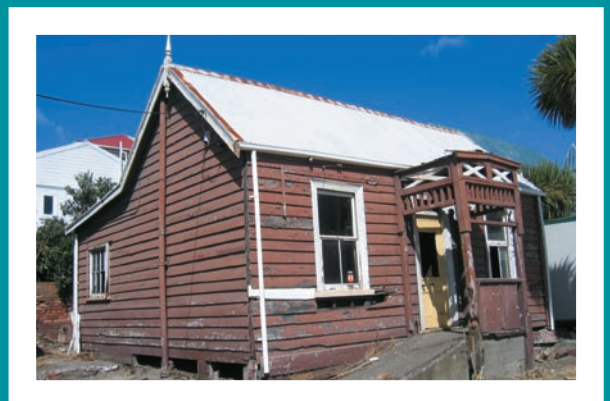
of the cottages suggests that lighting was poor. Rates books from 1875 show that a bootmaker, storeman, bricklayer, cabinetmaker, labourer and a widow were living here although nobody stayed in these houses for long.

The size and scope of the archaeological work for this project is the largest undertaken in the Wellington region. The opportunity to study an historic urban landscape as a whole has been particularly useful in terms of understanding the relationships between the working classes and their employers, and highlighting the often difficult and uncomfortable conditions in which many of these people lived.



Above: 3 Tonks Avenue

Below: 5 Tonks Avenue



Photos: Martin Jones



OUTPUT CLASS 3 – PROMOTE HERITAGE

Photo: Yoshinori Namioka

Kerikeri Mission House

Maintaining our heritage environment for the enjoyment of future generations relies on educating individuals and communities to recognise, value, conserve and sustain their heritage resources today. Through the provision of services in this output class the NZHPT assists in building a community awareness and commitment to our heritage and national identity. Promotional, educational and training activities target both the general public and key audiences such as local authorities and provide information on how individuals and groups can care for their heritage at risk.

PROMOTE HERITAGE PERFORMANCE

The number of community and local authority educational and promotional or training services provided exceeded the targets. Membership and awareness by the general public of our work have increased. Key events or projects undertaken during the year include:

The NZHPT has developed a Draft General Statement of Heritage Principles and Practices to guide staff and increase operational consistency.

During the year, the NZHPT secured a contract with the Ministry of Education for the provision of Learning Experiences Outside the Classroom programmes in Taranaki and Northland. The programmes are based around NZHPT properties and other historic and cultural

places in these regions and teach students from Years 4-13 more about their local heritage and history via experiences that cannot be readily replicated in the classroom.

Branch committees have assisted staff in a range of valuable ways including research, advice and support. The Board approved the formation of the Central Otago Branch Committee in July 2005.

Staff and branch committee members again operated stands at Mystery Creek and Northland Field Days. These shows provided opportunities to put a human and friendly face to the NZHPT, answer questions, engage with members and the general public, and generally promote the organisation's work.

There has been considerable involvement in strengthening regional tourism relationships and networks, especially those associated with our properties. In Northland, for example, there is regular involvement with Destination Northland and various project initiatives, including the Northland Museums Strategy Project being led by Enterprise Northland and Te Papa National Services. Tai Tokerau Matariki celebrations involved the Kerikeri Mission Station and included joint marketing and promotion with other tourism operators. Staff have also been involved collaboratively in projects with Tai Tokerau Tourism Association and regularly attend meetings of Hokianga Tourism Association.

OUTPUT CLASS 3 – PROMOTE HERITAGE

Staff were involved with Unitec (Auckland) in a four-day noho marae programme. A tour of Mangungu Mission was included.

Preparation for the transfer of ownership and operation of Bell House to Howick and Districts Historical Society Inc has been undertaken. The property has been covenanted. As a condition of the transfer, an agreement has been signed to safeguard the property and provide for its return to the NZHPT in the event of the insolvency of the Society.

A partnership with Waipa District Council, Trustpower and the Auckland Regional Council saw the NZHPT host Mia Scott, Project Director for the Scotland's Highland Buildings Preservation Trust. Mia Scott gave two public lectures in Cambridge and Tauranga, and presented a Masterclass workshop for heritage specialists in Auckland.

NZHPT facilitated a "summer school," held at Antrim House, Wellington, for a number of planners working in local authorities to assist with their professional development.

"Open Doors" in Wellington opened a variety of distinctive heritage properties not normally open to the general public and was one of the highlights of celebrations of the Year of the Built Environment. The NZHPT worked with New Zealand Institute of Architects and the Ministry for the Environment on the project, opening Antrim House for guided tours by staff and Wellington Branch Committee representatives with over 800 visitors coming through the doors.

Planning is well underway for the NZHPT's 50th Anniversary celebrations with a commemorative issue of *Heritage New Zealand* published in June. This special edition looks back over the 50 years of the NZHPT's history.

A 50th Anniversary Events Calendar accompanied the commemorative issue indicating the wide range of events and activities available locally in which members and the public may join celebrations of this milestone. A revised version of *Landmarks: Notable Historic Buildings of New Zealand* is to be republished in July.

Several property guide leaflets have been translated into other languages to assist the many international visitors who visit NZHPT properties. The relevant guides to Old St Paul's are available in six languages. The NZHPT is grateful to the French Embassy which supported the translation into French of the visitor's guide leaflet to Pompallier, Russell.

The NZHPT conferred 23 awards this year, including 8 Honorary Life Memberships to:

Heather Ayrton, Kaikohe
Maureen & Pat Fox, Invercargill
Judith Kidner Crawley, Wanganui
John Klaricich, Kaikohe
Sheila Robinson, Gisborne
Alan Talbot, Timaru
Cliff Whiting, Russell
Brian Wood, Blackball, West Coast

Stonemason carrying out restoration work on Lyttelton Timeball Station.



Photo: Arno Gasteiger

PERFORMANCE TARGETS	PERFORMANCE ACHIEVED
Costs	
Income budget	\$ 4,095,000
Expenditure budget	\$ 3,852,000
Income Actual	\$ 3,487,000
Expenditure Actual	\$ 3,325,000

(i) Profile of the activities of the NZHPT as represented by membership and public opinion and level of advice provided

QUANTITY	RESULTS
Membership of the NZHPT is 25,000 at 30 June 2005	Membership totalled 25,101 at 30 June 2005
QUALITY	RESULTS
Awareness of the NZHPT and its work is increased in the general public	Omnibus survey reports 81% (increased from 79% in 2003/04) awareness of the NZHPT
Provision of general advice on heritage matters to public	There has been steady demand from the public for heritage advice (over 7000 instances) including frequent enquiries from owners and would-be owners of registered buildings. The pressure of land development places significant demand on NZHPT resources to provide heritage advice

(ii) Promotional events provided by the NZHPT

QUANTITY	RESULTS
The voluntary arm of the NZHPT is supported through the 23 Branch Committees	NZHPT staff members have supported the public activities of 23 branch committees by attending meetings and providing funding for operational activities and heritage projects
118 community public education and promotional services provided	The Board approved the formation of a new Central Otago Branch in July 2005
29 educational, promotional or training services provided to local authorities	301 community public education and promotional services provided
Education programmes developed in 2 regions for schools in conjunction with Learning Experiences Outside The Classroom (LEOTC)	82 educational, promotional or training services provided to local authorities
50 th year anniversary programme developed	Learning Experiences Outside the Classroom Programmes have been developed in Northland and Taranaki for a 2-year period commencing 1 January 2005. Funding has been provided from the Ministry of Education
	A programme to celebrate the 50 th anniversary of the NZHPT was developed, including a commemorative issue of <i>Heritage New Zealand</i> (June 2005), republication of <i>Landmarks</i> (July 2005), and National Heritage Conference (October 2005). Branches Committees have planned a variety of regional projects and activities

PERFORMANCE TARGETS	PERFORMANCE ACHIEVED
QUALITY	RESULTS
Baseline customer satisfaction levels established following training services	A survey is being administered to establish baseline satisfaction levels
STRATEGIC PROJECTS	RESULTS
<p>Advise the Department of Conservation on World Heritage matters to support New Zealand’s representative on the World Heritage Committee</p> <p>Feed into government policy and review processes relevant to heritage policy matters through the Ministry for Culture and Heritage</p> <p>Play a lead role in Government interagency collaboration on local authority long-term community planning outcomes by delivering 2 local authority workshops</p> <p>Take a lead role in government interagency collaboration on heritage tourism initiatives by:</p> <ul style="list-style-type: none"> Delivering 3 regional cultural tourism workshops to increase connections between heritage sector and tourism industry; and Developing a specific heritage tourism publication 	<p>NZHPT provided policy advice on the World Heritage discussion document as well as supported submissions on a number of potential sites</p> <p>NZHPT provided policy advice on the following initiatives:</p> <ul style="list-style-type: none"> The draft New Zealand Urban Design Protocol Historic Places Amendment Bill Overseas Investment Bill <p>One workshop was delivered in Christchurch. New cultural wellbeing initiatives developed by the Ministry for Culture and Heritage has superseded the needs of these workshops and the NZHPT has been involved in these initiatives</p> <p>Two regional workshops were delivered. The interagency group developing this programme has been discontinued</p> <p>Research is continuing for the tourism publication</p>

(iii) Property development	
QUANTITY	RESULTS
<p>Manage and promote 15 staffed properties</p> <p>Income at properties owned or managed is \$696,000 155,000 visitors recorded at properties</p>	<p>15 properties have been staffed and open to the public Effort has been made to ensure a number of unstaffed properties are accessible for the public to enjoy Property income for the year was \$775,673 149,096 visitors were recorded at properties</p>
QUALITY	RESULTS
<p>Visitor satisfaction surveys established at all staffed properties</p>	<p>Visitor satisfaction surveys have been established at 13 of the NZHPT’s staffed properties. An average satisfaction result of 9.2 (10 as high score) was achieved for the period March to June 2005</p>



TE AUE DAVIS OBE CNZM: KAHURANGI PUMANAANKI - LIVING TREASURE



Photo: Dean Whiting, NZHPT

Te Aue Davis of Ngati Maniapoto, Ngati Hikairo and Ngati Marutuahu, renowned weaver, historian, and Maori Arts and heritage advocate is a highly respected and valued member of the NZHPT's Board and Maori Heritage Council.

From early years, she was strongly influenced by her grandfather who used waiata and games to impart to her and the wider whanau knowledge of their traditions, history and culture. He knew the locations of many wahi tapu, and when some came under threat, took appropriate actions to ensure that the remains of ancestors were treated with dignity and reburied in local cemeteries. His lessons were not lost on the young Te Aue, and her deep conviction that wahi tapu must be protected stems from this close association.

Likewise, accompanying her father Taihako on his jobs, gathering kaimoana at Kawhia and attending marae events instilled in Te Aue her knowledge of the taonga and korero of the ancestral landscape of her matua tupuna.

In 1984, Trust personnel Tipene O'Regan and Cliff Whiting visited the King Country on NZHPT business. Te Aue was the Maniapoto representative who met them on site. Te Aue's firm stand on the matter and her extensive knowledge of heritage impressed them so much that they "volunteered" her services to the NZHPT's Maori Advisory Committee and then to the NZHPT's Board.

She remains a member of the Maori Heritage Council and the Board today, still drawing on the spirit and passion instilled in her by her grandfather to advocate for the protection of heritage places of significance to Maori, and willingly sharing her knowledge and giving her support to efforts to achieve the NZHPT's vision.

Te Aue enjoys a superior reputation as a weaver. Taught by an elderly cousin, samples of her work are now held by Te Papa Tongarewa and the Canterbury Museum. A recent commission was the weaving of a fine korowai worn by New Zealand's standard-bearer at the 2004 Olympic Games in Athens. Involvement with Maori Arts and Crafts has been instrumental in guiding Te Aue's active support for the training of Maori Conservators overseas to develop professional specialists in marae conservation work and therefore ensure high standards of work can be achieved and sustained.

The Geographic Board approached Te Aue to author a Maori Oral History Atlas, subsequently published as *He Korero Purakau Mo Nga Taunahanahatanga a Nga Tupuna*. This publication was to mark the 150th anniversary of the signing of the Treaty of Waitangi. This book, illustrated by her friend, Cliff Whiting, is another example of the key role Te Aue has played in ensuring that knowledge about Maori heritage is available to the wider community to protect important Maori sites.



Te Aue has tirelessly visited every corner of New Zealand, and attended national and international conferences providing tuturu Maori cultural and heritage input into all situations. She has been a member of numerous committees and organisations, and attended many cultural heritage workshops and participated in hui for Cultural Heritage and Maori Land Court reviews.

Her lifelong interest and involvement with New Zealand's heritage has been recognised in a number of ways:

- Te Waka Toi Award for research into natural cultural resources
- Individual Art Award from Council of Maori and South Pacific Art 1986
- Order of the British Empire, 1993
- Companion of the New Zealand Order of Merit for services to New Zealand heritage, 2005

As 50th anniversary celebrations begin, and as Te Aue prepares to celebrate her own 80th birthday, it is with great pleasure and pride that the NZHPT will present the special heritage award of Kahurangi Pumanaaki (Living Treasure) in its 50th year to honour this remarkable manukura and kuia, and to celebrate her lifetime's accomplishments in heritage and for Maori heritage in particular.

Above: This illustration by Cliff Whiting explores themes suggested by the NZHPT's Maori name, Pouhere Taonga, the pillar that binds all valuable things.

NATIONAL HERITAGE PRESERVATION INCENTIVE FUND

The National Heritage Preservation Incentive Fund (\$500,000 for distribution each financial year) was established by the Government in the budget round for 2003-04 to fill a gap in financial assistance for historic heritage by providing incentives for the preservation of nationally significant heritage places in private ownership. Ten applications were received during the year. The nine selected by the Board and the funds allocated were:

Arden Lodge, Havelock North, Hawkes Bay

Grant \$24,000

Category I Historic Place

Arden Lodge is an impressive two-storey country house designed in 1925 by Gummer & Ford and built in 1926. It is in a stripped Classical style with a symmetrical façade, and is built of reinforced concrete and brickwork with a white stucco finish and totara interior joinery and jarrah flooring. It is a significant Hawke's Bay landmark.

Funding was granted to assist with substantial exterior repair and weatherproofing work. Maintenance required includes repairs to the roof and the original cast iron rain water pipes, new flashings to the roof, parapets and chimneys where required to address rust, and removal and replacement of loose stucco.



German Mission House, Chatham Islands

Grant \$10,000

Category I Historic Place

The German Mission House was designed and built by missionaries of the Moravian German mission in 1868. It provides the only built evidence of New Zealand's sole Moravian German mission which began on the Chatham Islands in 1843. The house is a rectangular masonry building with a gabled corrugated iron roof and a lean-to at the rear. It has a living room, kitchen/dining room and washhouse on the ground floor, three spaces in the attic used as bedrooms, and a stone-lined cellar.

Initial funding has been granted towards the costs of preparing a conservation plan including a condition report and work specifications. The main concern is the condition of the interior and timber components, including the framing, floor joists, internal plaster, windows and doors.



NZ Loan and Mercantile Woolstore, Christchurch

Grant \$75,000

Category I Historic Place

The woolstore is a solid two-storey brick warehouse designed by William Armson and built in 1871, with floors supported by traditional massive timber post and beam construction with wrought iron strap work. It is a well-proportioned Victorian warehouse showing Armson's deft skill in composing fenestration, pilasters and contrasting moldings in classical forms to produce a crisp coherent design. The building is in a state of disrepair, having been derelict for 20-30 years.

Funding has been granted to assist with fabric conservation and restoration, to structurally strengthen the building and to provide a fire protection system.



NATIONAL HERITAGE PRESERVATION INCENTIVE FUND

Unit 5, Calvert Buildings, Cambridge

Grant \$18,500

Category I Historic Place

The Calvert Buildings registration includes the 1904 drapery/mercery building and the 1928 Calvert Chambers. The original building was built in 1904 for a local draper. The drapery building is single storey with plastered double-skin brick exterior walls and a corrugated iron double-gable steel trussed roof and hopper windows. The buildings retain their original Victorian industrial design. The drapery was in continuous business from 1904 until its closure in 1985. Its fittings, including a Lamson cash railway (installed circa 1908), are rare survivors of early drapery/mercery shops. The former drapery building is now used as a children's book and toy wholesalers.

Funding has been granted to assist with roof replacement and associated work for the rear section of the 1904 drapery building.

Langley Dale Homestead, Renwick

Grant \$67,500

Category I Historic Place

Langley Dale homestead began in 1857 as a two-storied cob and timber house with a dirt floor. In 1866 a cob stable was built along with a number of farm-related buildings, many of which still exist. In 1876 a substantial two-storied wing extension was constructed. In 1880 a timber verandah was added, the kitchen was extended in 1883 and a further northern wing added in 1905. The Homestead has retained its cob-walled rooms, original wallpaper, gold leaf scotia, early door fittings, and iron and wooden verandah decoration. It was at Langley Dale that Governor Thomas Gore Brown signed the papers separating Marlborough from the Nelson Provincial Government.

Funding was granted to assist with repairs to roofing, weatherboards, foundations and floors in accordance with the conservation and maintenance plans.



The Former Wakelin's Flour Mill, Carterton

Grant \$5,000

Category I Historic Place

The former Wakelin's Flour Mill is a landmark building on the main street in Carterton. Although several flourmills were built in the Wairarapa in the 19th century, this is the only one to survive. The mill ceased production in 1962 after 93 years. It is a four-storey weatherboard and corrugated iron clad mill building with two annexes.

Initial funding was granted to assist with the preparation of a conservation plan.

NATIONAL HERITAGE PRESERVATION INCENTIVE FUND

Dispatch Foundry Building, Greymouth

Grant \$10,000

Category I Historic Place

The Foundry is large rectangular fabrication workshops of unreinforced brick; corrugated iron roofs with clerestory supported on steel stanchions and trusses. Stage one of the foundry was built in 1910-11, and stage two in 1936. On March 10, 2005 a tornado caused severe damage to the Dispatch Foundry Building. The foundry is a major employer on the West Coast and urgent repairs are required to ensure retention of operational capacity.

Initial funding was granted to assist the preparation of an assessment and proposal for strengthening works to be undertaken by a specialist structural engineer with recognised experience in working with historic buildings.



Photo: NZHPT

Glaxo Building, Former Matangi Dairy Factory, Hamilton

Grant \$75,000

Category II Historic Place, but would satisfy the criteria for Category I registration if reviewed

The former Matangi Dairy Factory (Glaxo Building) is a reinforced concrete structure designed by Frederick Daniell and built in 1917-1919. When opened, the building was said to be the biggest and best equipped in the world. Glaxo is now a significant international company. A number of product and technology innovations (eg Highlander Condensed Milk) and key figures in the industry's development are associated with the Glaxo Building.

Funding was granted to assist with the preparation of a condition report and conservation specifications, and to assist with conservation of the building in accordance with the report, including repairs and maintenance to the roofing and windows, and repair and replacement of rotten and split timber.



Photo: Ian Bowman

Mararika Station Woolshed, Ruatoria, East Coast

Grant \$30,000

Category II Historic Place, but would satisfy the criteria for Category I registration if reviewed.

The woolshed is a fine example of a turn-of-the-century woolshed located in the Aorangi Valley beneath Hikurangi. It is believed to date from 1880, and has totara weatherboards and a corrugated iron roof. Significant interior elements such as the wool press, cane baskets, shearing mechanism and wool bale trolley survive in original condition. Other surviving heritage buildings at Makarika Station including the blacksmith's shop, station store, station manager's house and outbuildings and covenanted land provide a related context.

Funding was granted to assist re-roofing and repairs and repainting of the weatherboards, including the costs of conservation specifications and work supervision.

Summary of National Heritage Preservation Incentive Fund

As at 30 June 2005

	2005	2004
Opening Balance as per Financial Statements	506,242	0
Funds available for distribution	500,000	500,000
Less grants approved and distributed	72,428	0
Less net administration costs	56,000	(6,242)
Closing Balance as per Financial Statements	<u>877,814</u>	<u>506,242</u>
Less distributions approved but not yet paid out	468,072	225,500
Balance available for future distribution approval	<u>409,742</u>	<u>280,742</u>

STATEMENT OF ACCOUNTING POLICIES

For the year ended 30 June 2005

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 and the Financial Reporting Act 1993. The financial operations of the Branch Committees of the NZHPT have not 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 1994 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 2002). 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 FRS-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:

(i) Trust owned Land and Historic Buildings

These are properties for which the NZHPT has freehold title.

(ii) 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 capitalised. Costs of maintaining these assets once renovation is complete are charged to the period in which they are incurred.

STATEMENT OF ACCOUNTING POLICIES

For the year ended 30 June 2005

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 years². 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 and retirement 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.

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 have been no changes in accounting policies since the date of the last audited financial statements.

² The most recent valuation of Artefacts and Chattels was undertaken in 2003

STATEMENT OF FINANCIAL POSITION

As at 30 June 2005

	Note	Actual 2005 \$	Budget 2005 \$	Actual 2004 \$
EQUITY				
Accumulated Funds	1(a)	4,918,178	5,214,000	5,040,837
Specified Funds & Bequests	1(b)	3,159,567	2,561,000	2,572,364
Trust Property Maintenance & Development Fund		95,086	95,000	95,086
Revaluation Reserve		12,248,956	12,249,000	12,248,956
Total Equity		20,421,787	20,119,000	19,957,243
Equity is represented by:				
CURRENT ASSETS				
Petty Cash & Imprest Balances		8,840	9,000	8,040
Cheque & Call Deposits		1,388,758	1,159,000	1,154,959
Specified Fund & Bequest Deposits		1,319,277	1,173,000	1,175,892
Accounts Receivable		219,473	24,000	120,103
Stock on Hand		24,022	20,000	24,122
Total Current Assets		2,960,370	2,745,000	2,483,116
NON-CURRENT ASSETS				
Fixed Assets	2	18,231,634	18,075,000	18,346,530
Total Non-Current Assets		18,231,634	18,075,000	18,346,530
Total Assets		21,192,004	20,820,000	20,829,646
CURRENT LIABILITIES				
Accounts payable and accruals		466,097	333,000	585,085
Employee Entitlements		195,099	230,000	211,040
GST Payable		73,379	88,000	36,153
Total current liabilities		734,575	651,000	832,278
NON-CURRENT LIABILITIES	3	35,642	50,000	40,125
Total Liabilities		770,217	701,000	872,403
NET ASSETS		20,421,787	20,119,000	19,957,243



Dame Anne Salmond
Chairperson



Dr Aidan Challis
Acting Chief Executive

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 2005

	Note	Actual 2005 \$	Budget 2005 \$	Actual 2004 \$
Opening Equity		19,957,243	20,329,000	20,033,581
Overall Surplus/(Deficit) for the year	1 (a)	464,544	(210,000)	(76,338)
Total recognised Revenues & Expenses for the year		464,544	(210,000)	(76,338)
Closing Equity		20,421,787	20,119,000	19,957,243

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

STATEMENT OF FINANCIAL PERFORMANCE

For the year ended 30 June 2005

	Note	Actual 2005 \$	Budget 2005 \$	Actual 2004 \$
Operating Revenue				
Government Funding		6,708,444	6,709,000	5,819,000
Grants		924,206	200,000	61,900
Property	4	755,673	696,000	722,171
Interest	5	173,536	165,000	129,399
Membership		596,861	628,000	578,511
Donations		117,655	75,000	78,816
Sundry		238,317	35,000	84,181
Total Revenue		9,514,692	8,508,000	7,473,978
Operating Expenditure				
Audit Fees - External Audit		28,427	23,000	25,000
Administration		1,862,736	1,442,000	1,354,336
Bad & doubtful debts		4,892	0	0
Personnel		4,426,354	4,522,000	3,928,363
Property		1,233,112	1,379,000	936,934
Asset costs		118,568	144,000	63,296
Depreciation	2a	126,101	105,000	125,315
Communications		159,738	153,000	163,606
Membership		434,975	434,000	429,915
Board	10	50,770	80,000	52,455
Travel & Accommodation		604,475	436,000	471,096
Total Expenditure		9,050,148	8,718,000	7,550,316
Operating surplus (deficit) for the year	12	464,544	(210,000)	(76,338)

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

STATEMENT OF CASH FLOWS

For the year ended 30 June 2005

	Note	Actual 2005 \$	Budget 2005 \$	Actual 2004 \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash was received from:				
Government funding		6,708,444	6,709,000	5,819,000
Grants		924,206	200,000	61,900
Other Operating Activities		1,615,649	1,434,000	1,418,869
Interest		154,565	165,000	129,399
		<u>9,402,864</u>	<u>8,508,000</u>	<u>7,429,168</u>
Cash was applied to				
Payment of suppliers and employees		(8,455,406)	(8,108,000)	(7,379,927)
Net Goods and Services Tax		(558,269)	52,000	8,766
		<u>(9,013,675)</u>	<u>(8,056,000)</u>	<u>(7,371,161)</u>

Net cash from operating activities	6	389,189	452,000	58,007
---	----------	----------------	----------------	---------------

CASH FLOWS FROM INVESTING ACTIVITIES

Cash was applied to:				
Purchase of fixed assets		11,205	90,000	277,239

Net cash from investing activities		11,205	90,000	277,239
---	--	---------------	---------------	----------------

Net increase / (decrease) in cash		377,984	362,000	(219,232)
Opening Cash Balance		2,338,891	2,339,000	2,558,123
Closing Cash Balance		2,716,875	2,701,000	2,338,891

Represented by

Petty Cash & Imprest Balances		8,840	9,000	8,040
Cheque & Call Deposits		1,388,758	1,519,000	1,154,959
Specified Fund & Bequest deposits		1,319,277	1,173,000	1,175,892
		2,716,875	2,701,000	2,338,891

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

STATEMENT OF COMMITMENTS

As at 30 June 2005

	2005 \$	2004 \$
Operating Commitments		
Less than 1 year	343,664	283,527
1 – 2 years	252,048	338,786
2 – 5 years	212,621	106,122
5 plus years	0	0
	808,334	728,435

Commitments relate to non-cancellable accommodation and equipment leases and contracted repairs and maintenance.

STATEMENT OF CONTINGENT LIABILITIES

As at 30 June 2005

Work is currently being undertaken to assess potential liabilities resulting from heritage covenants previously negotiated. As at 30 June 2005, these were unquantified and there were no other contingent liabilities (2003/04 nil).

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

	2005 \$	2004 \$
Opening Balance	5,040,837	5,131,997
Overall Surplus (Deficit) for the year	464,544	(76,338)
Transfer to Specified Funds and Bequests	(1,714,909)	(746,441)
Transfer from Specified Funds and Bequests	1,127,706	731,619
Closing Balance	4,918,178	5,040,837

1(b) Specified Funds and Bequests

	1/07/2004 \$	Receipts \$	Expenditure \$	Interest \$	30/06/2005 \$
<i>NZ Lottery Grants Board</i>					
Kemp House Restoration	10,687				10,687
Highwic Art Collection	5,242		5,242		0
Clark's Mill Engineering Specifications	5,000				5,000
Timeball Building Restoration	183,785		158,245		25,540
Ruatuna Sprinkler	(63,923)	79,000			15,077
Interpretation of the Stone Store	45,225				45,225
Archaeology at Papamoa	4,588	1,350	1,350	284	4,872
Kerikeri Mission House Conservation	1,253		1,253		0
Heritage Guidelines – Various	198				198
Clendon House Fire Protection		40,000	6,474		33,526
Paramata Barracks		10,000	5,300		4,700
	192,055	130,350	177,864	284	144,825

	1/07/2004 \$	Receipts \$	Expenditure \$	Interest \$	30/06/2005 \$
<i>Other Funds & Bequests</i>					
Stout Bequest	1,314			87	1,401
Spencer Bequest	138,805			9,206	148,011
Stringer Bequest	8,836			592	9,428
McBernie Bequest	11,949			793	12,742
Hudson Bequest	272,746			18,090	290,836
Granville Travers Zohrab Trust Bequest	205,489			13,762	219,251
Richardson Bequest	38,642			2,582	41,224

NOTES TO THE FINANCIAL STATEMENTS

	1/07/2004	Receipts	Expenditure	Interest	30/06/2005
	\$	\$	\$	\$	\$
Rossier Bequest	121,672			8,070	129,742
McKay Bequest	182,027			12,073	194,100
Williams Bequest	9,073			602	9,675
Bedlington Bequest	21,234				21,234
Denton Mayor Bequest	5,000				5,000
O R Lee Bequest		43,500			43,500
James Smiley Bequest		9,975			9,975
Ruatuna Fund	28,929			1,919	30,848
Bulk Store and Stone Store Donations	28,383	60,662	38,674	3,488	53,859
Property Fund	40,550		18,524	2,687	24,713
Kemp House General Donations Fund	14,556	1,327	7,651	973	9,205
Crown Prop. Main. Devel Fund	641,109		170,232		470,877
Ophir	891		487		404
Environment Bay of Plenty	5,293				5,293
Brunner	(8,750)	97,544	88,794		0
Archaeology Equipment Purchase	1,878		410		1,468
Ruatuna Historical Research Report	551				551
Kerikeri Mission Stone Store Display	3,843		3,843		0
Bell House Fund	44,751	23,918	23,089		45,580
Conservation Storage Materials	1,778				1,778
National Heritage Incentive Fund	506,242	500,000	128,428		877,814
Branch Committee Fund	45,668	10,000			55,668
Thames School Mines Roof	6,970				6,970
Turanga Property Fund	880		880		0
Wellington Inner City Bypass		543,440	394,133		149,307
Ewelme Cottage Committee Fund		64,847			64,847
Kerikeri Basin Project		66,667	22,261		44,406
Old St Paul's Stained Glass Window		34,415	34,415		0
Timeball Restoration		42,722	15,022		27,700
MORST Contract		5,334	2,270		3,064
Built Heritage		5,000	729		4,271

Other funds and Bequests	2,380,309	1,509,351	949,842	74,924	3,014,742
---------------------------------	------------------	------------------	----------------	---------------	------------------

Total Funds & Bequests	2,572,364	1,639,701	1,127,706	75,208	3,159,567
-----------------------------------	------------------	------------------	------------------	---------------	------------------

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2: Fixed Assets

	Cost or Valuation 2005 \$	Accumulated Depreciation 2005 \$	Net Current Value 2005 \$	Cost or Valuation 2004 \$	Accumulated Depreciation 2004 \$	Net Current Value 2004 \$
At Valuation						
Trust owned Land	5,901,000	0	5,901,000	5,901,000	0	5,901,000
Trust owned Buildings	5,735,676	164,515	5,571,161	5,680,624	109,471	5,571,153
Vested Land	1,433,000	0	1,433,000	1,433,000	0	1,433,000
Vested Buildings	2,976,000	93,666	2,882,334	2,976,000	60,046	2,915,954
Artefacts & Chattels	2,212,594	0	2,212,594	2,212,594	0	2,212,594
At Cost						
Managed Buildings	87,727	0	87,727	87,727	0	87,727
Furniture & Equipment	347,948	308,581	39,367	365,009	290,804	74,205
Computer Equipment	114,626	106,642	7,984	107,121	103,575	3,546
Computer Software	112,102	112,102	0	112,102	112,102	0
Farm Equipment	4,783	3,022	1,761	4,783	2,436	2,347
Leasehold Improvements	19,034	8,775	10,259	19,134	5,727	13,407
Land Development	18,577	2,224	16,353	18,577	1,208	17,369
Displays & interpretation	72,915	22,654	50,261	107,106	10,711	96,395
Library	17,833	0	17,833	17,833	0	17,833
	19,053,815	822,181	18,231,634	19,042,610	696,080	18,346,530

NOTE 2a: Depreciation

	2005 \$	2004 \$
Furniture & Equipment	17,777	22,596
Computer Equipment	3,067	2,301
Farm Equipment	586	586
Land development	1,016	1,208
Displays and Interpretation	11,943	10,711
Leasehold Improvements	3,048	3,068
Buildings - owned	55,044	54,822
Buildings - vested	33,620	30,023
	126,101	125,315

NOTES TO THE FINANCIAL STATEMENTS

NOTE 3: Term Liabilities

	2005	2004
	\$	\$
Non-Current		
Retirement and Long Service Leave	35,642	40,125
	35,642	40,125

NOTE 4: Property Income

	2005	2004
	\$	\$
Functions	159,499	106,324
Admissions	291,192	309,970
Rents	203,688	199,614
Merchandising	101,294	106,263
	755,673	722,171

NOTE 5: Interest

Investments are on terms ranging from on-call through to 90 days depending on the forecast cashflow requirements. During the year the average interest rate received was 6.9%.

NOTE 6: Reconciliation of the Net Overall Surplus (Deficit) with the Net Cash Flows from Operating Activities

	2005	2004
	\$	\$
Net Overall Surplus (Deficit)	464,544	(76,338)
Add non-cash items:		
Depreciation	126,101	125,315
Provision for doubtful debts	4,892	0
	595,537	48,977

Movements in Working Capital:

Decrease (Increase) in Accounts Receivable	(104,262)	(44,810)
Decrease (Increase) in Stock	100	(4,121)
Increase (Decrease) in GST	37,226	8,766
Increase (Decrease) in Accounts Payable	(139,412)	49,195
Net cash flow from operating activities	389,189	58,007

NOTE 7: 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 differences between fair value and carrying values of financial instruments as at 30 June 2005.

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

NOTES TO THE FINANCIAL STATEMENTS

NOTE 8: Related Parties

The NZHPT received a substantial portion of its revenue from the Ministry for Culture and Heritage and Transit New Zealand. There are no other related parties. All other transactions with public sector entities are carried out on an arm's length basis and in the normal course of business.

NOTE 9: Post Balance Date Events

Subsequent to 30 June 2005, the ownership and operation of Bell House has been successfully transferred to Howick and Districts Historical Society Inc. The property has been held by the NZHPT as a 'Bare Trustee' since 1974, for the benefit of the Society. A condition of transfer was that the Society enters into an agreement with the NZHPT to safeguard the property and provide for its return to the NZHPT in an event of the insolvency of the Society. The financial implication of this arrangement will reduce fixed assets and equity by \$377,284.

NOTE 10: Board and Council Fees

	2005	2004
	\$	\$
Member:		
Mr J Acland	2,790	1,500
Dr H Allen	3,375	5,000
Mrs A Crighton	3,000	1,875
Mrs T Davis	5,625	8,500
Dr M Kawharu	2,250	1,750
Mr J Klaricich (resigned)	0	870
Mr M Mouat	3,125	2,250
Mr D Oldham	4,250	4,250
Dr C Royal	1,250	750
Dame A Salmond (Chair)	19,990	19,720
Dr M Soutar (resigned)	0	1,000
Mr M Spedding	1,625	1,500
Mr I Taylor (resigned)	0	250
Mr T te Heuheu	1,660	500
Mr W Vercoe	1,830	2,740
	50,770	52,455

NOTE 11: Employee Remuneration

Total Remuneration and Benefits	No of Employees	
	2005	2004
\$000	\$	\$
140-150	0	1
150-160	1	0

The chief executive's total remuneration is in the \$150,000 - \$160,000 band (2003/04 in the \$140,000 - \$150,000 band).

NOTES TO THE FINANCIAL STATEMENTS

NOTE 12: Statement of Financial Performance Commentary

An overall surplus of \$464,544 has been achieved for the year compared to a budgeted deficit of \$210,000. The positive variance primarily results from unanticipated income being received for special projects and bequests during the year for which expenditure will be incurred in future years. This is reflected in the net movement of Specified Funds and Bequests as detailed in Note 1(a) of \$587,203.

In particular,

Income was received from Transit New Zealand of \$543,440 to allow NZHPT to manage the Wellington Inner-city Bypass project, of which only \$394,133 has been expended to date.

Money was received from the New Zealand Lottery Grants Board for the following property projects: Ruatuna sprinkler (\$79,000); Clendon House fire protection (40,000); and Paramata Barracks conservation plan (\$10,000).

Pub Charity supported the repair of the west window in Old St Paul's (\$34,415).

Parkinson's Trust and the Canterbury Community Trust provided support to progress repairs to the interior of Timeball (\$42,722).

A total of \$44,444 was received from the Grey District Council to assist with the restoration of Brunner Bridge.

Expenditure in the National Heritage Preservation Incentive Fund was also lower than anticipated.

The overspend in operating expenditure compared to budget is primarily a result of higher than anticipated legal fees and use of consultants to assist with the development of an information management strategy and to provide guidance on governance matters to enable the NZHPT to effectively operate under the new Crown Entity status.

Government funding in 2004/05 includes additional funding for general operations of \$0.889m.

EEO COMPLIANCE (S.70)

EEO 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.

AUDIT REPORT TO THE READERS OF THE NEW ZEALAND HISTORIC PLACES TRUST FINANCIAL STATEMENTS

For the year ended 30 June 2005



The Auditor-General is the auditor of the New Zealand Historic Places Trust (the Trust). The Auditor-General has appointed me, Tony Uttley, 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 2005.

Unqualified opinion

In our opinion the financial statements of the Trust on pages 9 to 39:

comply with generally accepted accounting practice in New Zealand; and

fairly reflect:

- the Trust's financial position as at 30 June 2005;
- 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 28 October 2005, and is the date at which our opinion is expressed.

The basis of the 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 our 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 the opinion.

Our 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.

AUDIT REPORT TO THE READERS OF THE NEW ZEALAND HISTORIC PLACES TRUST FINANCIAL STATEMENTS

For the year ended 30 June 2005

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 the opinion above.

Responsibilities of the Board and the Auditor

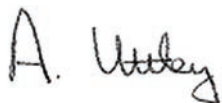
The Board is responsible for preparing financial statements in accordance with generally accepted accounting practice in New Zealand. Those financial statements must fairly reflect the financial position of the Trust as at 30 June 2005. They must also fairly reflect the results of its operations and 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.



Tony Uttley
Audit New Zealand
On behalf of the Auditor-General
Wellington, New Zealand

Note to the readers of the 2005 Annual Report of the New Zealand Historic Places Trust Pouhere Taonga. An error appears in the Budget 2005 item for Travel & Accommodation on page 31. The correct figure is \$436,000. Readers are asked to refer to the corrected Statement of Financial Performance below:

Statement of Financial Performance for the year ended 30 June 2005.

	Note	Actual 2005 \$	Budget 2005 \$	Actual 2004 \$
Operating Revenue				
Government Funding		6,708,444	6,709,000	5,819,000
Grants		924,206	200,000	61,900
Property	4	755,673	696,000	722,171
Interest	5	173,536	165,000	129,399
Membership		596,861	628,000	578,511
Donations		117,655	75,000	78,816
Sundry		238,317	35,000	84,181
Total Revenue		9,514,692	8,508,000	7,473,978
Operating Expenditure				
Audit Fees - External Audit		28,427	23,000	25,000
Administration		1,862,736	1,442,000	1,354,336
Bad & doubtful debts		4,892	0	0
Personnel		4,426,354	4,522,000	3,928,363
Property		1,233,112	1,379,000	936,934
Asset costs		118,568	144,000	63,296
Depreciation	2a	126,101	105,000	125,315
Communications		159,738	153,000	163,606
Membership		434,975	434,000	429,915
Board	10	50,770	80,000	52,455
Travel & Accommodation		604,475	436,000	471,096
Total Expenditure		9,050,148	8,718,000	7,550,316
Operating surplus (deficit) for the year	12	464,544	(210,000)	(76,338)

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

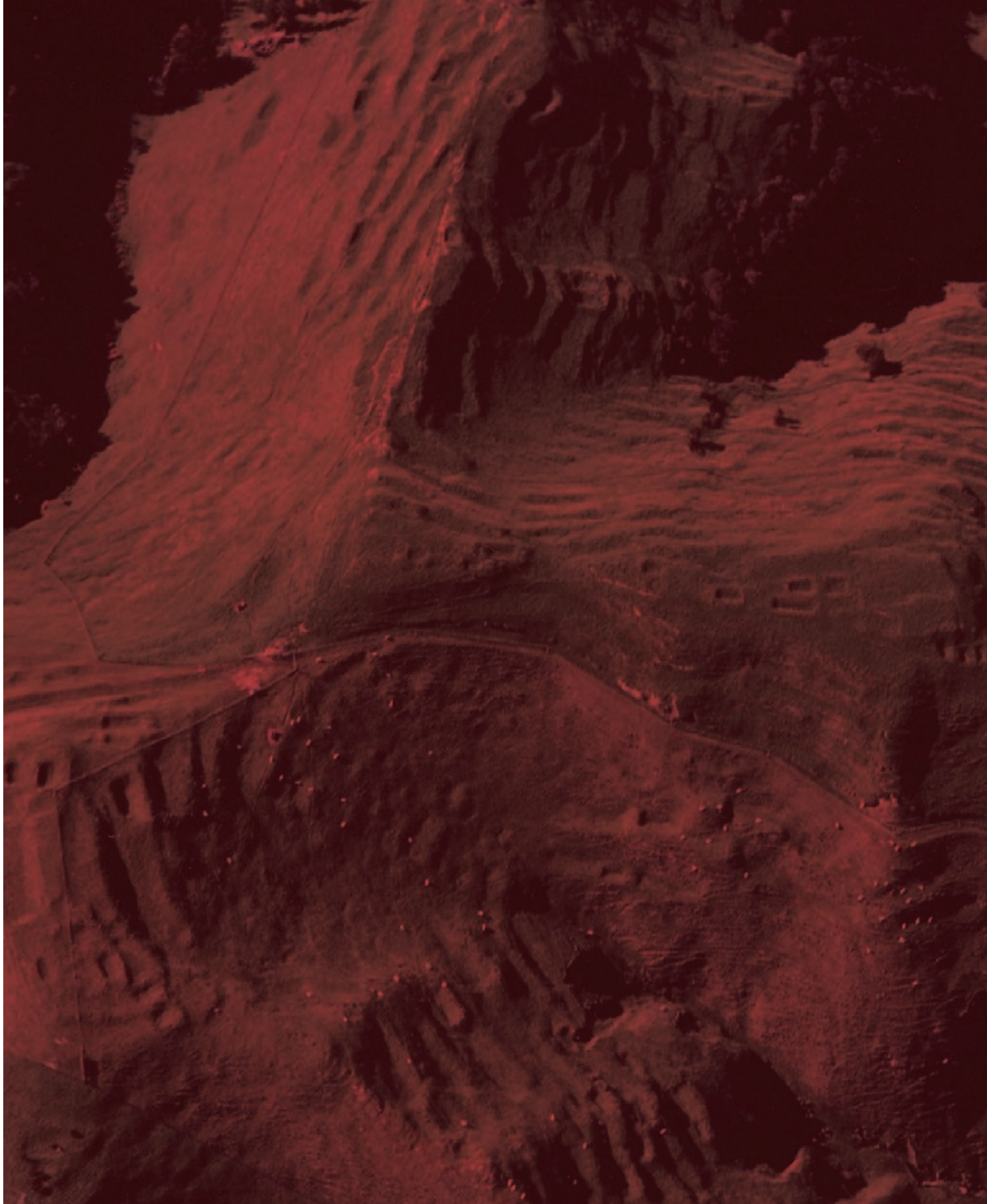
Matters relating to the electronic presentation of the audited financial statements

This audit report relates to the financial statements of the New Zealand Historic Places Trust for the year ended 30 June 2005 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.

We have not been engaged to report on any other electronic versions of the New Zealand Historic Places Trust's financial statements, and accept no responsibility for any changes that may have occurred to electronic versions of the financial statements published on other websites and/or published by other electronic means.

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 28 October 2005 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.



New Zealand Historic Places Trust

PO Box 2629, Wellington
Telephone 04 472 4341
Facsimile 04 499 0669
Freephone 0800 HERITAGE (437 482)

www.historic.org.nz