

International Council of Museums Australian Committee
Incorporated

Financial Statements

31 December 2014

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INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

Executive Board's Report

Your Executive Board submits the financial report of the International Council of Museums Australian Committee Incorporated for the financial year ended 31 December 2014.

Executive Board Members

The names of the Executive Board who were members either through the year or at the date of this report are:

Dr Robin Hirst (Chairman)
Mr Alex Coles (Vice - Chairman)
Ms Nancy Ladas (National Secretary)
Dr Scott Mitchell (Treasurer)
Ms Louise Douglas (Public Officer & Membership Secretary)

Ms Nola Anderson (Member)
Ms Judith Coombes (Member)
Mr Richard Ferguson (Member)
Ms Mariea Fisher (Member)
Ms Carolyn Forster (Member)
Mr Roger Garland (Member)
Ms Mirna Heruc (Member)
Ms Charlotte Smith (Member)
Ms Maisy Stapleton (Member)

Mr Frank Horwath (Ex-Officio Member)
Ms Tarisi Yunidilo (Ex-Officio Member)

Mr Chris Nobbs (resigned 2014)
Ms Annette Welkamp (resigned 2014)
Ms Deborah Tout-Smith (resigned 2014)
Dr Don McMichael (resigned 2014)

Objects and functions

The objects and functions of the Association during the financial year were:

- * to support and promote the aims and objectives of ICOM among professional museum workers and museums in Australia;
- * to ensure the management of ICOM's interests within Australia; and
- * participate in and support the activities of the Asia and Pacific Regional Organisation of ICOM.

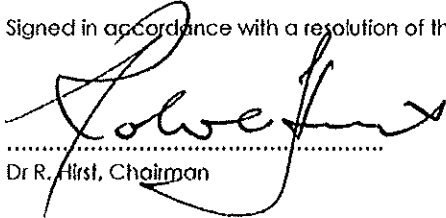
Significant changes

No significant change in the nature of these objects and functions occurred during the year.

Operating result

The operating surplus from ordinary activities amounted to \$3,351 (2013: deficit \$1,638).

Signed in accordance with a resolution of the Members of the Executive Board.


.....
Dr R. Hirst, Chairman


.....
Dr S. Mitchell, Treasurer

Dated this 7th day of May 2015.



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Independent audit report

I have audited the accompanying financial report, being a special purpose financial report, of the International Council of Museums Australian Committee Incorporated which comprises the balance sheet at 31 December 2014, the statement of comprehensive income, statement of recognised income and expenditure and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes and the statement by members of the Executive Board.

Executive Board's Responsibility for the Financial Report

The Executive Board of the Association is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Associations Incorporation Act (ACT) 1991*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessments of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial report in order to design audit

procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

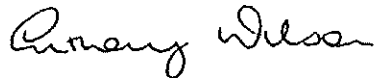
Independence

In conducting my audit, I have complied with the independence requirements of Australian professional ethical pronouncements.

Audit opinion

In my opinion, the financial report of the International Council of Museums Australian Committee Incorporated gives a true and fair view of the Association's financial position as at 31 December 2014 and of its performance for the year ended on that date.

AccountAbility



Anthony Wilson
Registered Company Auditor
Date: 7 May 2015
Canberra, ACT

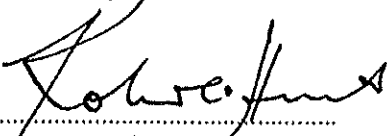
INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

Statement by Members of the Executive Board

In the opinion of the Executive Board members of the International Council of Museums Australian Committee Incorporated, the financial statements:

1. Present a true and fair view of the financial position of the Association as at 31 December 2014 and its performance for the year then ended; and
2. At the date of this statement, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

Signed in accordance with a resolution of the Members of the Executive Board,


.....
Dr R. Hirst, Chairman


.....
Dr S. Mitchell, Treasurer

Dated this 7th day of May 2015.

INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

**Statement of comprehensive income
For the year ended 31 December 2014**

	2014	2013
	\$	\$
Income		
Subscriptions	88,833	71,401
Interest	3,440	4,933
Total income	<u>92,273</u>	<u>76,334</u>
Expenses		
Subscriptions to paris	69,341	56,260
MA Secretariat	11,500	11,000
Conference fees	3,500	1,114
Conference grant	-	4,000
Bursaries	-	2,800
ICOM website - administration	490	-
Newsletters etc	-	43
Other expenses	2,985	1,595
Bank fees/insurance	6	160
Audit fee	1,100	1,000
Total expenses	<u>88,922</u>	<u>77,972</u>
Operating surplus / (deficit)	<u><u>3,352</u></u>	<u><u>(1,638)</u></u>

The accompanying notes form part of these financial statements.

INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

**Balance sheet
As at 31 December 2014**

	Note	2014 \$	2013 \$
Current assets			
Cash and cash equivalents	2	189,351	195,364
Trade and other receivables	3	530	701
Total current assets		<u>189,881</u>	<u>196,066</u>
Current liabilities			
Trade and other payables		1,000	1,000
Subscriptions received in advance		35,700	45,234
IAMPP funds	4	38,493	38,493
Total current liabilities		<u>75,193</u>	<u>84,727</u>
Net assets		<u><u>114,688</u></u>	<u><u>111,339</u></u>
Equity			
ICOM Australia bursary fund		50,400	48,955
Accumulated surplus		64,288	62,382
Total equity		<u><u>114,689</u></u>	<u><u>111,337</u></u>

The accompanying notes form part of these financial statements.

INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

**Statement of recognised income and expenditure
For the year ended 31 December 2014**

	Accum' surplus	ICOM Bursary Fund	TOTAL
	\$	\$	\$
Balance as at 1 January 2014	62,382	48,955	111,337
Transfer of interest	(1,445)	1,445	-
Transfers of members donations to bursary fund	-	-	-
Transfers of bursary payments	-	-	-
Result attributable to members	3,351	-	3,351
Balance as at 31 December 2014	<u>64,288</u>	<u>50,400</u>	<u>114,688</u>

**Statement of cash flows
For the year ended 31 December 2014**

	Note	2014 \$	2013 \$
Cash flows from operating activities			
Receipts from subscriptions		79,300	112,173
Interest received		3,609	5,147
Payments to suppliers		(88,922)	(77,972)
<i>Cash provided by operating</i>	5	(6,013)	39,348
<i>Net cash movement for the year</i>		(6,013)	39,348
Cash and cash equivalents at beginning of year		195,364	156,016
Cash and cash equivalents at end of year		<u>189,350</u>	<u>195,364</u>

The accompanying notes form part of these financial statements.

INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

1. Statement of significant accounting policies

The financial report is a special purpose financial report that has been prepared in accordance with those Australian Accounting Standards deemed applicable and the requirements of the *Associations Incorporations Act 1991* of the Australian Capital Territory.

The financial report covers the International Council of Museums Australian Committee Incorporated as an individual entity. The International Council of Museums Australian Committee Incorporated is an association incorporated in the ACT under the *Associations Incorporation Act 1991*.

The financial report of the International Council of Museums Australian Committee Incorporated as an individual entity complies with all Australian equivalents to International Financial Reporting Standards in their entirety.

Basis of preparation

The financial report is prepared on an accruals basis using historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The accounting policies have been consistently applied, unless otherwise stated.

The following is a summary of the significant accounting policies adopted by the Association in the preparation of the financial report.

(a) Cash and cash equivalents

For the purposes of the Balance Sheet and the Statement of Cash Flows, cash includes cash on hand, at banks and other fixed period deposits.

(b) Subscriptions and other income

Subscriptions and other income are recognised on an accrual basis.

(c) Taxation

The Association is exempt from Income Tax in accordance with the provisions of the *Income Tax Assessment Act 1997*.

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the assets or as part of an item of the expense. Receivables and payables in the Statement of financial position are shown inclusive of GST.

(d) Subscriptions to Paris

Annual subscription fees are determined according to advice received from Paris converted at a set exchange rate. Subscriptions paid to Paris and recorded in the income and expenditure statement are determined according to the exchange rate prevailing at the date of payment of those subscriptions to Paris.

INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

1. Statement of significant accounting policies (continued)

(e) Critical accounting estimates

The board members evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and other available data, obtained both externally and within the Association.

(f) Financial instruments - recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below:

Loans and receivables – these are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Held-to-maturity investments – these investments have fixed maturities, and it is the Association's intention to hold these investments to maturity. Any "held-to-maturity" investments held by the Association are stated at amortised cost using the effective interest rate method.

Financial liabilities – non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

2. Cash and cash equivalents

	2014	2013
	\$	\$
Cash at bank	64,563	74,143
Term deposit #1	50,566	49,120
Term deposit #2	52,522	51,021
Term deposit #3	21,700	21,080
	<u><u>189,351</u></u>	<u><u>195,364</u></u>

3. Receivables

	2014	2013
	\$	\$
CURRENT		
Interest receivable	530	700
	<u><u>530</u></u>	<u><u>700</u></u>

INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

4. IAMPP funds

Balance of funds brought forward to current year	38,493
Add receipts	-
Less payments	-
Interest received	-
Balance of funds carried forward to next year	<u>38,493</u>

5. Reconciliation of operating result to cash provided by operating activities

	2014	2013
	\$	\$
Operating surplus/(deficit)	3,351	(1,638)
Increase/(Decrease) in interest receivable	169	214
Increase/(Decrease) in subscriptions received in advance	(9,533)	40,772
Cash provided by operating activities	<u>(6,013)</u>	<u>39,348</u>

6. Contingent assets and liabilities

There are no contingent assets or contingent liabilities of the Association at 31 December 2014.

7. Events after the Balance Sheet date

There have been no events after the reporting date which have had a material impact on the Association.

8. Related party transactions

All transactions between the members of the Executive Board and the Association are on normal commercial terms.

INTERNATIONAL COUNCIL OF MUSEUMS AUSTRALIAN COMMITTEE INCORPORATED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2014

9. Financial Instruments

a) Financial risk management

The Association's principal financial instruments comprise cash at bank, receivables and accounts payable. These financial instruments arise through the ordinary operations of the Association. The Association does not have any derivative financial instruments as at 31 December 2014. It is, and has been through the 2014 financial year, the Association's policy that no trading in financial instruments shall be undertaken.

The main risks arising from the Association's financial instruments are interest rate risk, liquidity risk and credit risk. The policies adopted by the Association for the management of these risks are summarised below.

Interest rate risk

The Association's exposure to market risk for changes in interest rates primarily to the Association's holding of cash and cash equivalents. As at 31 December 2014 the Association had variable rate deposits (average interest rate for the period 0.5%) totalling \$64,563 and fixed interest deposits totalling \$124,788 (interest rate of 3.35% on term deposits).

Credit risk

The Association does not provide credit.

With respect to credit risk arising from the other financial assets of the Association, which comprise cash and cash equivalents, the Association's exposure to credit risk arises from default of the counter party, with a maximum exposure equal to the carrying amount of these instruments.

The Association manages this element of credit risk by maintaining deposits with established and reputable financial institutions.

The Association does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the Association.

Liquidity risk

The Association has no external funding or facilities in place. The Association manages its cash balance to ensure that it has sufficient cash and cash equivalent holdings to meet all short, medium and long term requirements.

Foreign exchange risk

ICOM Australia collects revenues in Australian dollars but pays subscription fees to Paris in Euros, with the exchange rate set at the date of payment. A rapid decline in the value of the Australian dollar against the Euro could mean that subscription expenses exceed the subscription revenues collected from Members. The Association manages this risk by maintaining sufficient cash reserves to meet any reasonable foreseeable fluctuations in the exchange rate over the short term.

(b) Net fair values

The Board considers the carrying amount of financial assets and financial liabilities to approximate their net fair values.