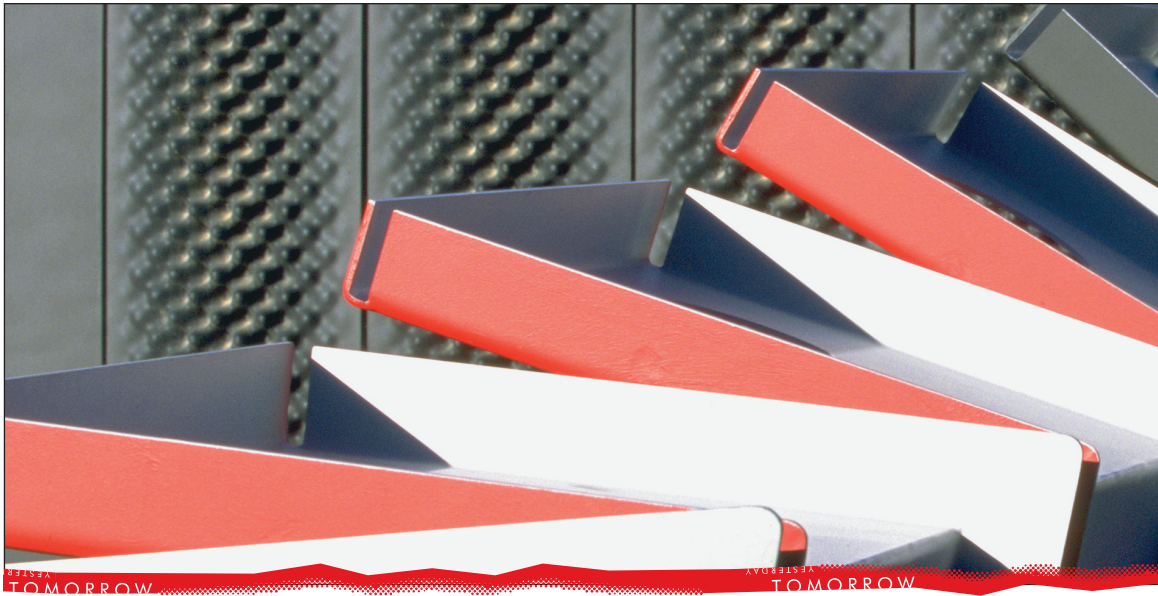


PART FOUR

## Audited financial statements



and notes forming part of the financial statements  
for the year ended 30 June 2002



## INDEPENDENT AUDIT REPORT

To the Minister for the Arts and Sports

### Scope

I have audited the financial statements of the National Museum of Australia for the year ended 30 June 2002. The financial statements comprise:

- Statement by Council;
- Statements of Financial Performance, Financial Position and Cash Flows;
- Schedules of Commitments and Contingencies; and
- Notes to and forming part of the Financial Statements.

The members of the Council are responsible for the preparation and presentation of the financial statements and the information they contain. I have conducted an independent audit of the financial statements in order to express an opinion on them to you.

The audit has been conducted in accordance with the Australian National Audit Office Auditing Standards, which incorporate the Australian Auditing Standards, to provide reasonable assurance as to whether the financial statements are free of material misstatement. Audit procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with Accounting Standards and other mandatory professional reporting requirements in Australia and statutory requirements so as to present a view which is consistent with my understanding of the Museum's financial position, its financial performance and its cash flows.

The audit opinion expressed in this report has been formed on the above basis.

GPO Box 707 CANBERRA ACT 2601  
Centenary House 19 National Circuit  
BARTON ACT  
Phone (02) 6203 7300 Fax (02) 6203 7777

**Audit Opinion**

In my opinion the financial statements:

- (i) have been prepared in accordance with Finance Minister's Orders made under the *Commonwealth Authorities and Companies Act 1997*; and
- (ii) give a true and fair view, in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia and the Finance Minister's Orders, of the financial position of the National Museum of Australia as at 30 June 2002, and its financial performance and cash flows for the year then ended.

Australian National Audit Office



David Crossley  
Executive Director

Delegate of the Auditor-General

Canberra

21 August 2002

## National Museum of Australia

### A certificate in accordance with a resolution of the Council Members

In Council's opinion, the attached financial statements give a true and fair view of the matters required by Schedule 1 of the Commonwealth and Commercial Authorities (Financial Statements 2001-2002) Orders for the year ended 30 June 2002.



Tony Staley  
Chairman of Council  
National Museum of Australia

16 August 2002



Dawn Casey  
Director  
National Museum of Australia

16 August 2002

NATIONAL MUSEUM OF AUSTRALIA  
STATEMENT OF FINANCIAL PERFORMANCE  
for the year ended 30 June 2002

	Notes	2002 \$	2001 \$
<b>Revenues from ordinary activities</b>			
Revenues from government	4A	62,552,000	36,039,000
Sale of goods and services	4B	2,356,908	2,403,013
Interest	4C	486,857	990,395
Other	4D	361,168	130,613,475
<b>Total revenues from ordinary activities</b>		<b>65,756,933</b>	<b>170,045,883</b>
<b>Expenses from ordinary activities</b>			
Employees	5A	10,823,148	9,443,399
Suppliers	5B	17,519,397	14,373,695
Depreciation and amortisation	5C	10,178,379	5,534,791
Write-down of assets	5D	1,611,413	470,048
<b>Total expenses from ordinary activities (excluding borrowing costs)</b>		<b>40,132,337</b>	<b>29,821,933</b>
<b>Borrowing Cost expense</b>	6	<b>(33,000)</b>	-
<b>Net operating surplus from ordinary activities</b>		<b>25,591,596</b>	<b>140,223,950</b>
<b>Net surplus</b>		<b>25,591,596</b>	<b>140,223,950</b>
<b>Net surplus attributable to the Commonwealth</b>		<b>25,591,596</b>	<b>140,223,950</b>
Net credit to asset revaluation reserve	12	1,171,047	-
<b>Total revenues, expenses and valuation adjustments recognised directly in equity</b>		<b>1,171,047</b>	-
<b>Total changes in equity other than those resulting from transactions with owners as owners</b>		<b>26,762,643</b>	<b>140,223,950</b>

The above statement should be read in conjunction with the accompanying notes

NATIONAL MUSEUM OF AUSTRALIA  
STATEMENT OF FINANCIAL POSITION  
as at 30 June 2002

	Notes	2002 \$	2001 \$
<b>ASSETS</b>			
<b>Financial assets</b>			
Cash	7A	3,534,268	2,448,811
Receivables	7B	386,997	548,933
Investments	7C	12,153,204	6,000,000
<i>Total financial assets</i>		<u>16,074,469</u>	<u>8,997,744</u>
<b>Non-financial assets</b>			
Land and Buildings	8A,E	67,222,609	58,071,722
Infrastructure, plant and equipment	8B,E	46,415,510	59,964,122
National Historical Collection	8C,E	125,817,121	127,013,550
Inventory	8F	476,021	335,110
Intangibles	8D,E	5,117,931	8,838,277
Other	8G	245,645	209,798
<i>Total non-financial assets</i>		<u>245,294,837</u>	<u>254,432,579</u>
<b>Total assets</b>		<u>261,369,306</u>	<u>263,430,323</u>
<b>LIABILITIES</b>			
<b>Interest Bearing Liabilities</b>			
Loans	9A	892,810	1,100,000
<i>Total Interest Bearing Liabilities</i>		<u>892,810</u>	<u>1,100,000</u>
<b>Provisions</b>			
Capital use charge		815,000	103,000
Employees	10A	2,363,625	2,410,057
<i>Total provisions</i>		<u>3,178,625</u>	<u>2,513,057</u>
<b>Payables</b>			
Suppliers	11A	690,034	646,072
<i>Total payables</i>		<u>690,034</u>	<u>646,072</u>
<b>Total liabilities</b>		<u>4,761,469</u>	<u>4,259,129</u>
<b>NET ASSETS</b>		<u>256,607,837</u>	<u>259,171,194</u>
<b>EQUITY</b>			
Accumulated surpluses	12	255,290,543	259,024,947
Reserves	12	1,317,294	146,247
<b>Total equity</b>		<u>256,607,837</u>	<u>259,171,194</u>
<b>Current liabilities</b>		3,838,598	2,137,511
<b>Non-current liabilities</b>		922,871	2,121,618
<b>Current assets</b>		16,796,135	9,542,652
<b>Non-current assets</b>		244,573,171	253,887,671

The above statement should be read in conjunction with the accompanying notes

NATIONAL MUSEUM OF AUSTRALIA  
STATEMENT OF CASH FLOWS  
for the year ended 30 June 2002

	Notes	2002 \$	2001 \$
<b>OPERATING ACTIVITIES</b>			
<b>Cash received</b>			
Sales of goods and services - Non-Government		3,228,533	3,190,918
Appropriations		62,552,000	36,039,000
Interest		486,856	990,395
GST received from ATO		1,540,760	642,472
Other		646,592	3,204,111
<b>Total cash received</b>		<b>68,454,741</b>	<b>44,066,896</b>
<b>Cash used</b>			
Employees		(10,876,515)	(8,786,170)
Suppliers		(20,274,265)	(14,321,622)
Grants		-	-
Borrowing costs		(33,000)	-
<b>Total cash used</b>		<b>(31,183,780)</b>	<b>(23,107,792)</b>
<b>Net cash from operating activities</b>	15	<b>37,270,961</b>	<b>20,959,104</b>
<b>INVESTING ACTIVITIES</b>			
<b>Cash used</b>			
Purchases of property, plant and equipment		(914,813)	(3,024,656)
Purchases of intangibles		(106,464)	-
Purchase of term deposits		(6,153,205)	(1,917,916)
Purchases of National Historical Collection items		(189,833)	(96,694)
<b>Total cash used</b>		<b>(7,364,314)</b>	<b>(5,039,266)</b>
<b>Net cash from investing activities</b>		<b>(7,364,314)</b>	<b>(5,039,266)</b>
<b>FINANCING ACTIVITIES</b>			
<b>Cash used</b>			
Repayments of debt		(207,190)	(500,000)
Capital use paid		(28,614,000)	(15,353,967)
<b>Total cash used</b>		<b>(28,821,190)</b>	<b>(15,853,967)</b>
<b>Net cash from financing activities</b>		<b>(28,821,190)</b>	<b>(15,853,967)</b>
<b>Net increase/(decrease) in cash held</b>		<b>1,085,457</b>	<b>65,871</b>
Cash at the beginning of the reporting period		2,448,811	2,382,932
<b>Cash at the end of the reporting period</b>	7A	<b>3,534,268</b>	<b>2,448,811</b>

NATIONAL MUSEUM OF AUSTRALIA  
SCHEDULE OF COMMITMENTS  
as at 30 June 2002

	2002 \$	2001 \$
<b>BY TYPE</b>		
<b>CAPITAL COMMITMENTS</b>		
Plant and equipment <sup>1</sup>	82,502	259,642
Intangibles <sup>1</sup>	25,000	71,906
<b>Total capital commitments</b>	<b>107,502</b>	<b>331,548</b>
<b>OTHER COMMITMENTS</b>		
Operating leases <sup>2</sup>	7,788,149	3,303,185
Other commitments <sup>3</sup>	3,031,188	6,220,667
<b>Total other commitments</b>	<b>10,819,337</b>	<b>9,523,852</b>
<b>COMMITMENTS RECEIVABLE</b>	<b>(993,349)</b>	<b>(892,962)</b>
<b>Net Commitments</b>	<b>9,933,490</b>	<b>8,962,438</b>
<b>BY MATURITY</b>		
<b>All net commitments</b>		
One year or less	3,703,388	5,109,956
From one to five years	4,854,694	3,126,616
Over five years	1,375,408	725,866
<b>Net commitments</b>	<b>9,933,490</b>	<b>8,962,438</b>
<b>Operating lease commitments</b>		
One year or less	1,374,340	1,066,276
From one to five years	4,330,387	1,213,738
Over five years	1,375,408	725,866
<b>Net operating lease commitments</b>	<b>7,080,135</b>	<b>3,005,880</b>

N.B. Commitments are GST inclusive where relevant.

<sup>1</sup> Plant and equipment and Intangibles commitments relate to computer hardware and software development and exhibition work

<sup>2</sup> Operating leases include rental on office and storage accommodation, cars and leased computer hardware

<i>Nature of Lease</i>	<i>General description of leasing arrangement</i>
leases for office accommodation	* lease payments are subject to annual increase in accordance with movements in CPI. * accommodation leases may be renewed for up to 5 years at the Museum's option.
lease in relation to computer equipment	* the lessor provides computer equipment as necessary in a supply contract for 3 years.

<sup>3</sup> Other commitments relate to purchase orders for operational expenditure for goods or services not yet received.

The above schedule should be read in conjunction with the accompanying notes.



**NATIONAL MUSEUM OF AUSTRALIA**  
**SCHEDULE OF CONTINGENCIES**  
*as at 30 June 2002*

	2002 \$	2001 \$
<b>CONTINGENT LOSSES</b>		
Total contingent losses	-	-
<b>CONTINGENT GAINS</b>		
Total contingent gains	-	-
<b>Net contingencies</b>	-	-

The above schedule should be read in conjunction with the accompanying notes

**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

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<b>Note</b>	<b>Description</b>
1	Summary of Significant Accounting Policies
2	Economic Dependency
3	Subsequent Events
4	Operating Revenues
5	Operating Expenses - goods and services
6	Borrowing Cost Expense
7	Financial Assets
8	Non-Financial Assets
9	Interest Bearing Liabilities
10	Provisions
11	Payables
12	Equity
13	Non-Cash Financing and Investing Activities
14	Cash Flow Reconciliation
15	Remote Contingencies
16	Remuneration of Council Members
17	Related Party Disclosures
18	Remuneration of Officers
19	Remuneration of Auditors
20	Staffing Levels
21	Financial Instruments
22	Appropriations
23	Trust Money
24	Reporting of Outcomes

**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

**1. Summary of Significant Accounting Policies**

**1.1 Basis of Accounting**

The financial statements are required by Clause 1(b) of Schedule 1 to the *Commonwealth Authorities and Companies Act 1997* and are a general purpose financial report.

The statements have been prepared in accordance with:

- Finance Minister's Orders (being the *Commonwealth Authorities and Companies (Financial Statements 2001-2002) Orders*);
- Australian Accounting Standards and Accounting Interpretations issued by the Australian Accounting Standards Boards;
- other authoritative pronouncements of the Boards; and
- Consensus Views of the Urgent Issues Group.

The statements have been prepared having regard to:

- the Explanatory Notes to Schedule 1 issued by the Department of Finance and Administration; and
- Finance Briefs issued by the Department of Finance and Administration.

The Statements of Financial Performance and Financial Position have been prepared on an accrual basis and are in accordance with the historical cost convention, except for certain assets which, as noted, are at valuation. Except where stated, no allowance is made for the effect of changing prices on the results or the financial position of the Museum.

Assets and liabilities are recognised in the Statement of Financial Position when and only when it is probable that future economic benefits will flow and the amounts of the assets and liabilities can be reliably measured. Assets and liabilities under agreements equally proportionately unperformed are however not recognised unless required by an Accounting Standard. Liabilities and assets which are unrecognised are reported in the Schedule of Commitments and the Schedule of Contingencies (other than remote contingencies, which are reported at Note 15).

Revenues and expenses are recognised in the Statement of Financial Performance when and only when the flow or consumption or loss of economic benefit has occurred and can be reliably measured.

**1.2 Changes in Accounting Policy**

Changes in accounting policy have been identified in this note under their appropriate headings.

**1.3 Reporting by Outcomes**

A comparison of Budget and Actual figures by outcome specified in the Appropriation Acts relevant to the Museum is presented in Note 24. Any intra-government costs included in the figure 'net cost to Budget outcomes' are eliminated in calculating the actual budget outcome for the Government overall.

**1.4 Revenue**

The revenues described in this Note are revenues relating to the core operating activities of the Museum.

Revenue from the sale of goods is recognised upon the delivery of goods to the customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Revenue from disposal of non-current assets is recognised when control of the asset has passed to the buyer.

Revenue from the rendering of a service is recognised by reference to a stage of completion of contracts.

**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

The stage of completion is determined according to the proportion that costs incurred to date bear to the estimated total costs of the transaction.

*Revenues from Government - Output Appropriations*

The full amount of the appropriation for departmental outputs for the year is recognised as revenue.

*Resources Received Free of Charge*

Services received free of charge are recognised as revenue when and only when a fair value can be reliably determined and the services would have been purchased if they had not been donated. Use of those resources is recognised as an expense.

Contributions of assets at no cost of acquisition or for nominal consideration are recognised at their fair value when the asset qualifies for recognition.

**1.5 Transactions by the Government as Owner**

Amounts appropriated by the Parliament as equity injections, have been fully drawn down in both 2000-01 and 2001-02 and recognised as 'contributed equity' in accordance with the Finance Ministers Orders.

**1.6 Employee Entitlements**

*Leave*

The liability for employee entitlements includes provision for annual leave and long service leave. No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees is estimated to be less than the annual entitlement for sick leave.

The liability for annual leave reflects the value of total annual leave entitlements of all employees at 30 June 2002 and is recognised at its nominal value.

The non-current portion of the liability for long service leave is recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at 30 June 2002. In determining the present value of the liability, attrition rates and pay increases through promotion and inflation have been taken into account.

*Separation and Redundancy*

Provision is made for the separation and redundancy payments in circumstances where the Museum has formally identified positions as excess to requirements and a reliable estimate of the amount of the payment can be identified

*Superannuation*

Employees contribute to the Commonwealth Superannuation Scheme or the Public Sector Superannuation Scheme. Employer contributions amounting to \$1,085,519 (2000-2001: \$ 857,700) have been expensed in these financial statements.

No liability for superannuation benefits is recognised as at 30 June as the employer contributions fully extinguish the accruing liability which is assumed by the Commonwealth.

Employer Superannuation Productivity Benefit contributions totalled \$269,151 (2000-2001: \$196,317).

**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

**1.7 Leases**

A distinction is made between finance leases, which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of leased non-current assets, and operating leases, under which the lessor effectively retains substantially all such risks and benefits.

Operating lease payments are expensed on a basis which is representative of the pattern of benefits derived from the leased assets.

The Museum has no finance leases.

**1.8 Borrowing Costs**

All borrowing costs are expensed as incurred except to the extent that they are directly attributable to qualifying assets, in which case they are capitalised. The amount capitalised in a reporting period does not exceed the amounts of costs incurred in that period.

**1.9 Grants**

The Museum recognises grant liabilities as follows.

Most grant agreements require the grantee to perform services or provide facilities, or to meet eligibility criteria. In these cases, liabilities are recognised only to the extent the services required have been performed or the eligibility criteria have been satisfied by the grantee. (Where grant monies are paid in advance of the performance or eligibility, a prepayment is recognised).

In cases where grant agreements are made without conditions to be monitored, liabilities are recognised on signing of the agreement.

**1.10 Cash**

Cash means notes and coins held and any deposits held at call with a bank or financial institution.

**1.11 Financial Instruments**

Accounting policies for financial instruments are disclosed in Note 21.

**1.12 Acquisition of Assets**

Assets are recorded at cost on acquisition except as stated below. The cost of acquisition includes the fair value of assets transferred in exchange and liabilities undertaken.

Assets acquired at no cost, or for a nominal amount, are recognised initially as assets and revenues at their fair value at the date of acquisition, except where they are acquired as part of a transfer from another Government entity, in which case they are recognised as contributed equity at the carrying amount on the books of the transferor.

**1.13 Property (Land, Buildings and Infrastructure), Plant and Equipment**

*Asset recognition threshold*

Purchases of property, plant and equipment are recognised initially at cost in the Statement of Financial Position, except for purchases costing less than \$2,000, which are expensed in the year of acquisition (other than where they form part of a group of similar items which are significant in total).

**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

Purchases of the National Historical Collection are recorded at cost. Items donated to the Collection are recorded at curator's valuation.

*Correction of overhead allocation costs to Asset classes as at 1 July 2001*

The Museum has undertaken a transfer of asset costs between asset classes on 1 July 2001 to correct an overhead cost allocation error on handover of the new building in 2001. The adjustment to cost allocations between asset classes does not affect the total non-financial assets balance as at 1 July 2001.

*Revaluations*

Land, building, infrastructure, plant and equipment are revalued progressively in accordance with the 'deprival' method of valuation in successive three-year cycles, so that no asset has a value greater than three years old.

Freehold land, buildings on freehold land and leasehold improvements are each revalued progressively on a geographical basis.

The revaluation cycle has been implemented as follows:

- (1) land, buildings and leasehold improvements have been revalued as at 31 December 2001;
- (2) plant and equipment assets have been revalued as at 31 December 2001.
- (3) the National Historical Collection has been valued as at 30 June 2000.

Assets in each class acquired after the commencement of the progressive revaluation cycle are not captured by the progressive revaluation then in progress.

In accordance with the deprival methodology, land is measured at its current market buying price. Property (other than land), plant and equipment are measured at their depreciated replacement cost. Where assets are held which would not be replaced or are surplus to requirements, measurement is at net realisable value. At 30 June 2002, the Museum had no assets in this situation.

All valuations are independent except for items donated to the Museum and not included in the current valuation cycle. These items are valued by the Museum's curators.

*Recoverable amount test*

Schedule 1 requires the application of the recoverable amount test to the Museum's non-current assets in accordance with AAS 10 *Recoverable Amount of Non-Current Assets*. The carrying amounts of the Museum's non-current assets have been reviewed to determine whether they are in excess of their recoverable amounts. In assessing recoverable amounts, the relevant cash flows have been discounted to their present values.

*Depreciation and Amortisation*

Depreciable property, plant and equipment assets are written off to their estimated residual values over their estimated useful lives to the Museum using, in all cases, the straight line method of depreciation. Leasehold improvements are amortised on a straight line basis over the lesser of the estimated useful life of the improvements or the unexpired period of the lease.

Depreciation/amortisation rates (useful lives) and methods are reviewed at each balance date and necessary adjustments are recognised in the current, or current and future reporting periods, as appropriate. Residual values are re-estimated for a change in prices only when assets are revalued.

**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

Depreciation and amortisation rates applying to each class of depreciable asset are based on the following useful lives:

	<u>2002</u>	<u>2001</u>
Buildings on freehold land	<b>100 years</b>	50 years
Leasehold improvements	<b>Lease term</b>	Lease term
Plant and Equipment	<b>5-100 years</b>	2 - 10 years

The aggregate amount of depreciation allocated for each class of asset during the reporting period is disclosed in Note 5C.

**1.14 Inventories**

Inventories held for resale are valued at the lower of cost and net realisable value.

Inventories not held for resale are valued at cost, unless they are no longer required, in which case they are valued at net realisable value.

Costs incurred in bringing each item of inventory to its present location and condition are assigned as follows:

- raw materials and stores - purchase cost on a first-in-first-out basis; and
- finished goods and work in progress - cost of direct materials and labour plus attributable costs that are capable of being allocated on a reasonable basis.

**1.15 Intangibles**

The carrying value of each non-current intangible asset is reviewed to determine whether it is in excess of the asset's recoverable amount. If an excess exists as at the reporting date, the amount is written down to its recoverable amount immediately. In assessing recoverable amount, the relevant cash flows, including the expected cash inflows from future appropriations by the Parliament, have not been discounted to their present value.

No write-down to recoverable amount has been made in 2001-02.

Intangible assets are amortised on a straight-line basis over their anticipated useful lives.

Useful lives are:

	<u>2002</u>	<u>2001</u>
- Purchased software	<b>3-8 years</b>	3 years

**1.16 Taxation**

The Museum is exempt from all forms of taxation except fringe benefits tax and the goods and services tax.

**1.17 Capital Usage Charge**

A capital usage charge of 11% (2001: 12%) is imposed by the Government on the net assets of the Museum. The charge is adjusted to take account of asset gifts and revaluation increments during the financial year.

**1.18 Foreign Currency**

Transactions denominated in a foreign currency are converted at the rate of exchange prevailing at the date of the transaction. Foreign currency receivables and payables are translated at the exchange rate current as at balance date. Associated currency gains and losses are not material.

**1.19 Insurance**

The Museum has insured for risks through the Government's insurable risk managed fund, called 'Comcover'.

**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

Workers compensation is insured through Comcare Australia.

**1.20 Comparative Figures**

Comparative figures have been adjusted to conform to changes in presentation in these financial statements where required.

**1.21 Rounding**

Amounts have been rounded to the nearest \$1,000 except in relation to the following:

- remunerations of directors;
- remuneration of officers
- remunerations of auditors; and
- trust monies.

**2. Economic Dependency**

The National Museum of Australia was established by section 4 of the *National Museum of Australia Act 1980* and is controlled by the Commonwealth of Australia.

The Museum is dependent on appropriations from the Parliament of the Commonwealth for its continued existence and ability to carry out its normal activities.

**3. Subsequent Events**

No subsequent events were noted.



**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

	2002	2001
	\$	\$
<b>4 Operating Revenues</b>		
<b>4A. Revenues from Government</b>		
Appropriations for outputs	62,552,000	36,039,000
Total	<u>62,552,000</u>	<u>36,039,000</u>
<b>4B. Sale of goods and services</b>		
Goods	1,185,371	501,857
Services	1,171,537	1,901,156
Total	<u>2,356,908</u>	<u>2,403,013</u>
Goods and Services were sold to:		
Government	-	-
Non-Government	2,356,908	2,403,013
	<u>2,356,908</u>	<u>2,403,013</u>
Cost of sales of goods	<u>641,462</u>	<u>308,304</u>
<b>4C. Interest</b>		
Deposits	<u>486,857</u>	<u>990,395</u>
<b>4D. Other revenues</b>		
Sponsorship and grants	319,045	3,509,257
Donations	42,123	106,431
Other	-	-
Initial recognition of Building and fitout	-	124,631,779
Initial recognition of Land	-	2,366,008
Total	<u>361,168</u>	<u>130,613,475</u>
<b>5 Operating Expenses - goods and services</b>		
<b>5A. Employee expenses</b>		
Remuneration (for services provided)	10,568,244	9,259,730
Separation and Redundancy	1,364	77,253
Total Remuneration	<u>10,569,608</u>	<u>9,336,983</u>
Other Employee Expenses	253,540	106,416
	<u>10,823,148</u>	<u>9,443,399</u>
<p>The Museum contributes to the Commonwealth Superannuation Scheme (CSS) and the Public Sector Superannuation scheme (PSS) which provide retirement, death and disability benefits to employees. Contributions to the schemes are at rates calculated to cover existing and emerging obligations. Current contribution rates are 20.7% of CSS salary and 10.1% of PSS salary. An additional average 3% is contributed for employer productivity benefits.</p>		
<b>5B. Suppliers expenses</b>		
Supply of goods and services	16,146,193	13,170,907
Operating lease rentals	1,373,204	1,202,788
Total	<u>17,519,397</u>	<u>14,373,695</u>

**NATIONAL MUSEUM OF AUSTRALIA  
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	2002	2001
	\$	\$
<b>5C. Depreciation and amortisation</b>		
Depreciation/Amortisation of property, plant and equipment	<u>10,178,379</u>	<u>5,534,791</u>
Total	<u><u>10,178,379</u></u>	<u><u>5,534,791</u></u>
The aggregate amounts of depreciation or amortisation expensed during the reporting period for each class of depreciable asset are as follows:		
- Buildings on freehold land	968,342	342,710
- Furniture, fittings and equipment	258,922	66,830
- Plant & equipment	5,480,920	2,386,105
- Leasehold improvements	67,474	229,437
- Intangibles	1,996,556	1,104,850
- NHC Collection	<u>1,406,165</u>	<u>1,404,859</u>
Total Allocated	<u><u>10,178,379</u></u>	<u><u>5,534,791</u></u>
<b>5D. Write-down of assets</b>		
Non-financial assets:		
Furniture, fittings and equipment - write off	-	249,467
Plant & equipment - write off	1,358,700	197,127
Intangibles	84,423	-
Change in asset threshold	-	23,454
Bad debts expense	<u>168,290</u>	<u>-</u>
Total	<u><u>1,611,413</u></u>	<u><u>470,048</u></u>
<b>6 Borrowing Cost Expense</b>		
Loans	<u>33,000</u>	<u>-</u>
Total	<u><u>33,000</u></u>	<u><u>-</u></u>

NATIONAL MUSEUM OF AUSTRALIA  
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	2002 \$	2001 \$
<b>7. Financial Assets</b>		
<u>7A. Cash</u>		
Cash at bank and on hand	<u>3,534,268</u>	<u>2,448,811</u>
Balance of cash as at 30 June shown in the Statement of Cash Flows	<u>3,534,268</u>	<u>2,448,811</u>
<u>7B. Receivables</u>		
Goods and services	281,193	297,304
Less: provision for doubtful debts	<u>(168,290)</u>	<u>-</u>
	112,903	297,304
GST Receivable	<u>274,094</u>	<u>251,629</u>
Total Receivables	<u>386,997</u>	<u>548,933</u>
Receivables (gross) which are overdue are aged as follows:		
Not Overdue	<u>289,828</u>	<u>527,875</u>
Overdue by:		
- less than 30 days	43,778	18,386
- 30 to 60 days	52,773	600
- 60 to 90 days	-	2,072
- more than 90 days	<u>168,908</u>	<u>-</u>
	<u>265,459</u>	<u>21,058</u>
Total receivables (gross)	<u>555,287</u>	<u>548,933</u>
<u>7C. Investments</u>		
Term deposit	<u>12,153,204</u>	<u>6,000,000</u>

NATIONAL MUSEUM OF AUSTRALIA  
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	2002 \$	2001 \$
<b>8. Non-Financial Assets</b>		
<b>8A. Land and Buildings</b>		
Land at 2001 Valuation	4,400,000	2,366,008
	<u>4,400,000</u>	<u>2,366,008</u>
Buildings on freehold land - at cost	-	55,843,302
Accumulated depreciation	-	(342,709)
	<u>-</u>	<u>55,500,593</u>
Buildings on freehold land - at valuation	63,529,910	-
Accumulated depreciation	(847,645)	-
	<u>62,682,265</u>	<u>-</u>
Leasehold improvements - at cost	103,121	226,638
Accumulated amortisation	(273)	(85,694)
	<u>102,848</u>	<u>140,944</u>
Leasehold improvements - at valuation 1999	60,000	510,576
Accumulated amortisation	(22,504)	(446,399)
	<u>37,496</u>	<u>64,177</u>
Total Land and Buildings	<u>67,222,609</u>	<u>58,071,722</u>
<b>8B. Infrastructure, plant and equipment</b>		
Furniture and fittings - at cost	13,047	1,527,958
Accumulated depreciation	(231)	(40,118)
	<u>12,816</u>	<u>1,487,840</u>
Furniture and fittings - at valuation 2001	5,065,951	467,528
Accumulated depreciation	(823,515)	(340,894)
	<u>4,242,436</u>	<u>126,634</u>
Plant and equipment - at cost	391,283	60,420,303
Accumulated depreciation	(28,722)	(2,285,352)
	<u>362,561</u>	<u>58,134,951</u>
Plant and equipment - at valuation 2001	48,291,189	735,008
Accumulated depreciation	(6,493,492)	(520,311)
	<u>41,797,697</u>	<u>214,697</u>
Total Infrastructure, Plant and Equipment	<u>46,415,510</u>	<u>59,964,122</u>
<b>8C. National Historical Collection</b>		
National Historical Collection - at cost	589,009	379,274
Accumulated depreciation	(9,556)	(4,125)
	<u>579,454</u>	<u>375,149</u>
National Historical Collection - at valuation 2000	128,039,135	128,039,135
Accumulated depreciation	(2,801,468)	(1,400,734)
	<u>125,237,667</u>	<u>126,638,401</u>
Total National Historical Collection	<u>125,817,121</u>	<u>127,013,550</u>

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	2002	2001
	\$	\$
<u>8D. Intangibles</u>		
Computer software		
Externally acquired - at cost	86,610	9,728,799
Accumulated amortisation	<u>(4,590)</u>	<u>(992,212)</u>
	<u>82,020</u>	<u>8,736,587</u>
Externally acquired - at valuation	7,109,344	440,980
Accumulated amortisation	<u>(2,073,432)</u>	<u>(339,290)</u>
	<u>5,035,911</u>	<u>101,690</u>
Total Intangibles	<u><u>5,117,931</u></u>	<u><u>8,838,277</u></u>

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8E. Analysis of Infrastructure, Plant and Equipment

TABLE A: Movement Summary 2001-02 for all assets irrespective of valuation basis

Item	Land	Buildings on Freehold Land	Buildings - Leasehold Improvements	Total Buildings	Total Land and Buildings	Plant and Equipment	National Historical Collection	Computer Software - Total Intangibles	TOTAL
Gross value as at 1 July 2001	2,366,008	55,843,302	737,214	56,580,516	58,946,524	63,150,797	128,418,409	10,169,779	260,685,509
Additions: purchase of assets	-	-	103,121	103,121	103,121	522,682	209,735	300,415	1,135,954
Revaluations: write ups (write downs)	2,033,992	(1,647,636)	(677,214)	(2,324,850)	(290,858)	(2,693,891)	-	(1,138,115)	(4,142,864)
Assets transferred in/(out)	-	9,334,244	-	9,334,244	9,334,244	(7,218,117)	-	(2,116,127)	-
Disposals	-	-	-	-	-	-	-	-	-
Write-offs	-	-	-	-	-	-	-	-	-
Gross Value as at 30 June 2002	4,400,000	63,529,910	163,121	63,693,031	68,093,031	53,761,471	128,628,144	7,195,952	257,678,599
Accumulated depreciation/amortisation as at 1 July 2001	-	342,709	532,093	874,802	874,802	3,186,675	1,404,859	1,331,502	6,797,838
Disposals	-	-	-	-	-	-	-	-	-
Depreciation/amortisation charge for the year	-	968,342	67,474	1,035,816	1,035,816	5,739,841	1,406,165	1,996,556	10,176,379
Revaluations	-	(885,116)	(576,789)	(1,461,905)	(1,461,905)	(1,335,191)	-	(1,073,692)	(3,870,788)
Assets transferred in (out)	-	421,709	-	421,709	421,709	(245,365)	-	(176,344)	-
Write-offs	-	-	-	-	-	-	-	-	-
Accumulated depreciation/amortisation as at 30 June 2002	-	847,644	22,778	870,423	870,423	7,345,960	2,811,024	2,078,022	13,105,429
Net book value as at 30 June 2002	4,400,000	62,682,266	140,343	62,822,609	67,222,609	46,415,510	125,817,121	5,117,931	244,573,171
Net book value as at 1 July 2001	2,366,008	55,500,593	205,121	55,705,714	58,071,722	59,964,122	127,013,550	8,838,277	253,887,671

Net revaluation increments/decrements in the table above comprises:  
- For land - net revaluation increment of \$2,033,992  
- For building on freehold land - net decrement of \$762,520  
- For leasehold improvements a net decrement of \$100,425  
- For plant and equipment a net decrement of \$1,338,700  
- For intangibles a net decrement of \$384,423

TABLE B: Summary of balances of assets at valuation as at 30 June 2002

Item	Land	Buildings on Leasehold Land	Buildings - Leasehold Improvements	Total Buildings	Total Land and Building	Plant and Equipment	National Historical Collection	Computer Software - Total Intangibles	Total
As at 30 June 2002	4,400,000	63,529,910	163,121	63,693,031	68,093,031	53,761,471	128,628,144	7,195,952	257,678,599
Gross value	-	(847,644)	(22,778)	(870,423)	(870,423)	(7,345,960)	(2,811,024)	(2,078,022)	(13,105,429)
Accumulated Depreciation/Amortisation	4,400,000	62,682,266	140,343	62,822,609	67,222,609	46,415,511	125,817,121	5,117,931	244,573,171
Net book value	4,400,000	62,682,266	140,343	62,822,609	67,222,609	46,415,511	125,817,121	5,117,931	244,573,171
As at 30 June 2001	2,366,008	55,843,302	737,214	56,580,516	58,946,524	63,150,797	128,418,409	10,169,779	260,685,509
Gross value	-	(532,093)	(677,214)	(1,209,307)	(1,209,307)	(3,186,675)	(1,404,859)	(1,331,502)	(6,797,838)
Accumulated Amortisation	2,366,008	(342,709)	205,121	55,705,714	58,071,722	59,964,122	127,013,550	8,838,277	253,887,671
Net book value	2,366,008	55,843,302	737,214	56,580,516	58,946,524	63,150,797	128,418,409	10,169,779	260,685,509

There are no assets held under finance lease.

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	2002	2001
	\$	\$
<b>8F. Inventories</b>		
Finished goods (cost)	476,021	335,110
Inventories held for sale	476,021	335,110
Total Inventories	<u>476,021</u>	<u>335,110</u>
<b>8G. Other Non-Financial Assets</b>		
Prepayments	224,996	209,798
Deferred expenditure - assets work in progress	20,649	-
Total	<u>245,645</u>	<u>209,798</u>
<b>9. Interest Bearing Liabilities</b>		
<b>9A. Loans</b>		
Non-bank Loans	892,810	1,100,000
	<u>892,810</u>	<u>1,100,000</u>
Maturity Schedule for Loan		
Payable: - within one year	213,406	207,190
- within one to two years	219,808	213,405
- within two to five years	459,596	679,405
- more than five years	-	-
Total loans	<u>892,810</u>	<u>1,100,000</u>
<b>10. Provisions</b>		
<b>10A. Employees</b>		
Salaries and wages	276,757	248,916
Superannuation	262,283	307,695
Leave	1,824,585	1,853,446
Aggregate employee entitlement liability	<u>2,363,625</u>	<u>2,410,057</u>
Employee provisions are categorised as follows:		
Current	1,440,754	1,181,249
Non-Current	922,871	1,228,808
	<u>2,363,625</u>	<u>2,410,057</u>
<b>11. Payables</b>		
<b>11A. Suppliers</b>		
Trade creditors	<u>690,034</u>	646,072

NATIONAL MUSEUM OF AUSTRALIA  
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12. Equity

	Asset Revaluation Reserve		Accumulated Results		TOTAL EQUITY	
	2002	2001	2002	2001	2002	2001
Balance at 1 July	146,247	146,247	259,024,947	134,216,997	259,171,194	134,363,244
Operating Result	-	-	25,591,596	140,223,950	25,591,596	140,223,950
Capital Use Charge	-	-	(29,326,000)	(15,416,000)	(29,326,000)	(15,416,000)
Transfers to/(from) Reserves	1,171,047	-	-	-	1,171,047	-
Balance at 30 June	1,317,294	146,247	255,290,543	259,024,947	256,607,837	259,171,194





NATIONAL MUSEUM OF AUSTRALIA  
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	2002	2001
	\$	\$

**17. Related Party Disclosures**

**Council Members of the Museum**

The names of each person who has been a member of the Council during the 2001-02 financial year are: (duration of appointment in brackets):

**Chairman**

The Hon. A Staley (22 September 1999 - 21 September 2002)

**Members**

Mr R Webb - (22 November 2000 to 21 November 2003)

Mr A P Reeves - (25 November 1999 to 24 November 2002)

Mr D Barnett - (17 December 1998 to 16 December 2001)

(Reappointed 27 March 2002 to 26 March 2005)

Mr C Pearson - (9 August 1999 to 8 August 2002)

Mr M Besen - (11 October 2000 to 10 October 2003)

Ms S Brown - (22 November 2000 to 21 November 2003)

Mr J Thame - (26 July 2001 to 25 July 2004)

**Executive Member**

Ms D Casey - (from 12 March 1999)

**Outgoing Members in 2001-02**

Mr K Roberts AM - (29 June 1999 to 28 June 2002)

Ms C Santamaria - (29 June 1999 to 28 June 2002)

Dr M Sexton - (29 June 1999 to 10 August 2001)

**Transactions with Council Members or their related entities**

The aggregate remuneration of Council members is disclosed in Note 16. Mr John Thame is also a member of the Board of St George Bank Ltd. where the Museum periodically holds investment funds. Investment decisions are made in accordance with Museum policy which provides for investments to be made across a range of banks at the best available rate on the day. The Museum is not aware of any other Council member related party transactions occurring during the year which would be required to be disclosed.

**Loan from related Entity**

A loan was made during 2000-2001 by the Department of Communication, Information Technology and the Arts under agreed terms and conditions to the Museum for the acquisition of catering equipment and fitout.

**18. Remuneration of Officers**

The aggregate amount of total remuneration of officers shown is: \$896,323 \$810,258

The number of officers included in these figures are shown below in the relevant income bands.

	<u>Number</u>	
\$130,001 - \$140,000	0	1
\$140,001 - \$150,000	1	0
\$150,001 - \$160,000	0	2
\$160,001 - \$170,000	0	1
\$170,001 - \$180,000	1	0
\$180,001 - \$190,000	2	0
\$190,001 - \$200,000	0	0
\$200,001 - \$210,000	0	1
\$210,001 - \$220,000	1	0
	<u>5</u>	<u>5</u>

No separation or redundancy payments were made to officers shown above during the year.

The officer remuneration includes all officers concerned with or taking part in the management of the Museum during 2001-02.

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	2002	2001
	\$	\$

**19. Remuneration of Auditors**

Remuneration to the Auditor-General for auditing the financial statements for the reporting period.	<u>41,250</u>	<u>33,000</u>
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No other services were provided by the Auditor-General during the reporting period.

**20. Staffing Levels**

The average staffing level for the Museum during the year was:	<u>180</u>	<u>125</u>
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NATIONAL MUSEUM OF AUSTRALIA  
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21. Financial Instruments

(21a) Terms, Conditions and Accounting Policies

Financial Instrument	Notes	Accounting Policies and Methods (including recognition criteria and measurement basis)	Nature of underlying instrument (including significant terms and conditions affecting the amount, timing and certainty of cash flows)
<i>Financial Assets</i>		Financial assets are recognised when control over future economic benefits is established and the amount of the benefit can be reliably measured.	
Deposits at call	7A	Deposits are recognised at their nominal amounts. Interest is credited to revenue as it accrues.	Temporarily surplus funds, mainly from fortnightly drawdowns of appropriation, are placed on deposit at call with the Museum's banker. Interest is earned on the daily balance at the prevailing daily rate for money on call and is paid at month end.
Receivables for goods and services	7B	These receivables are recognised at the nominal amounts due less any provision for bad and doubtful debts. Provisions are made when collection of the debt is judged to be less rather than more likely.	Credit terms are 30 days (2000-01: 30 days).
Term Deposits	7C	Term deposits held are recognised at cost. Interest is credited to revenue as it accrues.	Term deposits are with the Museum's bankers, and earn effective rates of interest of 4.98%, 5.06%, 5.15% and 5.16%; payable at the end of the term.
<i>Financial Liabilities</i>		Financial liabilities are recognised when a present obligation to another party is entered into and the amount of the liability can be reliably measured.	
Trade creditors	11A	Creditors and accruals are recognised at their nominal amounts, being the amounts at which the liabilities will be settled. Liabilities are recognised to the extent that the goods or services have been received (and irrespective of having been invoiced).	Settlement is usually made net 30 days.
Non-bank loan	9A	The loan is carried at the balance yet to be repaid. Interest is expensed as it accrues.	The loan is repayable in annual instalments. Interest is calculated on the reducing balance of the loan. The last instalment is due to be paid in 2005-2006. The non-bank loan is unsecured with an interest rate of 3.00% per annum

NATIONAL MUSEUM OF AUSTRALIA  
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21 Financial Instruments (cont.)

(b) Interest Rate Risk

Financial Instrument	Notes		Fixed Interest Rate						Non-Interest Bearing		Total		Weighted Average Effective Interest Rate						
	Floating Interest Rate		1 year or less		1 to 2 years		2 to 5 years		> 5 years		01-02		00-01		01-02		00-01		
	01-02	00-01	01-02	00-01	01-02	00-01	01-02	00-01	01-02	00-01	01-02	00-01	01-02	00-01	01-02	00-01	01-02	00-01	
<b>Financial Assets (Recognised)</b>																			
Cash at Bank	3,510,229	2,424,091	-	-	-	-	-	-	-	-	-	-	-	-	3,510,229	2,424,091	3.67%	5.00%	
Cash on Hand	-	-	-	-	-	-	-	-	-	-	-	-	-	-	24,039	24,720	n/a	n/a	
Receivables for Goods and Services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	386,997	548,933	n/a	n/a	
Investments	-	-	12,153,204	6,000,000	-	-	-	-	-	-	-	-	-	-	12,153,204	6,000,000	4.60%	6.07%	
<b>Total Financial Assets (Recognised)</b>	<b>3,510,229</b>	<b>2,424,091</b>	<b>12,153,204</b>	<b>6,000,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16,074,469</b>	<b>8,997,744</b>				
<b>Total Assets</b>														<b>261,369,306</b>	<b>263,430,323</b>				
<b>Financial Liabilities (Recognised)</b>																			
Trade Creditors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Non-bank loan	-	-	213,405	207,190	219,808	213,405	459,597	679,405	-	-	-	-	-	690,034	646,072	690,034	646,072	n/a	n/a
<b>Total Financial Liabilities (Recognised)</b>	<b>-</b>	<b>-</b>	<b>213,405</b>	<b>207,190</b>	<b>219,808</b>	<b>213,405</b>	<b>459,597</b>	<b>679,405</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>690,034</b>	<b>646,072</b>	<b>1,582,844</b>	<b>1,746,072</b>	<b>3.00%</b>	<b>n/a</b>
<b>Total Liabilities</b>														<b>4,761,469</b>	<b>4,259,129</b>				

NATIONAL MUSEUM OF AUSTRALIA  
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21 Financial Instruments (cont.)

(c) Net Fair Values of Financial Assets and Liabilities

	Note	2002		2001	
		Total	Aggregate Net	Total	Aggregate Net
		Carrying Amount \$'000	Fair Value \$'000	Carrying Amount \$'000	Fair Value \$'000
<b>Financial Assets</b>					
Cash at Bank	7A	3,510,229	3,510,229	2,424,091	2,424,091
Cash on Hand	7A	24,039	24,039	24,720	24,720
Receivables for Goods and Services	7B	386,997	386,997	548,933	548,933
Investments	7C	12,153,204	12,153,204	6,000,000	6,000,000
<b>Total Financial Assets</b>		<b>16,074,469</b>	<b>16,074,469</b>	<b>8,997,744</b>	<b>8,997,744</b>
<b>Financial Liabilities (Recognised)</b>					
Trade Creditors	11A	690,034	690,034	646,072	646,072
Loans	9A	892,810	828,756	1,100,000	1,080,636
<b>Total Financial Liabilities (Recognised)</b>		<b>1,582,844</b>	<b>1,518,790</b>	<b>1,746,072</b>	<b>1,726,708</b>

*Financial Assets*

The net fair values of cash and non-interest-bearing monetary financial assets approximate their carrying amounts.

Due to the short terms (30 days, 60 days, 90 days) of the term deposits, the fair value equates to the carrying amount.

None of the classes of financial assets are readily traded on organised markets in a standardised form.

*Financial Liabilities*

The net fair values for trade creditors, all of which are short-term in nature, are approximated by their carrying amounts.

None of the classes of financial liabilities are readily traded on organised markets in standardised form.

The net fair value of the loan is based on discounted cash flows using current interest rates for liabilities with similar risk profiles.

(d) Credit Risk Exposures

The Museum's maximum exposure to credit risk at reporting date in relation to each class of recognised financial assets is the carrying amount of those assets as indicated in the Statement of Financial Position.

The Museum has no significant exposures to any concentrations of credit risk.

All figures for credit risk referred to do not take into account the value of any collateral or other security.

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	2002	2001
	\$	\$

**22 Appropriations**

The Museum received the following appropriations during the year out of the Consolidated Revenue Fund:

Annual Appropriation Acts No. 1, 3 - basic appropriation	<u>62,552,000</u>	<u>36,039,000</u>
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**23. Trust Money**

The trust fund, set up under section 7 of the *National Museum of Australia Act 1980*, is for the receipt of monies or other property vested in the Museum on trust. Monies are applied in accordance with conditions, where specified, which mainly relate to the development of the National Historical Collection. These monies are not available for other purposes of the Museum and are not recognised in the financial statements.

Balance at 1 July	60,483	57,503
Add: Interest received	<u>2,273</u>	<u>2,980</u>
Balance at 30 June	<u>62,756</u>	<u>60,483</u>

**24. Reporting of Outcomes**

24A Outcomes of the NMA

The Museum is structured to meet a single outcome, being: Australians have access to the National Museum's collections and public programs to encourage awareness and understanding of Australia's history and cultures.

24B Total Cost of Outcomes

	Outcome 1	
	Budget	Actual
	\$	\$
Total net administered expenses	-	-
Add: Net cost of departmental outputs	67,552,000	66,177,187
Net Cost to Budget Outcome	67,552,000	66,177,187

**NATIONAL MUSEUM OF AUSTRALIA  
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2002**

Note 24C - Major Departmental Revenues and Expenses by Output Group

	Output Group 1		Output Group 2		Total	
	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000
<b>Operating revenues</b>						
Revenues from Government	18,151,976	10,458,164	44,400,024	25,580,836	62,552,000	36,039,000
Sale of Goods and Services	-	-	2,356,908	2,403,013	2,356,908	2,403,013
Donations and Sponsorship	17,200	30,250	343,968	618,908	361,168	649,158
Interest	243,429	495,197.5	243,429	495,198	486,857	990,395
Other	-	-	-	129,964,317	-	129,964,317
<b>Total operating revenues</b>	<b>18,412,605</b>	<b>10,983,611</b>	<b>47,344,328</b>	<b>159,062,272</b>	<b>65,756,933</b>	<b>170,045,883</b>
<b>Operating expenses</b>						
Employees	2,029,581	1,770,847	8,793,568	7,672,552	10,823,148	9,443,399
Suppliers	1,789,261	1,465,229	15,763,136	12,908,466	17,552,397	14,373,695
Grant	-	-	-	-	-	-
Depreciation and Amortisation	1,400,000	1,404,859	8,778,379	4,129,932	10,178,379	5,534,791
Write-down of assets	-	-	1,611,413	470,048	1,611,413	470,048
<b>Total operating expenses</b>	<b>5,218,841</b>	<b>4,640,935</b>	<b>34,946,496</b>	<b>25,180,998</b>	<b>40,165,337</b>	<b>29,821,933</b>



**NATIONAL MUSEUM OF AUSTRALIA  
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FOR THE YEAR ENDED 30 JUNE 2002**

**Note 24D - Major Classes of Departmental Assets and Liabilities by Output Group**

	Output Group 1		Output Group 2		Non Specific		Total	
	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000	2002 \$'000	2001 \$'000
<b>Output specific departmental assets</b>								
Goods and Services receivable	-	-	281,193	297,304	-	-	281,193	297,304
Less : provision for doubtful debts	-	-	(168,290)	-	-	-	(168,290)	-
Net GST receivable	-	-	274,094	251,629	-	-	274,094	251,629
Land	-	-	4,400,000	2,366,008	-	-	4,400,000	2,366,008
Buildings	-	-	62,822,609	55,705,714	-	-	62,822,609	55,705,714
Plant and Equipment	-	-	46,415,510	59,964,122	-	-	46,415,510	59,964,122
Software	-	-	5,117,931	8,838,277	-	-	5,117,931	8,838,277
Inventories held for sale	-	-	476,021	335,110	-	-	476,021	335,110
National Historical Collection	125,817,121	127,013,550	-	-	-	-	125,817,121	127,013,550
Other departmental Assets	-	-	245,645	209,798	-	-	245,645	209,798
<b>Total specific departmental assets</b>	<b>125,817,121</b>	<b>127,013,550</b>	<b>119,864,713</b>	<b>127,967,962</b>	<b>-</b>	<b>-</b>	<b>245,681,834</b>	<b>254,981,512</b>
Cash	-	-	-	-	3,534,268	2,448,811	3,534,268	2,448,811
Investments	-	-	-	-	12,153,204	6,000,000	12,153,204	6,000,000
<b>Total other departmental assets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,687,472</b>	<b>8,448,811</b>	<b>15,687,472</b>	<b>8,448,811</b>
<b>Output specific departmental liabilities</b>								
Employees	443,232	451,939	1,920,393	1,958,118	-	-	2,363,625	2,410,057
Suppliers	70,341	65,859	619,693	580,213	-	-	690,034	646,072
Loans	-	-	892,810	1,100,000	-	-	892,810	1,100,000
Capital Use Charge	417,373	51,307	397,627	51,693	-	-	815,000	103,000
<b>Total specific departmental liabilities</b>	<b>930,946</b>	<b>569,106</b>	<b>3,830,523</b>	<b>3,690,023</b>	<b>-</b>	<b>-</b>	<b>4,761,469</b>	<b>4,259,129</b>