

GIPPSLAND LAKES COMMUNITY HEALTH

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2011

	Note	2011 \$	2010 \$
ASSETS			
Current Assets			
Cash Assets	6	1,130,059	471,001
Receivables	7	592,455	518,299
Other Financial Assets	8	<u>3,195,473</u>	<u>3,077,475</u>
Total Current Assets		<u>4,917,988</u>	<u>4,066,775</u>
Non-Current Assets			
Property, Plant & Equipment	3	<u>7,392,447</u>	<u>7,489,357</u>
Total Non-Current Assets		<u>7,392,447</u>	<u>7,489,357</u>
TOTAL ASSETS		<u>12,310,435</u>	<u>11,556,132</u>
LIABILITIES			
Current Liabilities			
Employee Benefits	4	1,517,924	1,392,543
Grants in Advance	5b	792,803	654,515
Payables	9	875,955	679,748
Unexpended Grants	5a	<u>902,390</u>	<u>1,054,866</u>
Total Current Liabilities		<u>4,089,072</u>	<u>3,781,672</u>
Non-Current Liabilities			
Employee Benefits	4	826,055	825,768
Other Financial Liabilities	13	<u>-</u>	<u>-</u>
Total Non-Current Liabilities		<u>826,055</u>	<u>825,768</u>
TOTAL LIABILITIES		<u>4,915,127</u>	<u>4,607,440</u>
NET ASSETS		<u>7,395,307</u>	<u>6,948,692</u>
EQUITY			
Accumulated Surplus		6,417,807	5,971,192
Asset Revaluation Reserve	11	<u>977,500</u>	<u>977,500</u>
TOTAL EQUITY		<u>7,395,307</u>	<u>6,948,692</u>

The accompanying notes form part of this financial report

GIPPSLAND LAKES COMMUNITY HEALTH

ABN: 39 041 514 660

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2011**

	Note	2011 \$	2010 \$
REVENUE			
Government Contributions			
- Dept of Human Services		2,679,264	7,623,268
- Dept of Health		5,823,906	-
- Dept Early Childhood Development		937,027	876,204
- Other Government Grants		3,153,312	2,732,535
Fee for Service - Agencies		4,035,968	3,901,023
Fees - Clients		481,635	548,399
Indirect Contributions by Human Services		41,133	31,321
Interest		213,345	149,933
Other Income		560,433	407,804
Reimbursements		104,718	131,669
		<u>18,030,741</u>	<u>16,402,156</u>
EXPENSES			
Employee Benefits	2	13,525,618	12,381,926
Finance Costs		29,571	35,100
Supplies & Consumables	2	3,614,246	3,304,026
		<u>17,169,435</u>	<u>15,721,052</u>
Net Result Before Capital & Specific Items		<u>861,306</u>	<u>681,104</u>
Capital works - Government Grants		54,103	400,000
Gain/(Loss) on Disposal of Non-Current Assets	3	(13,332)	18,452
Depreciation	3	<u>(455,462)</u>	<u>(379,187)</u>
NET RESULT FOR THE YEAR		446,615	720,369
Other Comprehensive Income		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		<u><u>446,615</u></u>	<u><u>720,369</u></u>

The accompanying notes form part of this financial report

GIPPSLAND LAKES COMMUNITY HEALTH

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2011

	Accumulated Surplus	Asset Revaluation Reserve	Total
	\$	\$	\$
Balance 1 July 2009	5,250,822	977,500	6,228,322
Total comprehensive income	720,369	-	720,369
Balance 30 June 2010	5,971,192	977,500	6,948,692
Total comprehensive income	446,615	-	446,615
Balance 30 June 2011	6,417,807	977,500	7,395,307

The accompanying notes form part of this financial report

GIPPSLAND LAKES COMMUNITY HEALTH

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011 \$	2010 \$
Cash flows from operating activities			
Grants Received		12,620,454	11,501,029
Fees Received		4,443,447	4,212,478
Other Income		665,151	539,473
Interest Received		213,345	149,933
GST Net Received/(Paid)		33,467	(7,275)
Payments to suppliers and employees		<u>(16,881,028)</u>	<u>(15,241,598)</u>
Cash generated from operating activities		1,094,836	1,154,040
Capital Grants - DHS		<u>54,103</u>	<u>400,000</u>
Net cash inflow from operating activities	6(b)	<u>1,148,939</u>	<u>1,554,040</u>
Net Cash inflow from investing activities			
Purchase of property, plant & equipment		(575,560)	(1,878,592)
Proceeds on sale of fixed assets		203,677	211,638
(Purchase)/redemption of investments		<u>(117,998)</u>	<u>(553,540)</u>
Net cash outflow from investing activities		<u>(489,881)</u>	<u>(2,220,494)</u>
Net increase/(decrease) in cash held		659,058	(666,454)
Cash at the beginning of the financial year		<u>471,001</u>	<u>1,137,455</u>
Cash at the end of the financial year	6(a)	<u><u>1,130,059</u></u>	<u><u>471,001</u></u>

The accompanying notes form part of this financial report

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

Note 1: Statement of Significant Accounting Policies

The directors have prepared the financial statements on the basis that the company is a non-reporting entity because there are no users who are dependent on its general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the requirements of the Corporations Act 2001.

The financial report has been prepared in accordance with the mandatory Australian Accounting Standards applicable to entities reporting under the Corporations Act 2001 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

(a) Revenue

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

Grant revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably.

If the conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

It is the policy of the company to treat grant income as unexpended grants in the statement of financial position where the company is contractually obliged to provide the services in a subsequent financial period, or in the case of specific project grants, where the project has not been completed.

Gippsland Lakes Community Health receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of comprehensive income.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

All revenue is stated net of the amount of goods and services tax (GST).

(b) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair values as indicated, less where applicable, accumulated depreciation and impairment losses.

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

Note 1: Statement of Significant Accounting Policies

Property

Freehold land and buildings are shown at their fair value based on periodic, but at least triennial valuations by external independent valuers, less subsequent depreciation for buildings.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same class of asset are charged against fair value reserves directly in equity all other decreases are charged to the statement of comprehensive income.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

Freehold land and buildings that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets.

Plant and equipment that have been contributed at no cost, or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

	2011	2010
Buildings	2.5% Prime Cost	2.5% Prime Cost
Furniture and Fittings	10% Prime Cost	10% Prime Cost
Motor Vehicles	15% Diminishing Value	15% Diminishing Value
Plant & Equipment	10%-33.33% Prime Cost	10%-33.33% Prime Cost

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each statement of financial position date.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to accumulated surpluses.

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

Note 1: Statement of Significant Accounting Policies

(c) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted). Financial instruments are initially measured at fair value plus transactions costs except where the instrument is classified 'at fair value through profit or losses in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Finance instruments are subsequently measured at either fair value, amortised cost using the effective interest rate method or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Amortised cost is calculated as:

- i. the amount at which the financial asset or financial liability is measured at initial recognition;
- ii. less principal repayments;
- iii. plus or minus the cumulative amortisation of the difference, if any, between the amount initially recognised and the maturity amount calculated using the effective interest method; and
- iv. less any reduction for impairment.

The effective interest method is used to allocate interest income or interest expense over the relevant period and is equivalent to the rate that exactly discounts estimated future cash payments or receipts (including fees, transaction costs and other premiums or discounts) through the expected life (or when this cannot be reliably predicted, the contractual term) of the financial instrument to the net carrying amount of the financial asset or financial liability. Revisions to expected future net cash flows will necessitate an adjustment to the carrying value with a consequential recognition of an income or expense in profit or loss.

(i) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

(ii) Financial liabilities

Non-derivative financial liabilities (excluding financial guarantees) are subsequently measured at amortised cost.

Fair value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the entity assesses whether there is objective evidence that a financial instrument has been impaired. Impairment losses are recognised in the Statement of comprehensive income.

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

Note 1: Statement of Significant Accounting Policies

Derecognition

Financial assets are derecognised where the contractual rights to receipt of cash flows expires or the asset is transferred to another party whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expired. The difference between the carrying value of the financial liability, which is extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(d) Impairment of Assets

At each reporting date, the entity reviews the carrying values of its assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Statement of comprehensive income.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where it is not possible to estimate the recoverable amount of a class of asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued asset is identified, this is debited against the revaluation reserve in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation reserve for that same class of asset.

(e) Employee Benefits

Provision is made for the entity's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits expected to be settled within one year together with benefits arising from wages, salaries and annual leave which may be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on costs. Other employee benefits payable later than one year have been measured at nominal value.

An employee benefit liability is classified as a current liability if the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the end of the period. This would include all annual leave and unconditional long service leave entitlements.

Contributions are made by the entity to an employee superannuation fund and are charged as expenses when incurred.

(f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(g) Goods and Services Tax (GST)

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 asset or as part of an item of expense. Receivables and payables in the Statement of financial position are shown inclusive of GST.

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

Note 1: Statement of Significant Accounting Policies

(g) Goods and Services Tax (GST) (contd)

Cash flows are presented in the Statement of Cash Flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

(h) Income Tax

No provision for income tax has been raised, as the entity is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

(i) Provisions

Provisions are recognised when the entity has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at reporting date.

(j) Comparative Figures

Where required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(k) Rounding

Figures in the financial statement may not equate due to rounding.

(l) Critical Accounting Estimates and Judgments

In the application of AASs management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results from which form the basis of making the judgments. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of revision, and future periods if the revision affects both current and future periods.

(m) Economic Dependence

Gippsland Lakes Community Health is dependent on funding from State and Commonwealth Government Grants for the majority of its revenue used to operate the business. At the date of this report the Board of Directors has no reason to believe the Government will not continue to support Gippsland Lakes Community Health.

(n) Adoption of New and Revised Accounting Standards

During the current year the company had adopted all of the new and revised Australian Accounting Standards and Interpretations applicable to its operations which became mandatory.

(o) New Accounting Standards for Application in Future Periods

The company does not anticipate early adoption of any new and amended accounting standards and interpretations and does not expect them to have any material effect on the company's financial statements.

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

Note 1: Statement of Significant Accounting Policies

(p) Gippsland Regional Information Technology Alliance

The company was previously (up to 30 June 2009) one of twenty four health care institutions with an interest in the Gippsland Health Information Technology Alliance (GHA). Since the signing of a new joint venture agreement, effective from 1 July 2009, Gippsland Lakes Community Health was not able to continue as a member so its negative investment as at 30 June 2009 of \$64,711 was de-recognised and included as part of payables.

Gippsland Lakes Community Health sought and received advice during the year from Gippsland Health Alliance that they were prepared to forgive the liability and would no longer pursue its collection. Accordingly the credit balance of \$64,711 has been transferred to revenue and forms part of other income.

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

	2011	2010
	\$	\$
Note 2: Analysis of Expenses		
<i>Supplies and Consumables consist of the following items:</i>		
Client costs	609,032	665,911
Contract Services	1,002,485	730,043
Equipment purchases	31,591	49,341
Health Promotion	206,435	224,937
Information technology	456,511	360,418
Medical supplies	132,772	119,467
Motor vehicle costs	288,609	254,433
Occupancy costs	178,468	139,180
Office costs	363,114	360,165
Repairs and maintenance costs	129,250	176,161
Staff related expenses	215,979	223,969
	<u>3,614,246</u>	<u>3,304,026</u>
<i>Employee Benefits consist of the following items:</i>		
Salaries	12,313,475	11,306,201
Superannuation	1,081,483	967,052
Workcover	130,659	108,673
	<u>13,525,618</u>	<u>12,381,926</u>
 Note 3: Property, Plant & Equipment		
Land		
Land at Cost	170,000	170,000
Land at valuation	<u>1,725,000</u>	<u>1,725,000</u>
Total Land	<u>1,895,000</u>	<u>1,895,000</u>
 Buildings		
Buildings at cost	1,020,555	1,622,114
Works in Progress - Metung	30,103	-
Buildings at valuation	3,278,350	2,630,000
Less Accumulated depreciation	<u>(197,223)</u>	<u>(86,852)</u>
	<u>4,131,785</u>	<u>4,165,262</u>
 Plant and Equipment		
Plant and Equipment at cost	860,122	827,000
Less Accumulated depreciation	<u>(619,205)</u>	<u>(565,005)</u>
Total Plant and Equipment	<u>240,916</u>	<u>261,995</u>
 Motor Vehicles		
Motor Vehicles at cost	1,544,938	1,520,106
Less Accumulated depreciation	<u>(420,193)</u>	<u>(353,007)</u>
Total Motor Vehicles	<u>1,124,745</u>	<u>1,167,099</u>
Total	<u>7,392,447</u>	<u>7,489,357</u>

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

Note 3: Property, Plant & Equipment (contd)

Land and buildings were revalued as at 30 June 2009 by C.J.A. Lee & Associates, C.J. Jordan FAPI. The basis of valuation is "fair value".

A reconciliation of the carrying amounts of each class of land, buildings, plant and equipment at the beginning and end of the current and previous years is set out below.

2011	Land	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2010	1,895,000	4,165,262	261,995	1,167,099	7,489,357
Additions	-	76,894	107,148	391,518	575,560
Disposals	-	-	(82)	(216,927)	(217,009)
Depreciation	-	(110,371)	(128,145)	(216,946)	(455,462)
Balance at 30 June 2011	<u>1,895,000</u>	<u>4,131,785</u>	<u>240,916</u>	<u>1,124,745</u>	<u>7,392,447</u>

2010	Land	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2009	1,895,000	2,885,406	290,535	1,112,197	6,183,138
Additions	-	1,365,665	89,259	423,668	1,878,592
Disposals	-	-	(343)	(192,843)	(193,186)
Depreciation	-	(85,810)	(117,455)	(175,922)	(379,187)
Balance at 30 June 2010	<u>1,895,000</u>	<u>4,165,262</u>	<u>261,995</u>	<u>1,167,099</u>	<u>7,489,356</u>

	2011 \$	2010 \$
Sale of Non-Current Assets		
Proceeds from disposal of assets	203,677	211,638
Less written down value of assets sold	(217,009)	(193,186)
Net gain/ loss on Sale of Non-Current Assets	<u>(13,332)</u>	<u>18,452</u>

Note 4: Employee Benefits

Current:

Annual Leave	795,664	759,471
Accrued Salaries	420,502	345,726
Accrued Day's Off	40,826	38,844
Salary Clearing Accounts	7,144	11,760
Long Service Leave	<u>253,788</u>	<u>236,742</u>
	<u>1,517,924</u>	<u>1,392,543</u>

Non-Current:

Long Service Leave	<u>826,055</u>	<u>825,768</u>
--------------------	----------------	----------------

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

	2011	2010
	\$	\$
Note 5a: Unexpended Grants		
These program funds are all committed for expensing in 2011/2012		
Funds are represented by:		
DHS Funds:		
Allied Health	8,300	-
Closing the Gap - Healthy for Life	17,956	-
Early Years	35,000	-
Disability	96,928	-
Family Services	85,005	76,033
Intake	32,203	60,308
Indigenous Healing Service	49,029	53,389
Indigenous Time Out	80,654	64,419
Koori Justice	12,214	33,796
Supported Accommodation	4,000	10,000
	<u>421,289</u>	<u>297,945</u>
 DoH Funds:		
AHPACC	46,728	47,490
Alcohol & Drug Service	40,724	25,000
Counselling	16,426	71,261
East Gippsland Primary Care Partnership	-	160,076
Health Promotion	25,005	85,301
Home Care Projects	20,000	-
	<u>148,883</u>	<u>389,128</u>
 DEECD Grants:		
Disability	140,150	40,000
Early Childhood Intervention Service	-	110,209
Maternal & Child Health	-	2,888
School Focussed Yth Service	20,327	25,310
Young Parent and Parenting	-	22,338
	<u>160,477</u>	<u>200,745</u>
 Other Grants:		
Healthy for Life Indigenous Sports	-	9,949
Healthy for Life Regional	45,290	-
Home Based Nursing	17,000	3,000
Lakes Entrance Aboriginal Health Association	47,945	-
Local Justice	23,120	13,671
Physically Active Koori Kids	-	18,396
Young Parent and Parenting	3,850	-
	<u>137,205</u>	<u>45,016</u>
 Other Income:		
Healthy for Life Regional	9,536	37,964
Home Care	25,000	62,000
Physically Active Koori Kids	-	14,000
Lakes Entrance Aboriginal Health Association	-	8,068
	<u>34,536</u>	<u>122,032</u>
Total Unexpended Grants	<u><u>902,390</u></u>	<u><u>1,054,866</u></u>

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

Note 5b: Grants in Advance	Note	2011	2010
		\$	\$
Funds are represented by:			
DHS Grants:			
Closing the Gap - Healthy for Life		296,966	40,000
Disability - Case Management		-	43,690
Early Years		8,333	9,828
Family Services		7,818	-
Intake - Men's Behaviour Change		1,024	-
LEAHA Transition		120,000	-
Nat P'nership Service System		-	25,158
		<u>434,141</u>	<u>118,676</u>
DoH Grants:			
Allied Health Well for Life		-	48,714
Allied Health Paediatric Service Planning		70,000	-
AHPACC Strategic Project		30,000	-
Alcohol & Drug Service Counselling Project		30,414	-
Alcohol & Drug Regional Innovation Grant		1,798	-
Alcohol & Drug GADSPA Trg		10,000	-
Alcohol & Drug Neighbourhood House Project		18,363	-
Alcohol & Drug Carer and Consumer Project		36,500	-
Alcohol & Drug Resources		408	21,020
Healthy Mothers and Babies		-	50,000
Health Promotion		-	4,545
Home Care Creative Respite		40,000	40,000
		<u>237,483</u>	<u>164,279</u>
DEECD Grants:			
Early Childhood Development - Flexible Support		-	25,285
Early Childhood Development - Capacity Building		-	20,774
Indigenous Early Years (LTH&CS)		-	30,000
		<u>-</u>	<u>76,059</u>
Other Grants:			
Dept Fam., Housing & Cty Services		-	82,002
Department of Health & Ageing - GP After hours		30,000	11,725
Department of Justice		550	-
Disability		-	2,583
East Gippsland Shire		-	18,500
Kilmany - Cties for Children		-	8,500
Melbourne Citymission - Allied Health		-	4,334
Naidoc		1,000	4,000
Vic Health - Physically Active Koori Kids		-	90,000
		<u>31,550</u>	<u>221,644</u>
Other:			
Health Insurance Commission		86,302	70,079
Circus of the World		-	150
General Practice		3,327	1,628
Vic Relief - emergency assistance		-	2,000
		<u>89,629</u>	<u>73,858</u>
Total Grants in Advance		<u><u>792,803</u></u>	<u><u>654,515</u></u>

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

	2011	2010
	\$	\$
Note 6: Cash Flows Information		
(a) Reconciliation of Cash		
Cash at Bank and on hand	<u>1,130,059</u>	<u>471,001</u>
(b) Reconciliation of net result for the year to net cash inflow from Operating Activities		
Net result for the year	446,615	720,369
<i>Non-cash flows from operations:</i>		
Depreciation	455,462	379,187
(Profit)/Loss on disposal on non-current assets	13,332	(18,452)
<i>Changes in assets and liabilities:</i>		
(Decrease)/Increase in employee benefits	125,668	453,961
Decrease/(Increase) in receivables	(74,156)	(236,944)
Increase/(Decrease) in payables	196,207	18,218
Increase (Decrease) in unexpended grants	(152,476)	(49,997)
Increase/(Decrease) in grants in advance	138,288	287,698
Net cash inflow from operating activities	<u>1,148,939</u>	<u>1,554,040</u>
Note 7: Receivables		
Trade Debtors	473,566	466,897
Other Debtors	123,889	56,402
Provision for Doubtful Debts	(5,000)	(5,000)
	<u>592,455</u>	<u>518,299</u>
Note 8: Other Financial Assets		
Current:		
Term Deposits	<u>3,195,473</u>	<u>3,077,475</u>
Note 9: Payables		
Accrued Expenses	84,572	51,350
GST Payable	332,520	229,053
Trade Creditors	446,445	387,726
Trust Scholarship	12,417	11,619
	<u>875,955</u>	<u>679,748</u>
Note 10: Commitments		
Leasing Commitments		
Operating leases relate to the lease of three vehicles with lease terms as follows:		
Not longer than 1 year	10,111	10,919
Longer than 1 year	14,647	11,376
	<u>24,758</u>	<u>22,295</u>
Capital Commitments		
Building Improvements - Men's Shed Jemmeson Street	<u>40,000</u>	<u>59,680</u>

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

	2011	2010
	\$	\$
Note 11: Asset Revaluation Reserve		
Balance at 1 July	977,500	977,500
Revaluation Increment/(Decrements)		
- Land	-	-
- Buildings	-	-
Balance at 30 June	<u>977,500</u>	<u>977,500</u>
 Represented by:		
Land	977,500	977,500
Buildings	-	-
Total	<u>977,500</u>	<u>977,500</u>

Note 12: Events after the Reporting Period Date

The Board is not aware of any after balance sheet date events requiring disclosure.

Note 13: Contingent Assets and Contingent Liabilities

Contingent Assets

Property donated by Riviera Properties Limited for the Metung Community Medical Centre development is to be transferred to GLCH in the next financial year at a fair value yet to be determined.

<u>-</u>	<u>-</u>
----------	----------

Contingent Liabilities

<u>-</u>	<u>-</u>
----------	----------

Note 14: Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other persons, unless otherwise stated.

During the year Clearwater Portfolio - Enterprise Consulting, a company controlled by Joanne Booth, a Director, provided recruitment consultancy of \$11,565 (2010: Nil) to the company in respect to CEO Recruitment.

Note 15: Entity Details

The registered office of the company is:

18-28 Jemmeson Street
Lakes Entrance. 3909

The principal places of business are:

18-28 Jemmeson Street
Lakes Entrance. 3909

281-285 Main Street
Bairnsdale. 3875

Note 16: Members' Guarantee

The entity is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$1 each towards meeting any outstanding obligations of the company. At 30 June 2011 the number of

GIPPSLAND LAKES COMMUNITY HEALTH

NOTES TO THE FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2011

members was 111. (2010 :111)