

*F*INANCIAL STATEMENT



*The Queen Elizabeth Centre,
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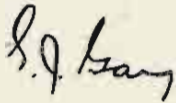
HE QUEEN ELIZABETH CENTRE, BALLARAT AND ITS SUBSIDIARY

Certification

In Our opinion the consolidated financial statements of The Queen Elizabeth Centre, Ballarat and its subsidiary comprising statement of cash flows, consolidated balance sheet, consolidated statement of changes in equity, consolidated revenue and expense statement and notes to the financial statements have been prepared in accordance with the provisions of the Annual Reporting (Contributed Income Sector) Regulations 1988 as amended.

In our opinion the consolidated financial statements present fairly the financial transactions for the year ended 30 June 1994 and the financial position as at that date of The Queen Elizabeth Centre, Ballarat and its subsidiary.

At the date of signing the consolidation financial statement we are not aware of any circumstances which would render any particulars included in the statements to be misleading or inaccurate.



Chairperson



Member



Chief Executive



Principal Accounting Officer

Dated the 8th date of September 1994.





Auditing in the Public Interest



Auditor-General's Report

Audit Scope

The accompanying financial statements of the Queen Elizabeth Centre Ballarat for the year ended 30 June 1994, comprising consolidated revenue and expense statement, consolidated balance sheet, consolidated statement of changes in equity, consolidated statement of cash flows and notes to the financial statements, have been audited. The financial statements include the consolidated accounts of the economic entity comprising the Centre and its controlled entity, being the Ballarat and District Aged Person's Homes Association Incorporated. The members of the Centre's Board of Management are responsible for the preparation and presentation of the financial statements and the information they contain. An independent audit of the financial statements has been carried out in order to express an opinion on them as required by the *Annual Reporting Act 1983*.

The audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial statements are free of material misstatement. The audit procedures included an 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 Australian Accounting Standards and comply with the requirements of the *Annual Reporting Act 1983*, so as to present a view which is consistent with my understanding of the financial position and the results of the operations and cash flows of the Queen Elizabeth Centre Ballarat and the economic entity.

I have not acted as auditor of the Ballarat and District Aged Person's Homes Association Incorporated. However, I have received sufficient information and explanations concerning the controlled entity, including the financial statements and the auditor's report thereon, which are not subject to any qualification, to enable an opinion to be formed on the consolidated financial statements.

The audit opinion expressed on the financial statements has been formed on the above basis.

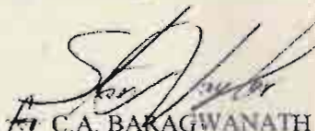
Qualification

As indicated in note 16 to the financial statements, the Centre has recognised linen valued at \$2.088 million as an asset. As a physical stocktake of linen was not conducted by the Centre, I am unable to determine the value and existence of this asset.

Qualified Audit Opinion

In my opinion, subject to the effect, if any, on the financial statements of the matter referred to above, the financial statements present fairly the financial position of the Queen Elizabeth Centre Ballarat and the economic entity as at 30 June 1994 and the results of their operations and their cash flows for the year ended on that date in accordance with Australian Accounting Standards and comply with the requirements of the *Annual Reporting Act 1983*.

MELBOURNE
14/10/1994


C.A. BAKAGWANATH
Auditor-General



THE QUEEN ELIZABETH CENTRE, BALLARAT

Consolidated Revenue and Expense Statement for the year ended 30 June 1994

	NOTES	CENTRE TOTAL		CONSOLIDATED	
		1993/94 (\$,000)	1992/93 (\$,000)	1993/94 (\$,000)	1992/93 (\$,000)
OPERATING REVENUE PROVIDING FUND INFLOWS					
SERVICES SUPPORTED BY HEALTH SERVICE AGREEMENT					
Government Grants	2	14,261	18,769	14,261	18,769
Indirect Contributions by Dept of H. & C. S.	3	332	288	332	288
Patient Fees	4	18,025	14,764	18,025	14,764
Linen Service Charges		3,630	3,193	3,630	3,193
Interest		42	63	42	63
Other Revenue	5	3,347	3,897	3,347	3,897
Abnormal Revenue	7	398	1,852	398	931
SERVICES SUPPORTED BY CENTRE AND COMMUNITY INITIATIVES					
Rent		90	71	90	71
Interest		110	166	110	166
TOTAL OPERATING REVENUE PROVIDING FUNDS		<u>40,235</u>	<u>43,063</u>	<u>40,235</u>	<u>42,142</u>
OPERATING EXPENSES REQUIRING FUND OUTFLOWS					
HEALTH SERVICE AGREEMENT/BUDGET SECTOR					
Direct Patient Care Services	9	15,321	15,994	15,321	15,994
Administration	9	2,863	3,068	2,863	3,068
Engineering and Maintenance	9	1,467	1,924	1,467	1,924
Corporate Costs Funded By Dept of H. & C. S.	3&9	332	288	332	288
Employee Benefits & Entitlements	9	3,036	2,901	3,036	2,901
Domestic and Catering Services	9	7,578	7,660	7,578	7,660
Paramedical Services	9	2,207	2,049	2,207	2,049
Community Services	9	2,601	2,641	2,601	2,641
Teaching Services	9	793	778	793	778
Other Items	9	733	2,713	118	426
Abnormal Item	7&9	398	1,852	398	1,852
TOTAL OPERATING EXPENSES REQUIRING FUNDS		<u>37,329</u>	<u>41,868</u>	<u>36,714</u>	<u>39,581</u>
OPERATING SURPLUS PROVIDING FUNDS INFLOW		<u>2,906</u>	<u>1,195</u>	<u>3,521</u>	<u>2,561</u>
OPERATING EXPENSES NOT REQUIRING FUND OUTFLOWS					
Depreciation	9&16	2,409	1,664	2,500	1,664
Employee Entitlements	9	280	118	280	118
Abnormal Item	7&9	(242)	2,838	(242)	2,838
OPERATING DEFICIT NOT REQUIRING FUND OUTFLOWS		<u>2,447</u>	<u>4,620</u>	<u>2,538</u>	<u>4,620</u>
OPERATING SURPLUS (DEFICIT) FOR YEAR		<u>459</u>	<u>(3,425)</u>	<u>983</u>	<u>(2,059)</u>
Retained Surplus/(Deficit) at beginning of year		(9,104)	(4,962)	(5,453)	(2,677)
Available for Appropriation		(8,645)	(8,387)	(4,470)	(4,736)
Transfers to Reserves	8	(538)	(717)	(538)	(717)
Retained Surplus/(Deficit) at end of year		<u>(9,183)</u>	<u>(9,104)</u>	<u>(5,008)</u>	<u>(5,453)</u>

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



THE QUEEN ELIZABETH CENTRE, BALLARAT

Consolidated Balance Sheet as at 30 June 1994

	NOTES	CENTRE TOTAL		CONSOLIDATED	
		1993/94 (\$,000)	1992/93 (\$,000)	1993/94 (\$,000)	1992/93 (\$,000)
EQUITY					
CAPITAL					
Contributed Capital		43,118	42,340	44,879	44,086
Funds Held for Specific Purposes	17	2,189	2,117	2,189	2,117
Asset Revaluation Reserve		5,035	5,035	4,439	4,439
Funds Held in Perpetuity		-	10	-	10
Retained Surplus/(Deficit)		<u>(9,183)</u>	<u>(9,104)</u>	<u>(5,008)</u>	<u>(5,453)</u>
TOTAL EQUITY		<u>41,159</u>	<u>40,398</u>	<u>46,499</u>	<u>45,199</u>
CURRENT LIABILITIES					
Bank Overdraft		862	1,110	862	1,110
Creditors	10	1,210	1,241	1,210	1,241
Accrued Expenses	11	2,566	2,096	2,566	2,096
Provision for Long Service Leave		540	462	540	462
Monies Held in Trust	12	<u>2,008</u>	<u>1,815</u>	<u>2,008</u>	<u>1,815</u>
TOTAL CURRENT LIABILITIES		<u>7,186</u>	<u>6,724</u>	<u>7,186</u>	<u>6,724</u>
NON-CURRENT LIABILITIES					
Provision for Long Service Leave		<u>2,517</u>	<u>2,619</u>	<u>2,517</u>	<u>2,619</u>
TOTAL NON-CURRENT LIABILITIES		<u>2,517</u>	<u>2,619</u>	<u>2,517</u>	<u>2,619</u>
TOTAL LIABILITIES		<u>9,703</u>	<u>9,343</u>	<u>9,703</u>	<u>9,343</u>
TOTAL EQUITY & LIABILITIES		<u>50,862</u>	<u>49,741</u>	<u>56,202</u>	<u>54,542</u>
CURRENT ASSETS					
Cash at Bank and on Hand		44	610	46	612
Patient Fees Receivable	4	750	984	750	984
Stores	13	289	217	289	217
Debtors and Accrued Revenue	14	1,325	973	1,325	973
Investments	15	<u>4,321</u>	<u>3,513</u>	<u>4,321</u>	<u>3,513</u>
TOTAL CURRENT ASSETS		<u>6,729</u>	<u>6,297</u>	<u>6,731</u>	<u>6,299</u>
NON-CURRENT ASSETS					
Land	1&16	3,145	3,117	3,745	3,717
Buildings	1&16	32,271	32,374	37,009	36,573
Plant and Equipment	16	4,133	3,650	4,133	3,650
Linen Stock	16	2,088	1,696	2,088	1,696
Office Furniture and Equipment	16	1,630	1,838	1,630	1,838
Motor Vehicles	16	<u>866</u>	<u>769</u>	<u>866</u>	<u>769</u>
TOTAL NON-CURRENT ASSETS		<u>44,133</u>	<u>43,444</u>	<u>49,471</u>	<u>48,243</u>
TOTAL ASSETS		<u>50,862</u>	<u>49,741</u>	<u>56,202</u>	<u>54,542</u>

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





THE QUEEN ELIZABETH CENTRE, BALLARAT

Consolidated Statement of Cash flows for the year ended 30 June 1994

	NOTE	CENTRE TOTAL		CONSOLIDATED	
		1993/94 (\$ '000)	1992/93 (\$ '000)	1993/94 (\$ '000)	1992/93 (\$ '000)
		INFLOWS	INFLOWS	INFLOWS	INFLOWS
		OUTFLOWS	OUTFLOWS	OUTFLOWS	OUTFLOWS
CASH FLOWS FROM OPERATING ACTIVITIES					
SERVICES SUPPORTED BY					
HEALTH SERVICES AGREEMENT					
Government Grants		14,412	21,045	14,412	21,045
Patient Fees		18,259	14,721	18,259	14,721
Linen Service		3,630	3,193	3,630	3,193
Interest		41	75	41	75
Other Receipts		3,426	3,694	3,426	3,694
Salaries		(25,086)	(28,834)	(25,086)	(28,834)
Other Payments		(12,086)	(14,140)	(11,471)	(11,853)
		<u>2,596</u>	<u>(246)</u>	<u>3,211</u>	<u>2,041</u>
SERVICES SUPPORTED BY CENTRE					
& COMMUNITY INITIATIVES					
Rent		88	71	88	71
Interest		110	166	110	166
NET CASH GENERATED FROM		<u>198</u>	<u>237</u>	<u>198</u>	<u>237</u>
OPERATING ACTIVITIES	25	<u>2,794</u>	<u>(9)</u>	<u>3,409</u>	<u>2,278</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchase of Property Plant & Equipment		(2,993)	(3,991)	(3,623)	(7,116)
Proceeds from Disposal of Non Current Assets		194	394	194	394
NET CASH FLOWS FROM INVESTING ACTIVITIES		<u>(2,799)</u>	<u>(3,597)</u>	<u>(3,429)</u>	<u>(6,722)</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
Capital Donations		282	40	282	40
		<u>282</u>	<u>40</u>	<u>282</u>	<u>40</u>
CASH FLOWS FROM GOVERNMENT					
Capital Grants		20	824	35	1,649
NET CASH FLOW FROM GOVERNMENT		<u>20</u>	<u>824</u>	<u>35</u>	<u>1,649</u>
NET INCREASE (DECREASE) IN CASH HELD		297	(2,742)	297	(2,755)
Cash or Cash Equivalent at 1 July 1993		1,198	3,940	1,200	3,955
Cash or Cash Equivalent at 30 June 1994	24	<u>1,495</u>	<u>1,198</u>	<u>1,497</u>	<u>1,200</u>

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THE QUEEN ELIZABETH CENTRE, BALLARAT

Consolidated Statement of Changes in Equity for the year ended 30 June 1994

NOTES	CONTRIBUTED	ASSET REVALUATION	FUNDS HELD IN	FUNDS HELD FOR SPECIFIC	SURPLUS DEFICIT	TOTAL	TOTAL	Consolidated	Consolidated
	CAPITAL	RESERVE	PERPETUITY	PURPOSES	(DEFICIT)	1993/94	1992/93	1993/94	1992/93
	(\$,000)	(\$,000)	(\$,000)	(\$,000)	(\$,000)	(\$,000)	(\$,000)	(\$,000)	(\$,000)
Balance at 1 July 1993	42,340	5,035	10	2,117	(9,104)	40,398	37,924	45,199	40,209
Revaluation Increment	8(c) -	-	-	-	-	-	5,035	-	4,439
Surplus(Deficit) for the year	-	-	-	-	459	459	(3,425)	983	(2,059)
Capital Contributed - Capital Grant	2 20	-	-	-	-	20	824	35	1,649
- Donations	20 -	-	-	282	-	282	40	282	40
Transfer from Surplus to Specific Purpose	8(b) -	-	-	548	(548)	-	-	-	-
Adjustment to Capital for 1991/92 Grant	7 -	-	-	-	-	-	-	-	921
Transfer from Funds held in Perpetuity	8(b) -	-	(10)	-	10	-	-	-	-
Transfer from Specific Purpose	8(a) 758	-	-	(758)	-	-	-	-	-
Balance at 30 June 1994	43,118	5,035	-	2,189	(9,183)	41,159	40,398	46,499	45,199

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



THE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming Part of the Financial Statements for the year ended 30 June 1994

NOTE 1: STATEMENT OF ACCOUNTING POLICIES.

The consolidated financial statements of the Centre have been prepared in accordance with the provisions of the Annual Reporting Act 1983 and the Annual Reporting (Contributed Income Sector) Regulations 1988 as amended. The Accounting Standards issued jointly by the Institute of Chartered Accountants in Australia and the Australian Society of Certified Practising Accountants have been complied with, where applicable.

A. Accrual Basis

In accordance with the Regulations, the accrual basis of accounting has been used with revenues and expenses being recognised as they are incurred, and brought to accounting the period to which they relate.

B. Historic Cost

The financial statements have been prepared on an historic cost basis, whereby assets are recorded at cost and do not take into account changing money values nor the current cost of non-current assets.

C. Rounding Off

All amounts shown in the consolidated financial statement are expressed to the nearest \$1000.

D. Investments

Investments are valued at cost and are classified between current and non-current assets based on the Board of Management's intentions at balance date with respect to timing of disposal of each investment. Interest revenue from investments is brought to account when it is earned.

E. Depreciation

Depreciable fixed assets with costs in excess of \$1,000 are brought to account and depreciated over their estimated useful lives using the straight-line method. The depreciation charge is not funded by the Department of Health and Community Services.

F. Stock

Inventories are stated in the Balance Sheet at the lower of cost and net realisable value. Cost is determined principally by first-in, first-out method.

G. Fixed Assets

At Cost: Fixed assets except where otherwise stated are valued at historic cost. At Valuation: Land and buildings were valued by the Valuer-General on 30 June, 1993. At Weighted Average Purchase Price: Linen stock is valued at weighted average purchase price. Circulating linen stock is depreciated over its estimated useful life in accordance with note 1 (e).

H. Employee Entitlements

Long Service Leave:

Provision for Long Service Leave is made on a pro-rata basis for all employees who have completed five or more years service. Generally, the entitlement under various awards becomes payable upon completion of 15 years service. The proportion of Long Service Leave estimated to be payable within the next financial year is included in the balance sheet under Current Liabilities.

The balance of the provision is included under Non-Current Liabilities.

Annual Leave: The Centre's accrued liability for annual leave at 30 June, 1994 is classified as a current liability and included in accrued expenses.

Accrued Days Off: The Centre's obligation in respect of accrued days off not yet taken at 30 June, 1994 is classified as a current liability and included in accrued expenses.

I. Inter-Segment and Inter-Entity Transactions

Transactions between departments within the Centre have been eliminated from the consolidated figures to reflect the extent of the Centre's operations as a group.

J. Donations

Donations for capital purposes are included as Contributed Capital in the Balance Sheet and Statement of Changes in Equity. Donations (other than Capital) are recognised as revenue when the money is received.

K. Incorporation

The Centre is a body incorporated in accordance with provisions of the Health Services Act 1988.

L. Central Highlands Linen Service

The Central Highlands Linen Service is a self funding operation controlled by The Queen Elizabeth Centre, Ballarat Board of Management. As the Linen Service operations are an integral part of the Centre, with shared resources, its operations have been included with those of the Centre for accountability purposes. All material intra divisional transactions have been eliminated.

M. Patient Trust Account

The Centre holds deposits in trust on behalf of nursing home residents. As the Centre has no claim on these funds they have been shown in the balance sheet as a liability.

N. Fund Accounting

The Centre operates on a fund accounting basis and maintains three funds:- Operating, Specific Purpose and Capital Fund. The Centre's Capital and Specific Purpose Funds comprise unspent capital donations and receipts from fund-raising activities conducted solely in respect of these funds. Separation of these funds from the Operating Fund is required under the Health Services Act 1988.

O. Health Services Agreement/Budget Sector and Services supported by Hospitals and Community Initiatives

The activities classified under the Health Services Agreement/Budget Sector are affected by Health Department Victoria funding while the Hospital and Community initiatives are funded by the Centre's own activities or local initiatives.

P. Revenue Recognition

Revenue is recognised at the time when goods are sold or services rendered.

Q. Non-current Assets

The gross proceeds of sale of non-current assets have been included as operating revenue providing fund inflows while the written down value of the assets sold has been shown as an operating expense requiring fund outflows.

R. Subsidiary

The consolidated financial statements include the audited financial statements of the Ballarat and District Aged Person's Homes Association Incorporated.

S. Ingoing Contributions

Ingoing Contributions are paid by residents on admission to hostels controlled by the Centre. A proportion of the ingoing contribution is refunded on discharge of residents depending on length of stay. The amount refundable to residents has been classified as a liability in the Consolidated Balance Sheet as at 30 June, 1994. The non-refundable proportion of these contributions is recognised as income in the Consolidate Revenue and Expenditure statement in the period in which it is earned.

T. Change of Accounting Policy

The Centre commenced depreciating buildings on 1 July, 1993 in accordance with AAS 4 Depreciation of Non-Current Assets and as set out in accounting policy Note 1 (e). The change in accounting policy has been adopted to better allocate the cost of buildings over their useful life.

The financial effect of the change in policy in the current year is to decrease the carrying value of buildings by \$648,000 (Consolidated \$739,000) with a corresponding decrease in the operating surplus represented by the depreciation charge on buildings for the reporting period.



THE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

NOTE: 2 GOVERNMENT GRANTS

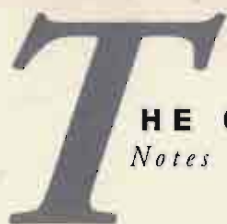
	CENTRE TOTAL		CONSOLIDATED	
	1993/94 \$ '000	1992/93 \$ '000	1993/94 \$ '000	1992/93 \$ '000
OPERATING GRANTS				
Dept of H. & C. S. Grant-Nursing Home	12,654	16,863	12,654	16,863
CSDA	9	-	9	-
Motor Vehicle (H.A.C.C.)	-	7	-	7
Allied Health (H.A.C.C.)	109	106	109	106
Dept of H. & C. S. Pharmaceutical	-	229	-	229
Aged Care Assessment Team	663	397	663	397
Home and Community Care	182	197	182	197
NEIS Grant	15	-	15	-
Dementia Grant	4	24	4	24
Paramedical Aids Sales (P.A.D.P.)	241	253	241	253
Accommodation Support	100	91	100	91
Comm Respite Care	27	16	27	16
IDS Grant	43	-	43	-
Dementia Demonstration Grant	57	43	57	43
Personal Alarm Call Service	105	450	105	450
Health Promotion Grant	-	37	-	37
Attendant Care	52	56	52	56
TOTAL OPERATING GRANTS	14,261	18,769	14,261	18,769
CAPITAL GRANTS				
Dept of H. & C. S. Capital Works Program	-	595	-	595
Dept of H. & C. S. Minor Works Program	-	-	15	-
Dept of H.S & H.	20	224	20	1,049
Home and Community Care Grant	-	5	-	5
TOTAL CAPITAL GRANTS	20	824	35	1,649
TOTAL GRANTS RECEIVED	14,281	19,593	14,296	20,418

Grants for Capital Purposes are included in the Consolidated Statement of Changes in Equity and the Consolidated Balance Sheet as Contributed Capital.

NOTE 3: INDIRECT CONTRIBUTION BY THE DEPARTMENT OF HEALTH AND COMMUNITY SERVICES

The Department of Health and Community Services makes certain payments on behalf of The Queen Elizabeth Centre, Ballarat which have been brought to account in determining the operating result for the year by recording them as revenue and expenses.

	CENTRE TOTAL		CONSOLIDATED	
	1993/94 \$ '000	1992/93 \$ '000	1993/94 \$ '000	1992/93 \$ '000
Audit Fees	-	30	-	30
Industrial Special Risk Insurance	25	24	25	24
Public Risk Insurance	300	186	300	186
Industrial Relations Service	-	9	-	9
Hospital Computer Service Charge	7	39	7	39
	<u>332</u>	<u>288</u>	<u>332</u>	<u>288</u>



THE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

NOTE 4: PATIENT FEES

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
Patient Fees Raised:	\$ '000	\$ '000	\$ '000	\$ '000
Hospital	651	312	651	312
Nursing Home	13,009	11,135	13,009	11,135
Hostel	4,196	3,144	4,196	3,144
Other (Flats)	169	173	169	173
	<u>18,025</u>	<u>14,764</u>	<u>18,025</u>	<u>14,764</u>
Patient Fees Receivable:	\$ '000	\$ '000	\$ '000	\$ '000
Hospital	292	88	292	88
Nursing Home	367	813	367	813
Hostel	91	83	91	83
	<u>750</u>	<u>984</u>	<u>750</u>	<u>984</u>

All the above patient fees receivable have been outstanding less than 1 year.

Commonwealth Nursing Home inpatient benefits have been included in inpatient fee revenue.

NOTE 5: OTHER REVENUE

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Meals & Accommodation	17	18	17	18
Meals on Wheels	478	416	478	416
Equipment Sales	96	100	96	100
Q.E.O.R.S.	254	433	254	433
Kids Community Centre Fees	95	96	95	96
Other	95	61	95	61
Donations	211	316	211	316
Gross Proceeds on Sale of Assets	194	394	194	394
Conference Income	1	49	1	49
Personal Alarm Call System Fees	526	212	526	212
Salary and Wages Recoveries	301	608	301	608
Diabetic Program	14	10	14	10
Wheelchair Repairs	8	17	8	17
Domiciliary Charges	24	20	24	20
Day Hospital	-	15	-	15
Lederman Hall	112	57	112	57
Q.E.A.C.S.	327	92	327	92
Clunes Hospital	19	19	19	19
Linkages	8	30	8	30
Dry Cleaning	18	33	18	33
Kiosk Sales	148	141	148	141
Orthotics Sales	51	65	51	65
Medical Income	29	18	29	18
Pharmacy	40	40	40	40
Trust Clerk	-	24	-	24
Hairdressing	3	17	3	17
Book Sales	16	49	16	49
Ingoing Contribution-Hostels	210	121	210	121
Reversal of Leave Loading	-	373	-	373
Clothing Sales	52	53	52	53
	<u>3,347</u>	<u>3,897</u>	<u>3,347</u>	<u>3,897</u>



THE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

NOTE 6: PROFIT ON DISPOSAL OF NON-CURRENT ASSETS

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Proceeds on Disposal of Fixed Assets	194	394	194	394
Written Down Value of Assets Sold	<u>137</u>	<u>307</u>	<u>137</u>	<u>307</u>
Profit on Disposal	<u>57</u>	<u>87</u>	<u>57</u>	<u>87</u>

NOTE 7: ABNORMAL ITEMS

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Operating Income requiring Fund Inflows				
Voluntary Departure Packages	<u>398</u>	<u>1,852</u>	<u>398</u>	<u>931</u>
Operating Expenses requiring Fund Outflows				
Voluntary Departure Packages	<u>398</u>	<u>1,852</u>	<u>398</u>	<u>931</u>
Operating Expenditure Not Requiring Fund Outflows				
Adjustment to Fixed Assets (a)	<u>(242)</u>	<u>2,838</u>	<u>(242)</u>	<u>2,838</u>
Operating Income Not Requiring Fund Inflows Adjustment for Capital Grant (b)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(921)</u>

(a) During the 1993/94 year the Centre performed a fixed asset stocktake, which has resulted in an abnormal item of (\$242,000) to bring the general ledger into agreement with the fixed asset register.

(b) This relates to a Capital grant received by the Subsidiary in the previous year and incorrectly treated as revenue instead of being taken to Contributed Capital.

NOTE 8: INTER FUND TRANSFERS

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
8(a): Transfer from Specific Purpose Fund to Contributed Capital. This represents funding of Capital expenditure from Specific Purpose Funds.	<u>(758)</u>	<u>(2,501)</u>	<u>(758)</u>	<u>(2,501)</u>
8(b): Transfer from Accumulated Deficit to Specific Purpose Fund. This represents net revenue relating to the Specific Purpose Fund included in the Revenue and Expense Statement. Transfer from funds Held in Perpetuity to Accumulated Deficit.	(548)	(717)	(548)	(717)
	<u>10</u>	<u>-</u>	<u>10</u>	<u>-</u>
	<u>(538)</u>	<u>(717)</u>	<u>(538)</u>	<u>(717)</u>
8(c): Transfer to Asset Revaluation Reserve	<u>-</u>	<u>5,035</u>	<u>-</u>	<u>4,439</u>



THE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

NOTE 9: OPERATING EXPENSES BY NATURE OF EXPENSE HEALTH SERVICE AGREEMENT /BUDGET SECTOR

	Wage			Total Expenses		Total Expenses
	Cost	Supplies	Other	Requiring Funds	not Requiring Funds	
	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000
Direct Patient Care Services	12,712	2,609	-	15,321	348	15,669
Administration	1,914	949	-	2,863	179	3,042
Engineering & Maintenance	437	1,030	-	1,467	716	2,183
Corporate Costs Funded by Dept of H. & C. S.	-	-	332	332	-	332
Employee Benefits	-	-	3,036	3,036	280	3,316
Domestic & Catering	6,202	1,376	-	7,578	1,064	8,642
Paramedical Services	1,551	656	-	2,207	33	2,240
Community Services	1,228	1,373	-	2,601	154	2,755
Teaching Services	754	39	-	793	6	799
Other Items	(21)	139	-	118	-	118
Abnormal Items	398	-	-	398	(242)	156
	<u>25,175</u>	<u>8,171</u>	<u>3,368</u>	<u>36,714</u>	<u>2,538</u>	<u>39,252</u>

NOTE 10: CREDITORS

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Trade Creditors	1,017	1,233	1,017	1,233
Other Creditors	8	-	8	-
Income Received In Advanced	185	8	185	8
	<u>1,210</u>	<u>1,241</u>	<u>1,210</u>	<u>1,241</u>

These balances are less than 12 months and do not include any amounts in respect of public borrowings or financial accommodation.

NOTE 11: ACCRUED EXPENSES

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Accrued Salaries And Wages	471	508	471	508
Accrued Expenses	133	-	133	-
Accrued Days Off	60	74	60	74
Accrued Annual Leave	1,902	1,514	1,902	1,514
	<u>2,566</u>	<u>2,096</u>	<u>2,566</u>	<u>2,096</u>

NOTE 12: MONIES HELD IN TRUST

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Patient Monies Held in Trust	797	776	797	776
Refundable Ingoing Contribution	1,211	1,039	1,211	1,039
	<u>2,008</u>	<u>1,815</u>	<u>2,008</u>	<u>1,815</u>

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Patient Monies held in Trust are included among the following assets of the Centre:-				
Cash at Bank & on Hand	10	(26)	10	(26)
Short Term Investments (Note 15)	787	802	787	802
	<u>797</u>	<u>776</u>	<u>797</u>	<u>776</u>



THE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

NOTE 13: STORES

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Pharmaceuticals	56	44	56	44
Catering Supplies	38	33	38	33
Housekeeping Supplies	27	21	27	21
Medical & Surgical Supplies	11	17	11	17
P.A.C.S Supplies	63	-	63	-
Paramedical Supplies	14	14	14	14
Administratiou Supplies	50	51	50	51
Kiosk	5	5	5	5
Clothing	25	32	25	32
	<u>289</u>	<u>217</u>	<u>289</u>	<u>217</u>

NOTE 14: DEBTORS AND ACCRUED REVENUE

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Debtors: Workcover Recoveries	5	16	5	16
Meals On Wheels	34	42	34	42
Paramedical Equipment	25	20	25	20
Residents- Non Inpatient	47	13	47	13
Superannuation	12	86	12	86
Lederman Hall	8	-	8	-
Orthotics	2	-	2	-
Domiciliary Care Services	16	5	16	5
Q.E.O.R.S.	56	61	56	61
Kids Community Centre	8	7	8	7
Prepaid Income	31	-	31	-
Workcover Refund	374	-	374	-
Personal Alarm Call System	121	25	121	25
C.H.L.S-Linen Charges	483	447	483	447
	<u>1,222</u>	<u>722</u>	<u>1,222</u>	<u>722</u>
Accrued Revenue:				
Interest	13	10	13	10
Dept of H.& C.S. Grant	90	241	90	241
	<u>103</u>	<u>251</u>	<u>103</u>	<u>251</u>
	<u>1,325</u>	<u>973</u>	<u>1,325</u>	<u>973</u>

All the above amounts have been outstanding less than 12 months.

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THE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

NOTE 15: INVESTMENTS

Type	Specific Purpose	C.H.L.S.	Patient Trust	CENTRE TOTAL	
	\$ '000	\$ '000	\$ '000	1993/94	1992/93
Current				\$ '000	\$ '000
Trustee Company	735	92	317	1,144	1,062
Commercial Bills	1,918	2	470	2,390	2,386
Investment Account	727	60	-	787	65
	<u>3,380</u>	<u>154</u>	<u>787</u>	<u>4,321</u>	<u>3,513</u>
Type	Specific Purpose	C.H.L.S.	Patient Trust	CONSOLIDATED	
	\$ '000	\$ '000	\$ '000	1993/94	1992/93
Current				\$ '000	\$ '000
Trustee Company	735	92	317	1,144	1,062
Commercial Bills	1,918	2	470	2,390	2,386
Investment Account	727	60	-	787	65
	<u>3,380</u>	<u>154</u>	<u>787</u>	<u>4,321</u>	<u>3,513</u>

NOTE 16: NON-CURRENT ASSETS

	Cost	Depreciation	Accumulated Depreciation	CENTRE TOTAL	
	1993/94	1993/94	1993/94	WDV	WDV
	\$ '000	\$ '000	\$ '000	1993/94	1992/93
At Valuation:				\$ '000	\$ '000
Land	3,117	-	-	3,117	3,117
Buildings	32,374	648	648	31,726	32,374
At Cost:					
Land	28	-	-	28	-
Buildings	552	7	7	545	-
Plant & Equipment	9,165	696	5,032	4,133	3,650
Linen Stock	3,114	536	1,026	2,088	1,696
Office Furniture & Equipment	3,253	366	1,623	1,630	1,838
Motor Vehicles	1,219	156	353	866	769
	<u>52,822</u>	<u>2,409</u>	<u>8,689</u>	<u>44,133</u>	<u>43,444</u>
	Cost	Depreciation	Accumulated Depreciation	CONSOLIDATED	
	1993/94	1993/94	1993/94	WDV	WDV
	\$ '000	\$ '000	\$ '000	1993/94	1992/93
At Valuation:				\$ '000	\$ '000
Land	3,717	-	-	3,717	3,717
Buildings	36,573	739	739	35,834	36,573
At Cost:					
Land	28	-	-	28	-
Buildings	1,182	7	7	1,175	-
Plant & Equipment	9,165	696	5,032	4,133	3,650
Linen Stock	3,114	536	1,026	2,088	1,696
Office Furniture & Equipment	3,253	366	1,623	1,630	1,838
Motor Vehicles	1,219	156	353	866	769
	<u>58,251</u>	<u>2,500</u>	<u>8,780</u>	<u>49,471</u>	<u>48,243</u>



THE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

NOTE 26: GOVERNMENT GRANTS RELATING TO PRIOR YEARS

Government Grants included in the Statement of Cash Flows includes the following grants received in relation to prior years operations of the Centre.

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Prior years grant	<u>681</u>	<u>746</u>	<u>681</u>	<u>746</u>

NOTE 27: OVERDRAFT FACILITY

The Queen Elizabeth Centre, Ballarat has an overdraft limit of \$750,000 which is not secured by a charge over the Centre assets but supported by a Letter of Confirmation from the Department of Health and Community Services to the Commonwealth Bank of Australia.

NOTE 28: EMOLUMENTS OR ENTITLEMENTS RECEIVED

The members of the Board do not receive any emoluments directly as members of the Board. However some members do receive payments from the Centre in the ordinary course of business in return for goods and services supplied under normal commercial terms.

NOTE 29: OPERATING SURPLUS HAS BEEN DETERMINED AFTER

	CENTRE TOTAL		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000
Charging as Expense:				
Bad Debts	2	-	2	-
Audit Fees	35	30	35	30

NOTE 30: SEGMENT REPORTING

	QEC		CHLS		BADAPHA		ELIMINATIONS		CONSOLIDATED	
	1993/94	1992/93	1993/94	1992/93	1993/94	1992/93	1993/94	1992/93	1993/94	1992/93
	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000	\$ '000
Operating Revenue										
Revenue outside Group	36,576	38,853	3,659	3,289	-	-	-	-	40,235	42,142
Intersegment Revenue	<u>100</u>	<u>12</u>	<u>833</u>	<u>914</u>	<u>616</u>	<u>2,287</u>	<u>(1,549)</u>	<u>(3,213)</u>	-	-
Segment Revenue	<u>36,676</u>	<u>38,865</u>	<u>4,492</u>	<u>4,203</u>	<u>616</u>	<u>2,287</u>	<u>(1,549)</u>	<u>(3,213)</u>	<u>40,235</u>	<u>42,142</u>
Operating Expenses										
Expenses outside Group	34,847	40,714	4,314	3,487	91	-	-	-	39,252	44,201
Intersegment Expenses	<u>1,449</u>	<u>3,154</u>	<u>100</u>	<u>59</u>	-	-	<u>(1,549)</u>	<u>(3,213)</u>	-	-
Segment Expenses	<u>36,296</u>	<u>43,868</u>	<u>4,414</u>	<u>3,546</u>	<u>91</u>	-	<u>(1,549)</u>	<u>(3,213)</u>	<u>39,252</u>	<u>44,201</u>
Segment Results	<u>380</u>	<u>(5,003)</u>	<u>78</u>	<u>657</u>	<u>525</u>	<u>2,287</u>	-	-	<u>983</u>	<u>(2,059)</u>
Segment Assets	<u>39,757</u>	<u>42,701</u>	<u>10,732</u>	<u>7,040</u>	<u>5,340</u>	<u>4,801</u>	-	-	<u>55,829</u>	<u>54,542</u>

It should be noted that The Queen Elizabeth Centre, Ballarat operates both a Nursing Home Service and an Acute Hospital Service. There has not been a segment identified as an Acute Hospital as this service does not constitute a significant part of the Centre's operations.

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HE QUEEN ELIZABETH CENTRE, BALLARAT



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BALLARAT & DISTRICT AGED PERSONS HOMES ASSOCIATION INC.

AUDITORS REPORT

To the members of Ballarat & District Aged Persons Homes Association Inc.

Scope

We have audited the accounts of the Ballarat & District Aged Persons Homes Association Inc. as set on pages 1 to 5 for the year ended 30th June, 1994. The Committee is responsible for the preparation and presentation of the financial report and the information contained therein. We have conducted an independent audit of the financial report in order to express an opinion on it to the members.

Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the accounts are free of material misstatement. Our 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 Australian Accounting Standards and the Association Incorporation Act (Vic) so as to present a view of the Ballarat & District Aged Persons Homes Association Inc. which is consistent with our understanding of its financial position and the results of its operations and cash flows.

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

Audit Opinion

In our opinion the financial accounts present fairly the financial position of the Ballarat & District Aged Persons Homes Association Inc. as at 30th June, 1994 and the results of its operations and cash flows for the year then ended in accordance with applicable Accounting Standards and the Association Incorporation Act (Vic).

Dated at Ballarat this 6th day of Sept, 1994.

BARKER EAST & JENNINGS
Chartered Accountants


R W Jennings
Partner

Directors
John C Barker
James S East
Ron W Jennings

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THE QUEEN ELIZABETH CENTRE, BALLARAT *Ballarat and District aged persons homes Association Incorporated*

Statement By Honorary Secretary

The attached financial statement of the Ballarat and District Aged Persons Homes Association Incorporated, being the accompanying balance sheet and statement of income and expenditure and statement of cash flows, give a true and fair view of the financial position at 30th June, 1994 and the results of operations for the year ended 30th June, 1994.

Dated at Ballarat this 5th day of September 1994



M. SCARLETT
Honorary Secretary

BALLARAT & DISTRICT AGED PERSONS HOMES ASSOCIATION INC. STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 30TH OF JUNE 1994

		<u>1993/94</u>	<u>1992/93</u>
	NOTE	\$	\$
INCOME			
Subscriptions		39	-
"Donation - Q.E.C.B."	3	616,717	2,287,000
Grant-Dept of Human Services & Health	4	15,000	824,600
		<u>631,756</u>	<u>3,111,600</u>
EXPENDITURE			
Depreciation Buildings		90,681	-
Bank Charges		138	387
		<u>90,819</u>	<u>387</u>
Surplus		<u>540,937</u>	<u>3,111,213</u>
less Asset Writedown	2	-	(594,641)
Accumulated Funds start of year		4,801,545	2,284,973
Accumulated Funds end of year		<u>5,342,482</u>	<u>4,801,545</u>

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HE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

BALLARAT & DISTRICT AGED PERSONS HOMES ASSOCIATION INC. BALANCE SHEET AS AT 30TH OF JUNE 1994

	NOTE	1993/94 \$	1992/93 \$
EQUITY		5,342,482	4,801,545
TOTAL EQUITY & LIABILITIES		<u>5,342,482</u>	<u>4,801,545</u>
CURRENT ASSETS		2,586	1,545
Cash at Bank		<u>2,586</u>	<u>1,545</u>
FIXED ASSETS			
Land at Valuation	2	600,000	600,000
Buildings at Valuation	2	4,200,000	4,200,000
Buildings at Cost	2	630,577	-
		<u>5,430,577</u>	<u>4,800,000</u>
less Provision for depreciation		90,681	-
		<u>5,339,896</u>	<u>4,800,000</u>
TOTAL ASSETS		<u>5,342,482</u>	<u>4,801,545</u>

BALLARAT & DISTRICT AGED PERSONS HOMES ASSOCIATION INC. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH OF JUNE 1994

	NOTE	1993/94 \$ INFLOWS (OUTFLOWS)	1992/93 \$ INFLOWS (OUTFLOWS)
Cash Flows From Operating Activities			
-Bank Charges		(138)	(387)
-Donation		616,717	2,287,000
-Subscriptions		39	-
-Grant		<u>15,000</u>	<u>824,600</u>
		631,618	3,111,213
Cash Flows From Investing Activities			
Payments for Buildings		<u>(630,577)</u>	<u>(3,125,075)</u>
Net Increase in cash held		1,041	(13,862)
Cash at beginning of period		<u>1,545</u>	<u>15,407</u>
Cash at end of period	6	<u>2,586</u>	<u>1,545</u>

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HE QUEEN ELIZABETH CENTRE, BALLARAT

Notes to and forming part of the Financial Statement

NOTE 1: STATEMENT OF ACCOUNTING POLICIES

The financial statements of the Association have been prepared in accordance with the Accounting Standards issued jointly by the Institute of Chartered Accountants in Australia and the Australian Society of Certified Practising Accountants.

A. Accrual Basis The accrual basis of accounting has been used with revenues and expenses being recognised as they are incurred, and brought to account in the period to which they relate.

B. Historical Cost The financial statements have been prepared on a historical cost basis, whereby assets are recorded at cost and do not take into account changing money values nor the current cost of non-current assets (unless specifically stated).

C. Incorporation The Association is a body incorporated in accordance with provisions of the Associations Incorporation Act 1981.

NOTE 2: FIXED ASSETS

The Association owns land and buildings at Wendouree on which a 30 bed Hostel and 60 bed Nursing Home is operated by The Queen Elizabeth Centre, Ballarat. The land and buildings were valued on the 30th of June, 1993. Buildings since that date are valued at cost.

NOTE 3: DONATION

The Association has a contract with The Queen Elizabeth Centre, Ballarat under which the Centre will construct and operate a Nursing Home and Hostel at the Wendouree site. Funds for this project are being provided by The Queen Elizabeth Centre, Ballarat and are shown as a donation in the accounts.

NOTE 4: GRANT

The Association has obtained a grant from the Department of Human Services and Health to build the Hostel and Nursing Home on the Wendouree site.

NOTE 5: CONTINGENT LIABILITIES

At the 30th June, 1994 there were no known Contingent Liabilities.

NOTE 6: RECONCILIATION OF CASH

For the purposes of the statement of cash flows, the Association considers cash to include cash on hand and in banks and investments in money market instruments. Cash at the end of the reporting period as shown in the statement of cash flows is reconciled to the related items in the statement of financial positions as follows:

	1994	1993
Cash at Bank	<u>2,586</u>	<u>545</u>
Cash at End of Reporting Period	<u>2,586</u>	<u>545</u>

NOTE 7 CAPITAL COMMITMENTS

Capital Commitments of the Association at 30th June, 1994 were nil.

NOTE 8: CONTRACT WITH THE QECB

The Association has a contract with The Queen Elizabeth Centre, Ballarat to operate and manage a Nursing Home and Hostels on its Gillies Street site. The Queen Elizabeth Centre, Ballarat collects all income and incurs all expenditure on behalf of the Association for the operation of the Nursing Home and Hostel.

NOTE 9: CONTINGENT LIABILITIES

In the event that the Association transfers its interest in The Queen Elizabeth Village complex other than to a responsible charitable organisation, which is to continue to provide accommodation for members of the Redemptorist Order, the Association will pay to the Order compensation of \$25,000 for each year or part thereof the unexpired term of 40 years. At 30 June, 1994 the total contingent liability is \$925,000.



THE QUEEN ELIZABETH
CENTRE BALLARAT



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