



# ANNUAL REPORT

## 2015-16





# MISSION STATEMENT

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## VISION

*To be a leader in sustainable solutions for aged and primary healthcare in regional communities.*

## MISSION

*Caring for our communities through innovative quality health and wellbeing programs that are financially viable and meet the community's needs.*

## VALUES

Compassion

*Respect*

*Accountability*

*Honesty*

*Enjoyment*

*Inclusion*





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## CHAIRMAN'S REPORT

It is my pleasure to present to you the 2015 – 2016 Annual Report on behalf of the board of the Honeysuckle Regional Health.

Anyone who was present at last year's AGM would have realised that we clearly had work to do.

It was decided by the board of the VTBNC, in late November, to engage the services of our Industry Advisory Group (SIAG) to review the administration and staffing situation. Unfortunately, that review process could not commence until February, due to disruptions over the Christmas period.

Sam Campi, our previous CEO resigned effective 22nd January 2016.

With the revue pending and fortunately for us, Mr Barry Hobbs agreed to step in as interim CEO on short notice. He commenced on the 25th January and has diligently steered us through the entire process up until the recent completion of the SIAG recommendations. This is something that Honeysuckle Regional Health and our members should be eternally grateful for.

I am pleased to report the changes that Barry has made, are now bearing fruit and we are in an optimistic mood.

I am delighted to announce that Bentleys Campus in Bendigo has been granted 20 Commonwealth Funded Aged Care beds. This will make a considerable difference to our 'bottom line' both now and, certainly, by this time next year.

Bringing these beds on line entails a lot of extra work. The board would like to thank Wendy Rogasch, Bentley's Facility Manager, and her staff for their efforts. We would particularly like to thank Wendy for her clear and concise reports.

The Violet Town Community has once again, been a wonderful support to their facility. We owe a great deal to the Friends of the VTBNC, the Jean Miller Foundation, the Violet Town Op-Shop, Violet Town and Dookie Lions, Ellen Francis Hotel, VTAG and the Benalla Soroptimists Club.

It is important to remember the contribution the many volunteers at both campuses provide. They offer support to staff and provide extra joy to our residents with their positive participation in all activities.

Thankyou

During 2016 Mr Lachlan McKinnon resigned from our board due to work commitments. Just prior to this AGM, two of our Board Members, John Dunn and Howard Myers, have announced their intention not to renominate. We thank them and all Board Members for their contributions over the year.

We feel as though we have weathered the storm and look forward to some clear sailing in 2017

John Hawkes  
CHAIRMAN

In my short time as CEO at Honeysuckle Regional Health I am proud to be part of this generous and caring community. It has been challenging and some tough decisions needed to be made to meet our financial commitments. We are now working our way through this and it will take time to see the positives. There was also a need to improve the esteem that the community had for the facility. This needed to come from the top and filter down. Whilst this is a work in progress I am out and about and picking up some positive vibes. I am acutely aware of the sensitive nature of our industry and the obligation we have to provide the best possible care to your cherished loved ones in our care.

With a number of significant staffing changes it has meant staff have had to step up. I am proud of the way staff have evolved and picked up extra duties and challenges. We are still making some changes and looking at the way we do things. We want the best possible outcome for our residents and to do this we need financial sustainability and continued capital improvement. One of the areas we have looked at are our energy bills. We believe significant expenditure on Solar Panels at our Violet Town site and in the future at Bendigo is prudent.

Bentleys Aged Care was awarded 20 permanent funded beds in this financial year. This a significant milestone in our long term viability. Our Facility Manager, Wendy Rogasch, is leading a team that is proving ever so capable. This is very obviously the fruit of Wendy's professionalism. It is the Board of Managements intention to make Bentleys a full funded Aged Care facility. We will continue to apply for beds when the annual Aged Care Allocation Rounds are announced.

I would personally like to thank all staff, volunteers, friends and the members of the board who have made my transition into Honeysuckle Regional Health so much smoother.

Significant milestones in my brief time here:

- 20 Funded Beds Bentleys Aged Care
- Dementia Specific Kitchenette Special Care
- Day Care new kitchen
- Significant improvement in our Government Funding at Violet town due to the expertise of our Violet Town Facility Manager and staff.
- Staff rationalisation
- Solar Panels-Violet Town. Proposed Bendigo-Bentleys.

We have acknowledged our array of financial and physical Donors in the annual report along with our volunteers. I personally would like to thank you all. This community spirit again makes me proud to part of such a wonderful organisation.

Finally I have always liked to maintain an open door policy. If you feel the need, come in for a chat, you are welcome.

Barry Hobbs  
CEO

## **VIOLET TOWN BUSH NURSING CENTRE BOARD OF MANAGEMENT**

### **CHAIRMAN**

John Hawkes

### **VICE CHAIRMAN**

Nick Parmer

### **JUNIOR VICE CHAIR**

Faye Whitehead

### **BOARD MEMBER**

Irene Gilliland

Howard Myers

John Dunn

Lachlan McKinnon (*Resigned 29/1/2016*)

Kerry Garrett

### **MEETING SECRETARY**

Ann Byrnes

### **CEO**

Barry Hobbs

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## **ACKNOWLEDGE DONATIONS**

The Board of Management gratefully recognises and thanks the individuals and organisations who have supported the Centre with generous donations throughout the year.

The Miller Foundataion

Dookie Lions Club

Friends of Violet Town Bush Nursing Centre

Violet Town Op Shop

Soroptimist Interational Benalla

Rural Works P/Ltd

Violet Town Action Group - Pat Glynn Memorial

Mrs M.E. Dunn

Helen Macpherson Smith Trust

And Support from various other donors and our band of volunteers

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## **LIFE MEMBERS**

Mrs. Joyce Bryce

Mr. Warwick Paton

Mrs. Meryl McDiarmid

Mr. John Hawkes

## **FRIENDS OF VIOLET TOWN BUSH NURSING CENTRE**

### **- ANNUAL REPORT FOR 2016**

Despite the setback of the removal of our December market day tin rattle in 2014 the Friends fund raising activities recovered well with a very successful financial outcome at the October 2015 Market.

Following the Bush Nursing Centre's Annual General Meeting in October, a letter and petition from our organisation was sent to the Chairman of the Board regarding the large negative difference in the financial statements between 2014 and 2015. This was of considerable concern to our membership.

In October our members got involved with the Bush Nursing Centre's Open Day by donating small items for sale and volunteering their time in minding stalls and so contributing to a successful financial outcome for the facility.

At our January meeting the Friends group welcomed our new Acting C.E.O. Barry Hobbs. Barry has had considerable experience as a Paramedic and more recently owned and operated a Shepparton Nursing Home with 62 high care beds.

The Tuesday afternoon Trolley service, initiated by Val McLean in April, 2013 has continued to be enjoyed and looked forward to by a number of residents. Val was suffering from ongoing back pain through March so Janet Mather stepped in to help me and later in early April Clive Brown volunteered (or was commandeered!) as my co-helper. Val was sent to hospital in Melbourne and we all looked forward to her recovery and return to Violet Town. But it was not to be and we were all shocked and deeply saddened to hear of Val's death on Anzac Day. She is very much missed. Our thanks go to Pam Ellis for stepping in and doing several trolley rounds on her own and at short notice plus doing some purchasing to restock the trollies as well. We also thank Linda Schultz for safe keeping of the trolley service "float" and financial records.

May saw the Friends regular Mother's Day cake raffle which was again very successful. Thanks go to Pam Ellis for the fruit cake and to Barb Ramage for the beautiful cake decoration. Also to Val O'Rourke for donating a colourful knee rug for a second prize.

Through our financial year 2015 / 2016 the Friends have provided funds for a wide variety of items to benefit our residents. Examples such as 3 ten inch tablets so residents can skype their families. Headphones for residents to listen to music in private. A four slice toaster for the kitchen in General Purpose Hostel. A new full sized refrigerator plus dishwasher and oven to complete the relocated kitchen area in Day-care. We are also donating a freezer and cooktop for the new kitchen area in Special Care.

The wood raffle this year took place in July at the Saturday Violet Town market. Considering the short time we had to sell tickets the outcome of \$542.10 was very satisfactory.

In early August Secretary Ray negotiated with the Market Co-ordinator for 2 joint tin rattles with Peranbin College. One is for the December market and the second for the May market 2017. He also negotiated for a wood raffle at the market in July, 2017.

As President I would like to thank Secretary Ray for all the work he has put in on behalf of our group once again throughout the last year. My thanks go to our treasurer Marg for her diligent work looking after our finances and to our loyal, supportive membership and those other people who have assisted us in our efforts.

President

Veronica Brown.

# VIOLETTOWN

A close-up, high-angle photograph of a dense field of purple flowers, likely morning glories, with bright yellow centers. The flowers are interspersed with green foliage and some brown, dried plant matter. The lighting is bright, suggesting a sunny day. A semi-transparent purple banner is overlaid at the top of the image, containing the text 'VIOLETTOWN' in white, sans-serif, all-caps font.

## LEISURE AND LIFESTYLE ANNUAL REPORT

The Violet Town Campus of Honeysuckle regional Health Leisure and Lifestyle maintains a focus on preserving Resident dignity, empowering lifestyle choice, encouraging dignity and supporting community citizenship. The programs provided seek to combat loneliness, helplessness and boredom with diverse and stimulating activity of choice and interest.

Monthly social celebrations such as Oaks Day, St Pats and to name a few marked the calendar as did the weekly resident driven regular activities of Bowls, Bingo, Wheel Chair Walks, Manicures, Craft, Movie time, Shopping, Sunday drives, Meditation.

Our much valued Volunteer base has grown especially the Wheel Chair Walkers with 3 newbies who arrive on a Tuesday weekly to provide an opportunity to “go for a walk around town”, a “Remember When “ group is facilitated by another new volunteer and Special Care has scored 3 volunteers who provide classical music weekly and Montessori Based Activity.

Partnerships with the Violet Town Primary School and the Youth from Muso Magic have enriched our programs with regular visits and creating relationships with residents and staff.

March 2016 a Leadership Program with Alzheimer’s Australia saw Lifestyle Staff further extend our knowledge, build relationships and grow in our profession more to further engage , encourage and able our residents. This year has been one of merriment and growth....Pictures say so much more than words!

Compiled by: Madonna Logue

# Just a taste...



## HOME CARE PACKAGES

Home Care Packages is provided to eligible people referenced by My Aged Care

[www.myagedcare.gov.au](http://www.myagedcare.gov.au) or phone 1800 200 422. The program is focused on ensuring local people can stay at home, or with family, as long as possible. Support and transition to their next phase of care is also provided when required.

Currently, Violet Town Community Care Service is contracted to deliver 11 Level 2 Packages within the Shire of Strathbogie. The Consumers live in:

- Violet Town –3
- Marraweeney –1
- Miepoll –1
- Kithbrook –1
- Euroa – 5

All packages are delivered on a Consumer Directed Care basis and all consumers choose the range and type of service they receive, as well as the provider.

The majority of support required is for assistance with personal care, including showering, transport to appointments and social activities, gardening, housecleaning, meal preparation.

All consumers have individual budgets and receive monthly financial statements

A Quality review, by the Australian Aged Care Agency, is conducted at least once every 3 years and it was conducted in July this year. All 18 Home Care Standards were examined and found to be met which was a most successful result

## **DAY THERAPY & HACC PLANNED ACTIVITY GROUP PROGRAM REPORT**

Our planned activity programs continue to provide an excellent service to the Violet Town community.

This year we received funding to provide another program aimed at linking people together in the community. This program has been very successful.

Monthly outings for our Men's Mob have seen them enjoy outings to Seymour Vietnam Wall, Puckapunyal, Rutherglen, Eldorado and Beechworth.

The ladies have also enjoyed outings to Samaria Rose Farm, Milawa and Beechworth.

### **Courtyard**

Our Courtyard has had a face-lift and is looking great, and we all enjoy activities and BBQ's in this area.

### **Kitchen**

The new Kitchen is beginning and will look fabulous, it will make our cooking programs all the more enjoyable. The clients have greatly benefited from our Cooking-for-one program and also the Healthy Eating program – including diabetic recipes . . . . no burnt toast this week!

### **Physiotherapy Program**

The Health and Fitness program continues to be an important part of our weekly program with each client being individually assessed by our Physiotherapist, Sarah Jennings.

Our regular weekly programs include –

Monday mornings the Hydrotherapy program continues at the Benalla Hydro Pool.

Tuesday our walking group enjoys their walk around the wetlands.

Wednesday group participates in gentle exercises in the Gym

Friday's group participates in strength training in the Gym.

### **Creative Art & Craft program**

This year we enjoyed a variety of art and crafts with several outings – a favourite being a great trip to Wangaratta for the Talking Threads exhibit.

### **Outings**

This year our Monthly outings have taken us to Seymour, Shepparton, Milawa and many other places – all choices by our clients from suggestions at our monthly client meetings.

## Volunteers

Volunteers are an important part of our community. A very big 'Thankyou' to all our diligent volunteers who regularly support and commit to all the programs provided throughout the year. What a team!!

## Thank you

A BIG thank you to the Friends of VTBNC, the Miller Foundation, Violet Town Op Shop and the Community House for their generous support to our Centre.

BRENDA  
Day therapy Coordinator

HOARE

# BENDIGO



# **BENTLEYS AGED CARE ANNUAL REPORT 2015-16**

## **INTRODUCTION**

This year has been one of many challenges and changes. Honeysuckle Regional Health -Bentleys Aged Care was successful in approval for twenty government funded aged care places, and whilst Bentleys was already providing high level care to its' residents including ageing in place and palliative care, the shift to becoming a Residential Aged Care Facility (from a Supported Residential Service) has required much adjustment and back room work in order that we comply with federal funding and quality requirements. Earlier this year the Australian Aged Care Quality Agency accredited Bentleys for provision of care to its residents in line with the Australian Aged Care Standards. Staff have undergone training in a number of areas to equip them to work to these standards, and this work will continue on as we strive to continually improve.

A high quality of care can only be delivered when there are high quality staff. Bentleys is fortunate to have a dedicated and motivated team. This extends across the board – from the catering staff, led by Gayle Tuddenham, who consistently present the residents with tasty and attractive meals, to the cleaning staff who are passionate about the work they do. Care staff and nursing staff go the extra mile to ensure residents are safe and well looked after, and always with a friendly word. The Administration team always present a cheerful face of the organisation for any visitor to the facility and assist residents in many ways, and the Activities program is enthusiastically led by Sandra Forge and aims to present residents with a varied and interesting lifestyle program.

## **OUR STAFF**

Facility Manager -Wendy Rogasch

RN, RM, MACN, Grad Dip Critical Care, Grad Cert - Health Prof Education, Dip Mngt, Grad Cert-Health Admin

Clinical Care Coordinator / Assistant Manager - Di Kenyon

RN, Grad Cert Mngt, Grad Dip Ed, Cert IV TAA, Credentialed Practitioner of Coaching, Level 2 Extended DISC Facilitator

Lifestyle Coordinator – Sandra Forge

Senior Administration – Gabrielle McKenzie

Reception / Administration – Laura Robinson

Head Cook – Gayle Tuddenham

I would personally like to thank all of the Bentleys staff who deliver the hands on care and services every day with a smile and a cheery word for everyone. The work you do is exceptional.

## **OUR PARTNERSHIPS**

Bentleys continues to work closely with Bendigo Health Staff to deliver care and therapies to clients of the Transition Care Program at Bentleys. This year the partnership was extended to include the provision of accommodation to patients of Bendigo Health who have undergone a Day procedure, but are unable to return home that night without a responsible adult in attendance. These clients are now able to be booked into a night's accommodation at Bentleys which ensures appropriate supervision of these clients who have had an anaesthetic or sedation.

Bentleys has been lucky to have been involved with the Bendigo Volunteer Resource Centre, who have provided referrals of those interested in volunteering their time to benefit others. This has been a great benefit to our Lifestyle program, enhancing the experience of many of our residents. Thank you to all those who have given freely of their time to be part of the program at Bentleys.

This year we developed a partnership with the disability service “Interchange” who have agreed to allow us the use of their small bus when not in use. This has enabled a number of outings to be arranged for the enjoyment of the residents.

## **CHALLENGES**

The transition and navigation towards residential aged care, and navigating the process of registering and learning to use all departmental tools and portals to ensure a smooth transition has, at times, been challenging, with many phone calls and emails back and forth to the department. We are now well placed to move forward in our next challenge, which entails securing the remainder of our beds as funded aged care beds. Our application for the next ACAR round is well under way and we feel we are well placed for a successful approval of 30 more funded beds.

## **ACHIEVEMENTS / IMPROVEMENTS**

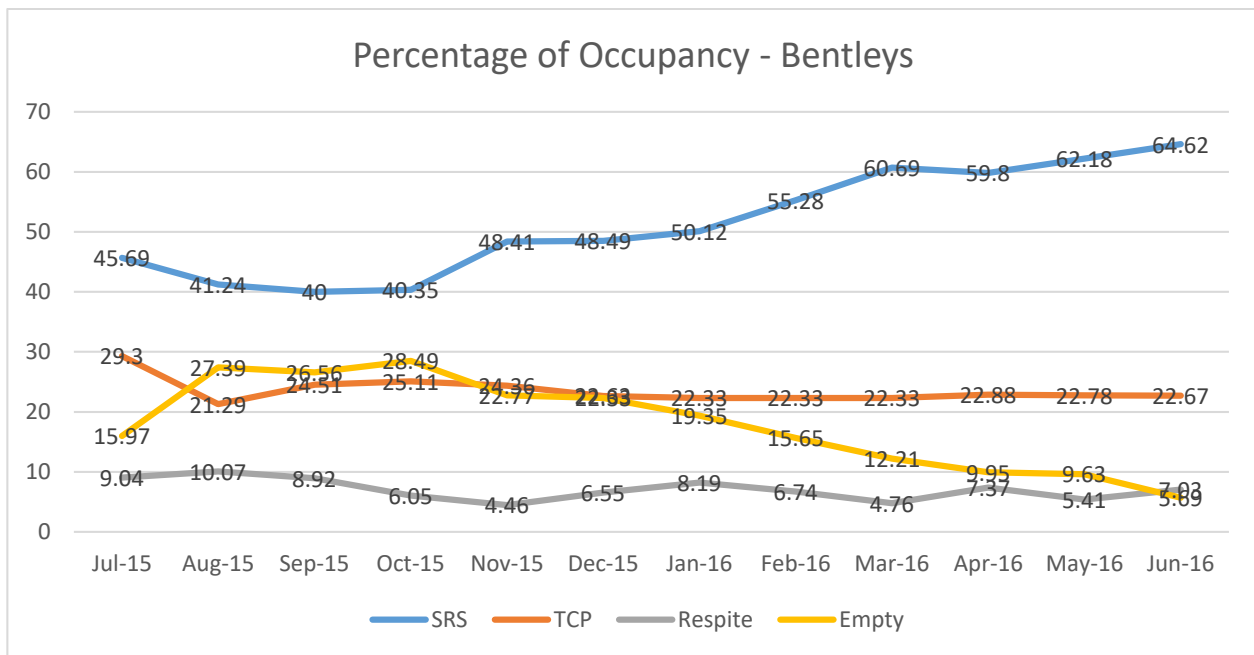
In March this year, we received notification of the success of our application for federally funded aged care places. This was an exciting announcement as there had been much hard work invested by a number of executive, management and administration staff to ensure we had put our absolute best application forward. The board of management were supportive and resolute in their vision of developing Bentleys into a fully funded aged care facility that continues to have an excellent reputation across the Bendigo region.

The Accreditation process is an ongoing and continual one of commitment and improvement. Bentleys staff are absolutely committed to providing a high standard of care and this was acknowledged by the Australian Aged Care Quality Agency in awarding full accreditation to our facility. As always, there are no laurels to be rested upon, as the journey will continue on in all areas to improve, improve, improve.

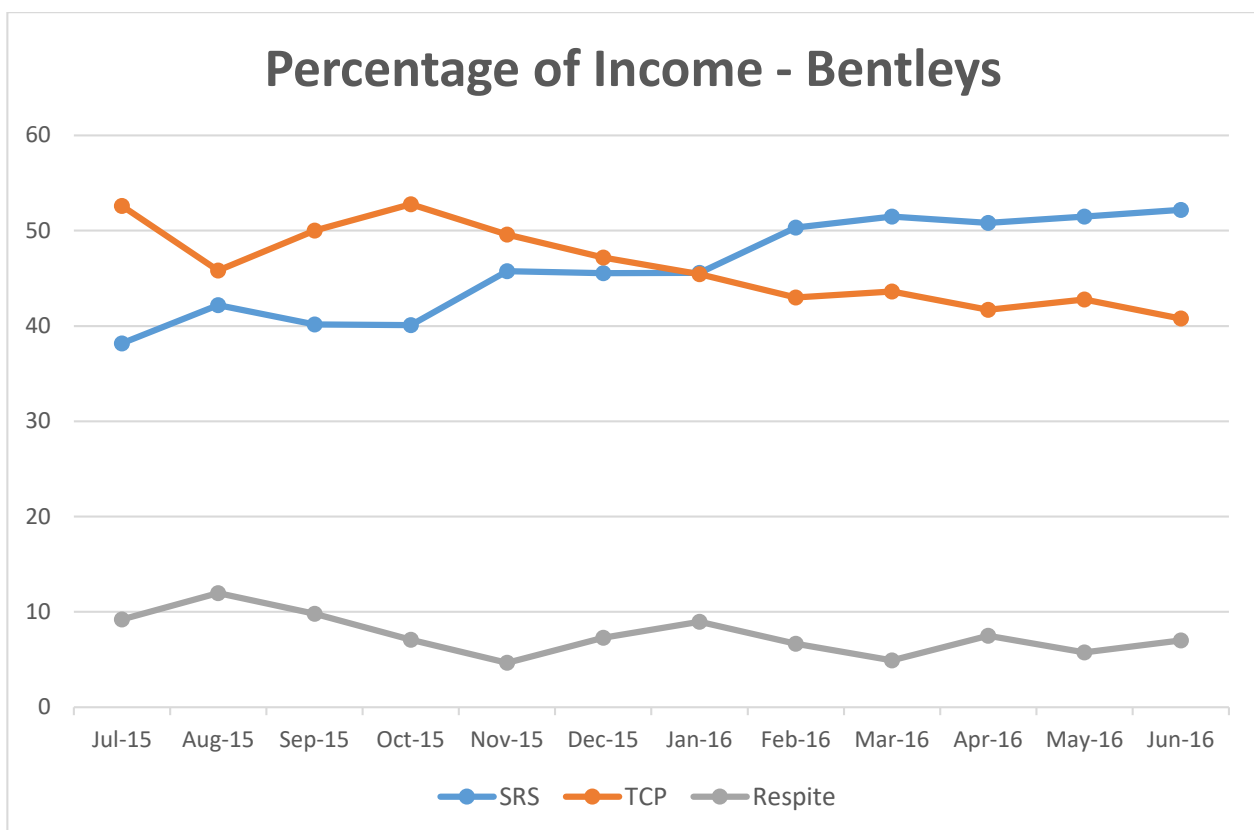
Other improvements include a new menu system which allows residents to select their choices on the day, a new photocopier/fax for Hillview, improved laundry service, new Vital signs monitor for Hillview, a facelift for the fountain / atrium area in the entry foyer and improved menu choices for the evening meals for all residents.

WENDY ROGASCH  
Facility Manager

## Occupancy



Our Permanent occupancy rose significantly over the 12 months, which in turn reduced the amount of empty beds. Respite and TCP occupancies remained steady.



With the increase of Permanent residents, this increased our overall percentage of income. Respite (DVA Convalescent Care, DVA Respite & Private) income averaged 7.5% over the 12 months.

## EXCERPTS FROM COMPLIMENTS

*Dear Wendy,*

*It is extremely pleasing for us that Mum is recuperating so well under your wonderful care at Bentley's, and as a family we are most appreciative of the amazing care you are giving her.*

*This of course has all been reported to us verbally by Mum, so we are very aware of how much she appreciates the care of your staff.*

*Thank you. She is thoroughly enjoying the Bentley's environment and service.*



## BENTLEYS LIFESTYLE PROGRAM

Along with our usual activities relating to physical, social, mental stimulation, religious & cultural needs we have several stand out activities.

- visit by Animal-2-U petting zoo
- visit by Paul with his Mr Whippy van
- Anzac day service with the RSL
- Melbourne cup celebrations
- Memorial services by our chaplain
- High teas
- Fish & chip lunch orders
- visit by Blumes Fashions
- Christmas family & residents celebration, with the Bendigo youth choir
- visit by Brenda Stevens-Chambers - editor of "Celebrating Bendigo Women" featuring one of our residents

Special thanks to

- our Chaplain Ian Hendry and his wife Sandra
- a small band of volunteers
- the many entertainers who give up their time to come sing, dance or play.







## 85TH ANNUAL GENERAL MEETING - MINUTES

Monday 26th October 2015 at 7.30pm

Violet Town Community Complex Supper Room

PRESENT: (Full Voting members) Nicholas Palmer(Board Chairman), John Dunn, Howard Meyers, Faye Whitewood, Kerry Garrett , Lachlan McKinnon, John Hawkes (Life member), Cr Pat Storer, Robyn Machin, Kerry Wilson, Stuart Outhred, Veronica Brown (Chair Friends of VTBNC), Trish Delahy, Carol Hart, Elma Grayden, Geoff Grayden, Janet Allen, Margaret Block, Ray Kirkpatrick, Rob Sands, Sue Taylor, Jeff Welsh, Nuina Suthulu,Wendy Rogasch, Val McLean (RSL), Janet Maller, Irene Gilliland, Helen Sands, Janine Palmer, Diana Hawkes, Ann Byrnes, Richard Byrnes, Diana Chomley, Angus Howell, Jean McKinnon, Pam Ellis, Christine Welsh, John Wilson

Staff Members (Associates) Sam Campi (CEO), Sarah Gaunt, Louise Palmer, Brenda Hoare, Nicole Goggin, Linda Schultz, Julie Novosel, Tracey Hooper,

Guests: Neville Page (Dept Health & Human Services,) Jean Miller (Miller Foundation),

APOLOGIES: Cathy McGowan MP, Joyce Bryce (Life member), Roberta Moser, Shaman Stone MP, Bronwyn Beadle (nagambie H/Care), Steph Ryan MP, GVH Chairperson, CEO Euroa Health, Norma Sutherland, Clive Brown, Brian Garrett, Lynn Outhred, Kristen Brown, Kyla Brown, Ken & Fran Byrne, Ronnie Kirkpatrick.

CONFIRMATION OF MINUTES:

84th. Annual General Meeting held 16th October 2014

Moved: R. Machin    Seconded: J. Hawkes

BUSINESS ARISING FROM MINUTES:    Nil

ANNUAL REPORTS:

Chairman Report- annual report circulated. Special mention to the late Pat Glynn, CEO 2013- 2015. Chairman thanked CEO, staff and team and community involved with accreditation, wetlands and the running of VTBNC during 2014-2015.

CEO Report – Spoke to report published and circulated in Annual report 2014-2015

Financial Report: Distributed in Annual report 2014-2015. CEO summarised and explained notes and outcomes with aid of overhead board.

Moved: H.Meyers    Seconded: S. Outhred

APPOINTMENT OF AUDITOR:

Reappointment of Coffey Hunt

Moved: J.Dunn    Seconded: S. Outhred

## DECLARATION OF ELECTION - AND CONFIRMATION OF COMMITTEE OF MANAGEMENT FOR 2015-2016

Positions vacant- N. Palmer nominated for re-election

F. Whitewood nominated for re-election

Nominations- N. Palmer, F. Whitewood, Ann Byrnes , Irene Gilliland

No more nominations than there are vacancies to be filled have been delivered to the secretary by the due date- the Chairman of the annual general meeting declared the persons nominated to be duly elected to the vacancies.

### BUSINESS:

Annual Subscription amount and due date for payment

Annual sub to remain at \$10 per member till July 2016

Moved: J. Hawkes Seconded: D. Chomley

### OTHER MATTERS OF BUSINESS:

1. Letter received from Ann Byrnes re notification not appearing in the Village Voice.  
CEO apologised for this. The notification had appeared in both local papers and individual letters had been sent out to all current members.
2. Letter received from Trish Delahy enquiring for the reason that the Community doctor no longer serviced the residents of the VTBNC.  
CEO explained that the doctor had withdrawn his services with no explanation to the VTBNC, and that the CEO was presently endeavouring to get a doctor into the community who was willing to service both the VTBNC and the community.
3. Jean Miller spoke re the Miller Foundation and their work in VT. She presented a cheque to Tracey Hooper for \$3000 for working towards obtaining her ENC

CLOSE MEETING: 9.14pm

Invitation to Supper

Taken by: Kerry Garrett

Minutes secretary

26th October 2015

## **86TH ANNUAL GENERAL MEETING - AGENDA**

Monday 14th November 2016 at 7.30pm  
Violet Town Community Complex Supper Room

### AGENDA

#### CHAIRMAN WELCOME

Mr. John Hawkes Chair.

#### APOLOGIES

#### CONFIRMATION OF MINUTES

85th. Annual General Meeting held 26th October 2015

#### BUSINESS ARISING FROM MINUTES

#### ANNUAL REPORT

Chairman's Report

CEO Report

APPOINTMENT OF AUDITOR      Reappointment of Coffey Hunt (move motion)

#### DECLARATION OF ELECTION -

AND CONFIRMATION OF COMMITTEE OF MANAGEMENT FOR 2016-2017

#### PRESENTATION OF-Bursaries

VTAG- Pat Glynn Bursary

Soroptimist International Benalla

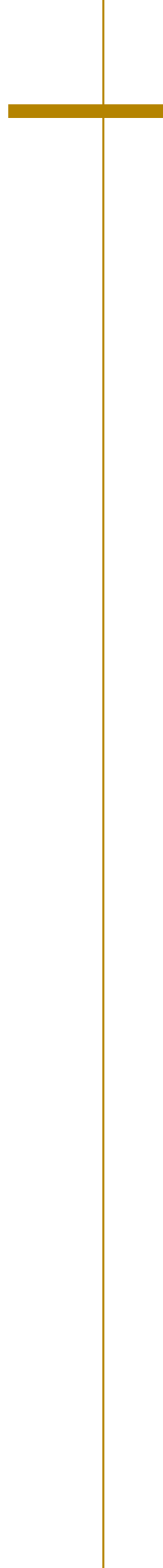
#### BUSINESS

Annual Subscription amount and due date for payment (move motion)

#### OTHER MATTERS OF BUSINESS

#### CLOSE MEETING

Invitation to Supper



## FINANCIAL STATEMENTS

### VIOLET TOWN BUSH NURSING CENTRE INC.

ABN 17 344 959 747

### ANNUAL FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 30 JUNE 2016

VIOLET TOWN BUSH NURSING CENTRE INC

#### COMPREHENSIVE OPERATING STATEMENT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
Revenue from operating activities	2	7,932,029	8,140,925
Revenue from non-operating activities	2	227,364	272,284
Employee provisions expense	3	(6,655,125)	(6,295,118)
Other Expenses	3	(2,032,117)	(2,058,708)
<b>Net Result Before Capital and Specific Items</b>		<b>(527,849)</b>	<b>59,383</b>
Capital purpose income	2	76,928	125,429
Depreciation expense	4	(536,227)	(510,683)
<b>Net Result After Capital and Specific Items</b>		<b>(987,148)</b>	<b>(325,871)</b>
<b>Other Economic Flows Included in Net Result</b>			
Valuation of Bed Licences		50,000	0
Impairment of Non-Financial Assets	3	0	(850,000)
<b>NET RESULT FOR THE YEAR</b>		<b>(937,148)</b>	<b>(1,175,871)</b>
<b>Other comprehensive income</b>			
Loss on revaluation of financial assets		0	0
<b>COMPREHENSIVE RESULT</b>		<b>(937,148)</b>	<b>(1,175,871)</b>

**VIOLET TOWN BUSH NURSING CENTRE INC**
**BALANCE SHEET AS AT 30 JUNE 2016**

	Note	2016 \$	2015 \$
<b>Current Assets</b>			
Cash and cash equivalents	5	244,611	770,347
Receivables	6	371,909	524,245
Investments and other financial assets	7	4,312,831	3,420,284
Other assets	8	105,719	93,271
<b>Total current assets</b>		<b>5,035,070</b>	<b>4,808,147</b>
<b>Non-current assets</b>			
Intangible assets	9	2,482,000	2,432,000
Property, plant and equipment	10	11,912,045	12,394,691
<b>Total non-current assets</b>		<b>14,394,045</b>	<b>14,826,691</b>
<b>TOTAL ASSETS</b>		<b>19,429,115</b>	<b>19,634,838</b>
<b>Current Liabilities</b>			
Payables	11	552,338	736,582
Financial Liabilities	12	3,435,410	0
Employee Benefits	13	814,038	673,800
Other liabilities	14	5,055,874	4,438,217
<b>Total current liabilities</b>		<b>9,857,660</b>	<b>5,848,599</b>
<b>Non-current liabilities</b>			
Financial liabilities	12	0	3,300,000
Employee Benefits	13	200,114	177,750
<b>Total non-current liabilities</b>		<b>200,114</b>	<b>3,477,750</b>
<b>TOTAL LIABILITIES</b>		<b>10,057,774</b>	<b>9,326,349</b>
<b>NET ASSETS</b>		<b>9,371,341</b>	<b>10,308,489</b>
<b>EQUITY</b>			
Reserves	15(a)	1,976,000	1,976,000
Retained surplus	15(c)	7,395,341	8,332,489
<b>TOTAL EQUITY</b>		<b>9,371,341</b>	<b>10,308,489</b>
Commitments	21		
Contingent Assets and Contingent Liabilities	22		

This Statement should be read in conjunction with the accompanying notes.

VIOLET TOWN BUSH NURSING CENTRE INC

CASH FLOW STATEMENT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Note	2016 \$	2015 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Resident fees received		4,242,673	4,152,584
Operating grants from government		3,660,575	3,911,404
Donations and bequests received		83,185	125,429
Interest received		137,377	253,444
Other receipts		87,537	3,599
<b>Total receipts</b>		<b>8,211,347</b>	<b>8,446,460</b>
Payments for suppliers & Employees		(8,325,366)	(7,869,889)
Borrowing costs		(192,074)	(181,945)
<b>Total payments</b>		<b>(8,517,440)</b>	<b>(8,051,834)</b>
<b>Cash generated from operations</b>		<b>(306,093)</b>	<b>394,626</b>
Capital grants from government		0	0
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	16	<b>(306,093)</b>	<b>394,626</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of property, plant and equipment		0	15,727
Net proceeds from(payment for) sale of investments		(892,547)	0
Purchase of property, plant and equipment		(200,163)	(416,712)
<b>NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES</b>		<b>(1,092,710)</b>	<b>(400,985)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Net proceeds from/(payment for) Monies inTrust		737,657	389,866
Proceeds from/(repayment) of borrowings		135,410	0
<b>NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES</b>		<b>873,067</b>	<b>389,866</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS HELD</b>		<b>(525,736)</b>	<b>383,507</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>		<b>770,347</b>	<b>386,840</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	5	<b>244,611</b>	<b>770,347</b>

This Statement should be read in conjunction with the accompanying notes.

VIOLET TOWN BUSH NURSING CENTRE INC  
STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2016

	Retained Surplus	Asset Revaluation Surplus	Investment Fluctuation Reserve	Total
	\$	\$	\$	\$
<b>Balance at 1 July 2014</b>	9,508,360	1,976,000	0	11,484,360
Net result for the year	(1,175,871)	0	0	(1,175,871)
Other Comprehensive income for the year	0	0	0	0
<b>Balance at 30 June 2015</b>	<b>8,332,489</b>	<b>1,976,000</b>	<b>0</b>	<b>10,308,489</b>
Net result for the year	(937,148)	0	0	(937,148)
Other Comprehensive income for the year	0	0	0	0
<b>Balance at 30 June 2016</b>	<b>7,395,341</b>	<b>1,976,000</b>	<b>0</b>	<b>9,371,341</b>

This Statement should be read in conjunction with the accompanying notes.

## NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements cover Violet Town Bush Nursing Centre Inc. as an individual entity. Violet Town Bush Nursing Centre Inc. is a not-for-profit association incorporated in Victoria under Association Incorporation Reform Act (VIC) 2012.

### Basis of Preparation

These general purpose financial statements have been prepared in accordance with the *Associations Incorporation Reform Act 2012 (Vic)* and Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial policies adopted are consistent with the previous year.

### Going Concern Basis

During the year ended 30 June 2016 Violet Town Bush Nursing Centre incurred an operating loss of \$527,849 (2015 surplus of \$59,383).

The financial statements have been prepared on the going concern basis in consideration of the following:

- Violet Town Bush Nursing Centre has increased revenue through improved ACFI classifications from March 2016,
- During the 2016 year, staff structures were reviewed with savings made within administration,
- Violet Town Bush Nursing Centre applied for and has been awarded an extra 20 bed licences which will be filled in the 2016/17 financial year at our Bendigo facility,
- The Board of Management and Executive of Violet Town Bush Nursing Centre are confident that significant financial improvements have been made since March 2016. These financial improvements are expected to continue steadily over the remainder of the 2016/17 financial year,
- Violet Town Bush Nursing Centre has been able to re-negotiate the banking facility for the next 2 years,
- The 2016/17 adopted budget provides for a surplus prior to depreciation of \$9,082.

### Accounting Policies

#### (a) Income Tax

The Association is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

#### (b) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost, where applicable, less any accumulated depreciation and impairment loss.

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

The depreciable amount of all fixed assets including buildings and capitalised leased assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use.

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

	2016	2015
Buildings	2.5 to 10%	2.5 to 10%
Plant and Equipment	5 to 33.33%	5 to 33.33%
Motor Vehicles	25.00%	18.75%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing net proceeds with the carrying amount. These gains and losses are recognised in profit or loss when the item is derecognised.

When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

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**NOTE 1 : SUMMARY 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 association 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 transaction costs except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately.

Financial instruments measured subsequent to initial recognition are measured as set out below.

**(i) Available-For-Sale Financial Assets**

Available-for-sale financial assets are those designated as available-for-sale or not classified in any other category of financial instrument asset. Such assets are initially recognised at fair value. Gains and losses arising from changes in fair value are recognised directly in equity until the investment is disposed of or is determined to be impaired, at which time the cumulative gain or loss previously recognised in equity is included in the net result for the period.

**(ii) Financial Liabilities**

Non-derivative financial liabilities are subsequently measured at amortised cost. Fees payable on the establishment of loan facilities are recognised as transaction costs of the loan.

Borrowings are classified as current liabilities unless the Association has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

**(iii) Held-to-maturity Investments**

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the association's intention to hold these investments to maturity. They are subsequently measured at amortised cost.

Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

**(d) Impairment of Non-Financial Assets**

At the end of each reporting period the Association determines whether there is any indication that an asset may be impaired.

Where this indicator exists and regardless of goodwill, indefinite assets and intangible assets not yet available for use, the recoverable amount of the assets is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss, except for goodwill.

**(e) Intangible Assets**

New bed licenses have been initially recognised in the financial statement at deemed cost.

Goodwill of the bed licences is carried at cost less any accumulated impairment loss. Intangible assets are subject to an annual impairment test to assess whether the recoverable amount is greater than its carrying amount.

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**NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****(f) Employee Benefits**

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled plus related on-costs.

Employee benefits payable later than one year have been measured at the present value of the estimated future to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. These cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

**(g) Cash and Cash Equivalents**

Cash and cash equivalents comprise cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of 3 months or less and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Statement of Financial Position.

For the Statement of Cash Flows presentation purposes, cash and cash equivalents includes bank overdrafts, which are included as current borrowings in the Statement of Financial Position.

**(h) Accounts Receivable and Other Debtors**

Accounts receivable and other debtors include amounts due from members as well as receivables from customers for goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified non-current assets.

Receivables are initially recognised at fair value and subsequently measured at amortised cost, using the effective interest rate method, less any provision for impairment.

**(i) Revenue and Other Income**

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the entity and the specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

Grants revenue is recognised in the statement of comprehensive income when the entity obtains control of the grant, 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.

When grant revenue is received whereby the entity incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

Violet Town Bush Nursing Centre Inc. 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 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.

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**NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****(i) Revenue and Other Income (Continued)**

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be reliably measured. If this is the case, then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period. If the outcome cannot be reliably measured, then revenue is recognised to the extent of expenses recognised that are recoverable.

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

**(j) Borrowings**

All borrowings are initially recognised at fair value on the consideration received, less directly attributable transaction costs. The measurement basis subsequent to initial recognition depends on, whether the Association has categorised its borrowings as either, financial liabilities designated at fair value through profit and loss, or financial liabilities at amortised cost. Any difference between the initial recognised amount and the redemption value being recognised in net result over the period of the interest bearing liability using the effective interest rate method.

**(k) 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 (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the Statement of Financial Position.

Cash flows are represented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(l) Accounts Payable and Other Payables**

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amount normally paid within 30 days of recognition of the liability.

**(m) Economic Dependence**

Violet Town Bush Nursing Centre Inc. is dependent on the State and Federal Government for the majority of its revenue used to operate the business. At the date of this report the Committee members have no reason to believe the State and Federal Government will not continue to support Violet Town Bush Nursing Centre Inc.

**(n) Critical Accounting Estimates and Judgements**

The Committee members make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

**NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****(o) New Accounting Standards for Application in Future Periods**

Certain new Australian accounting standards have been published that are not mandatory for 30 June 2016 reporting period.

As at 30 June 2016, the following standards and interpretations had been issued by the AASB but were not yet effective. They become effective for the first financial statements for reporting periods commencing after the stated operative dates as detailed in the table below. Violet Town Bush Nursing Centre Inc. has not and does not intend to adopt these standards early.

Standard / Interpretation	Summary	Applicable for reporting periods beginning on	Impact on Nursing Home's Annual Statements
AASB 9 <i>Financial Instruments</i>	The key changes include the simplified requirements for the classification and measurement of financial assets, a new hedging accounting model and a revised impairment loss model to recognise impairment losses earlier, as opposed to the current approach that recognises impairment only when incurred.	1 January 2018	<p>The assessment has identified that the financial impact of available for sale (AFS) assets will now be reported through other comprehensive income (OCI) and no longer recycled to the profit and loss.</p> <p>While the preliminary assessment has not identified any material impact arising from AASB 9, it will continue to be monitored and assessed.</p>
AASB 2010-7 <i>Amendments to Australian Accounting Standards arising from AASB 9 (December 2010)</i>	<p>The requirements for classifying and measuring financial liabilities were added to AASB 9. The existing requirements for the classification of financial liabilities and the ability to use the fair value option have been retained. However, where the fair value option is used for financial liabilities the change in fair value is accounted for as follows:</p> <ul style="list-style-type: none"> <li>- The change in fair value attributable to changes in credit risk is presented in other comprehensive income (OCI); and</li> <li>- Other fair value changes are presented in profit and loss. If this approach creates or enlarges an accounting mismatch in the profit or loss, the effect of the changes in credit risk are also presented in profit or loss.</li> </ul>	1 January 2018	<p>The assessment has identified that the amendments are likely to result in earlier recognition of impairment losses and at more regular intervals.</p> <p>Changes in own credit risk in respect of liabilities designated at fair value through profit and loss will now be presented within other comprehensive income (OCI). Hedge accounting will be more closely aligned with common risk management practices making it easier to have an effective hedge.</p> <p>For entities with significant lending activities, an overhaul of related systems and processes may be needed.</p>

**NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(q) AASs issued that are not yet effective (Continued)**

Standard / Interpretation	Summary	Applicable for reporting periods beginning on	Impact on Nursing Home's Annual Statements
AASB 15 <i>Revenue from Contracts with Customers</i>	The core principle of AASB 15 requires an entity to recognise revenue when the entity satisfies a performance obligation by transferring a promised good or service to a customer.	1 January 2018	<p>The changes in revenue recognition requirements in AASB 15 may result in changes to the timing and amount of revenue recorded in the financial statements. The Standard will also require additional disclosures on service revenue and contract modifications.</p> <p>A potential impact will be the upfront recognition of revenue from licenses that cover multiple reporting periods. Revenue that was deferred and amortised over a period may now need to be recognised immediately as a transitional adjustment against the opening returned earnings if there are no former performance obligations outstanding.</p>
AASB 2014-1 <i>Amendments to Australian Accounting Standards [Part E Financial Instruments]</i>	Amends various AASs to reflect the AASB's decision to defer the mandatory application date of AASB 9 to annual reporting periods beginning on or after 1 January 2018 as a consequence of Chapter 6 Hedge Accounting, and to amend reduced disclosure requirements.	1 January 2018	This amending standard will defer the application period of AASB 9 to the 2018-19 reporting period in accordance with the transition requirements.
AASB 2014-4 <i>Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation [AASB 116 &amp; AASB 138]</i>	<p>Amends AASB 116 Property, Plant and Equipment and AASB 138 Intangible Assets to:</p> <ul style="list-style-type: none"> <li>- establish the principle for the basis of depreciation and amortisation as being the expected pattern of consumption of the future economic benefits of an asset;</li> <li>- prohibit the use of revenue-based methods to calculate the depreciation or amortisation of an asset, tangible or intangible, because revenue generally reflects the pattern of economic benefits that are generated from operating the business, rather than the consumption through the use of the asset.</li> </ul>	1 January 2016	The assessment has indicated that there is no expected impact as the revenue-based method is not used for depreciation and amortisation.

**NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**
**(q) AASs issued that are not yet effective (Continued)**

Standard / Interpretation	Summary	Applicable for reporting periods beginning on	Impact on Nursing Home's Annual Statements
AASB 2014-7 <i>Amendments to Australian Accounting Standards arising from AASB 9</i>	Amends various AASs to incorporate the consequential amendments arising from the issuance of AASB 9.	1 January 2018	The assessment has indicated there will be no significant impact for the public sector.
AASB 2014-9 <i>Amendments to Australian Accounting Standards – Equity Method in Separate Financial Statements</i> [AASB 1, 127 & 128]	Amends AASB 127 Separate Financial Statements to allow entities to use the equity method of accounting for investments in subsidiaries, joint ventures and associates in their separate financial statements.	1 January 2016	The assessment indicates that there is no expected impact as the entity will continue to account for the investments in subsidiaries, joint ventures and associates using the cost method as mandated if separate financial statements are presented in accordance with FRD 113A.
AASB 2014-10 <i>Amendments to Australian Accounting Standards – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> [AASB 10 & AASB 128]	AASB 2014-10 amends AASB 10 <i>Consolidated Financial Statements</i> and AASB 128 <i>Investments in Associates</i> to ensure consistent treatment in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The amendments require that: <ul style="list-style-type: none"> <li>- a full gain or loss to be recognised by the investor when a transaction involves a business (whether it is housed in a subsidiary or not); and</li> <li>- a partial gain or loss to be recognised by the parent when a transaction involves assets that do not constitute a business, even if these assets are housed in a subsidiary.</li> </ul>	1 January 2016	The assessment has indicated that there is limited impact, as the revisions to AASB 10 and AASB 128 are guidance in nature.
AASB 2015-6 <i>Amendments to Australian Accounting Standards – Extending Related Party Disclosures to Not-for-Profit Public Sector Entities</i> [AASB 10, AASB 124 & AASB 1049]	The Amendments extend the scope of AASB 124 Related Party Disclosures to not-for-profit public sector entities. A guidance has been included to assist the application of the Standard by not-for-profit public sector entities.	1 January 2016	The amending standard will result in extended disclosures on the entity's key management personnel (KMP), and the related party transactions.
AASB 2015-8 <i>Amendments to Australian Accounting Standards - Effective Date of AASB 15</i>	This standards defers the mandatory effective date of AASB 15 from 1 January 2017 to 1 January 2018.	1 January 2018	This amending standard will defer the application period of AASB 15 to the 2018-19 reporting period in accordance with the transition requirements.

**NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

(g) **AASs issued that are not yet effective (Continued)**

Standard / Interpretation	Summary	Applicable for reporting periods beginning on	Impact on Nursing Home's Annual Statements
AASB 16 <i>Leases</i>	The key changes introduced by AASB 16 include the recognition of most operating leases (which are currently not recognised) on balance sheet.	1 January 2019	The assessment has indicated that as most operating leases will come on balance sheet, recognition of lease assets and lease liabilities will cause net debt to increase. Depreciation of lease assets and interest on lease liabilities will be recognised in the income statement with marginal impact on the operating surplus. The amounts of cash paid for the principal portion of the lease liability will be presented within financing activities and the amounts paid for the interest portion will be presented within operating activities in the cash flow statement. No change for lessors.

In addition to the new standards and amendments above, the AASB has issued a list of other amending standards that are not effective for the 2015-16 reporting period (as listed below). In general, these amending standards include editorial and references changes that are expected to have insignificant impacts on public sector reporting.

- AASB 2014-3 Amendments to Australian Accounting Standards – Accounting for Acquisitions of Interests in Joint Operations [AASB 1 & AASB 11]
- AASB 2014-6 Amendments to Australian Accounting Standards – Agriculture: Bearer Plants [AASB 101, AASB 116, AASB 117, AASB 123, AASB 136, AASB 140 & AASB 141]
- AASB 2015-2 Amendments to Australian Accounting Standards – Disclosure Initiative: Amendments to AASB 101 [AASB 7, AASB 101, AASB 134 & AASB 1049]
- AASB 2015-9 Amendments to Australian Accounting Standards - Scope and Application Paragraphs [AASB 8, AASB 133 & AASB 1057]
- AASB 2015-10 Amendments to Australian Accounting Standards - Effective Date of Amendments to AASB 10 and AASB 128
- AASB 2016-2 Amendments to Australian Accounting Standards - Disclosure Initiative - Amendments to AASB107

**Note 2: REVENUE**

	<b>TOTAL 2016 \$</b>	<b>TOTAL 2015 \$</b>
<b>Revenue from Operating Activities</b>		
- Resident Fees & Retentions	4,172,356	4,133,190
- Operating and Capital Grants	3,665,879	3,936,430
- Donations (non capital)	6,257	0
- Other Revenue	87,537	71,305
<b>Total Revenue from Operating Activities</b>	<b>7,932,029</b>	<b>8,140,925</b>
<b>Revenue from Non-Operating Activities</b>		
- Interest Received	2(a) 139,075	272,284
- Other Recoveries	88,289	0
<b>Total Revenue from Non-Operating Activities</b>	<b>227,364</b>	<b>272,284</b>
<b>Revenue from Capital Purpose Income</b>		
- Donations and Bequests	76,928	125,429
<b>Total Capital Purpose Income</b>	<b>76,928</b>	<b>125,429</b>
<b>Total Revenue</b>	<b>8,236,321</b>	<b>8,538,638</b>

**Note 2a: ANALYSIS OF REVENUE BY SOURCE**

	<b>TOTAL 2016</b>	<b>TOTAL 2015</b>
<b>Interest Revenue</b>		
- Financial Institutions	126,168	96,682
- Resident Bond Interest	12,907	175,602
	<b>139,075</b>	<b>272,284</b>

**Note 3: EXPENSES**

	<b>TOTAL 2016 \$</b>	<b>TOTAL 2015 \$</b>
<b>Employee Expenses</b>		
Employee Benefits Expense	6,655,125	6,295,118
<b>Total Employee Expenses</b>	<b>6,655,125</b>	<b>6,295,118</b>
<b>Other Expenses from Continuing Operations</b>		
Service Contract Fees	51,884	68,611
Operating Expenses	333,051	444,961
Repairs and Maintenance Expenses	176,995	164,993
Food & Provisions	332,807	327,384
Other Expenses	676,676	762,936
Loss on Disposal of Available-For-Sale Investments	0	0
Loss on Disposal of Property, Plant & Equipment	3a 274,640	60,561
Bad/Doubtful Debts	(6,010)	47,317
Finance Costs	192,074	181,945
<b>Total Other Expenses from Continuing Operations</b>	<b>2,032,117</b>	<b>2,058,708</b>
Depreciation and Amortisation	4 536,227	510,683
Impairment of Non-Financial Assets	0	850,000
<b>TOTAL EXPENSES</b>	<b>9,223,469</b>	<b>9,714,509</b>

**NOTE 3a: NET GAIN/(LOSS) ON DISPOSAL OF NON-FINANCIAL ASSETS**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<b>Proceeds from Disposal of Non Financial Assets</b>		
- Buildings	0	3,000
- Motor Vehicles	0	12,727
<b>Total Proceeds from Disposal of Non-Financial Assets</b>	<u>0</u>	<u>15,727</u>
<b>Less: Written Down Value of Non Financial Assets Sold</b>		
- Land & Buildings	(274,640)	(63,355)
- Motor Vehicles	0	(12,933)
<b>Total Written Down Value of Non-Financial Assets Sold</b>	<u>(274,640)</u>	<u>(76,288)</u>
<b>NET GAINS/(LOSSES) ON DISPOSAL OF NON FINANCIAL ASSETS</b>	<u><b>(274,640)</b></u>	<u><b>(60,561)</b></u>

**NOTE 4: DEPRECIATION AND AMORTISATION**

	2016	2015
	\$	\$
<b>Depreciation</b>		
Buildings	344,358	341,090
Plant and Equipment		
- Plant	138,726	121,777
- Transport	53,143	47,816
<b>TOTAL DEPRECIATION</b>	<b>536,227</b>	<b>510,683</b>

**NOTE 5: CASH AND CASH EQUIVALENTS**

	2016	2015
	\$	\$
Cash on Hand	899	400
Cash at Bank	79,101	764,721
Monies Held in Trust	164,611	5,226
<b>TOTAL</b>	<b>244,611</b>	<b>770,347</b>

**NOTE 6: ACCOUNTS RECEIVABLE AND OTHER DEBTORS**

	2016	2015
	\$	\$
<b>CURRENT</b>		
<b>Contractual</b>		
Accommodation Bonds Receivable	150,000	270,000
Trade Receivables	239,434	319,973
Provision for Impairment	(17,525)	(65,728)
<b>TOTAL ACCOUNT RECEIVABLE AND OTHER DEBTORS</b>	<b>371,909</b>	<b>524,245</b>

At reporting date there are no balances within trade and other receivables that contain assets that are not impaired and are past due. It is expected these balances will be received when due. Impaired assets are provided in full.

**Note 7: INVESTMENTS AND OTHER FINANCIAL ASSETS**

	2016	2015
	\$	\$
<b>CURRENT</b>		
Term deposits, managed funds and fixed income securities - at fair value	4,312,831	3,420,284
<b>TOTAL</b>	<b>4,312,831</b>	<b>3,420,284</b>

**NOTE 8: OTHER ASSETS**

	2016	2015
	\$	\$
<b>CURRENT</b>		
Prepayments	22,604	24,779
Accrued Income	83,115	68,492
<b>TOTAL OTHER ASSETS</b>	<b>105,719</b>	<b>93,271</b>

**NOTE 9: INTANGIBLE ASSETS**

	2016 \$	2015 \$
Goodwill at Cost	0	0
<b>Other Intangibles</b>		
Bed Licences at fair value	2,482,000	2,432,000
<b>Total Intangibles</b>	<b>2,482,000</b>	<b>2,432,000</b>

**NOTE 10: PROPERTY, PLANT & EQUIPMENT**

	2016 \$	2015 \$
<b>Land and Buildings</b>		
-Buildings at Cost	14,207,733	14,050,934
Less Accumulated Depreciation	3,189,456	2,845,098
-Work in Progress	128,058	255,761
<b>Total Land and Buildings</b>	<b>11,146,335</b>	<b>11,461,597</b>
<b>Plant &amp; Equipment</b>		
- Plant and Equipment at Cost	1,705,270	1,683,779
Less Accumulated Depreciation	1,023,037	887,305
<b>Total Plant and Equipment</b>	<b>682,233</b>	<b>796,474</b>
<b>Motor Vehicles</b>		
- Motor Vehicles at Cost	233,278	233,278
Less Accumulated Depreciation	149,801	96,658
<b>Total Motor Vehicles</b>	<b>83,477</b>	<b>136,620</b>
<b>TOTAL PROPERTY, PLANT AND EQUIPMENT</b>	<b>11,912,045</b>	<b>12,394,691</b>

**Movements in carrying amounts of Property, Plant and Equipment**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land and Buildings \$	Plant & Equipment \$	Motor Vehicles \$	Total \$
<b>Balance at 1 July 2014</b>	<b>11,572,592</b>	<b>868,046</b>	<b>124,312</b>	<b>12,564,950</b>
Additions	293,450	50,205	73,057	416,712
Disposals - written down value	(63,355)	0	(12,933)	(76,288)
Depreciation Expense	(341,090)	(121,777)	(47,816)	(510,683)
<b>Balance at 1 July 2015</b>	<b>11,461,597</b>	<b>796,474</b>	<b>136,620</b>	<b>12,394,691</b>
Additions	303,736	24,485	0	328,221
Disposals - written down value	(274,640)	0	0	(274,640)
Depreciation Expense	(344,358)	(138,726)	(53,143)	(536,227)
<b>Balance at 30 June 2016</b>	<b>11,146,335</b>	<b>682,233</b>	<b>83,477</b>	<b>11,912,045</b>

**NOTE 11: ACCOUNTS PAYABLE AND OTHER PAYABLES**

	2016 \$	2015 \$
<b>CURRENT</b>		
<b>Unsecured Liabilities</b>		
Accounts Payable	152,133	390,421
Fees Paid In Advance	9,172	19,394
Sundry Payables and Accrued Expenses	391,033	326,767
<b>TOTAL</b>	<b>552,338</b>	<b>736,582</b>

**NOTE 12: BORROWINGS**

	2016 \$	2015 \$
<b>CURRENT</b>		
Secured liabilities:		
Bank Loans	3,435,410	0
<b>NON CURRENT</b>		
Secured liabilities:		
Bank Loans	0	3,300,000
<b>Total Borrowings</b>	<b>3,435,410</b>	<b>3,300,000</b>

The bank loan is secured by a general security interest over all present and after acquired property and a registered first mortgage over the assets of the Association's properties.

**NOTE 13: EMPLOYEE PROVISIONS**

	2016 \$	2015 \$
<b>CURRENT</b>		
Employee provisions		
Long Service Leave		
- Unconditional and expected to be settled within 12 months (i)	50,000	50,000
- Unconditional and expected to be settled after 12 months (i)	268,460	189,712
Annual Leave		
- Unconditional and expected to be settled within 12 months (i)	450,578	296,840
- Unconditional and expected to be settled after 12 months (i)	45,000	137,248
<b>Total Current Employee Provisions</b>	<b>814,038</b>	<b>673,800</b>
<b>NON CURRENT</b>		
Long Service Leave		
- Conditional Long Service Leave	200,114	177,750
<b>TOTAL EMPLOYEE PROVISIONS</b>	<b>1,014,152</b>	<b>851,550</b>

(i) The amounts disclosed are at present values

**NOTE 14: OTHER LIABILITIES**

	2016 \$	2015 \$
<b>CURRENT</b>		
Monies Held in Trust		
- Patient Monies Held in Trust	4,249	5,226
- Accommodation Bonds	5,051,625	4,432,991
<b>TOTAL OTHER LIABILITIES</b>	<b>5,055,874</b>	<b>4,438,217</b>

Accommodation bonds have been classified as current liabilities in accordance with Australian Accounting Standards, as there is no right to defer the repayment of the contributions should a resident depart a facility. However the Committee are of the view that considering the history if repayments there is no expectation that the cash flow and working capital of the Association will be adversely impacted during the next 12 months. As in prior periods it is anticipated that some residents will depart facilities with contributions being repaid and new residents will enter and provide additional contributions.

**NOTE 15: RESERVES****(a) Reserves**

2016	2015
\$	\$

**Asset Revaluation Surplus <sup>(i)</sup>**

Balance at beginning of the Reporting Period

- Bed Licences

1,976,000	1,976,000
-----------	-----------

Revaluation Increment/(Decrements)

- Bed Licences

0	0
---	---

Balance at the end of the reporting period

<b>1,976,000</b>	<b>1,976,000</b>
------------------	------------------

Represented by:

- Bed Licences

1,976,000	1,976,000
-----------	-----------

**Total Reserves**

<b>1,976,000</b>	<b>1,976,000</b>
------------------	------------------

(i) The Asset revaluation reserve arises on the revaluation of bed licences.

**(b) Investment Fluctuation Reserve**

Balance at the beginning of the reporting period

0	0
---	---

Other Comprehensive income for the year

0	0
---	---

Balance at the end of the reporting period

<b>0</b>	<b>0</b>
----------	----------

**(c) Retained Surpluses**

Balance at the beginning of the reporting period

8,332,489	9,508,360
-----------	-----------

Net Result for the Year

(937,148)	(1,175,871)
-----------	-------------

Balance at the end of the reporting period

<b>7,395,341</b>	<b>8,332,489</b>
------------------	------------------

**Total Equity at Reporting Date**

<b>9,371,341</b>	<b>10,308,489</b>
------------------	-------------------

**NOTE 16: RECONCILIATION OF CASH FLOW FROM OPERATING ACTIVITIES WITH NET CURRENT YEAR SURPLUS**

2016	2015
\$	\$

**NET RESULT FOR THE PERIOD**

(937,148)	(1,175,871)
-----------	-------------

Depreciation &amp; Amortisation

536,227	510,683
---------	---------

Impairment of Non Financial Assets

0	850,000
---	---------

Revaluation of Bed Licences

(50,000)	0
----------	---

Bad Debts

(48,203)	36,313
----------	--------

Net (Gain)/Loss from Sale of Plant and Equipment

274,640	60,561
---------	--------

Change in Operating Assets &amp; Liabilities

(Increase)/Decrease in Receivables

80,539	(111,572)
--------	-----------

(Increase)/Decrease in Other Assets

(12,448)	4,138
----------	-------

Increase/(Decrease) in Income in Advance

(10,222)	19,394
----------	--------

Increase/(Decrease) in Trade and Other Payables

(302,080)	175,839
-----------	---------

Increase/(Decrease) in Employee Benefits

162,602	25,141
---------	--------

**NET CASH FLOWS FROM OPERATING ACTIVITIES**

<b>(306,093)</b>	<b>394,626</b>
------------------	----------------

## NOTE 17: OPERATING SEGMENTS

	Residential Aged Care		Other Services		Total	
	2016	2015	2016	2015	2016	2015
	\$	\$	\$	\$	\$	\$
<b>REVENUE</b>						
Government Grants & Subsidies	3,045,058	3,209,048	620,821	0	3,665,879	3,209,048
Resident/Patient Fees & Charges	1,531,464	1,326,793	2,640,892	2,718,448	4,172,356	4,045,241
Bond Retentions	102,233	75,714	0	0	102,233	75,714
Interest Income	139,075	272,284	0	0	139,075	272,284
Donations	76,928	119,450	6,257	5,979	83,185	125,429
Other	88,289	256,567	87,537	544,914	175,826	801,481
<b>Total Revenue</b>	<b>4,983,047</b>	<b>5,259,856</b>	<b>3,355,507</b>	<b>3,269,341</b>	<b>8,338,554</b>	<b>8,529,197</b>
<b>EXPENSES</b>						
Employee Expenses	(3,977,045)	(3,703,905)	(2,678,080)	(2,583,687)	(6,655,125)	(6,287,592)
Interest Expense	(14,988)	(2,519)	(177,086)	(179,426)	(192,074)	(181,945)
Depreciation	(320,445)	(364,070)	(215,782)	(146,613)	(536,227)	(510,683)
Other	(1,214,375)	(1,132,947)	(817,742)	(589,177)	(2,032,117)	(1,722,124)
<b>Total Expenses</b>	<b>(5,526,852)</b>	<b>(5,203,441)</b>	<b>(3,888,691)</b>	<b>(3,498,903)</b>	<b>(9,415,543)</b>	<b>(8,702,344)</b>
<b>Net Result from ordinary activities</b>	<b>(543,805)</b>	<b>56,415</b>	<b>(533,184)</b>	<b>(229,562)</b>	<b>(1,076,989)</b>	<b>(173,147)</b>
<b>OTHER INFORMATION</b>						
Current Segment Assets	2,955,548	2,874,962	2,079,522	1,933,185	5,035,070	4,808,147
Non-current Segment Assets	8,449,195	8,865,406	5,944,850	5,961,285	14,394,045	14,826,691
<b>Total Assets</b>	<b>11,404,743</b>	<b>11,740,368</b>	<b>8,024,372</b>	<b>7,894,470</b>	<b>19,429,115</b>	<b>19,634,838</b>
Current Segment Liabilities	7,874,486	3,497,085	1,983,174	2,351,514	9,857,660	5,848,599
Non-current Segment Liabilities	117,465	106,283	82,649	3,371,467	200,114	3,477,750
<b>Total Liabilities</b>	<b>7,991,951</b>	<b>3,603,368</b>	<b>2,065,823</b>	<b>5,722,981</b>	<b>10,057,774</b>	<b>9,326,349</b>
Components of segment liabilities included above:						
- Accommodation bond liabilities	5,051,625	4,432,991	0	0	5,051,625	4,432,991
- Interest-Bearing Liabilities	0	0	0	3,300,000	0	3,300,000
	<b>5,051,625</b>	<b>4,432,991</b>	<b>0</b>	<b>3,300,000</b>	<b>5,051,625</b>	<b>7,732,991</b>

## NOTE 18: FINANCIAL RISK MANAGEMENT

### Financial Risk Management

Violet Town Bush Nursing Centre Inc.'s principal financial instruments comprise of:

- Short-term Investments
- Term Deposits
- Receivables (excluding statutory receivables)
- Payables (excluding statutory payables)
- Accommodation Bonds
- Bank Loans

The main risks the Association is exposed to through its financial instruments are credit risk, liquidity risk and market risk consisting of interest rate risk and fair value risk.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	2016	2015
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	244,611	770,347
Trade and Other Receivables (i)	239,434	319,973
Term Deposits, Managed Funds & Fixed Income Securities - at Fair Value	4,312,831	3,420,284
<b>Total Financial Assets</b>	<b>4,796,876</b>	<b>4,510,604</b>
<b>Financial Liabilities</b>		
Financial Liabilities at amortised cost		
Trade & Other Payables (ii)	486,275	679,094
Borrowings	3,435,410	3,300,000
Monies Held in Trust	4,249	5,226
Accommodation Bonds	5,051,625	4,432,991
<b>Total Financial Liabilities</b>	<b>8,977,559</b>	<b>8,417,311</b>

Note:

- (i) The impairment of receivables is not considered as a financial instrument.
- (ii) The amounts disclosed here exclude statutory amounts (e.g. GST input tax credit recoverable and tax payables).

The Committee has overall responsibility for the establishment of the Association's financial risk management framework. The Committee manages the Association's financial instruments to ensure that adequate cash flows are generated to fund the operations of the Association. Management procedures include estimation of cash flows and future cash requirements.

Mitigation strategies for specific risks faced are described below:

#### (a) Credit Risk

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss to the Association and arises principally from the Association's receivables. The Association does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the company. At 30 June 2016, the Association does not believe it is exposed to any material credit risk.

#### (b) Net Fair Values

The Association has assessed the fair value of assets and liabilities as at 30 June 2016 and believes there are no differences between the carrying values and fair values of those assets and liabilities.

# **NOTE 18: FINANCIAL RISK MANAGEMENT (Continued)**

## **(c) Interest Rate Risk**

The Association's exposure to interest rate risk, which is the risk that a financial instruments value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on classes of financial assets and financial liabilities, is as follows:

Interest Rate Exposure of Financial Assets and Liabilities as at 30 June 2016

	Weighted Average Effective Interest Rate (%)	Carrying Amount	Interest Rate Exposure		
			Floating Interest Rate \$	Maturing within 1 Year \$	Non - Interest Bearing \$
<b>2016</b>					
<b>Financial Assets</b>					
Cash and Cash Equivalents	1.00	244,611	243,712	0	899
Trade Debtors	0.00	239,434	0	0	239,434
Investments	2.55	4,312,831	0	4,312,831	0
<b>Total Financial Assets</b>		<b>4,796,876</b>	<b>243,712</b>	<b>4,312,831</b>	<b>240,333</b>
<b>Financial Liabilities</b>					
<i>At amortised cost</i>					
Payables	0.00	486,275	0	0	486,275
Bank Loans	5.50	3,435,410	3,435,410	0	0
Monies Held in Trust	0.00	4,249	0	0	4,249
Accommodation Bonds	0.00	5,051,625	0	0	5,051,625
<b>Total Financial Liabilities</b>		<b>8,977,559</b>	<b>3,435,410</b>	<b>0</b>	<b>5,542,149</b>

Interest Rate Exposure of Financial Assets and Liabilities as at 30 June 2015

	Weighted Average Effective Interest Rate (%)	Carrying Amount	Interest Rate Exposure		
			Floating Interest Rate \$'000	Maturing within 1 Year \$'000	Non - Interest Bearing \$'000
<b>2015</b>					
<b>Financial Assets</b>					
Cash and Cash Equivalents	1.00	770,347	769,947	0	400
Trade Debtors (i)	0.00	319,973	0	0	319,973
Investments	3.09	3,420,284	1,192	3,415,604	3,488
<b>Total Financial Assets</b>		<b>4,510,604</b>	<b>771,139</b>	<b>3,415,604</b>	<b>323,861</b>
<b>Financial Liabilities</b>					
<i>At amortised cost</i>					
Payables (ii)	0.00	679,094	0	0	679,094
Bank Loans	5.50	3,300,000	3,300,000	0	0
Monies Held in Trust	0.00	5,226	0	0	5,226
Accommodation Bonds	0.00	4,432,991	0	0	4,432,991
<b>Total Financial Liabilities</b>		<b>8,417,311</b>	<b>3,300,000</b>	<b>0</b>	<b>5,117,311</b>

Note

(i) The impairment of receivables is not considered as a financial instrument.

(ii) The amounts disclosed here exclude statutory amounts (e.g. GST input tax credit recoverable and tax payables).

# NOTE 18: FINANCIAL RISK MANAGEMENT (Continued)

## (c) Interest Rate Risk (Continued)

### Sensitivity Analysis

Taking into account past performance, future expectations, economic forecasts, and management's knowledge and experience of the financial markets, Violet Town Bush Nursing Centre Inc. believes the following movements are 'reasonably possible' over the next 12 months (base rates are sourced from the Reserve Bank of Australia).

- A shift of 100 basis points up and down in market interest rates (AUD) from year-end rates of 2.55%;
- A parallel shift of +1% and -1% in inflation rate from year-end rates of 2%

The following table discloses the impact on net operating result and equity for each category of interest bearing financial instrument held by Violet Town Bush Nursing Centre Inc. at year end as presented to key management personnel, if changes in the relevant risk occur.

	Net Result		Equity	
	100 basis points increase	100 basis points decrease	100 basis points increase	100 basis points decrease
2016 (i)	(45,574)	45,574	(45,574)	45,574
2015 (i)	(14,342)	14,342	(14,342)	14,342

(i) The carrying amount excludes types of statutory financial assets and liabilities (i.e. GST input tax credit and GST payable).

### (d) Liquidity Risk

Liquidity risk is the risk that the Association would be unable to meet its financial obligations as and when they fall due. At 30 June 2016, the Association does not believe it is exposed to any material liquidity risk.

The following table discloses the contractual maturity analysis for Violet Town Bush Nursing Centre Inc.'s financial liabilities. For interest rates applicable to each class of liability refer to individual notes to the financial statements.

### Maturity analysis of financial liabilities as at 30 June

	Total Carrying Amount	Total Carrying Amount	Within 1 Year		1 to 5 Years		Over 5 Years	
	2016	2015	2016	2015	2016	2015	2016	2015
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Financial Assets</b>								
Cash and Cash Equivalents	244,611	770,347	244,611	770,347	0	0	0	0
Receivables (i)	239,434	319,973	239,434	319,973	0	0	0	0
Investments	4,312,831	3,420,284	4,312,831	3,420,284	0	0	0	0
<b>Total Financial Assets</b>	<b>4,796,876</b>	<b>4,510,604</b>	<b>4,796,876</b>	<b>4,510,604</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Financial Liabilities</b>								
<i>At amortised cost</i>								
Accounts Payable and Other Payables (ii)	486,275	679,094	486,275	679,094	0	0	0	0
Borrowings	3,435,410	3,300,000	3,435,410	3,300,000	0	0	0	0
Accommodation Bonds	5,051,625	4,432,991	5,051,625	4,432,991	0	0	0	0
Monies held in trust	4,249	5,226	4,249	5,226	0	0	0	0
<b>Total Financial Liabilities</b>	<b>8,977,559</b>	<b>8,417,311</b>	<b>8,977,559</b>	<b>8,417,311</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

(i) The impairment of receivables is not considered as a financial instrument.

(ii) The amounts disclosed here exclude statutory amounts (e.g. GST input tax credit recoverable and tax payables).

The timing of cash flows presented in the table to settle financial liabilities reflects the earliest contractual settlement dates and does not reflect management's expectations that banking facilities will be rolled forward. The amounts disclosed in the table are the undiscounted contracted cash flows and therefore the balances in the table may not equal the balances in the balance sheet due to the effect of discounting.

The timing of expected outflows is not expected to be materially different from contracted cashflows.

**NOTE 19: RESPONSIBLE PERSON DISCLOSURES**

The following disclosures are made regarding responsible persons for the reporting period.

**Governing Boards**

Mr N. Palmer  
Mrs F. Whitewood  
Mr J. Hawkes  
Mrs K. Wilson  
Mr H. Myers  
Mrs A. Byrnes  
Mrs K. Garrett  
Ms I. Gilliland  
Mr J. Dunn

Period
01/07/2015 - 30/06/2016
01/07/2015 - 30/06/2016
01/07/2015 - 30/06/2016
01/07/2015 - 26/10/2015
01/07/2015 - 30/06/2016
26/10/2015 - 30/06/2016
01/07/2015 - 30/06/2016
26/10/2015 - 30/06/2016
01/07/2015 - 30/06/2016

**Accountable Officers**

Mr S. Campi  
Mr B. Hobbs

01/07/2015 - 22/01/2016  
25/01/2016 - 30/06/2016

**Remuneration of Responsible Persons**

The number of Responsible Persons are shown in their relevant income bands;

**Income Band**

\$0 - \$9,999  
\$40,000 - \$49,999  
\$80,000 - \$89,999  
\$140,000 - \$149,999

**Total Numbers**

Total remuneration received or due and receivable by Responsible Persons from the reporting entity amounted to:

2016 No.	2015 No.
9	8
1	0
1	0
0	1
11	9
\$127,676	\$149,472

**NOTE 20: REMUNERATION OF AUDITORS**

Remuneration of the auditors of the Association for:

- Auditing the Financial Report

2016 \$	2015 \$
14,000	14,000
14,000	14,000

**NOTE 21: COMMITMENTS FOR EXPENDITURE**

There are no known capital commitments as at the date of this report.

**Lease Commitments**

Commitments in relation to leases contracted for at the reporting date:

Operating Leases

**Total Lease Commitments**

2016 \$	2015 \$
34,338	23,067
34,338	23,067

**Operating leases**

Kitchen and administration equipment leased over a 5 year term:

Payable:

Less than 1 year

Longer than 1 year but not longer than 5 years

**Total Operating Lease Commitments**

10,696	8,093
23,642	14,974
34,338	23,067

**NOTE 22: CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

There are no known contingent assets or contingent liabilities for Violet Town Bush Nursing Centre Inc. as at the date of this report.

**NOTE 23: EVENTS AFTER THE BALANCE SHEET DATE**

Since 30 June 2016, there have been no events that would materially effect the Financial Statements at balance date.

**NOTE 24: ASSOCIATION DETAILS**

The principle place of business of the association is:

Violet Town Bush Nursing Centre Inc  
Cowslip Street  
Violet Town VIC 3699

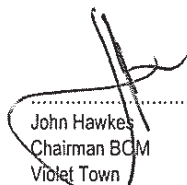
## VIOLET TOWN BUSH NURSING CENTRE INC

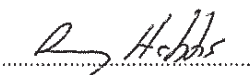
### STATEMENT BY MEMBERS OF THE COMMITTEE

In the opinion of the committee the financial report as set out in preceding pages:

1. Presents a true and fair view of the financial position of Violet Town Bush Nursing Centre Inc as at 30 June 2016 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Association Incorporation Reform Act (VIC) 2012*.
2. At the date of this statement, there are reasonable grounds to believe that Violet Town Bush Nursing Centre Inc will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

  
John Hawkes  
Chairman BCM  
Violet Town

  
Barry Hobbs  
Chief Executive Officer  
Violet Town

Dated this 29<sup>th</sup> day of October 2016.

## INDEPENDENT AUDIT REPORT TO THE MEMBERS OF VIOLET TOWN BUSH NURSING CENTRE INC.

### REPORT ON THE FINANCIAL REPORT

We have audited the accompanying financial report of Violet Town Bush Nursing Centre Inc. (the association) which comprises the balance sheet as at 30 June 2016 and the statement of comprehensive income, statement of cash flows and statement of changes in equity for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the statement by members of the board giving a true and fair view of the financial position and performance of the association.

#### *Board's Responsibility for the Financial Report*

The board of the association is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Associations Incorporation Reform Act 2012.

This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### *Auditor's Responsibility*

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

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### INDEPENDENCE

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.

#### AUDITOR'S OPINION

In our opinion the financial report of Violet Town Bush Nursing Centre Inc. is in accordance with the Associations Incorporation Reform Act 2012 including:

- i. giving a true and fair view of the Association's financial position as at 30 June 2016 and of its performance and its cash flows for the year ended on that date; and
- ii. complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and Associations Incorporation Reform Act 2012.

#### EMPHASIS OF MATTER

Without modifying our opinion, we draw attention to Note 1 in the financial report, which indicates that the company incurred a net operating loss of \$(527,849) before depreciation during the year ended 30 June 2016 and, as of that date; the associations current liabilities exceeded its current assets, after excluding amounts held in trust and accommodation bond balances. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the association's ability to continue as a going concern and therefore, the association may be unable to realise its assets and discharge its liabilities in the normal course of business.

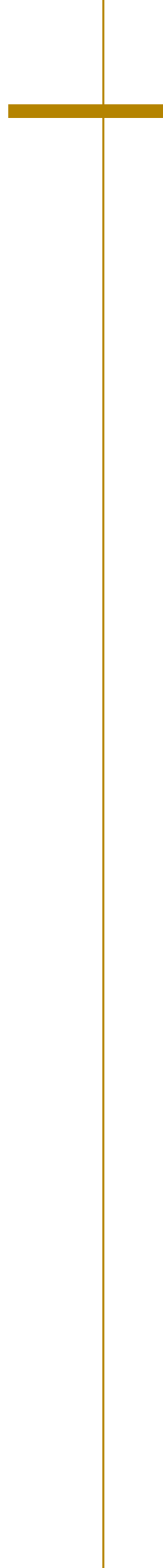
*Coffey Hunt.*

**COFFEY HUNT**  
**CHARTERED ACCOUNTANTS**

*Christopher K.*

**C.J. KOL**  
**PARTNER**

Dated at Warrnambool, 25<sup>th</sup> October 2016





Honeysuckle  
Regional Health

#### Violet Town Campus

PO Box 61  
Cowslip Street  
Violet Town 3669 Victoria  
Tel 03 5798 1324  
Fax 03 5798 1675  
[www.hrh.org.au](http://www.hrh.org.au)

#### Bendigo Campus

47 Harpin Street  
Bendigo 3550 Victoria  
Tel 03 5444 4050  
Fax 03 5444 4171