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**Government
of South Australia**

**MALLEE HEALTH SERVICE HEALTH
ADVISORY COUNCIL INC
2020-21 Annual Report**

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC.

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2020-2021 ANNUAL REPORT for the Mallee Health Service Health Advisory Council Inc.

To:

Hon Stephen Wade MLC

Minister for Health and Wellbeing

This annual report will be presented to Parliament to meet the statutory reporting requirements of *Public Sector Act 2009*, *the Public Finance and Audit Act 1987* and *the Health Care Act 2008*, and the requirements of Premier and Cabinet Circular *PC013 Annual Reporting*.


This report is verified to be accurate for the purposes of annual reporting to the Parliament of South Australia.

Submitted on behalf of the Mallee Health Service Health Advisory Council Inc by:

Robert Berlin

Presiding Member

Date: 30/9/2021

Signature 

From the Presiding Member

It gives me pleasure to report on the activities of the Mallee Health Advisory Council for the last twelve months.

Covid-19 has once again presented us with challenges for the HAC with the uncertainty of being able to hold meetings and the increased workload of the Health staff. We have also seen changes in staff that have had staff members acting in different roles for significant periods of time. This has seen issues with continuity of project delivery.

The Health Advisory Council have reported no conflicts of interest over the preceding twelve months.

GP Services

Karoonda continues to be supplied with General Practitioner (GP) Services from the Mannum Practice. Pinnaroo continues to be serviced Dr Henry Swart and Dr Henry Swart also supports Dr Sara Fensack at Lameroo and their services are greatly valued by the community. We thank the practice staff at both Lameroo and Pinnaroo for the work they do.

Donations and Bequests

We are always grateful to the communities of the Mallee who donate to the Health Services. This money is well utilized and monitored by the Health Advisory Council.

Auxiliaries

Karoonda and Lameroo have Hospital Auxiliaries. Both groups work hard and donate funds for the benefit and comfort of patients and staff.

Gift Fund Trust Spending

At Karoonda the Health Advisory Council has spent money on the Nurse's quarters with air conditioning and shutters making this a more comfortable place to stay for our staff.

At Lameroo we have purchased some furniture for the "Room with a View" for our aged care residents and this is a great asset for them.

In Pinnaroo we have continued upgrading the Doctor's residence with painting of the woodwork on the outside and replacing floor coverings throughout.

We have accepted quotes for floor coverings for a Nurse's house in Pinnaroo and are awaiting this work to be done.

SA Ambulance

Our Health services are closely aligned with the volunteers of our three ambulance services. We thank the hospital staff and ambulance staff for their commitment to the care of our communities.

Riverland Mallee Coorong Local Health Network Awards

I would like to take this opportunity to congratulate all the staff who were nominated for the 2021 Awards and particularly those from our local health services who received awards.

Staff

Thank you to all the staff who work across Mallee Health in any capacity, your part is important for the overall outcome for the health of our communities. Covid-19 has increased the workload for all of our staff and we thank you for your dedication in keeping our residents and out-of-hospital clients safe.

Health Advisory Council

I would like to thank the members of the Health Advisory Council for their time and commitment and I also thank you for your patience and the support you have given me this term.

A handwritten signature in dark ink, appearing to read 'RHBerlin'.

Robert Berlin

Mallee Health Service Health Advisory Council Inc.

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2020-2021 ANNUAL REPORT for the Mallee Health Service Health Advisory Council Inc.

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Overview: about the agency

Our strategic focus

Our Purpose	<p>The Health Advisory Council was established by the then Minister for Health and Ageing to undertake an advocacy role on behalf of the community and to provide advice in relation to health matters, amongst other functions.</p> <ul style="list-style-type: none"> • The constitution is available at - https://www.sahealth.sa.gov.au/MalleeHAC
Our Vision	Not applicable
Our Values	Not applicable
Our functions, objectives and deliverables	The Health Advisory Council undertakes an advocacy role on behalf of the community.

Our organisational structure

Membership of the Health Advisory Council can include:

- Up to eight community members
- Nominee of Local Government
- A local Member of Parliament or their nominee
- A medical practitioner member
- A worker from the Local Health Network

A list of current members is available at:

<https://www.sahealth.sa.gov.au/MalleeHAC>

Changes to the agency

During 2020-21 there were no changes to the agency's structure and objectives as a result of internal reviews or machinery of government changes.

Our Minister

Hon Stephen Wade MLC is the Minister for Health and Wellbeing in South Australia.

The Minister oversees health, wellbeing, mental health, ageing well, substance abuse and suicide prevention.



Our Executive team

Not applicable

Legislation administered by the agency

Not applicable

Other related agencies (within the Minister's area/s of responsibility)

Riverland Mallee Coorong Local Health Network Inc.

Berri Barmera District Health Advisory Council

Coorong Health Service Health Advisory Council Inc

Loxton & Districts Health Advisory Council Inc

Mannum District Hospital Health Advisory Council Inc

Murray Bridge Soldiers' Memorial Hospital Health Advisory Council Inc

Renmark Paringa District Health Advisory Council Inc

Waikerie & Districts Health Advisory Council Inc

The agency's performance

Performance at a glance

The Health Advisory Council undertakes an advocacy role on behalf of the community.

Agency contribution to whole of Government objectives

Key objective	Agency's contribution
More jobs	Not applicable
Lower costs	Not applicable
Better Services	Not applicable

Agency specific objectives and performance

The Health Advisory Council undertakes an advocacy role on behalf of the community.

Agency objectives	Indicators	Performance
Not applicable		

Corporate performance summary

Not applicable.

Employment opportunity programs

Program name	Performance
Not applicable	

Agency performance management and development systems

Performance management and development system	Performance
Not applicable	

Work health, safety and return to work programs

Not applicable

Executive employment in the agency

Not applicable

Financial performance

Financial performance at a glance

The following is a brief summary of the overall financial position of the agency. The information is unaudited. Full audited financial statements for 2020-2021 are attached to this report.

Mallee Health Service Health Advisory Council Inc

Statement of Comprehensive Income	2020-21 Budget \$000s	2020-21 Actual \$000s	Variation \$000s	2019-20 Actual \$000s
Total Income	0	0	0	626
Total Expenses	0	1,122	(1,122)	1,772
Net Result	0	(1,122)	(1,122)	(1,146)
Total Comprehensive Result	0	(1,122)	(1,122)	(1,146)

Statement of Financial Position	2020-21 Budget \$000s	2020-21 Actual \$000s	Variation \$000s	2019-20 Actual \$000s
Current assets	0	156	156	156
Non-current assets	0	18,457	18,457	19,579
Total assets	0	18,613	18,613	19,735
Current liabilities	0	0	0	0
Non-current liabilities	0	0	0	0
Total liabilities	0	0	0	0
Net assets	0	18,613	18,613	19,735
Equity	0	18,613	18,613	19,735

Mallee Health Service Health Advisory Council Inc Gift Fund Trust

Statement of Comprehensive Income	2020-21 Budget \$000s	2020-21 Actual \$000s	Variation \$000s	2019-20 Actual \$000s
Total Income	0	1	1	4
Total Expenses	0	34	(34)	75
Net Result	0	(33)	(33)	(71)
Total Comprehensive Result	0	(33)	(33)	(71)

Statement of Financial Position	2020-21 Budget \$000s	2020-21 Actual \$000s	Variation \$000s	2019-20 Actual \$000s
Current assets	0	74	74	143
Non-current assets	0	0	0	0
Total assets	0	74	74	143
Current liabilities	0	0	0	(36)
Non-current liabilities	0	0	0	0
Total liabilities	0	0	0	(36)
Net assets	0	74	74	107
Equity	0	74	74	107

Consultants disclosure

The following is a summary of external consultants that have been engaged by the agency, the nature of work undertaken, and the actual payments made for the work undertaken during the financial year.

Consultancies with a contract value below \$10,000 each

Consultancies	Purpose	\$ Actual payment
Not applicable		N/A

Consultancies with a contract value above \$10,000 each

Consultancies	Purpose	\$ Actual payment
Not applicable		\$ N/A
	Total	\$ 0

Data for previous year is available at: <https://data.sa.gov.au/data/dataset/riverland-mallee-coorong-local-health-network-rmclhn>. Data for years prior to 2019-20 relating to the former Country Health SA Local Health Network is available at: <https://data.sa.gov.au/data/dataset/country-health-sa-local-health-network>

See also the [Consolidated Financial Report of the Department of Treasury and Finance](#) for total value of consultancy contracts across the South Australian Public Sector.

Contractors disclosure

The following is a summary of external contractors that have been engaged by the agency, the nature of work undertaken, and the actual payments made for work undertaken during the financial year.

Contractors with a contract value below \$10,000

Contractors	Purpose	\$ Actual payment
Not applicable		N/A

Contractors with a contract value above \$10,000 each

Contractors	Purpose	\$ Actual payment
Not applicable		\$ N/A
	Total	\$ 0

Data for previous year is available at: <https://data.sa.gov.au/data/dataset/riverland-mallee-coorong-local-health-network-rmclhn>. Data for years prior to 2019-20 relating to the former Country Health SA Local Health Network is available at: <https://data.sa.gov.au/data/dataset/country-health-sa-local-health-network>

The details of South Australian Government-awarded contracts for goods, services, and works are displayed on the SA Tenders and Contracts website. [View the agency list of contracts.](#)

The website also provides details of [across government contracts.](#)

Other financial information

Nil to report.

Other information

Not applicable.

Risk management

Risk and audit at a glance

Not applicable.

Fraud detected in the agency

Category/nature of fraud	Number of instances
Not applicable	

NB: Fraud reported includes actual and reasonably suspected incidents of fraud.

Strategies implemented to control and prevent fraud

Health Advisory Councils have specific functions and powers as defined in the *Health Care Act 2008* and the Constitution (for incorporated Health Advisory Councils or Rules (for non incorporated Health Advisory Councils), including actions that cannot be undertaken without the approval of the Minister.

Health Advisory Councils are instrumentalities of the Crown and subject to relevant Department of Treasury and Finance Treasurers Instructions.

The Constitutions / Rules identify the actions to be undertaken in the event of a conflict of interest. All declared conflicts of interest are reported to the Minister for Health through Riverland Mallee Coorong Local Health Network Inc.

Data for previous year is available at: <https://data.sa.gov.au/data/dataset/riverland-mallee-coorong-local-health-network-rmclhn>. Data for years prior to 2019-20 relating to the former Country Health SA Local Health Network is available at: <https://data.sa.gov.au/data/dataset/country-health-sa-local-health-network>

Public interest disclosure

Number of occasions on which public interest information has been disclosed to a responsible officer of the agency under the *Public Interest Disclosure Act 2018*:

0

Data for previous year is available at: <https://data.sa.gov.au/data/dataset/riverland-mallee-coorong-local-health-network-rmclhn>. Data for years prior to 2019-20 relating to the former Country Health SA Local Health Network is available at: <https://data.sa.gov.au/data/dataset/country-health-sa-local-health-network>

Note: Disclosure of public interest information was previously reported under the *Whistleblowers Protection Act 1993* and repealed by the *Public Interest Disclosure Act 2018* on 1/7/2019.

Reporting required under any other act or regulation

Act or Regulation	Requirement
Health Care Act 2008	Part 4 Health Advisory Councils, Division 2 Functions and Powers, 18 Functions

Act as an advocate to promotion the interests of the community.

- Provide advice about relevant aspect of the provision of health services, and relevant health issues, goals, priorities, plans and strategic initiatives.
- Encourage community participation in programs.
- Consult with other bodies that are interested in the provision of health services.
- Provide advice to the Minister about any matter referred to it by the Minister or Chief Executive.
- Participate in consultation or assessment process associated with the selection of senior staff.
- Act as trustee and participate in budget discussions and financial management or development processes; and to undertake fundraising activities (incorporated HAC).
- Provide advice about the management of resources for health services; and provide assistance with fundraising activities (unincorporated HAC).

Reporting required under the *Carers' Recognition Act 2005*

Not applicable.

Public complaints

Number of public complaints reported

A Regional Health Network response will be provided in the 2020-21 Riverland Mallee Coorong Local Health Network Annual Report, which can be accessed on the [SA Health website](#).

Complaint categories	Sub-categories	Example	Number of Complaints 2020-21
Not applicable			

Additional Metrics	Total
Not applicable	

Data for previous year is available at: <https://data.sa.gov.au/data/dataset/riverland-mallee-coorong-local-health-network-rmclhn>.

Data for years prior to 2019-20 relating to the former Country Health SA Local Health Network is available at: <https://data.sa.gov.au/data/dataset/country-health-sa-local-health-network>

Service Improvements

Not applicable

Compliance Statement

Mallee Health Service Health Advisory Council Inc. is compliant with Premier and Cabinet Circular 039 – complaint management in the South Australian public sector	N/A –refer to Riverland Mallee Coorong LHN Inc 2020-21 Annual Report
Mallee Health Service Health Advisory Council Inc. has communicated the content of PC 039 and the agency’s related complaints policies and procedures to employees.	N/A –refer to Riverland Mallee Coorong LHN Inc 2020-21 Annual Report

Appendix: Audited financial statements 2020-21

David Chant CA, FCPA
Simon Smith CA, FCPA
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Renaë Nicholson CA
Tim Muhlhausler CA
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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC.

Report on the Financial Report

Audit Opinion

We have audited the accompanying financial report of Mallee Health Service Health Advisory Council Inc. (the Health Advisory Council), which comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising summary of significant accounting policies and other explanatory information, and the statement by the presiding member and operational finance manager.

In our opinion, the financial report of Mallee Health Service Health Advisory Council Inc. presents fairly in accordance with Treasurer's Instructions promulgated under the provisions of the Public Finance and Audit Act 1987, Department of Health Accounting Policies, the Health Care Act 2008, applicable Accounting Standards and other mandatory professional reporting requirements in Australia, the financial position of Mallee Health Service Health Advisory Council Inc. as at 30 June 2021 and the results of its operations and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Health Advisory Council in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia, and we have fulfilled our other ethical responsibilities in accordance with the Code.

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

Health Advisory Council's Responsibility for the Financial Report

The Health Advisory Council is responsible for the preparation of the financial report that presents fairly in accordance with the Health Care Act 2008, Treasurer's Instructions promulgated under the provisions of the Public Finance and Audit Act 1987, Department of Health Accounting Policies, applicable Accounting Standards and other mandatory professional reporting requirements in Australia. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Auditor's Responsibility for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to audit 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 Health Advisory Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Health Advisory Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS



Simon Smith CA, FCPA, Registered Company Auditor

Partner

10/09/2021

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC

CERTIFICATION OF THE FINANCIAL STATEMENTS

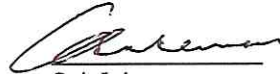
We certify that the:

- financial statements of the Mallee Health Service Health Advisory Council Inc:
 - are in accordance with the accounts and records of the Advisory Council;
 - comply with relevant Treasurer's Instructions;
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the Advisory Council at the end of the financial year and the result of its operation and cash flows for the financial year.

- Internal controls employed by Mallee Health Service Health Advisory Council Inc for the financial year over its financial reporting and its preparation of financial statements have been effective.



Robert Berlin
Presiding Member of the Mallee Health Service Health
Advisory Council Inc
09/09/2021



Craig Lukeman
Chief Finance Officer

10/09/2021

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2021

	Note	2021 \$'000	2020 \$'000
Income			
Resources received free of charge	2	-	626
Total income		-	626
Expenses			
Depreciation	7	1,122	1,070
Grants and subsidies	4	-	26
Net loss from disposal of non-current and other assets	3	-	676
Total expenses		1,122	1,772
Net result		(1,122)	(1,146)
Total comprehensive result		(1,122)	(1,146)

The accompanying notes form part of these financial statements.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC
STATEMENT OF FINANCIAL POSITION
As at 30 June 2021

	Note	2021 \$ '000	2020 \$ '000
Current assets			
Cash and cash equivalents	5	156	156
Total current assets		156	156
Non-current assets			
Property, plant and equipment	7	18,457	19,579
Total non-current assets		18,457	19,579
Total assets		18,613	19,735
Net assets		18,613	19,735
Equity			
Asset revaluation surplus		11,558	11,558
Retained earnings		7,055	8,177
Total equity		18,613	19,735

The accompanying notes form part of these financial statements.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC
STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2021

	Asset revaluation surplus \$ '000	Retained earnings \$ '000	Total equity \$ '000
Balance at 30 June 2019	12,326	8,555	20,881
Net result for 2019-20	-	(1,146)	(1,146)
Total comprehensive result for 2019-20	-	(1,146)	(1,146)
Transfer between equity components	(768)	768	-
Balance at 30 June 2020	11,558	8,177	19,735
Net result for 2020-21	-	(1,122)	(1,122)
Total comprehensive result for 2020-21	-	(1,122)	(1,122)
Balance at 30 June 2021	11,558	7,055	18,613

The accompanying notes form part of these financial statements.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC
STATEMENT OF CASH FLOWS
For the year ended 30 June 2021

	Note	2021	2020
Cash outflows			
Payments of grants and subsidies		-	(26)
Cash used in operations		-	(26)
Net cash provided by/(used in) operating activities		-	(26)
Cash flows from investing activities			
Cash inflows			
Proceeds from sale of property, plant and equipment		-	135
Cash generated from investing activities		-	135
Purchase of property, plant and equipment		-	-
Cost of sales from property, plant and equipment		-	(16)
Cash used in investing activities		-	(16)
Net cash provided by/(used in) investing activities		-	119
Net increase/(decrease) in cash and cash equivalents		-	93
Cash and cash equivalents at the beginning of the period		156	63
Cash and cash equivalents at the end of the period	5	156	156

The accompanying notes form part of these financial statements.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

1 About Mallee Health Service Health Advisory Council Inc

The Mallee Health Service Health Advisory Council Inc (the Advisory Council) was established as an incorporated advisory council under the Health Care Act 2008 (the Act).

The financial statements include all controlled activities of the Advisory Council.

The Advisory Council does not control any other entity and has no interests in unconsolidated structured entities.

The Advisory Council is controlled by Riverland Mallee Coorong Local Health Network Inc.

1.1 Objectives and activities

The Advisory Council was established to undertake an advocacy role on behalf of the community, to provide advice, and to perform other functions as determined under the Act.

The Advisory Council is established to:

- advise on the health service needs, priorities and issues within the Local Area with particular emphasis upon those issues in the context of consumers of health services, carers and volunteers
- ascertain the health needs of the Community and the attitude of the Community to the development of health services within the Community
- advocate on behalf of the Community to support the planning and provision of health services as part of an integrated statewide health system for the benefit of the Community
- hold assets for the benefit, purposes and use of, the Health Unit(s) on terms and conditions determined of approved by the Minister
- undertake such other activities as the Advisory Council may determine for the benefit or support of health services in the Local Area

The functions of the Advisory Council are to contribute significantly to the improved overall health status of all people by acting as an advocate and providing advice about the provision of health services, health issues, goals, priorities, plans and other strategic initiatives both inside and outside the Local Area.

1.2 Basis of preparation

These financial statements are general purpose financial statements prepared in compliance with:

- section 23 of the *Public Finance and Audit Act 1987*;
- Treasurer's Instructions and Accounting Policy Statements issued by the Treasurer under the Public Finance and Audit Act 1987; and
- relevant Australian Accounting Standards (with reduced disclosure requirements) applicable to not-for-profit entities, as the Advisory Council is a not-for-profit entity.

The financial statements have been prepared based on a 12 month period and presented in Australian currency. All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000).

The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

Significant accounting policies are set out below or in the notes.

1.3 Taxation

The Advisory Council is not subject to income tax but is liable for goods and services tax (GST).

Income, expenses and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods or services is not recoverable from the Australian Taxation Office (ATO), in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item applicable; and
- receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis, and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the ATO is classified as part of operating cash flows.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

1.4 Equity

The Advisory Council uses the asset revaluation surplus to record increments and decrements in the fair value of land and buildings to the extent that they offset one another. Relevant amounts are transferred to retained earnings when an asset is derecognised.

1.5 Changes in accounting policy

The Advisory Council did not change any of its accounting policies during the year.

1.6 Impact of COVID-19 pandemic

The COVID-19 pandemic has not had a material impact on the operations of the Advisory Council and is not expected to do so in the future.

2 Resources received free of charge

	2021	2020
	\$'000	\$'000
Land and buildings	-	626
Total resources received free of charge	-	626

3 Net gain/(loss) from disposal of non-current and other assets

	2021	2020
	\$'000	\$'000
Land and buildings:		
Proceeds from disposal	-	135
Less carrying amount of assets disposed	-	(795)
Less other costs of disposal	-	(16)
Net gain/(loss) from disposal of land and buildings	-	(676)

Gains or losses on disposal are recognised at the date control of the asset is passed from the Advisory Council and are determined after deducting the cost of the asset from the proceeds at that time. When revalued assets are disposed, the revaluation surplus is transferred to retained earnings.

4 Grants and subsidies

	2021	2020
	\$'000	\$'000
Other	-	26
Total grants and subsidies	-	26

5 Cash and cash equivalents

	2021	2020
	\$'000	\$'000
Cash at bank or on hand	156	156
Total cash	156	156

6 Property, plant and equipment

6.1 Acquisition and recognition

Non-current assets are initially recorded on a cost basis, and subsequently measured at fair value. Where assets are acquired at no value, or minimal value, they are recorded at their fair value in the Statement of Financial Position. Where assets are acquired at no or nominal value as part of a restructure of administrative arrangements, the assets are recorded at the value held by the transferor public authority prior to the restructure.

The Advisory Council capitalises all non-current tangible assets that it controls valued at or greater than \$10,000.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

6.2 Depreciation

All non-current assets, that have a limited useful life, are systematically depreciated over their useful lives in a manner that reflects the consumption of their service potential.

The useful lives and depreciation methods of all major assets held by the Advisory Council are reviewed and adjusted of appropriate on an annual basis. Changes in expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the time period or method, as appropriate.

Land and non-current assets held for sale are not depreciated.

Depreciation is calculated on a straight line basis over the estimated or revised remaining useful life of the following classes of assets as follows:

<u>Class of asset</u>	<u>Useful life (years)</u>
Buildings and improvements	40 - 80
Site improvements	40 - 80

6.3 Revaluation

All non-current tangible assets are valued at fair value after allowing for accumulated depreciation (written down current cost).

The Advisory Council revalues all land, buildings and site improvements on a regular cycle via a Certified Practising Valuer.

If at any time, management considers that the carrying amount of an asset greater than \$1 million materially differs from its fair value, then the asset will be revalued regardless of when the last valuation took place.

Non-current tangible assets that are acquired between revaluations are held at cost, until the next valuation, when they are revalued to fair value.

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

Upon disposal or derecognition, any asset revaluation surplus relating to that asset is transferred to retained earnings.

6.4 Impairment

The Advisory Council holds its property assets for their service potential (value in use). Specialised assets would rarely be sold and typically any costs of disposal would be negligible, accordingly the recoverable amount will be closer to or greater than fair value. Where there is an indication of impairment, the recoverable amount is estimated. For revalued assets, fair value is assessed each year.

There were no indications of impairment of property and infrastructure as at 30 June 2021.

6.5 Valuation of land and buildings

An independent valuation of land and buildings, including site improvements, was performed in March 2018 by a Certified Practising Valuer from AssetVal (JLT) Pty Ltd, as at 1 June 2018.

Fair value of unrestricted land was determined using the market approach. The valuation was based on recent market transactions for similar land and buildings (non-specialised) in the area and includes adjustment for factors specific to the land and buildings being valued such as size, location and current use.

Fair value of specific land and buildings was determined using depreciated replacement cost, due to there not being an active market for such land and buildings. The depreciated replacement cost considered the need for ongoing provision of government services; specialised nature of the assets, including the restricted use of the assets; the size, condition, location. The valuation was based on a combination of internal records, specialised knowledge and acquisition/transfer costs.

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC. GIFT FUND TRUST

Report on the Financial Report

We have audited the accompanying financial report of Mallee Health Service Health Advisory Council Inc. Gift Fund Trust (the Gift Fund Trust), which comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising summary of significant accounting policies and other explanatory information, and the statement by the presiding member and operational finance manager.

In our opinion, the financial report of Mallee Health Service Health Advisory Council Inc. Gift Fund Trust presents fairly in accordance with Treasurer's Instructions promulgated under the provisions of the Public Finance and Audit Act 1987, Department of Health Accounting Policies, the Health Care Act 2008, applicable Accounting Standards and other mandatory professional reporting requirements in Australia, the financial position of Mallee Health Service Health Advisory Council Inc. Gift Fund Trust as at 30 June 2021 and the results of its operations and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Health Advisory Council in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia, and we have fulfilled our other ethical responsibilities in accordance with the Code.

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

Health Advisory Council's Responsibility for the Financial Report

The Gift Fund Trust is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Health Care Act 2008, Treasurer's Instructions promulgated under the provisions of the Public Finance and Audit Act 1987, Department of Health Accounting Policies, applicable Accounting Standards and other mandatory professional reporting requirements in Australia. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Auditor's Responsibility for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to audit 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 Health Advisory Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Health Advisory Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS



Simon Smith CA, FCPA, Registered Company Auditor
Partner

10/09/2021

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST

CERTIFICATION OF THE FINANCIAL STATEMENTS

We certify that the:

- financial statements of the Mallee Health Service Health Advisory Council Inc Gift Fund Trust:
 - are in accordance with the accounts and records of the Trust;
 - comply with relevant Treasurer's Instructions;
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the Trust at the end of the financial year and the result of its operation and cash flows for the financial year.

- Internal controls employed by Mallee Health Service Health Advisory Council Inc Gift Fund Trust for the financial year over its financial reporting and its preparation of financial statements have been effective.



Robert Berlin
Presiding Member of the Mallee Health Advisory Council Inc
(the Trustee)

09/09/2021



Craig Lukeman
Chief Finance Officer

10/09/2021

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2021

	Note	2021 \$'000	2020 \$'000
Income			
Interest	2	1	3
Other revenues/income	3	-	1
Total income		1	4
Expenses			
Grants and subsidies	4	34	75
Total expenses		34	75
Net result		(33)	(71)
Total comprehensive result		(33)	(71)

The accompanying notes form part of these financial statements.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
STATEMENT OF FINANCIAL POSITION
As at 30 June 2021

	Note	2021 \$ '000	2020 \$ '000
Current assets			
Cash and cash equivalents	5	30	20
Other financial assets	6	44	123
Total current assets		74	143
Total assets		74	143
Current liabilities			
Payables	7	-	36
Total current liabilities		-	36
Total liabilities		-	36
Net assets		74	107
Equity			
Retained earnings		74	107
Total equity		74	107

The accompanying notes form part of these financial statements.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2021

	Retained earnings \$ '000	Total equity \$ '000
Balance at 30 June 2019	178	178
Net result for 2019-20	(71)	(71)
Total comprehensive result for 2019-20	(71)	(71)
Balance at 30 June 2020	107	107
Net result for 2020-21	(33)	(33)
Total comprehensive result for 2020-21	(33)	(33)
Balance at 30 June 2021	74	74

The accompanying notes form part of these financial statements.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
STATEMENT OF CASH FLOWS
For the year ended 30 June 2021

	Note	2021 \$ '000	2020 \$ '000
Cash flows from operating activities			
Cash inflows			
Interest received		-	1
Other receipts		-	1
Cash generated from operations		<u>-</u>	<u>2</u>
Cash outflows			
Payments of grants and subsidies		(70)	(39)
Cash used in operations		<u>(70)</u>	<u>(39)</u>
Net cash provided by/(used in) operating activities		<u>(70)</u>	<u>(37)</u>
Cash flows from investing activities			
Cash inflows			
Proceeds from sale/maturities of investments		80	163
Cash generated from investing activities		<u>80</u>	<u>163</u>
Cash outflows			
Purchase of investments		-	(123)
Cash used in investing activities		<u>-</u>	<u>(123)</u>
Net cash provided by/(used in) investing activities		<u>80</u>	<u>40</u>
Net increase/(decrease) in cash and cash equivalents		10	3
Cash and cash equivalents at the beginning of the period		20	17
Cash and cash equivalents at the end of the period	5	<u>30</u>	<u>20</u>

The accompanying notes form part of these financial statements.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

1 About Mallee Health Service Health Advisory Council Inc Gift Fund Trust

Mallee Health Service Health Advisory Council Inc Gift Fund Trust (the Trust) was established by virtue of a deed executed between the Department for Health and Wellbeing (the Department) and Mallee Health Advisory Council Inc (the Trustee).

The Trust does not control any other entity and has no interests in unconsolidated structured entities.

The Trust is controlled by Riverland Mallee Coorong Local Health Network Inc.

1.1 Objectives and activities

The Trust is a public ancillary fund and has been endorsed by the Australian Taxation Office as a Deductible Gift Recipient (DGR).

The Trust is established to:

- seek, collect and administer donations and bequests, to be used for the benefit of the local area health services that are DGRs
- undertake fundraising activities, the proceeds from which are to be used for the benefit of the local area health services that are DGRs

1.2 Basis of preparation

These financial statements are general purpose financial statements prepared in compliance with:

- section 23 of the *Public Finance and Audit Act 1987*;
- Treasurer's Instructions and Accounting Policy Statements issued by the Treasurer under the Public Finance and Audit Act 1987; and
- relevant Australian Accounting Standards (with reduced disclosure requirements) applicable to not-for-profit entities, as the Trust is a not-for-profit entity.

The financial statements have been prepared based on a 12 month period and presented in Australian currency. All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000).

The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

Significant accounting policies are set out below or in the notes.

1.3 Taxation

The Trust is not subject to income tax but is liable for goods and services tax (GST).

Income, expenses and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods or services is not recoverable from the Australian Taxation Office (ATO), in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item applicable; and
- receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis, and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the ATO is classified as part of operating cash flows.

1.4 Changes in accounting policy

The Trust did not change any of its accounting policies during the year.

1.5 Impact of COVID-19 pandemic

The COVID-19 pandemic has not had a material impact on the operations of the Trust and is not expected to do so in the future.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

2 Interest

	2021	2020
	\$'000	\$'000
Bank interest	1	3
Total interest revenue	1	3

3 Other revenues/income

	2021	2020
	\$'000	\$'000
Donations	-	1
Total other revenues/income	-	1

4 Grants and subsidies

	2021	2020
	\$'000	\$'000
Other	34	75
Total grants and subsidies	34	75

5 Cash and cash equivalents

	2021	2020
	\$'000	\$'000
Cash at bank or on hand	30	20
Total cash	30	20

6 Other financial assets

	2021	2020
	\$'000	\$'000
Current		
Term deposits	44	123
Total current investments	44	123
Total investments	44	123

7 Payables

	2021	2020
	\$'000	\$'000
Current		
Creditors and accrued expenses	-	36
Total current payables	-	36
Total payables	-	36

8 Contingent assets and liabilities

Contingent assets and contingent liabilities are not recognised in the Statement of Financial Position, but are disclosed within this note and, if quantifiable are measured at nominal value. The Trust is not aware of any contingent assets and liabilities. In addition, the Trust has made no guarantees.

9 Financial instruments / financial risk management

9.1 Financial risk management

The Trust's exposure to financial risk (liquidity risk, credit risk and market risk) is low due to the nature of the financial instruments held.

MALLEE HEALTH SERVICE HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

9.2 Categorisation of financial instruments

The carrying amounts of each of the following categories of financial assets and liabilities: financial assets measured at amortised cost; financial assets measured at fair value through profit or loss; financial assets measured at fair value through other comprehensive income; and financial liabilities measured at amortised cost are detailed below if applicable.

Category of financial asset and financial liability	Notes	2021 Carrying amount \$'000	2020 Carrying amount \$'000
<i>Financial assets</i>			
Cash and equivalent			
Cash and cash equivalents	5	30	20
Amortised cost			
Other financial assets	6	44	123
Total financial assets		74	143
<i>Financial liabilities</i>			
Financial liabilities at amortised cost			
Payables	7	-	36
Total financial liabilities		-	36

⁽¹⁾ Receivable and payable amounts disclosed here exclude statutory receivables and payables such as GST receivables and payables.

10 Key Management Personnel

Key management personnel of the Advisory Council include the Minister, the Chief Executive of the Department, board members and the Chief Executive Officer of Riverland Mallee Coorong Local Health Network Inc and the members of the Advisory Council.

The Trust did not enter into any transactions with key management personnel or their close family during the reporting period that were not consistent with normal procurement arrangements.

11 Remuneration of Council members

The total remuneration received or receivable by members was nil. In accordance with the Premier and Cabinet Circular No 016, government employees did not receive any remuneration for council member duties during the financial year. Unless otherwise disclosed, transactions between members are on conditions no more favourable than those that it is reasonable to expect the entity would have adopted if dealing with the related party at arm's length in the same circumstances.