



Financial Report
Tweddle
30 June 2008

VAGO
Victorian Auditor-General's Office

INDEPENDENT AUDITOR'S REPORT

To the Board Members of Tweddle Child and Family Health Service

The Financial Report
The accompanying financial report for the year ended 30 June 2008 of Tweddle Child and Family Health Service which comprises operating statement, balance sheet, statement of changes in equity, cash flow statement, a summary of significant accounting policies and other explanatory notes to and forming part of the financial report, and the board member's, accountable officer's and chief finance and accounting officer's declaration, has been audited.

The Board Members Responsibility for the Financial Report
The Board Members of Tweddle Child and Family Health Service are responsible for the preparation and the fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the financial reporting requirements of the *Financial Management Act 1994*. This responsibility includes:

- establishing and maintaining internal controls 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
- making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility
As required by the *Audit Act 1994*, my responsibility is to express an opinion on the financial report based on the audit, which has been conducted in accordance with Australian Auditing Standards. These Standards require compliance with relevant ethical requirements relating to audit engagements and that the audit be planned and performed to obtain reasonable assurance whether the financial report is free from material misstatement.


An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The audit procedures selected depend on 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, consideration is given to 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 the accounting policies used, and the reasonableness of accounting estimates made by the Board Members, as well as evaluating the overall presentation of the financial report.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my audit opinion.

Matters Relating to the Electronic Presentation of the Audited Financial Report
This auditor's report relates to the financial statements published in both the annual report and on the website of Tweddle Child and Family Health Service for the year ended 30 June 2008. The Board Members of Tweddle Child and Family Health Service are responsible for the integrity of the web site. I have not been engaged to report on the integrity of the web site. The auditor's report refers only to the statements named above. An opinion is not provided on any other information which may have been hyperlinked to or from these statements. If users of this report are concerned with the inherent risks arising from electronic data communications, they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on the Tweddle Child and Family Health Service web site.

Independence
The Auditor-General's independence is established by the *Constitution Act 1975*. The Auditor-General is not subject to direction by any person about the way in which his powers and responsibilities are to be exercised. In conducting the audit, the Auditor-General, his staff and delegates complied with all applicable independence requirements of the Australian accounting profession.

Auditor's Opinion
In my opinion, the financial report presents fairly, in all material respects, the financial position of Tweddle Child and Family Health Service as at 30 June 2008 and its financial performance and cash flows for the year then ended in accordance with applicable Australian Accounting Standards (including the Australian Accounting Interpretations), and the financial reporting requirements of the *Financial Management Act 1994*.


D D R Pearson
Auditor-General

MELBOURNE
2 October 2008

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Declaration

Tweddle Child and Family Health Service

Board member's, accountable officer's and chief finance and accounting officer's declaration

We certify that the attached financial statements for Tweddle Child and Family Health Service have been prepared in accordance with Standing Direction 4.2 of the *Financial Management Act 1994*, applicable *Financial Reporting Directions*, Australian Accounting Standards and other mandatory professional reporting requirements.

We further state that, in our opinion, the information set out in the Operating Statement, Balance Sheet, Statement of Changes in Equity, Cash Flow Statement and notes forming part of the financial statements, presents fairly the financial transactions during the year ended 30 June 2008 and financial position of Tweddle Child and Family Health Service as at 30 June 2008.

We are not aware of any circumstance which would render any particulars included in the financial statements to be misleading or inaccurate.

We authorise the attached financial report for issue on this day.

Mr M Smith
Chairperson



Footscray
24 September 2008

Ms V Amery
Chief Executive Officer



Footscray
24 September 2008

Mr T Riitano
Finance Manager



Footscray
24 September 2008

Operating Statement For The Year Ended 30 June 2008

	Note	2008 \$	2007 \$
Revenue from Operating Activities	2	3,377,558	3,316,039
Revenue from Non-operating Activities	2	113,142	68,724
Employee Benefits	2b	(2,878,757)	(2,508,315)
Non Salary Labour Costs	2b	(24,623)	(5,491)
Supplies & Consumables	2b	(138,700)	(82,543)
Other Expenses from Continuing Operations	2b	(699,212)	(714,130)
Net Result Before Capital & Specific Items		(250,592)	74,284
Capital Purpose Income	2	351,250	361,629
Depreciation	3	(141,689)	(123,760)
NET RESULT FOR THE YEAR		(41,031)	312,153

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

Balance Sheet As at 30 June 2008

	Note	2008 \$	2007 \$
ASSETS			
Current Assets			
Cash and Cash Equivalents	4	868,976	848,249
Receivables	5	179,119	112,117
Other Financial Assets	6	1,465,956	1,381,091
Inventories	7	47,738	55,173
Prepayments		8,136	42,183
Total Current Assets		2,569,925	2,438,813
Non-Current Assets			
Receivables	5	2,678	10,712
Other Financial Assets	6	1,605,809	1,835,485
Property, Plant & Equipment	8	6,177,527	4,427,678
Total Non-Current Assets		7,786,014	6,273,875
TOTAL ASSETS		10,355,939	8,712,688
LIABILITIES			
Current Liabilities			
Payables	9	548,443	118,023
Provisions	10	590,328	558,935
Other Liabilities	11	90,903	21,039
Total Current Liabilities		1,229,674	697,997
Non-Current Liabilities			
Provisions	10	56,297	37,339
Total Non-Current Liabilities		56,297	37,339
TOTAL LIABILITIES		1,285,971	735,336
NET ASSETS		9,069,968	7,977,352
EQUITY			
Asset Revaluation Reserve	12a	4,108,177	2,820,016
Available for Sale Revaluation Reserve	12a	844,485	1,055,630
Restricted Specific Purpose Reserve	12a	416,474	416,474
Contributed Capital	12b	3,587,206	3,530,575
Accumulated Surpluses	12c	113,626	154,657
TOTAL EQUITY		9,069,968	7,977,352

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

Statement Of Changes In Equity For the Year Ended 30 June 2008

	Note	2008 \$	2007 \$
Total equity at beginning of financial year		7,977,352	7,376,668
Gain/(loss) on Asset revaluation	12a	1,288,161	-
Available-for-sale investments:			
Gain/(Loss) taken to equity	12a	(141,733)	306,388
Transferred to Operating Statement	12a	(69,412)	(17,857)
NET INCOME RECOGNISED DIRECTLY IN EQUITY		(211,145)	288,531
Net result for the year		(41,031)	312,153
TOTAL RECOGNISED INCOME AND EXPENSE FOR THE YEAR		(41,031)	312,153
Contributed Capital (DHS)	12b	56,631	-
Total equity at end of financial year		9,069,968	7,977,352

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

Cash Flow Statement For the Year Ended 30 June 2008

	Note	2008 \$	2007 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating Grants from Government		2,842,777	2,675,171
GST Received from/(paid to) ATO		(33,384)	3,669
Fringe Benefits Tax Transitional Grant Received		153,982	139,967
Other Receipts		584,786	530,890
Employee Benefits Paid		(2,884,855)	(2,561,845)
Payments for Supplies & Consumables		(844,099)	(660,914)
Fringe Benefits Tax Paid		(27,365)	(109,826)
Other (Payments) / Receipts		514,215	(102,204)
Net Cash (Used)/Generated from Operations		306,057	(85,092)
Capital Grants from Government		44,500	22,482
Capital Donations and Bequests Received		45,608	62,293
Capital Interest Received		90,634	75,271
Capital Dividends Received		63,879	104,719
Other Capital Receipts		14,415	21,719
NET CASH INFLOW FROM OPERATING ACTIVITIES	13	565,093	201,392
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Property, Plant & Equipment		(618,128)	(26,221)
Proceeds from Sale of Property, Plant & Equipment		22,000	265,000
Proceeds from Sale of Other Financial Assets		146,627	117,593
Purchase of Other Financial Assets		(66,631)	-
Net Payments for Bank Bills Rollovers		(84,865)	(76,700)
NET CASH INFLOW/(OUTFLOW) FROM INVESTING ACTIVITIES		(600,997)	279,672
CASH FLOWS FROM FINANCING ACTIVITIES			
Contributed Capital (DHS)		56,631	-
NET CASH INFLOW FROM FINANCING ACTIVITIES		56,631	-
NET INCREASE IN CASH & CASH EQUIVALENTS HELD		20,727	481,064
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		848,249	367,185
CASH AND CASH EQUIVALENTS AT END OF YEAR	4	868,976	848,249

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

Notes to the Financial Statements

30 June 2008

TABLE OF CONTENTS

NOTE		
1	Statement Of Significant Accounting Policies	09
2	Revenue	18
2a	Analysis Of Revenue By Source	19
2b	Analysis Of Expenses By Source	20
2c	Net Gain / (Loss) From Disposal Of Non-current Assets	21
2d	Analysis Of Expenses By Internal & Restricted Specific Purpose Funds For Services Supported By Hospital & Community Initiatives	22
3	Depreciation	22
4	Cash & Cash Equivalents	22
5	Receivables	22
6	Other Financial Assets	23
7	Inventories	23
8	Property, Plant & Equipment	24
9	Payables	25
10	Provisions	26
10a	Employee Benefits	26
11	Other Liabilities	26
12	Equity & Reserves	27
13	Reconciliation Of Net Result For The Year To Net Cash Inflow / (Outflow) From Operating Activities	27
14	Financial Instruments	28
15	Commitments	30
16	Segment Reporting	30
17	Responsible Persons & Executive Officer Disclosures	31
18	Remuneration Of Auditors	31
19	Events Occurring After The Balance Sheet Date	31

Notes to the Financial Statements

30 June 2008

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report which has been prepared on an accrual basis in accordance with the *Financial Management Act 1994*, applicable Accounting Standards (AAS), which includes the *Australian Accounting Standards Board (AASB)*, Interpretations and other mandatory professional requirements.

Basis of preparation

The financial report is prepared in accordance with the historical cost convention, except for the revaluation of certain non-current assets and financial instruments, as noted. Cost is based on the fair values of the consideration given in exchange for assets.

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

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

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

The accounting policies set out below have been applied in preparing the financial statements for the year ended 30 June 2008, and the comparative information presented in these financial statements for the year ended 30 June 2007.

(a) Reporting Entity

Tweddle Child and Family Health Service is the reporting entity. Tweddle Child and Family Health Service is a not-for-profit entity and therefore applies the additional Aus paragraphs applicable to “not-for-profit” entities under the AAS’s.

(b) Rounding Off

All amounts shown in the financial statements are expressed to the nearest dollar.

(c) Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and in banks and investments in money market instruments (readily convertible to known amounts of cash and which are subject to insignificant risk of change in value), net of outstanding bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Balance Sheet.

(d) Receivables

Trade debtors are carried at nominal amounts due and are due for settlement within 30 days from the date of recognition. Collectability of debts is reviewed on an ongoing basis, and debts which are known to be uncollectible are written off. A provision for doubtful debts is raised where doubt as to collection exists. Bad debts are written off when identified.

(e) Inventories

Inventories include goods and other property held either for sale or for distribution in the ordinary course of business operations. It excludes depreciable assets.

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

(f) Other Financial Assets

Other financial assets are recognised and derecognised on trade date where purchase or sale of an investment is under a contract whose terms require delivery of the investment within the timeframe established by the market concerned, and are initially measured at fair value, net of transaction costs. Other financial assets are classified between current and non current assets based on Tweddle Child and Family Health Service’s Board of Management’s intention at balance date with respect to the timing of disposal of each asset.

Tweddle Child and Family Health Service classifies its other financial assets as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, and available-for-sale assets. The classification depends on the purpose for which the investments were acquired.

Other financial assets held by Tweddle Child and Family Health Service are classified as being available-for-sale and are stated 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 to the extent appropriate, the cumulative gain or loss previously recognised in equity is included in the operating statement for the period.

Dividend revenue is recognised on an accrual basis. Interest revenue is recognised on a time proportionate basis that takes into account the effective yield on the financial asset.

(g) Property, Plant and Equipment

Land is measured at fair value with regard to the property’s highest and best use after due consideration is made for any legal or constructive restrictions imposed on the asset, public announcements or comments made in relation to the intended use of the asset. Theoretical opportunities that may be available in relation to the asset(s) are not taken into account until it is virtually certain that any restrictions will no longer apply.

Buildings are recognised initially at cost and subsequently measured at fair value less accumulated depreciation.

Plant, Equipment and Vehicles are measured at cost less accumulated depreciation and impairment.

(h) Revaluations of Non Current Assets

Non-current physical assets measured at fair value are revalued in accordance with FRD 103C. This revaluation process normally occurs every five years, as directed by timelines in FRD 103C which sets the next revaluation to occur on 30 June 2009, or earlier should there be an indication that fair values are materially different from the carrying value. Revaluation increments or decrements arise from differences between an asset’s carrying value and fair value.

Revaluation increments are credited directly to the asset revaluation reserve, except that, to the extent that an increment reverses a revaluation decrement in respect of that class of asset previously recognised as an expense in net result, the increment is recognised as revenue in the net result.

Revaluation decrements are recognised immediately as expenses in the net result, except that, to the extent that a credit balance exists in the asset revaluation reserve in respect of the same class of assets, they are debited directly to the asset revaluation reserve.

Revaluation increases and revaluation decreases relating to individual assets within a class of property, plant and equipment are offset against one another within that class but are not offset in respect of assets in different classes. Revaluation reserves are not transferred to accumulated funds on derecognition of the relevant asset.

(i) Depreciation

Assets with a cost in excess of \$1,000 (2006-7 and 2007-8) are capitalised and depreciation has been provided on depreciable assets so as to allocate their cost - or valuation - over their estimated useful lives using the straight-line method. Estimates of the remaining useful lives and depreciation method for all assets are reviewed at least annually. This depreciation charge is not funded by the Department of Human Services (DHS).

The following table indicates the expected useful lives of non-current assets on which the depreciation charges are based:

	2008	2007
Buildings	Up to 40 years	Up to 40 years
Plant & Equipment	Up to 10 years	Up to 10 years
Computers & Communications	Up to 3 years	Up to 3 years
Furniture & Fittings	Up to 10 years	Up to 10 years
Motor Vehicles	Up to 5 years	Up to 5 years

(j) Impairment of Assets

All assets are assessed annually for indications of impairment, except for:

- o inventories
- o assets arising from employee benefits; and
- o financial instrument assets.

If there is an indication of impairment, the assets concerned are tested as to whether their carrying value exceeds their recoverable amount. Where an asset’s carrying value exceeds its recoverable amount, the difference is written-off by a charge to the operating statement except to the extent that the write-down can be debited to an asset revaluation reserve amount applicable to that class of asset.

It is deemed that, in the event of the loss of an asset, the future economic benefits arising from the use of the asset will be replaced unless a specific decision to the contrary has been made. The recoverable amount for most assets is measured at the higher of depreciated replacement cost and fair value less costs to sell. Recoverable amount for assets held primarily to generate net cash inflows is measured at the higher of the present value less costs to sell.

(k) Payables

These amounts consist predominantly of liabilities for goods and services.

Payables are initially recognised at fair value, then subsequently carried at amortised cost and represent liabilities for goods and services provided to the organisation prior to the end of the financial year that are unpaid, and arise when the organisation becomes obliged to make future payments in respect of the purchase of these goods and services.

The normal credit terms are usually Nett 30 days.

(l) Provisions

Provisions are recognised when Tweddle Child and Family Health Service has a present obligation, the future sacrifice of economic benefits is probable, and the amount of the provision can be measured reliably.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cashflows estimated to settle the present obligation, its carrying amount is the present value of those cashflows.

(m) Functional and Presentation Currency

The presentation currency of Tweddle Child and Family Health Service is the Australian dollar, which has also been identified as the functional currency of Tweddle Child and Family Health Service.

(n) Goods and Services Tax

Income, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case it is recognised as part of the cost of acquisition of the asset or as part of the expense.

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 taxation authority is included with other receivables or payables in the balance sheet.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flow.

(o) Employee Benefits

Wages and Salaries, Annual Leave, Sick Leave and Accrued Days Off

Liabilities for wages and salaries, including non-monetary benefits, annual leave, accumulating sick leave and accrued days off expected to be settled within 12 months of the reporting date are recognised in the provision for employee benefits in respect of employee's services up to the reporting date, classified as current liabilities and measured at nominal values.

Those liabilities that the health service does not expect to settle within 12 months are recognised in the provision for employee benefits as current liabilities, measured at present value of the amounts expected to be paid when the liabilities are settled using the remuneration rate expected to apply at the time of settlement.

Long Service Leave

Current Liability – unconditional LSL

(representing 10 or more years of continuous service) is disclosed as a current liability regardless of whether Tweddle Child and Family Health Service does not expect to settle the liability within 12 months as it does not have the unconditional right to defer the settlement of the entitlement should an employee take leave within 12 months.

The components of the current LSL liability are measured at:

- o present value – component that Tweddle Child and Family Health Service does not expect to settle within 12 months; and
- o nominal value – component that Tweddle Child and Family Health Service expects to settle within 12 months.

Non-Current Liability – conditional LSL

(representing less than 10 years of continuous service) is disclosed as a non-current liability. There is an unconditional right to defer the settlement until 10 years of service has been completed by an employee. Conditional LSL is required to be measured at present value.

Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using interest rates of national Government guaranteed securities in Australia.

Superannuation

Defined contribution plans

Contributions to defined contribution superannuation plans are expenses when incurred.

Defined benefit plans

The amount charged to the Operating Statement in respect of defined benefit superannuation plans represents the contributions made by Tweddle Child and Family Health Service to the superannuation plan in respect of the services of current Tweddle Child and Family Health Service staff. Superannuation contributions are made to the plans based on the relevant rules of each plan.

Employees of Tweddle Child and Family Health Service are entitled to receive superannuation benefits and Tweddle Child and Family Health Service contributes to both the defined benefit and defined contribution plans. The defined benefit plan(s) provide benefits based on years of service and final average salary.

Tweddle Child and Family Health Service made contributions to the following major superannuation plans during the year:

Defined contribution plans:	2008	2007
Health Super Pty Ltd	\$211,356	\$198,342
Vision Super Pty Ltd	\$10,202	\$5,784
Health Employees Superannuation Trust Australia (HESTA)	\$8,631	\$7,113
Skandia Global Retirement Solutions	\$4,553	\$2,892
T & L Kelly Super Fund	\$3,563	\$3,542

Tweddle Child and Family Health Service does not recognise any defined benefit liability in respect of the superannuation plans because Tweddle Child and Family Health Service has no legal or constructive obligation to pay future benefits relating to its employees; its only obligation is to pay superannuation contributions as they fall due. The Department of Treasury and Finance administers and discloses the State's defined benefit liabilities in its financial report.

Termination Benefits

Liabilities for termination benefits are recognised when a detailed plan for the termination has been developed and a valid expectation has been raised with those employees affected that the terminations will be carried out. The liabilities for termination benefits are recognised in other creditors unless the amount or timing of the payments is uncertain, in which case they are recognised as a provision.

On-Costs

Employee benefits on-costs (workers compensation, superannuation annual leave and LSL accrued while on LSL taken in service) are recognised separately from provision for employee benefits.

(p) Income Recognition

Income is recognised in accordance with AASB 118 *Revenue* and is recognised as to the extent it is earned. Unearned income at reporting date is reported as income received in advance.

Amounts disclosed as revenue are, where applicable, net of returns, allowances and duties and taxes.

Government Grants

All Government Grants are recognised as income when Tweddle Child and Family Health Service gains control of the underlying assets in accordance with AASB 1004 *Contributions*. Yet a distinction is made between reciprocal and non reciprocal grants. Where grants received in advance are reciprocal, revenue is deferred and reported as Income in Advance due to the non completion of the service at reporting date. The revenue is then recognised as performance occurs under the grant. Non-reciprocal grants are recognised as revenue when Tweddle Child and Family Health Services gains control of transfer, that is, the grant is received or receivable. Conditional grants may be reciprocal or non-reciprocal depending on the terms of the grant.

Indirect Contributions

- Insurance is recognised as revenue following advice from the Department of Human Services.
- Long Service Leave (LSL) – Revenue is recognised upon finalisation of movements in LSL liability in line with the arrangements set out in the Acute Health Division Hospital Circular 13/2008.

Patient Fees

Patient fees are recognised as revenue at the time invoices are raised.

Donations and Other Bequests

Donations and bequests are recognised as revenue when received, except when specific reference is made to a financial year. If donations are for a special purpose, they may be appropriated to a reserve, such as specific restricted purpose reserve.

Fringe Benefits Tax Transitional Grant

The FBT transitional grant is recognised as revenue when received.

Dividend Revenue

Dividend revenue is recognised on a receivable basis.

Interest Revenue

Interest revenue is recognised on a proportionate basis that takes in account the effective yield of the financial asset.

(q) Fund Accounting

Tweddle Child and Family Health Service operates on a fund accounting basis and maintains three funds: Operating, Specific Purpose and Capital Funds. Tweddle Child and Family Health Service's Capital and Specific Purpose Funds include unspent capital donations and receipts from fundraising activities conducted solely in respect of these funds.

(r) Services Supported By Health Services Agreement and Services Supported by Hospital And Community Initiatives

Activities classified as *Services Supported by Health Services Agreement (HSA)* are substantially funded by the Department of Human Services, while *Services Supported by Hospital and Community Initiatives (Non HSA)* are funded by Tweddle Child and Family Health Service's own activities or local initiatives and/or the Commonwealth.

(s) Comparative Information

Where necessary, the previous year's figures have been reclassified to facilitate comparisons.

(t) Asset Revaluation Reserve

The asset revaluation reserve is used to record increments and decrements on the revaluation of non-current assets.

(u) Available-for-Sale Revaluation Reserve

The available-for-sale revaluation reserve arises on the revaluation of available-for-sale financial assets. Where a revalued financial asset is sold that portion of the reserve which relates to that financial asset, and is effectively realised, is recognised in the operating statement. Where a revalued financial asset is impaired that portion of the reserve which relates to that financial asset is recognised in the operating statement.

(v) Specific Restricted Purpose Reserve

A specific restricted purpose reserve is established where Tweddle Child and Family Health Service has possession or title to the funds but has no discretion to amend or vary the restriction and/or condition underlying the funds received.

(w) Contributed Capital

Consistent with *Interpretation 1038 Contributions by Owners Made to Wholly-Owned Public Sector Entities and FRD 2A Contributions by Owners*, appropriations for additions to the net asset base have been designated as contributed capital. Other transfers that are in the nature of contributions or distributions, that have been designated as contributed capital are also treated as contributed capital.

(x) Net Result Before Capital & Specific Items

The subtotal entitlement 'Net Result Before Capital & Specific Items' is included in the Operating Statement to enhance the understanding of the financial performance of Tweddle Child and Family Health Service. The subtotal reports the result excluding items such as capital grants, assets received or provided free of charge, depreciation, and items of unusual nature and amount such as specific revenues and expenses. The exclusion of these items are made to enhance matching of income and expenses so as to facilitate the comparability and inconsistency of results between years and Victorian Public Health Services. The Net Result Before Capital & Specific Items is used by the management of Tweddle Child and Family Health Service, the Department of Human Services and the Victorian Government to measure the ongoing result of Health Services in operating hospital services.

Capital and specific items, which are excluded from this sub-total, comprise:

- Capital purpose income, which comprises all tied grants, donations and bequests received for the purpose of acquiring non-current assets, such as capital works, plant and equipment or intangible assets. The recognition of revenue as capital purpose income is based on the provider of the revenue at the time the revenue is provided.
- Depreciation as described in Note 1 (i).

(y) New Accounting Standards and Interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2008 reporting period. As at 30 June 2008, the following standards and interpretations had been issued but were not mandatory for financial years ending 30 June 2008. Tweddle Child and Family Health Service has not and does not intend to adopt these standards early.

Standard / Interpretation	Summary	Applicable for reporting periods beginning on or ending on	Impact on Entities Annual Statements
AASB 2007-2 Amendments to Australian Accounting Standards arising from AASB Interpretation 12	Amendments arise from the release in February 2007 of Interpretation 12 Service Concession Arrangements.	Amendments arise from the release in February 2007 of Interpretation 12 Service Concession Arrangements.	The impact of any changes that may be required cannot be reliably estimated and is not disclosed in the financial report.
AASB 8 Operating Segments.	Supersedes AASB 114 Segment Reporting.	Beginning 1 January 2009	Not applicable
AASB 2007-3 Amendments to Australian Accounting Standards arising from AASB 8 [AASB 5, AASB 6, AASB 102, AASB 107, AASB 119, AASB 127, AASB 134, AASB 136, AASB 1023 and AASB 1038]	An accompanying amending standard, also introduced consequential amendments into other Standards.	Beginning 1 January 2009	Impact expected to be not significant.
AASB 2007-6 Amendments to Australian Accounting Standards arising from AASB 123 [AASB 1, AASB 101, AASB 107, AASB 111, AASB 116 & AASB 138 and Interpretations 1 & 12]	Option to expense borrowing cost related to a qualifying asset had been removed. Entities are now required to capitalise borrowing costs relevant to qualifying assets.	Beginning 1 January 2009	All Australian government jurisdictions are currently still actively pursuing an exemption for government from capitalising borrowing costs.
AASB 2007-8 Amendments to Australian Accounting Standards arising from AASB 101	Editorial amendments to Australian Accounting Standards to align with IFRS terminology	Beginning 1 January 2009	Impact expected to be not significant.
Interpretation 12 Service Concession Agreements	Amendments arising from the release of AASB 2007-6	Beginning 1 January 2009	Impact expected to be not significant.
AASB 1004 (Revised) Contributions	Relocation of requirements on contributions from AASs 27, 29 and 31, into AASB 1004.	Beginning 1 July 2008	Impact expected to be not significant.
AASB 1050 Administered Items	Relocation of the requirements for the disclosure of administered items from AAS 29 into a new topic-based Standard.	Beginning 1 July 2008	Impact expected to be not significant.

Standard / Interpretation	Summary	Applicable for reporting periods beginning on or ending on	Impact on Entities Annual Statements
AASB 1051 Land Under Roads	Relocation of the requirements for the disclose into a new topic-based Standard.	Beginning 1 July 2008	Impact expected to be not significant.
AASB 1052 Disaggregated Disclosures	Relocation of the requirements relating to reporting of disaggregated information from AAS 27 and AAS 29, into a new topic-based Standard.	Beginning 1 July 2008	Impact expected to be not significant.
Interpretation 1038 (Revised) Contributions by Owners Made to Wholly-Owned Public Sector Entities	Relocation of the requirements on contributions from AASs 27, 29 and 31, into AASB 1004.	Beginning 1 July 2007	Impact expected to be not significant.
AASB 2007-9 Amendments to Australian Accounting Standards arising from the Review of AASs 27, 29 and 31 [AASB 3, AASB 5, AASB 8, AASB 101, AASB 114, AASB 116, AASB 127 & AASB 137]	Relocation of certain relevant requirements from AASs 27, 29 and 31, into existing topic-based Standards. In particular, this Standard addresses: <ul style="list-style-type: none"> (a) the notion of reporting entity as it applies to local governments, governments and government departments; (b) restructures of local governments; (c) infrastructure, cultural, community and heritage assets; (d) control in the public sector; and (e) obligations arising from local government and government existing public policies, budget policies, election promises or statements of intent. This Standard also makes consequential amendments, arising from the short-term review of the requirements in AASs 27, 29 and 31, to AASB 5, AASB 8, AASB 101 and AASB 114. 	Beginning 1 July 2008	Impact expected to be not significant.

NOTE 2: Revenue

	HSA 2008 \$	HSA 2007 \$	Non HSA 2008 \$	Non HSA 2007 \$	TOTAL 2008 \$	TOTAL 2007 \$
Revenue from Operating Activities						
Government Grants						
Department of Human Services: Acute Care Program	2,483,293	2,302,225	-	-	2,483,293	2,302,225
Department of Human Services: Protective Services	280,958	225,522	31,835	105,551	312,793	331,073
Day Stay Programs	-	-	180,087	158,386	180,087	158,386
Prison Program	-	-	14,257	19,500	14,257	19,500
Tweddle at Home	-	-	35,590	-	35,590	-
Indirect Contributions by Department of Human Services	34,493	9,172	-	-	34,493	9,172
ATO FBT Transitional Grant	153,982	139,967	-	-	153,982	139,967
Specific Purpose Programs	-	-	73,275	235,991	73,275	235,991
Parenting Seminars	-	-	400	1,997	400	1,997
Other Revenue from Operating Activities	26,581	28,765	62,807	88,963	89,388	117,728
Sub-Total Revenue from Operating Activities	2,979,307	2,705,651	398,251	610,388	3,377,558	3,316,039
Revenue from Non-Operating Activities						
Interest	-	-	61,488	33,990	61,488	33,990
Other Revenue from Non-Operating Activities	-	-	51,654	34,734	51,654	34,734
Sub-Total Revenue from Non-Operating Activities	-	-	113,142	68,724	113,142	68,724
Revenue from Capital Purpose Income						
Net Gain/(Loss) on Disposal of Non-Current Assets (refer note 2c)	-	-	68,714	103,722	68,714	103,722
Capital Interest	-	-	90,634	75,271	90,634	75,271
Capital Dividends	-	-	87,379	81,142	87,379	81,142
Donations and Bequests	-	-	45,608	57,293	45,608	57,293
Property Income	-	-	14,415	21,719	14,415	21,719
State Government Capital Grant	-	-	44,500	22,482	44,500	22,482
Sub-Total Revenue from Capital Purpose Income	-	-	351,250	361,629	351,250	361,629
Total Revenue from Continuing Operations (refer to note 2a)	2,979,307	2,705,651	862,643	1,040,741	3,841,950	3,746,392

Indirect contributions by Department of Human Services:
Department of Human Services makes payments for Insurance and Long Service Leave on behalf of Tweddle Child and Family Health Service. These amounts have been brought to account in determining the operating result for the year by recording them as revenue and expenses.

NOTE 2a: Analysis of Revenue by Source

	Acute Health 2008 \$	Protective Services 2008 \$	Day Stay Programs 2008 \$	Prison Program 2008 \$	Tweddle at Home 2008 \$	Other 2008 \$	TOTAL 2008 \$	TOTAL 2007 \$
Revenue from Services Supported by Health Services Agreement								
Government Grants								
Department of Human Services: Acute Care Program	2,483,293	-	-	-	-	-	2,483,293	2,302,225
Department of Human Services: Protective Services	-	280,958	-	-	-	-	280,958	225,522
Indirect contributions by Department of Human Services								
Insurance	34,493	-	-	-	-	-	34,493	42,103
Long Service Leave	-	-	-	-	-	-	-	(32,931)
ATO FBT Transitional Grant	153,982	-	-	-	-	-	153,982	139,967
Other	26,581	-	-	-	-	-	26,581	28,765
Sub-Total Revenue from Services Supported by Health Services Agreement	2,698,349	280,958	-	-	-	-	2,979,307	2,705,651
Revenue from Services Supported by Hospital and Community Initiatives								
Operating Services:								
Protective Services: DHS Other Regions	-	31,835	-	-	-	-	31,835	91,156
Protective Services: PASDS Outreach Home Visiting Service	-	-	-	-	-	-	-	14,395
Day Stay Programs	-	-	180,087	-	-	-	180,087	158,386
Prison Program	-	-	-	14,257	-	-	14,257	19,500
Parenting Seminars	-	-	-	-	-	400	400	1,997
Tweddle at Home	-	-	-	-	35,590	-	35,590	-
Other	-	-	-	-	-	62,807	62,807	88,963
	-	31,835	180,087	14,257	35,590	63,207	324,976	374,397
Other Activities :								
State Government Capital Grant	44,500	-	-	-	-	-	44,500	22,482
Specific Purpose Programs (refer note 2d)	-	-	-	-	-	73,275	73,275	235,991
Property Income	-	-	-	-	-	14,415	14,415	21,719
Net Gain/(Loss) from Disposal of Non-Current Assets (refer note 2c)	-	-	-	-	-	68,714	68,714	103,722
Donations & Bequests	-	-	-	4,000	-	41,608	45,608	57,293
Interest	-	-	-	-	-	152,122	152,122	109,261
Dividends	-	-	-	-	-	87,379	87,379	81,142
Other	-	-	-	-	-	51,654	51,654	34,734
	44,500	-	-	4,000	-	489,167	537,667	666,344
Sub-Total Revenue from Services Supported by Hospital and Community Initiatives	44,500	31,835	180,087	18,257	35,590	552,374	862,643	1,040,741
Total Revenue from Operations	2,742,849	312,793	180,087	18,257	35,590	552,374	3,841,950	3,746,392

Indirect contributions by Department of Human Services:
Department of Human Services makes payments for Insurance and Long Service Leave on behalf of Tweddle Child and Family Health Service. These amounts have been brought to account in determining the operating result for the year by recording them as revenue and expenses.

NOTE 2b: Analysis of Expenses by Source

	Acute Health 2008 \$	Protective Services 2008 \$	Day Stay Programs 2008 \$	Prison Program 2008 \$	Tweddle at Home 2008 \$	Other 2008 \$	TOTAL 2008 \$	TOTAL 2007 \$
Services Supported by Health Services Agreement								
Employee Benefits								
Salaries & Wages	1,746,244	228,770	100,957	-	-	-	2,075,971	2,012,355
WorkCover	24,016	2,783	1,769	-	-	-	28,568	29,778
Long Service Leave	19,502	1,675	994	-	-	-	22,171	29,295
Superannuation	291,687	9,433	15,135	-	-	-	316,255	267,528
	2,081,449	242,661	118,855	-	-	-	2,442,965	2,338,956
Non Salary Labour Costs								
Agency Costs - Nursing	24,623	-	-	-	-	-	24,623	5,491
	24,623	-	-	-	-	-	24,623	5,491
Supplies & Consumables								
Food Supplies	130,673	8,027	-	-	-	-	138,700	82,543
	130,673	8,027	-	-	-	-	138,700	82,543
Other Expenses								
Fuel, Light, Power and Water	24,677	-	-	-	-	-	24,677	26,649
Insurance costs funded by DHS	34,493	-	-	-	-	-	34,493	42,103
Motor Vehicle Expenses	5,900	-	-	-	-	-	5,900	9,320
Repairs & Maintenance	31,951	-	801	-	-	-	32,752	21,637
Building, Safety & Infrastructure	37,511	-	356	-	-	-	37,867	40,744
Human Resources	54,440	5,930	-	-	-	-	60,370	30,687
Information Technology	93,343	-	-	-	-	-	93,343	45,499
Telephone, Stationery & Postage	74,652	59	1,654	-	-	-	76,365	84,743
Linen Cleaning Service	10,866	552	-	-	-	-	11,418	15,777
Training	29,280	673	316	-	-	-	30,269	34,373
Fringe Benefits Tax	27,365	-	-	-	-	-	27,365	109,826
Annual Report	29,897	-	-	-	-	-	29,897	26,951
Other Administrative Expenses	73,513	2,757	2,366	-	-	-	78,636	69,599
	527,888	9,971	5,493	-	-	-	543,352	557,908
Sub-Total Expenses from Services Supported by Health Services Agreement	2,764,633	260,659	124,348	-	-	-	3,149,640	2,984,898

NOTE 2b: Analysis of Expenses by Source (Continued)

	Acute Health 2008 \$	Protective Services 2008 \$	Day Stay Programs 2008 \$	Prison Program 2008 \$	Tweddle at Home 2008 \$	Other 2008 \$	TOTAL 2008 \$	TOTAL 2007 \$
Services Supported by Hospital and Community Initiatives								
Employee Benefits								
Salaries & Wages	-	327	129,673	13,686	53,806	197,529	395,021	153,443
Workcover	-	-	1,417	-	-	1,194	2,611	1,545
Long Service Leave	-	-	544	-	-	1,862	2,406	2,177
Superannuation	-	-	13,750	3,481	5,322	13,201	35,754	12,194
	-	327	145,384	17,167	59,128	213,786	435,792	169,359
Other Expenses								
Repairs & Maintenance	-	-	-	-	-	9,628	9,628	105,472
Research Expenditure	-	-	-	-	-	1,099	1,099	20,823
Other Administrative Expenses	-	-	655	454	12,080	125,444	138,633	23,563
	-	-	655	454	12,080	136,171	149,360	149,858
Sub-Total Expense from Services Supported by Hospital and Community Initiatives	-	327	146,039	17,621	71,208	349,957	585,152	319,217
Depreciation (refer note 3)	-	-	-	-	-	141,689	141,689	123,760
Audit Fees - Auditor General (refer note 18)	6,500	-	-	-	-	-	6,500	6,364
	6,500	-	-	-	-	141,689	148,189	130,124
Total Expenses from Continuing Operations	2,771,133	260,986	270,387	17,621	71,208	491,646	3,882,981	3,434,239

NOTE 2c: Net Gain/(Loss) from Disposal of Non-Current Assets

	2008 \$	2007 \$
Proceeds from Disposals of Non-Current Assets:		
Available-for-Sale Financial Assets	146,627	117,593
Property, Plant & Equipment	22,000	265,000
Total Proceeds from Disposal of Non-Current Assets	168,627	382,593
Less: Written Down Value of Non-Current Assets Sold:		
Available-for-Sale Financial Assets	(154,574)	(112,228)
Property, Plant & Equipment	(14,751)	(184,500)
Total Written Down Value of Non-Current Assets Sold	(169,325)	(296,728)
Net Gain / (Loss) on Disposal of Non-Current Assets	(698)	85,865
Amount Removed from Equity & Recognised in Profit or Loss for the Period	69,412	17,857
Net Gain / (Loss) on Disposal of Non-Current Assets	68,714	103,722

NOTE 2d: Analysis of Expenses by Internal and Restricted Specific Purpose Funds for Services Supported by Hospital and Community Initiatives

	2008 \$	2007 \$
Breast Feeding Program	73,275	235,991
TOTAL	73,275	235,991

NOTE 3: Depreciation	2008 \$	2007 \$
Depreciation		
Buildings	72,677	68,980
Motor Vehicles	18,367	15,860
Computers and Communications	25,140	19,089
Other Plant & Equipment	17,368	14,622
Furniture and Fittings	8,137	5,209
Total Depreciation	141,689	123,760

NOTE 4: Cash and Cash Equivalents

For the purposes of the Cash Flow Statement, cash and cash equivalents includes cash on hand and in banks, and short-term deposits which are readily convertible to cash on hand, and are subject to an insignificant risk of change in value, net of outstanding bank overdrafts.

	2008 \$	2007 \$
Cash On Hand	550	550
Cash at Bank	868,426	847,699
TOTAL	868,976	848,249

Represented by:

Cash for Tweddle Child and Family Health Service Operations	789,021	837,711
Cash for Monies Held in Trust :		
Live Well Program	-	10,538
Other	79,955	-
TOTAL	868,976	848,249

Cash for monies held in Trust is deposited in an 'At-Call' account and there is no risk of a change in value for this amount.

NOTE 5: Receivables

	2008 \$	2007 \$
CURRENT		
Inter Hospital Debtors – Day Stay Program	26,297	14,386
Community Based Debtors – Day Stay Program	10,032	4,585
Local Authority Debtors – Day Stay Program	-	4,239
DHS Debtor	-	19,366
Prison Program Debtor	5,035	1,760
Trade Debtors	23,484	32,043
Accrued Investment Income	39,947	16,447
Accrued Revenue – DHS	-	19,291
Accrued Revenue – Sales	1,155	-
Accrued Revenue – Other	56,449	-
GST – Receivable	16,720	-
TOTAL CURRENT RECEIVABLES	179,119	112,117
NON CURRENT		
DHS Debtor – Long Service Leave	2,678	10,712
TOTAL NON-CURRENT RECEIVABLES	2,678	10,712
TOTAL RECEIVABLES	181,797	122,829

(a) Ageing analysis of receivables

Please refer to note 14(c) for the ageing analysis of receivables

(b) Nature and extent of risk arising from receivables

Please refer to note 14(c) for the nature and extent of credit risk arising from receivables

NOTE 6: Other Financial Assets

	Operating Fund 2008 \$	Operating Fund 2007 \$	Specific Purpose Fund 2008 \$	Specific Purpose Fund 2007 \$	Capital Fund 2008 \$	Capital Fund 2007 \$	TOTAL 2008 \$	TOTAL 2007 \$
CURRENT								
<i>Available for Sale – At Fair Value Through Equity</i>								
Bank Bills	-	-	-	-	1,465,956	1,381,091	1,465,956	1,381,091
TOTAL	-	-	-	-	3,071,765	3,216,576	3,071,765	3,216,576
NON CURRENT								
<i>Available for Sale – At Fair Value Through Equity</i>								
Shares in Publicly Listed Companies	-	-	-	-	1,605,809	1,835,485	1,605,809	1,835,485
TOTAL	-	-	-	-	3,071,765	3,216,576	3,071,765	3,216,576
Represented by:								
Tweddle Child and Family Health Service Investments	-	-	-	-	3,071,765	3,216,576	3,071,765	3,216,576
TOTAL	-	-	-	-	3,071,765	3,216,576	3,071,765	3,216,576

(a) Ageing analysis of other financial assets

Please refer to note 14(c) for the ageing analysis of other financial assets

(b) Nature and extent of risk arising from other financial assets

Please refer to note 14(c) for the nature and extent of credit risk arising from other financial assets

NOTE 7: Inventories

	2008 \$	2007 \$
CURRENT		
Books, DVDs and Videos – at cost	47,738	55,173
TOTAL CURRENT INVENTORIES	47,738	55,173
TOTAL INVENTORIES	47,738	55,173

Notes to the Financial Statements for the Year Ended 30 June 2008 Continued

NOTE 8: Property, Plant & Equipment

	2008 \$	2007 \$
Land		
Crown Land	1,824,115	1,400,000
Freehold Land	925,086	710,000
Total Land at Fair Value	2,749,201	2,110,000
Buildings		
Buildings	3,202,121	2,476,474
Less Accumulated Depreciation	-	(262,217)
Total Buildings at Fair Value	3,202,121	2,214,257
Plant and Equipment		
Motor Vehicles		
Motor Vehicles at Cost	78,970	70,488
Less Accumulated Depreciation	(38,732)	(35,872)
	40,238	34,616
Computers and Communication		
Computers and Communication at Cost	297,103	201,429
Less Accumulated Depreciation	(222,364)	(197,224)
	74,739	4,205
Other Equipment		
Other Equipment at Cost	195,847	165,753
Less Accumulated Depreciation	(97,938)	(111,137)
	97,909	54,616
Total Plant and Equipment	212,886	93,437
Furniture and Fittings		
Furniture and Fittings at Cost	161,144	149,672
Less Accumulated Depreciation	(147,825)	(139,688)
Total Furniture and Fittings	13,319	9,984
TOTAL	6,177,527	4,427,678

NOTE 8: Property, Plant & Equipment (Continued)

Reconciliations of the carrying amounts of each class of asset at the beginning and end of the previous and current financial year is set out below.

	Plant and Equipment							TOTAL \$
	Crown Land \$	Freehold Land \$	Buildings \$	Motor Vehicles \$	Computers & Communi- -cations \$	Other Equipment \$	Furniture & Fittings \$	
Balance at 1 July 2006	1,400,000	845,000	2,308,435	50,476	23,294	67,319	15,193	4,709,717
Additions	-	-	24,302	-	-	1,919	-	26,221
Disposals	-	(135,000)	(49,500)	-	-	-	-	(184,500)
Revaluation increments/ (decrements)	-	-	-	-	-	-	-	-
Depreciation (note 3)	-	-	(68,980)	(15,860)	(19,089)	(14,622)	(5,209)	(123,760)
Balance at 1 July 2007	1,400,000	710,000	2,214,257	34,616	4,205	54,616	9,984	4,427,678
Additions	-	-	411,581	38,740	95,674	60,661	11,472	618,128
Disposals	-	-	-	(14,751)	-	-	-	(14,751)
Revaluation increments	424,115	215,086	648,960	-	-	-	-	1,288,161
Depreciation (note 3)	-	-	(72,677)	(18,367)	(25,140)	(17,368)	(8,137)	(141,689)
Balance at 30 June 2008	1,824,115	925,086	3,202,121	40,238	74,739	97,909	13,319	6,177,527

Land and buildings carried at fair value

An independent valuation of Tweddle Child and Family Health Service's land and buildings was performed by Mr. A. Matheson Stephen to determine the fair value of the land and buildings. The valuation, which conforms to Australian Valuation Standards, was determined by reference to the amounts for which assets could be exchanged between knowledgeable willing parties in an arm's length transaction. The valuation was based on independent assessments. The effective date of the valuation is 30 June 2003. During the 2007/08 financial year, a Managerial revaluation was performed resulting in a revaluation increment.

NOTE 9: Payables

	2008 \$	2007 \$
CURRENT		
Trade Creditors	141,072	-
Accrued Expenses	21,057	54,592
Other Payables	355,500	-
GST Payable	-	33,384
Group Tax Payable	30,814	30,047
TOTAL	548,443	118,023

(a) Maturity analysis of payables

Please refer to note 14(d) for the ageing analysis of payables

(b) Nature and extent of risk arising from payables

Please refer to note 14(d) for the nature and extent of risk arising from payables

NOTE 10: Provisions

	2008	2007
	\$	\$
CURRENT		
Employee Benefits (refer Note 10a)	590,328	558,935
TOTAL	590,328	558,935
NON-CURRENT		
Employee Benefits (refer Note 10a)	56,297	37,339
TOTAL	56,297	37,339

NOTE 10a: Employee Benefits

	2008	2007
	\$	\$
CURRENT		
Long Service Leave		
short term benefits at nominal value	236,319	269,610
Annual Leave		
Expected to be utilised within 12 months (nominal value)	164,852	155,391
Expected to be utilised after 12 months (present value)	87,822	75,636
Accrued Salaries and Wages	94,853	53,365
Accrued Days Off	6,482	4,933
TOTAL	590,328	558,935
NON-CURRENT		
Long Service Leave*	56,297	37,339
TOTAL	56,297	37,339

Movement in Long Service Leave:

Balance at start of year	306,949	339,386
Provision made during the year	24,577	31,492
Settlement made during the year	(38,910)	(63,929)
Balance at end of year	292,616	306,949

* The following assumptions were adopted in measuring present value:
– amounts included in non-current long service leave relate to all employees with less than 10 years of service; and
– amounts included in non-current long service leave are measured at present value as per AASB 119.

NOTE 11: Other Liabilities

	2008	2007
	\$	\$
CURRENT		
Monies Held in Trust*		
Live Well Program	-	10,538
Other	79,955	-
Income Received in Advance	10,948	10,501
Total Current	90,903	21,039
TOTAL OTHER LIABILITIES	90,903	21,039

*** Total Monies Held in Trust****Represented by the following assets:**

Cash and Cash Equivalents (refer to Note 4)	79,955	10,538
TOTAL	79,955	10,538

NOTE 12: Equity & Reserves

	2008	2007
	\$	\$
(a) Reserves		
Asset Revaluation Reserve		
Balance at the beginning of the year	2,820,016	2,930,016
Revaluation Increments		
Land	639,201	-
Buildings	648,960	-
Transfer to Accumulated Surpluses/(Deficit) on Sale of Land and Buildings	-	(110,000)
Balance at the end of the year*	4,108,177	2,820,016
*Represented by:		
Land	2,648,618	2,009,417
Buildings	1,459,559	810,599
	4,108,177	2,820,016
Financial Assets Available-for-Sale Revaluation Reserve		
Balance at the beginning of the year	1,055,630	767,099
Transfer to Operating Statement on Sale of Other Financial Assets	(69,412)	(17,857)
Changes in Market Value	(141,733)	306,388
Balance at the end of the year	844,485	1,055,630
Restricted Specific Purpose Reserve		
Balance at the beginning of the year	416,474	416,474
Balance at the end of the year	416,474	416,474
TOTAL RESERVES	5,369,136	4,292,120
(b) Contributed Capital		
Balance at the beginning of the year	3,530,575	3,530,575
Contributed Capital (DHS)	56,631	-
Balance at the end of the year	3,587,206	3,530,575
(c) Accumulated Surpluses/(Deficits)		
Balance at the beginning of the year	154,657	(267,496)
Transfer from Asset Revaluation Reserve	-	110,000
Net Result for the Year	(41,031)	312,153
Balance at the end of the year	113,626	154,657
Total Equity at end of financial year	9,069,968	7,977,352

NOTE 13: Reconciliation of Net Result for the Year to Net Cash Inflow/ (Outflow) from Operating Activities

	2008	2007
	\$	\$
Net Result for the Year	(41,031)	312,153
Depreciation	141,689	123,760
Net (Gain)/Loss from Sale of Plant and Equipment	(7,249)	(80,500)
Net (Gain)/Loss from Sale of Investments	(61,465)	(23,222)
Change in Operating Assets & Liabilities:		
Increase/(Decrease) in Payables	430,420	(883)
Increase/(Decrease) in Provisions	50,351	(53,530)
Increase/(Decrease) in Other Liabilities	69,864	(57,359)
(Increase)/Decrease in Receivables	(58,968)	47,204
(Increase)/Decrease in Inventories	7,435	(30,293)
(Increase)/Decrease in Prepayments	34,047	(35,938)
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES	565,093	201,392

NOTE 14: Financial Instruments**(a) Significant accounting policies**

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which income and expense are recognised, with respect to each class of financial asset, financial liability and equity instrument are disclosed in note 1 to the financial statements.

(b) Categorisation of financial instruments

	Note	Category	Carrying Amount 2008 \$	Carrying Amount 2007 \$
Financial Assets				
Cash and cash equivalents	4	N/A	868,976	848,249
Receivables	5	Receivables	165,077	122,829
Other Financial Assets	6	Available for sale financial assets (at fair value)	3,071,765	3,216,576
Financial Liabilities				
Payables	9	Financial liabilities measured at amortised cost	548,443	84,639

The carrying amount excludes statutory financial assets and liabilities (ie, GST Payable or Receivable)

(c) Credit risk exposures

Tweddle Child and Family Health Service's exposure to credit risk and effective weighted average interest rate by ageing periods is set out in the following table. For interest rates applicable to each class of asset refer to individual notes to the financial statements.

Interest rate exposure and ageing analysis of financial assets as at 30/06/2008

	Interest Rate Exposure				Past due but not impaired				
	*Weighted Average Effective Interest Rates (%)	Fixed Interest Rate \$	Variable Interest Rate \$	Non Interest Bearing \$	Total Carrying Amount \$	Not past due and not impaired \$	Less than 1 month \$	3 months - less than 1 year \$	Impaired Financial Assets \$
2008									
Financial Assets									
Cash at Bank	6.18	-	868,426	550	868,976	868,976	-	-	-
Receivables	-	-	-	165,077	165,077	150,276	8,492	1,754	4,555
Other Financial Assets	6.27	-	1,465,956	1,605,809	3,071,765	3,071,765	-	-	-
Total Financial Assets		-	2,334,382	1,771,436	4,105,818	4,091,017	8,492	1,754	4,555
2007									
Financial Assets									
Cash at Bank	5.00	-	847,699	550	848,249	848,249	-	-	-
Receivables	-	-	-	122,829	122,829	107,979	14,233	-	617
Other Financial Assets	5.56	1,381,091	-	1,835,485	3,216,576	3,216,576	-	-	-
Total Financial Assets		1,381,091	847,699	1,958,864	4,187,654	4,172,804	14,233	-	617

* Weighted average or effective interest rates for each class of asset.

The carrying amount excludes statutory financial assets and liabilities (ie, GST Receivable)

NOTE 14: Financial Instruments (Continued)**(d) Liquidity Risk**

The following table discloses the contractual maturity analysis for Tweddle Child and Family Health Service's financial liabilities. For interest rates applicable to each class of liability refer to individual notes to the financial statements.

Interest rate exposure and maturity analysis of financial liabilities as at 30/06/2008

	Interest Rate Exposure				*Weighted Average Effective Interest Rates (%)	Contractual Cash Flows \$	Maturity Dates			
	Total Carrying Amount \$	Fixed Interest Rate \$	Variable Interest Rate \$	Non Interest Bearing \$			Less than 1 month \$	1-3 months \$	3 months - less than 1 year \$	1-5 years \$
2008										
Payables										
Trade creditors and accruals	548,443	-	-	548,443	-	548,443	546,624	1,538	281	-
Total Financial Assets	548,443	-	-	548,443	-	548,443	546,624	1,538	281	-
2007										
Payables										
Trade creditors and accruals	84,639	-	-	84,639	-	84,639	84,639	-	-	-
Total Financial Assets	84,639	-	-	84,639	-	84,639	84,639	-	-	-

* Weighted average or effective interest rates for each class of asset.

The carrying amount excludes statutory financial assets and liabilities (ie, GST Payable)

(e) Market Risk**Currency Risk**

As Tweddle Child & Family Health Service does not hold any international instruments it is not affected by any movements in foreign currency.

Interest Rate Risk

Exposure to interest rate risk might arise primarily through Tweddle Child & Family Health Service's interest bearing liabilities. Minimisation of risk is achieved by mainly undertaking fixed rate or non-interest bearing financial instruments.

Other Price Risk

Exposure to other price risk might arise primarily through a change in the Market Value of Tweddle Child & Family Health Service's investments in Shares in Publicly Listed Companies.

Sensitivity Disclosure Analysis

Taking into account past performance, future expectations, economic forecasts, and management's knowledge and experience of the financial markets, Tweddle Child & Family Health Service believes the following movements are 'reasonably possible' over the next 12 months (Base rates are sourced from the Reserve Bank of Australia).

- A parallel shift of +1% and -1% in market interest rates from year-end rates.

- A parallel shift of +10% and -10% in market movements from year-end Share Market position.

The following table discloses the impact on net operating result and equity for each category of financial instrument held by Tweddle Child & Family Health Service at year end as presented to key management personnel, if changes in the relevant risk occur.

NOTE 14: Financial Instruments (Continued)

	Interest Rate Exposure				Other Price Risk				
	Carrying Amount \$	-1%		+1%		-10%		+10%	
		Profit \$	Equity \$	Profit \$	Equity \$	Assets \$	Equity \$	Assets \$	Equity \$
2008									
Financial Assets									
Cash at Bank	868,976	(8,690)	(8,690)	8,690	8,690	-	-	-	-
Receivables	165,077	-	-	-	-	-	-	-	-
Other Financial Assets:									
Bank Bills	1,465,956	(14,660)	(14,660)	14,660	14,660	-	-	-	-
Shares in Publicly Listed Companies	1,605,809	-	-	-	-	(160,581)	(160,581)	160,581	160,581
Payables									
Trade creditors & accruals	548,443	-	-	-	-	-	-	-	-
2007									
Financial Assets									
Cash at Bank	848,249	(8,482)	(8,482)	8,482	8,482	-	-	-	-
Receivables	122,829	-	-	-	-	-	-	-	-
Other Financial Assets:									
Bank Bills	1,381,091	(13,811)	(13,811)	13,811	13,811	-	-	-	-
Shares in Publicly Listed Companies	1,835,485	-	-	-	-	(183,549)	(183,549)	183,549	183,549
Payables									
Trade creditors & accruals	84,639	-	-	-	-	-	-	-	-

The carrying amount excludes statutory financial assets and liabilities (ie, GST Receivable and Payable)

NOTE 15: Commitments

Tweddle Child and Family Health Service has no material capital, lease or operating commitments as at 30 June 2008 that are not already provided for in the Balance Sheet (2007 : NIL).

NOTE 16: Segment Reporting

Business Segment

Tweddle Child and Family Health Service has one business segment, for the delivery of early parenting services.

Geographical Segment

Tweddle Child and Family Health Service operates in Victoria.

NOTE 17a: Responsible Persons Disclosures

In accordance with the Ministerial Directions issued by the Minister for Finance under the Financial Management Act 1994, the following disclosures are made regarding responsible persons for the reporting period.

Responsible Ministers	Period
The Honourable Bronwyn Pike	
MLA, Minister for Health	1/07/2007-30/06/2008
The Honourable Lisa Neville	
MLA, Minister for Children	1/07/2007-30/06/2008
Governing Boards	
Mr M Smith – Chairperson	From November 2002 Chairperson from November 2007
Ms M Afentoulis	From November 2005
Mr B Appleby	From November 2004
Dr C Feekery	From November 2007
Ms J Freeman	From November 2007
Ms C Malcolm	From November 2005
Ms S Mathews	From November 2006
Prof S McDonald	From November 2002
Ms J McMillan	From November 2006
Ms N Milburn	From November 2007
Ms J Rizza	From November 2004
Ms L Yates	From November 2000 Chairperson to November 2007

Accountable Officers

Ms. V. Amery - Chief Executive Officer From March 2003

Remuneration of Responsible Persons

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

Income Band	2008 No.	2007 No.
\$0 - \$9,999	12	11
\$120,000 - \$129,999	-	1
\$140,000 - \$149,999	1	-
Total Numbers	13	12
	\$	\$
Total remuneration received or due and receivable by Responsible Persons from the reporting entity amounted to:	143,566	128,502

Amounts relating to Responsible Ministers are reported in the financial statements of the Department of Premier and Cabinet.

Members of the Board of Management all hold honorary positions.

Other Transactions of Responsible Persons and their Related Parties.

There were no other transactions with Responsible Persons and related parties.

Note 17b: Executive Officer Disclosures

Executive Officers' Remuneration

The numbers of executive officers, other than Ministers and Accountable Officers, and their total remuneration during the reporting period are shown in the first two columns in the table below in their relevant income bands.

The base remuneration of executive officers is shown in the third and fourth columns. Base remuneration is exclusive of bonus payments, long-service leave payments, redundancy payments and retirement benefits.

	Total Remuneration		Base Remuneration	
	2008 No.	2007 No.	2008 No.	2007 No.
	NIL	NIL	NIL	NIL

NOTE 18: Remuneration of Auditors

	2008 \$	2007 \$
Audit fees paid or payable to the Victorian Auditor-General's Office for audit of the Tweddle Child and Family Health Service current financial report		

Paid as at 30 June	-	364
Payable as at 30 June	6,500	6,000
Total Paid and Payable	6,500	6,364

NOTE 19: Events Occurring After the Balance Sheet Date

No matters or circumstances have arisen since the end of the financial year which significantly effect the operations of Tweddle Child + Family Health Service, the results of those operations or the state of affairs of Tweddle Child + Family Health Service.



tweddle
child + family health service

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