

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

ACN: 008 528 470

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2016

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

ACN: 008 528 470

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AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

ACN: 008 528 470

DIRECTORS' DECLARATION

The directors of the company declare that:

1. The financial statements and notes, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* (Cth) and:
 - a. Comply with Accounting Standards; and
 - b. Give a true and fair view of the financial position as at 30 June 2016 and of the performance for the year ended on that date of the company.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



.....
Name Paul Dugdale
Director



.....
Name Deborah Cole
Director

Dated this 20th day of September 2016

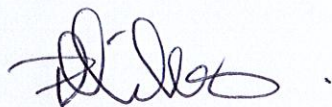
**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 60-40 OF THE AUSTRALIAN CHARITIES
AND NOT FOR PROFITS COMMISSION ACT 2012
TO THE DIRECTORS OF
AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION
ACN 008 528 470**

Principal Phillip W Miller CA
Address Unit 1/37 Geils Court, Deakin ACT 2600
PO Box 105, Deakin West ACT 2600
Suite 1.3, 33 Hibberson Street
Gungahlin ACT 2912
Phone (02) 6215 7600
Fax (02) 6281 7708
Web www.mcsaudit.com.au
ASIC Authorised Audit Company No. 408893

As lead auditor for the audit of the Australian Healthcare and Hospitals Association for the year ended 30 June 2016, I declare that to the best of my knowledge and belief, there have been:

- i. no contraventions of the auditor independence requirements of the *Australian Charities and Not for Profits Commission Act 2012* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

MCS Audit Pty Ltd



Phillip W Miller CA
Director

Dated in Canberra on: 23 September 2016

Principal Phillip W Miller CA
Address Unit 1/37 Geils Court, Deakin ACT 2600
PO Box 105, Deakin West ACT 2600
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**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION
ABN: 49 008 528 470**

Report on the financial report

I have audited the accompanying financial report of Australian Healthcare and Hospitals Association, which comprises the statement of financial position as at 30 June 2016, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Responsible entities' responsibility for the financial report

The responsible entities of the registered entity are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. Those standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about 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 procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the responsible entities' preparation of the financial report that gives a true and fair view 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 registered entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the responsible entities, as well as evaluating the overall presentation of the financial report.

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


Opinion

In my opinion the financial report of Australian Healthcare and Hospitals Association has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) giving a true and fair view of the registered entity's financial position as at 30 June 2016 and of its financial performance and cash flows for the year ended on that date; and
- b) complying with Australian Accounting Standards and Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

Name of firm: MCS Audit Pty Ltd

Name of director:


Phillip W Miller CA

Address: Unit 1/37 Geils Court, Deakin ACT 2600

Dated:

23 September 2016

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION**(A Company Limited by Guarantee)****ACN: 008 528 470****STATEMENT OF COMPREHENSIVE INCOME****FOR THE YEAR ENDED 30 JUNE 2016**

	NOTE	2016 \$	2015 \$
Revenue	2	3,310,655	3,322,474
Employee benefits expense		(1,122,163)	(1,457,561)
Depreciation and amortisation	3	(55,719)	(48,999)
Consultants	3	(1,199,578)	(889,242)
Publications and printing	3	(125,128)	(216,655)
Travel expense	3	(105,423)	(122,149)
Event expenses	3	(344,750)	(114,594)
Admin and other expenses	3	<u>(292,150)</u>	<u>(465,487)</u>
Total expenses		<u>3,244,911</u>	<u>(3,314,687)</u>
Profit/(Loss)		<u>65,744</u>	<u>7,787</u>

The accompanying notes form part of these financial statements.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

ACN: 008 528 470

STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 30 JUNE 2016

	NOTE	2016 \$	2015 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	4	1,038,164	73,708
Trade and other receivables	5	733,525	1,208,537
Other assets	6	133,577	70,350
TOTAL CURRENT ASSETS		<u>1,905,266</u>	<u>1,352,595</u>
NON-CURRENT ASSETS			
Property, plant and equipment	7	918,362	922,890
Intangible assets	8	31,698	37,042
TOTAL NON-CURRENT ASSETS		<u>950,060</u>	<u>959,932</u>
TOTAL ASSETS		<u>2,855,326</u>	<u>2,312,526</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	520,674	391,309
Other current liabilities	10	816,700	809,030
Provisions	11	58,114	50,799
TOTAL CURRENT LIABILITIES		<u>1,395,488</u>	<u>1,251,138</u>
NON-CURRENT LIABILITIES			
Borrowings	12	220,000	190,000
TOTAL NON-CURRENT LIABILITIES		<u>220,000</u>	<u>190,000</u>
TOTAL LIABILITIES		<u>1,615,488</u>	<u>1,441,138</u>
NET ASSETS		<u>1,239,838</u>	<u>871,388</u>
EQUITY			
Retained earnings		1,090,316	721,866
Reserves	18	149,522	149,522
TOTAL EQUITY		<u>1,239,838</u>	<u>871,388</u>

The accompanying notes form part of these financial statements.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

ACN: 008 528 470

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2016**

	Retained Earnings	Asset Replacement Reserve	Branch Member Reserve	Asset Revaluation Reserve	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2014	714,181	80,000	30,000	39,522	863,703
Prior period adjustment	(102)	-	-	-	(102)
Profit attributable to the company	7,787	-	-	-	7,787
Balance at 30 June 2015	721,866	80,000	30,000	39,522	871,388
Net AMLA Equity Introduction	330,106	-	-	-	330,106
Prior Period adjustment	(27,400)	-	-	-	(27,400)
Profit attributable to the company	65,744	-	-	-	65,744
Balance at 30 June 2016	1,090,316	80,000	30,000	39,522	1,239,838

For a description of each reserve, refer to Note 18.

The accompanying notes form part of these financial statements.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION**(A Company Limited by Guarantee)****ACN: 008 528 470****STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2016**

	NOTE	2016 \$	2015 \$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from members and activities		3,778,670	3,354,324
Payments to suppliers and employees		(2,650,592)	(3,253,694)
Interest received		6,997	8,994
GST remitted to the ATO		(124,772)	(280,971)
Net cash (used in) / generated from operating activities		1,010,303	(171,347)
CASH FLOW FROM INVESTING ACTIVITIES			
Payment for property, plant and equipment		(45,847)	(170,350)
Net cash (used in) investing activities		(45,847)	(170,350)
Net increase /(decrease) in cash held		964,456	(341,697)
Cash at beginning of the financial year		73,708	415,405
Cash at the end of the financial year	4	1,038,164	73,708

The accompanying notes form part of these financial statements.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

ACN: 008 528 470

NOTES TO THE FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This general purpose financial report of The Australian Healthcare and Hospitals Association has been prepared in accordance with Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board, and the requirements of the *Australian Charities Not-for-profits Commissions Act 2012*. The financial report has been prepared on an accruals basis and is based on historical costs.

The financial report covers The Australian Healthcare and Hospitals Association as an individual entity. The Australian Healthcare and Hospitals Association is a not-for-profit company limited by guarantee and a registered charity under the *Australian Charities Not-for-profits Commissions Act 2012*.

Any new Accounting Standards that have been issued but are not yet effective at balance date have not been applied in the preparation of this financial report. The possible impacts of the initial application of these Accounting Standards have not been assessed.

The following is a summary of significant accounting policies adopted by the Board in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Plant and equipment

Plant and equipment items are recognised when their initial cost is greater than \$1,000 and are measured at cost, less (where applicable) accumulated depreciation and impairment losses.

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

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, annually.

Where applicable, the initial cost of plant and equipment assets includes an estimate of the cost of dismantling and removing the item and restoring the site on which it is located. This is particularly relevant to property leases taken up by the Company where there exists an obligation to restore the property to its original condition on cessation of the lease. The estimated restoration costs are included in the value of the company's office fittings and furniture, with a corresponding provision for 'make good' recognised.

Artwork

Artwork is measured on a fair value basis. At each reporting date, the value of the asset is reviewed to ensure of the asset that is reviewed to ensure that it does not differ materially from the asset's fair value at that date. Where necessary, the asset is revalued to reflect its fair value.

Depreciation

The depreciable amount of all plant and equipment assets is depreciated on a straight line basis over their useful lives commencing from the time the asset is held ready for use.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

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NOTES TO THE FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(a) Plant and equipment (Continued)

Depreciation (Continued)

The depreciation rates used for each class of plant and equipment assets are:

Class of Fixed Asset	Depreciation Rate
Furniture and fittings	10%
Plant and equipment	10%-100%
Computer equipment	30%
Building	2.50%

(b) Intangible assets

Intangible assets (software) are recorded at cost and are recognised when their initial cost is greater than \$1,000.

Software has a finite life and is carried at cost less accumulated amortisation and any impairment losses. Software is amortised on a straight line basis over an estimated useful life of three years, commencing from the time the asset is held ready for use.

Residual values and useful lives are reviewed at each reporting date. In addition they are subject to impairment testing as described in note (c).

(c) Impairment

At each reporting date, the company reviews the carrying values of its tangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. As a not-for-profit entity, value in use, according to AASB 136 Impairment of Assets, is depreciated replacement cost. Any excess of the asset's carrying value over its recoverable amount is recognised in the statement of comprehensive income as an impairment loss.

In the case of loans and receivables, a 'loss event' may indicate that a debtor(s) is experiencing financial difficulty and will default on payment. After having undertaken all economically viable possible measures of recovery, and it is established that the carrying amount cannot be recovered by any means, the amount will be written off. The amount will be charged to either separate allowance account used to reduce the carrying amount of financial assets impaired by credit losses, or if no impairment account was previously recognised, directly against the carrying amount of the financial asset.

(d) Employee benefits

Provision is made in respect of liabilities for employee benefits arising from services rendered by employees. These benefits include wages and salaries, annual leave and long service leave entitlements.

Employee benefits expected to be settled within one year are measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits expected to be settled later than one year are measured at the present value of the estimated future cash outflows to be made for those benefits.

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NOTES TO THE FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Employee benefits (Continued)

Annual leave entitlements are considered a short-term benefit as the Australian Healthcare and Hospitals Association does not have an unconditional right to defer the settlement of these amounts in the event the employee wishes to use their leave entitlement. This is in accordance with AASB 119 Employee *Benefits*.

The liability for short-term employee benefits is classified as current payables. The liability for long-term employee benefits is classified as non-current provisions.

Contributions are made to employee superannuation funds in compliance with government legislation and are recognised as expenses when incurred.

(e) Cash and cash equivalents

For the purposes of the Statement of Cash Flows, cash includes cash on hand and in at call deposits with banks or financial institutions.

(f) Income tax

The Australian Healthcare and Hospitals Association is a Health Promotion Charity under section 50-5 of the Income Tax Assessment Act 1997 and is exempt from income tax.

(g) Fringe Benefits Tax

The Australian Healthcare and Hospitals Association is eligible for FBT exemption where the total grossed-up value of certain benefits for each employee during the FBT year (1 April to 31 March) is not greater than \$30,000.

(h) Inventories

Inventories are measured at the lower of the cost and net realisable value.

(i) Revenue Grants

Grants

Grants are recognised as revenue in the year received or receivable to the extent of expenditure during the year on the purpose of the grant. Grant monies that have been received or are receivable but have not been expended at the balance date, including interest thereon where required under the terms of the grant, are recognised as unexpended grants in Unearned Revenue.

Sponsorships

Funding for special purpose projects via sponsorships is recognised as revenue to the extent that the monies have been applied in accordance with the conditions of the funding. Funding for special purpose projects received prior to the year-end but unexpended at that date are recognised in the financial report as other deferred income in Unearned Revenue.

Donations and bequests

Revenue from donations and bequests is recognised when the income is received

Affiliation fees

Affiliation fee income covers the financial year and is recognised when the relevant invoices are raised.

Sales revenue

Sales revenue is recognised when the related merchandise or services have been provided and the income earned.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

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**NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016**

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(i) Revenue Grants (Continued)

Resources received free-of-charge

Resources received free-of-charge are recognised as revenue when, and only when, a fair value can be reliably determined. They are recognised concurrently as an expense of the same amount.

Membership and subscription

Income received as membership and subscriptions for the subsequent financial year has been treated as income in advance during the financial year ended 30 June 2016.

All revenue is stated net of the amount of Goods and services Tax (GST).

(j) Comparative figures

Comparative figures are adjusted to conform to changes in presentation for the current financial year.

(k) Critical accounting estimates and judgements

The estimates and judgements incorporated into the financial report are based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

Impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Should an impairment indicator exist, the determination of the recoverable amount of the asset may require incorporation of a number of key estimates. No impairment indicators were present at 30 June 2016.

(l) Employee Provision

Employee provisions include an estimation component in respect of long term employee benefits, measured as the present value of estimated future entitlements. In determining the present value, management has applied the following judgements: probability of becoming legally entitled, future salary growth rate and long term bond rates.

All revenues and expenses are measured net of the amount of Goods and Services Tax, except where the amount of Goods and Services Tax incurred is not recoverable from the Australian Taxation Office. In these circumstances the Goods and Services Tax is included in the expense amount. Receivables and payables are measured inclusive of goods and services tax.

Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office is classified as operating cash flows.

(m) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

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NOTES TO THE FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2016

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Financial Instruments (Continued)

Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are measured at amortised cost using the effective interest rate method.

Held to maturity investments

Where investments have fixed maturities, and it is the Company's intention to hold these investments to maturity, the investments are measured at amortised cost using the effective interest rate method.

Financial liabilities

Non-derivative financial liabilities are measured at amortised cost, comprising original debt less principal payments and amortisation.

(n) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses in the periods in which they are incurred.

The Company has made an allowance for 'make good' where required under property lease agreements (non-current provision).

(o) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables in the statement of financial position are shown inclusive of the GST. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

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

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

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**NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016**

2. REVENUE

	2016	2015
	\$	\$
Institute	111,000	143,362
Membership fees	755,624	813,712
Publications	101,417	59,757
Conference income	109,642	77,762
Sponsorship revenue	117,181	109,091
Other revenue	457,986	549,497
Just Health Business Revenue	1,603,143	1,353,199
Royalties	28,220	30,051
Training	26,442	186,043
Total Revenue	<u>3,310,655</u>	<u>3,322,474</u>

3. PROFIT

(a) Expenses

Depreciation and amortisation		
Furniture and fittings	13,502	10,292
Internet web page	14,583	5,254
Computer equipment	2,385	11,997
Plant and equipment	5,344	2,367
Buildings	19,905	19,089
Total Depreciation and Amortisation	<u>55,719</u>	<u>48,999</u>
Consultants expenses	1,199,578	889,242
Printing expenses	125,128	216,655
Travel expenses	105,423	122,149
Administration expenses	292,150	114,594
Other expenses	1,466,913	1,923,048
Total Expenses	<u>3,244,911</u>	<u>3,314,687</u>
Profit/(Loss)	<u>65,744</u>	<u>7,787</u>

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

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**NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2015
	\$	\$
4. CASH AND CASH EQUIVALENTS		
Cash on hand	88	500
Cash at bank	538,076	73,208
Term deposits	500,000	-
Total cash and cash equivalents	<u>1,038,164</u>	<u>73,708</u>
5. RECEIVABLES		
Trade debtors	729,224	933,536
Trade receivables	4,301	275,000
Total receivables	<u>733,525</u>	<u>1,208,537</u>
6. OTHER CURRENT ASSETS		
Accreditation costs	124,415	70,350
Prepayments	9,162	-
Total	<u>133,577</u>	<u>70,350</u>
7. PROPERTY PLANT AND EQUIPMENT		
Building - at cost	813,452	788,364
Less accumulated depreciation	<u>(62,234)</u>	<u>(42,329)</u>
	751,218	746,035
 Furniture and fittings - at cost	 140,901	 129,204
Less accumulated depreciation	<u>(35,133)</u>	<u>(21,631)</u>
	105,768	107,573
 Computer equipment - at cost	 135,669	 126,897
Less accumulated depreciation	<u>(117,043)</u>	<u>(102,460)</u>
	18,626	24,437
 Plant and equipment - at cost	 12,692	 12,402
Less accumulated depreciation	<u>(9,942)</u>	<u>(7,557)</u>
	2,750	4,845
 Artwork - at fair value	 40,000	 40,000
Total property, plant and equipment	<u>918,362</u>	<u>922,890</u>

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**NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016**

7. PROPERTY PLANT AND EQUIPMENT (CONT)

Movements in carrying amounts

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current and prior financial year.

2016	Buildings	Furniture and Fittings	Computer Equipment	Plant and Equipment	Artwork	Total
	\$	\$	\$	\$	\$	\$
Balance at the beginning of the year	746,036	107,573	24,437	4,845	40,000	922,890
Additions at cost	25,088	11,697	8,772	290	-	45,847
Disposals	-	-	-	-	-	-
Depreciation expense write-back	-	-	-	-	-	-
Additions for valuation of art works	-	-	-	-	-	-
Depreciation expense	(19,905)	(13,502)	(14,583)	(2,385)	-	(50,375)
Carrying amount at the end of year	751,219	105,768	18,626	2,750	40,000	918,362

	2016	2015
	\$	\$
8. INTANGIBLE ASSETS		
Website-at cost	189,442	189,442
Accumulated amortisation	(157,744)	(152,400)
Accumulated impairment	-	-
Net carrying value	<u>31,698</u>	<u>37,042</u>

9. TRADE AND OTHER PAYABLES

CURRENT

Trade and other payables	433,669	319,571
Accrued expenses	32,400	4,850
Accrued wages and superannuation	54,605	66,888
	<u>520,674</u>	<u>391,309</u>

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

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**NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016**

	2016	2,015
	\$	\$
10. OTHER LIABILITIES		
CURRENT		
Membership subscriptions received in advance	691,674	773,472
Deferred income for events	125,026	35,558
	<u>816,700</u>	<u>809,030</u>
11. PROVISIONS		
CURRENT		
Annual leave	<u>58,114</u>	<u>50,799</u>
12. BORROWINGS		
Bank loans		
- Buildings	<u>220,000</u>	<u>190,000</u>
	<u>220,000</u>	<u>190,000</u>

13. KEY MANAGEMENT PERSONNEL

(a) Details of Key Management Personnel

Board of Directors

The names of persons who comprised the Board of Directors during the year ended 30 June 2016 are:

- Dr Paul Dugdale
- Mr Nigel Fidgeon
- Mr Adrian Pennington
- Mr Walter Kmet
- Dr Deborah Cole
- Professor Gary Day

No Director, or parties related to them, received any remuneration from the Company during the year other than for reimbursement of expenses incurred.

14. RELATED PARTIES

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

The Board Members did not receive any remuneration for services provided during the year.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

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NOTES TO THE FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2016

	2016	2015
	\$	\$
15. CASH FLOW INFORMATION		
Cash Flow Information		
<i>(a) Reconciliation of cash</i>		
Cash at the end of the financial year as shown in the cash flow statement is represented by the following items:		
Cash assets and cash equivalents	<u>1,038,164</u>	<u>73,708</u>
<i>(b) Reconciliation of net cash relating to operating activities to net surplus</i>		
Net surplus for the year	65,744	7,787
Non-cash flows in net surplus:		
Depreciation and amortisation	55,719	48,999
Prior Period Adjustment	(27,400)	(102)
Changes in assets and liabilities:		
Receivables	475,012	(461,623)
Introduction – AMLA surplus	330,106	-
Other current assets	(63,227)	(19,400)
Payables	159,364	316,474
Provisions	7,315	(6,977)
Unearned revenue	7,670	(56,505)
Net cash relating to operating activities	<u>1,010,303</u>	<u>(171,347)</u>

16. SUBSEQUENT EVENTS

There have been no events subsequent to the reporting date that require disclosure in the financial statements.

17. MEMBERS GUARANTEE

The company is incorporated under the *Australian Charities and Not-for-profits Commission Act 2012* and is a company limited by guarantee.

If the company is wound up, the Memorandum of Association States that each member is required to contribute a maximum of \$1 each towards meeting any outstanding obligations of the company.

At 30 June 2016 the number of direct members was 160 (2015: 199)

18. RESERVES

(a) Asset Replacement Reserves

The asset replacement reserve is monies set aside for future capital expenses.

AUSTRALIAN HEALTHCARE AND HOSPITALS ASSOCIATION

(A Company Limited by Guarantee)

ACN: 008 528 470

**NOTES TO THE FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2016**

18. RESERVES (CONT)

(b) Branch Member Reserve

The branch member reserve is for the development of membership in Queensland.

(c) Asset Revaluation Reserve

The reserve records the revaluations of non-current assets.

19. CONTACT DETAILS

The registered office and principal place of business is:

Unit 8, 2 Phipps Close
Deakin ACT 2600