



Palliative Care Victoria Inc

Financial Report

For the Year Ended 30 June 2016

Palliative Care Victoria
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For the Year Ended 30 June 2016

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Palliative Care Victoria
For the Year Ended 30 June 2016

Statement by the Board of Directors of Palliative Care Victoria Incorporated

In the opinion of the Board of Directors:

- a. The attached financial statements comprising the balance sheet, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows and notes thereto are drawn up so as to give a true and fair view of the state of the Association's affairs at 30 June 2016 and of its results for the year ended on that date.
- b. At the date of this statement there are reasonable grounds to believe that the Association will be able to pay its debts as and when they fall due.

The financial statements have been compiled in accordance with Australian Accounting Standards, the Associations Incorporation Act (Vic) 2012, the Australian Charities and Not-for-profit Commission Act 2012, and the Australian Charities and Not-for-profit Commission Regulations 2013.



Judi Greaves
Chairperson



Michael Corry
Treasurer

9 September 2016

Palliative Care Victoria

Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2016

	Note	2016	2015
Revenue from Ordinary Activities		\$	\$
Grants: Department of Health		369,647	623,011
Membership fees		73,286	72,371
Projects income – current year		29,410	253,938
Donations		19,870	115,994
State Conference		-	144,214
National Palliative Care Week		5,000	5,500
Products, resources		6,723	25,547
Other income		487	21,031
Investment income		91,925	68,621
Total income		596,348	1,330,227
Expenditure			
Project expenditure		137,175	702,232
National Palliative Care Week		5,761	5,093
Conferences, Seminars & Workshops		25,590	108,942
Salaries and on costs		395,148	530,700
Less amounts reflected in project expenditure		(81,917)	(236,632)
Communications		21,774	35,985
Occupancy costs		39,577	43,631
Administration		32,646	34,911
Consultancies		20,790	43,850
Depreciation		24,147	24,112
Less overheads to projects		-	(57,489)
Total expenditure		620,691	1,235,335
Net surplus/(deficit) from ordinary activities		(24,343)	94,892
Other comprehensive income:			
Items that will be reclassified subsequently to profit or loss when specific conditions are met:			
Fair value gain/(loss) on available-for-sale financial assets		(48,470)	5,151
Total other comprehensive income		(48,470)	5,151
Total comprehensive income for the year		(72,813)	100,043

The accompanying notes form part of this financial report.

Palliative Care Victoria

Balance Sheet
As at 30 June 2016

	Note	2016 \$	2015 \$
Current assets			
Cash and cash equivalents	12	156,546	419,695
Investments	2	1,871,681	1,595,151
Receivables	3	7,230	760
Other	4	59,800	23,141
Total current assets		<u>2,095,257</u>	<u>2,038,747</u>
Non-current assets			
Land & Buildings	5	32,326	41,126
Fixtures & fittings	5	26,503	33,898
Furniture and equipment	5	26,842	27,075
Total non-current assets		<u>85,671</u>	<u>102,099</u>
Total assets		<u>2,180,928</u>	<u>2,140,846</u>
Current liabilities			
Payables		30,651	89,376
Provisions	6	46,607	51,011
Other	7	129,921	20,460
Monies to be distributed	8	821,202	764,807
Total current liabilities		<u>1,028,381</u>	<u>925,654</u>
Non-current liabilities			
Provisions	6	28,174	18,006
Total non-current liabilities		<u>28,174</u>	<u>18,006</u>
Total liabilities		<u>1,056,555</u>	<u>943,660</u>
Net assets		<u>1,124,373</u>	<u>1,197,186</u>
Equity			
Reserves	10	(43,319)	5,151
Accumulated funds	9	1,167,692	1,192,035
Total equity		<u>1,124,373</u>	<u>1,197,186</u>

The accompanying notes form part of this financial report.

Palliative Care Victoria
Statement of Changes in Equity
For the year ended 30 June 2016

	Accumulated Funds	Reserves	Total
	\$	\$	\$
Balance at 1 July 2014	1,097,143	-	1,097,143
Surplus attributable to Members	94,892	-	94,892
Other Comprehensive Income	<u>-</u>	<u>5,151</u>	<u>5,151</u>
Total Comprehensive income	<u>94,892</u>	<u>5,151</u>	<u>100,043</u>
Balance at 30 June 2015	<u>1,192,035</u>	<u>5,151</u>	<u>1,197,186</u>
Surplus attributable to Members	(24,343)	-	(24,343)
Other Comprehensive Income	<u>-</u>	<u>(48,470)</u>	<u>(48,470)</u>
Total Comprehensive income	<u>(24,343)</u>	<u>(48,470)</u>	<u>(72,813)</u>
Balance at 30 June 2016	<u>1,167,692</u>	<u>(43,319)</u>	<u>1,124,373</u>

The accompanying notes form part of this financial report.

Palliative Care Victoria
Statement of Cash Flows
For the year ended 30 June 2016

	Note	2016 Inflows (Outflows) \$	2015 Inflows (Outflows) \$
Cash flows from operating activities			
Receipts			
Grants, projects & conferences		547,651	981,664
Interest & Distributions		81,314	60,972
Membership fees		89,393	50,019
Other		32,411	172,828
Payments			
Salaries and wages		(393,662)	(526,261)
Projects and other		(343,932)	(754,844)
Net Cash (Outflows)/Inflows from operating activities	13	<u>13,175</u>	<u>(15,622)</u>
Cash flows from financing activities			
Grant monies received/(paid) as an auspice organisation		167,996	201,500
Grant monies distributed		(111,601)	(249,957)
Net cash inflows from financing activities		<u>56,395</u>	<u>(48,457)</u>
Cash flows from investing activities			
Payments for purchase of investments		(1,175,000)	(1,590,000)
Proceeds from the redemption of Investments		850,000	1,491,647
Payments for purchase of fixed assets		(7,719)	(15,050)
Net cash outflows from investing activities		<u>(332,719)</u>	<u>(113,403)</u>
Net increase (decrease) in cash held		(263,149)	(177,482)
Cash at the beginning of the year		419,695	597,177
Cash at the end of the reporting period	12	<u>156,546</u>	<u>419,695</u>

The accompanying notes form part of this financial report.

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

Note 1: Statement of accounting policies

This financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the Associations Incorporation Reform Act (Victoria) 2012, the Australian Charities and Not-for-profit Commission Act 2012, and the Australian Charities and Not-for-profit Commission Regulations 2013.

The financial report of Palliative Care Victoria Inc. complies with all Australian equivalents to International Financial Reporting Standards (Australian Accounting Standards) in their entirety except to the extent noted below.

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

(a) Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

The financial report comprises the Statement of Profit or Loss and Other Comprehensive Income; the Balance Sheet; the Statement of Changes in Equity, the Statement of Cash Flows and the notes to the financial statements.

Statement of Profit or Loss and Other Comprehensive Income

The net surplus/(deficit) from ordinary activities is equivalent to profit or loss derived in accordance with Australian Accounting Standards.

“Other comprehensive income” are unrealised gain/losses arising from fair value measurement changes in investments. These unrealised gains/losses are recognised directly in a fair value equity reserve and are included in total comprehensive income for the year to report the total changes in equity resulting from transactions.

Balance Sheet

Assets and liabilities are classified as current and non-current. The non-current classification represents those assets and liabilities expected to be recovered or settled more than 12 months after the reporting date.

Statement of Changes in Equity

The Statement of Changes in Equity presents reconciliations of changes in equity from the opening balances at the beginning of the reporting period to the closing balances at the end of the reporting period.

Statement of Cash Flows

Cash flows are classified according to whether or not they arise from operating, investing or financing activities.

(b) Income Tax

The Association has been endorsed as an income tax exempt charitable entity and as deductible gift recipient under the provision of the Income Tax Assessment Act.

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

Note 1: Statement of accounting policies (cont).

(c) Depreciation of fixed assets

Assets with a cost in excess of \$1,000 (2015; \$1,000) are capitalised. Depreciation has been charged on a straight line basis so as to write off the assets over their estimated useful lives. The depreciation rates used for each class of depreciable assets are as follows:

Building	4%
Fixtures & Furnishings	10%
Office Furniture and Equipment	10% - 20%

(d) Income recognition

All income received is recognised as revenue at the time the income is earned and the services are provided. For Grants this is on the basis of acquittal, which sees Government Grants recognised as Income only when such grant monies have been expended in accordance with the Project objectives.

Government Grant monies received under an arrangement where such are to be distributed on behalf of the respective Government Agency are not brought to account as Income, but rather are treated as monies held in trust and the balance undistributed is disclosed under Note 8.

(e) Employee entitlements

Provision is made for the Association's liability for employee entitlements arising from services rendered by employees. At balance date, employee entitlements expected to be settled within one year have been measured at their nominal amount. Other employee entitlements which will be settled after one year have been measured at the present value of the estimated future cash flows to be made for those entitlements. Contributions are made by the Association to an employee superannuation fund and are charged as an expense when incurred.

(f) Cash & Cash Equivalents

For the purpose of the Statement of Cash Flows, Cash and Cash Equivalents includes cash on hand and in banks and deposits held at call with banks and other short term highly liquid investments.

(g) Investments

Term deposits are stated at cost and are classified between current and non current assets based on the Association's intention at balance date with respect to the timing of disposal.

Available-for-sale Financial Assets are initially recognised at cost. Subsequent to initial recognition, they are measured at fair value with gains and losses arising from changes in fair value, recognised in other comprehensive income until the investments are disposed.

Movements resulting from impairment are recognised in the net result as 'other economic flows'. On disposal, the cumulative gain or loss previously recognised in 'other economic flows – other non-owner changes in equity' is transferred to 'other economic flows' in the net result.

Fair value is determined using quoted market prices.

Interest and distribution revenue from investments is brought to account when it is earned.

(h) Receivables

Debtors are recognised at the amounts receivable and are due for settlement within the terms stated, usually thirty days from the end of the month in which the debt is recognised.

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

Note 1: Statement of accounting policies (cont).

(i) Payables

Creditors and accrued expenses are paid according to Association policy, generally thirty days from the end of the month in which the liability is recognised.

(j) Goods and services tax

All revenue and expenditure is stated net of goods and services tax.

(k) New and Amended Accounting Policies Adopted by the Association

There have been no changes in accounting policy in the year ended 30 June 2016

(m) New accounting standards and interpretation

Certain new accounting standards and interpretation have been published that are not mandatory for 30 June 2016 reporting period. As at 30 June 2016, the following standards and interpretations had been issued but were not mandatory for financial years ending 30 June 2016. The Association has not and does not intend to adopt these standards early.

Standard / Interpretation	Summary	Applicable for annual reporting periods beginning or ending on	Impact on Entities Annual Statements
<i>AASB 9 Financial instruments</i>	This standard simplifies requirements for the classification and measurement of financial assets resulting from Phase 1 of the IASB's project to replace IAS 39 Financial Instruments: Recognition and Measurement (AASB 139 Financial Instruments: Recognition and Measurement).	Beginning 1 January 2018	The Association is currently considering the impacts of this change. The nature of the Association's financial assets and liabilities are such that the change is unlikely to result in a material change.
<i>AASB 15 Revenue from Contracts with Customers</i>	The core principle of AASB 15 requires an entity to recognise revenue when the entity satisfies a performance obligation by transferring a promised good or service to a customer.	Beginning 1 January 2018	The nature of the Association's revenue are such that the change is unlikely to result in a material change.
<i>AASB 2015-6 Amendments to Australian Accounting Standards – Extending Related Party Disclosures to Not-for-Profit Public Sector Entities</i> [AASB 10, AASB 124 & AASB 1049]	The Amendments extend the scope of <i>AASB 124 Related Party Disclosures</i> to not-for-profit public sector entities. A guidance has been included to assist the application of the Standard by not-for-profit public sector entities.	Beginning 1 January 2016	The amending standard will result in extended disclosures on the entity's key management personnel (KMP), and the related party transactions.

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

Note 1: Statement of accounting policies (cont).

(m) New accounting standards and interpretation

Standard / Interpretation	Summary	Applicable for annual reporting periods beginning or ending on	Impact on Entities Annual Statements
<p><i>AASB 2014 4 Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation [AASB 116 & AASB 138]</i></p>	<p>Amends AASB 116 Property, Plant and Equipment and AASB 138 Intangible Assets to:</p> <ul style="list-style-type: none"> • establish the principle for the basis of depreciation and amortisation as being the expected pattern of consumption of the future economic benefits of an asset; • prohibit the use of revenue based methods to calculate the depreciation or amortisation of an asset, tangible or intangible, because revenue generally reflects the pattern of economic benefits that are generated from operating the business, rather than the consumption through the use of the asset. 	<p><i>Beginning 1 January 2016</i></p>	<p>The assessment has indicated that there is no expected impact as the revenue-based method is not used for depreciation and amortisation.</p>

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

	2016	2015
	\$	\$
Note 2: Investments		
Short Term Deposits, at cost	300,000	650,000
Available-for-Sale Financial Assets:		
Managed Funds – at fair value	<u>1,571,681</u>	<u>945,151</u>
	<u>1,871,681</u>	<u>1,595,151</u>
Note 3: Receivables		
Sundry Debtors	<u>7,230</u>	<u>760</u>
Note 4: Other assets		
Prepayments	7,659	5,569
Prepaid conference expenses	23,958	-
Accrued Income	<u>28,183</u>	<u>17,572</u>
	<u>59,800</u>	<u>23,141</u>

Note 5: Property plant & equipment

	Cost	Accumulated Depreciation	Written Down Value	Written Down Value
	2016	2016	2016	2015
	\$	\$	\$	\$
Land & Buildings *	220,000	(187,674)	32,326	41,126
Fixtures & Fittings	74,546	(48,043)	26,503	33,898
Office Furniture and Equipment	43,882	(17,040)	26,842	27,075
	<u>338,428</u>	<u>(252,757)</u>	<u>85,671</u>	<u>102,099</u>

*The buildings were subject to an Independent Valuation performed by Mr Aaron Campbell, AAPI, MRICS, Certified Practising Valuer, Australian Property Institute Member, Valuations Vic as at 6 November 2014 which reflected a valuation of \$550,000.

Palliative Care Victoria
Notes to the Financial Statements
For the year ended 30 June 2016

Note 5 a): Property plant & equipment movement - 2016

	Land & Buildings	Fixtures & Fittings	Office Furniture & Equipment	Total
	\$	\$	\$	\$
Balance at beginning of year	41,126	33,898	27,075	102,099
Additions	-	-	7,719	7,719
Disposals	-	-	-	-
Depreciation expense	(8,800)	(7,395)	(7,952)	(24,147)
Carrying amount at end of year	32,326	26,503	26,842	85,671

Note 5 a): Property plant & equipment movement - 2015

	Land & Buildings	Fixtures & Fittings	Office Furniture & Equipment	Total
	\$	\$	\$	\$
Balance at beginning of year	49,926	41,293	19,942	111,162
Additions	-	-	15,050	15,049
Disposals	-	-	-	-
Depreciation expense	(8,800)	(7,395)	(7,917)	(24,112)
Carrying amount at end of year	41,126	33,898	27,075	102,099

	2016 \$	2015 \$
Note 6: Provision for employee entitlements		
Current		
Annual leave	41,152	46,738
Long service leave	5,455	4,273
	46,607	51,011
Non-Current		
Long Service Leave	28,174	18,006
Total Provision	28,174	69,017

Based on past experience, the Association does not expect the full amount of annual leave to be settled wholly within the next 12 months. However, the amount must be classified as a current liability because the Association does not have an unconditional right to defer the settlement of the amount in the event employees wish to use their leave entitlements.

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

	2016	2015
	\$	\$
Note 7: Other liabilities		
Unearned Income	28,440	20,460
Conference registration and sponsorship in advance	101,481	-
Unexpended grants (for projects yet to be completed)	-	-
	<u>129,921</u>	<u>20,460</u>
 Note 8: Monies to be distributed		
Monies to be distributed held as an auspice organisation		
	<u>821,202</u>	<u>764,807</u>
 Note 9: Accumulated Surplus		
Accumulated surplus at the beginning of the year	1,192,035	1,097,143
Net surplus/(deficit) attributable to the Association	<u>(24,343)</u>	<u>94,892</u>
Accumulated surplus at the end of the year	<u>1,167,692</u>	<u>1,192,035</u>
 Note 10 Reserves		
Financial Assets Reserve		
Opening Balance	5,151	-
Fair value gain/(loss) on available-for-sale financial assets	<u>(48,470)</u>	<u>5,151</u>
Balance at the end of the year	<u>(43,319)</u>	<u>5,151</u>

Palliative Care Victoria
Notes to the Financial Statements
For the year ended 30 June 2016

Note 11: Financial Instruments

a. Net fair values

The aggregate net fair values of financial assets and financial liabilities, both recognised and unrecognised, at balance date are as follows:

	Total carrying amount as per Balance Sheet		Aggregate Net Fair value	
	2016 \$	2015 \$	2016 \$	2015 \$
Financial Assets				
Cash and cash equivalents	156,546	419,695	156,546	419,695
Receivables	7,230	760	7,230	760
Managed Funds				
- Fixed interest	632,097	328,738	632,097	328,738
- Australian Equities	633,560	388,556	633,560	388,556
- Global Equities	306,024	227,857	306,024	227,857
Short term Deposits	300,000	650,000	300,000	650,000
Total financial assets	<u>2,035,457</u>	<u>2,015,606</u>	<u>2,035,457</u>	<u>2,015,606</u>
Financial Liabilities				
Payables	30,651	89,376	30,651	89,376
Monies to be distributed	821,202	764,807	821,202	764,807
Total financial liabilities	<u>851,853</u>	<u>854,183</u>	<u>851,853</u>	<u>854,183</u>
Net Financial assets & liabilities	<u>1,183,604</u>	<u>1,161,423</u>	<u>1,183,604</u>	<u>1,161,423</u>

b. Risks and mitigation

The risks associated with our main financial instruments and our policies for minimising these risks are detailed below.

(i) Credit Risk

Credit risk is the risk that a contracting entity will not complete its obligations under a financial instrument and cause us to make a financial loss. We have exposure to credit risk on all financial assets included in our balance sheet. To help manage this risk, the Association invests for diversification by credit rating, financial institution and investment product.

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, net of any provisions for doubtful debts, as disclosed in the Balance Sheet and notes to the financial statements. The Association does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Association.

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

Note 11: Financial Instruments (cont.)

(ii) Market risk

Market risk is the risk that the fair value or future cash flows of our financial instruments will fluctuate because of changes in market prices. The Association's exposures to market risk are primarily through interest rate risk, price risk in listed shares, and foreign exchange risk with global listed shares. Components of market risk to which the Association is exposed are discussed below.

(iii) Interest rate risk

Interest rate risk refers to the risk that the value of a financial instrument or cash flows associated with the instrument will fluctuate due to changes in market interest rates. Interest rate risk arises from interest bearing financial assets that we use. Non derivative interest bearing assets are predominantly short term liquid assets.

The Association manages interest rate risk by adopting an investment policy that ensures:

- appropriate liquidity,
- diversification by investment product,
- monitoring of return on investment.

Maturity is staggered to provide for interest rate variations and to minimise interest rate risk.

Maturity Analysis

	Weighted Average Effective Interest Rate		Floating Interest Rate		Fixed Interest Rate Within 1 Year		Interest Free	
	2016	2015	2016	2015	2016	2015	2016	2015
	%	%	\$	\$	\$	\$	\$	\$
FINANCIAL ASSETS								
Cash and Cash equivalents	1.05	1.54	156,546	419,695	-	-	-	-
Term Deposits	1.16	2.93	-	-	300,000	650,000	-	-
Managed Funds								
- Fixed interest	1.16	2.93	-	-	632,097	328,738	-	-
- Australian Equities			-	-	-	-	633,560	388,556
- Global Equities			-	-	-	-	306,024	227,857
Receivables			-	-	-	-	7,230	760
TOTAL FINANCIAL ASSETS			<u>156,546</u>	<u>419,695</u>	<u>932,097</u>	<u>978,738</u>	<u>946,814</u>	<u>617,173</u>
FINANCIAL LIABILITIES								
Payables			-	-	-	-	30,651	89,376
Monies to be distributed			-	-	-	-	821,202	764,807
Total financial liabilities			<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>851,853</u>	<u>854,183</u>

Payables are expected to be settled within 60 days

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

Note 11. Financial Instruments (cont.)

(iv) Other price risk

Other price risk relates to the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk), or foreign exchange movements.

Such risk is management through diversification of investments across industries and between the domestic and global markets.

Sensitivity disclosure analysis

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

- a parallel shift of +1% and -1% in market interest rates (AUD) from year end rates.
- a parallel shift of +10% and -10% in market prices and/or foreign currency exchange rates from year end rates.

The table below discloses the impact on net operating result and equity for each category of financial instruments held by the Association at year end, if the above movements were to occur.

Market risk exposure	Carrying amount subject to interest	Interest rates +/- 1%		Other price risk +/- 10%	
		Profit	Equity	Profit	Equity
		\$	\$	\$	\$
Financial Assets					
Cash and cash equivalents	156,546	1,565	1,565	-	-
Term Deposits	300,000	3,000	3,000	-	-
Managed Funds				-	
- Fixed interest	632,097	6,321	6,321	-	
- Australian Equities	633,560	-	-	-	63,356
- Global Equities	306,024	-	-	-	30,602

(v) Liquidity risk

Liquidity risk includes the risk that, as a result of the Association's operational liquidity requirements:

- we will not have sufficient funds to settle a transaction on the date;
- we will be forced to sell financial assets at a value which is less than what they are worth; or
- we may be unable to settle or recover a financial asset at all.

To help reduce these risks the Association:

- has readily accessible standby facilities in place; and
- has a liquidity portfolio structure that requires surplus funds to be invested within various bands of liquid instruments.

The Association's exposure to liquidity risk is considered to be insignificant.

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

Note 12: Reconciliation of cash

Cash at the end of the reporting period as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

	2016	2015
	\$	\$
Cash and short term highly liquid investments	156,546	419,695
Cash and cash equivalents	<u>156,546</u>	<u>419,695</u>

Note 13: Reconciliation of net cash used in operating activities to operating result

	2016	2015
	\$	\$
Operating result	(24,343)	94,892
Add/deduct non-cash items:		
Depreciation	24,147	24,112
(Increase)/Decrease in debtors	(6,470)	5,449
(Increase)/Decrease in prepaid expenses	(26,048)	28,525
(Increase)/Decrease in accrued income	(10,611)	(7,649)
Increase/(Decrease) in creditors	(58,725)	(33,075)
Increase/(Decrease) in unearned income	109,461	(130,918)
Increase/(Decrease) in unexpended grants	-	(5,860)
Increase/(Decrease) in employee provisions	5,764	8,902
Net cash inflows/(outflows) from operating activities	<u>13,175</u>	<u>(15,622)</u>

Note 14: Related party disclosures

(a) The names of the Board of Directors Members during the financial year and at the date of these accounts were:

Rachel Bovenizer	Dr Judi Greaves
Michael Bramwell – retired November 2015	Dr Barbara Hayes – appointed November 2015
Dr David Brumley	Dr Brian Le – resigned December 2015
Christine Campbell – appointed November 2015	Jade Odgers
Michael Corry	Fiona Palmer
Maurice Cruz	

(b) Remuneration received by Board Members:

	2016	2015
	NIL	NIL

Note 15: Key management personnel

Remuneration of key management personnel:

	2016	2015
	\$	\$
Short term benefits - Salaries & Wages	255,332	252,690
Other long-term benefits	24,251	22,886
Total	<u>279,583</u>	<u>275,576</u>

Palliative Care Victoria

Notes to the Financial Statements

For the year ended 30 June 2016

Note 16: Commitments for expenditure

a) Operating Expenditure Commitments

The Association has a commitment for consultancy fees.

	2016	2015
	\$	\$
Payable -		
- Not later than 1 year	-	35,803
- Later than 1 year but less than 5 years	<u>-</u>	<u>-</u>
	<u>-</u>	<u>35,803</u>

These consultancy fees relate to the conduct of project evaluations and workshops to be held in 2015/2016 and website redevelopment.

b) Operating Lease Commitments

Operating leases contracted for but not capitalised in the accounts

Payable -

- Not later than 1 year	3,532	3,532
- Later than 1 year but less than 5 years	<u>7,949</u>	<u>11,481</u>
	<u>11,481</u>	<u>15,013</u>

The above operating lease relates to the 5 year photocopier rental agreement entered into during 2014 which expires in the year 2019

Note 17: Subsequent events

The Board of the Association is not aware of any significant events occurring after balance date which should be commented upon in this Financial Report.

Note 18: Segment information

The Association operates in the Health Services Industry sector, with its operations confined to Victoria.

Palliative Care Victoria

Board of Directors as at 30 June 2016

Dr Judi Graves	Chairperson
Michael Corry	Treasurer
Rachel Bovenizer	
Dr David Brumley	
Christine Campbell	
Maurice Cruz	
Dr Barbara Hayes	
Jade Odgers	
Fiona Palmer	

Staff members as at 30 June 2016

Chief Executive Officer	Odette Waanders
Office and Member Services Manager	Heather Stevens
Projects Manager	Mike Kennedy
Accounts and Grants Manager	Maree Chilton, 0.4 EFT

Association address

Suite 3C, Level 2, 182 Victoria Parade
EAST MELBOURNE 3002
Telephone: (03) 9662 9644
Fax: (03) 9662 9722
Email: info@pallcarevic.asn.au

Auditors

McLean Delmo Bentleys Audit Pty Ltd
Level 3
302 Burwood Rd
HAWTHORN 3122

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF PALLIATIVE CARE VICTORIA INC.

Report on the Financial Report

We have audited the accompanying financial report of Palliative Care Victoria Inc. (the association) which comprises the Balance Sheet as at 30 June 2016, the Statement of Profit or Loss and Other 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 notes and the Statement by the Board of Directors.

Board of Director's Responsibility for the Financial Report

The Board of Directors of the association is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards, the Associations Incorporation Reform Act 2012 and the Australian Charities and Not-for-profits Commission Act 2012. This responsibility includes such internal control as the Board of Directors determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

Independence

In conducting our audit, we have complied with the independence requirements of the Australian Charities and Not-for-profits Commission Act 2012. We confirm that the independence declaration required by the Australian Charities and Not-for-profits Commission Act 2012 provided to the directors of Palliative Care Victoria would be in the same terms if provided to the directors as at the date of this auditor's report.

**INDEPENDENT AUDIT REPORT
TO THE MEMBERS OF PALLIATIVE CARE VICTORIA INC.**

Opinion

In our opinion:

- a. The financial report of Palliative Care Victoria Inc. is in accordance with the Associations Incorporated Reform Act 2012 and the Australian Charities and Not-for-profits Commission Act 2012, including:
- (a) giving a true and fair view of the Association's financial position as at 30 June 2016 and of their performance for the year ended on that date; and
 - (b) complying with Australian Accounting Standards, the Associations Incorporated Reform Act 2012 and the Australian Charities and Not-for-profits Commission Regulations 2013.

McLean Delmo Bentleys Audit Pty Ltd.

MCLEAN DELMO BENTLEYS AUDIT PTY LTD



**Adam Roberts
Partner**

Hawthorn

Dated: 12 September 2016