

NORTHERN HEALTH FOUNDATION Annual Report



VISION

To be Victoria's leading health care Foundation to support Northern Health's vision of outstanding health care for our Community.

MISSION

The Northern Health Foundation's purpose is to fundraise to support the work of Northern Health. Funds raised are directed towards teaching, training, research, education, innovative clinical programs, capital works and the purchase of medical equipment. We work collaboratively with Northern Health to engage our clinicians, volunteers, staff and the community to develop a culture of philanthropy through innovative engagement.

VALUES

At all times we aspire to be:

- Passionate – we care
- Dedicated – we are focused
- Progressive – we look to improve
- Collaborative – we are a team



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CHAIR'S MESSAGE

As Chair of the Northern Health Foundation Board, I would like to take this opportunity to share our achievements over the last financial year in support of Northern Health, our patients and the community.

The home purchased by the Foundation is now nearing completion and is due to be handed over to Northern Health in December 2018. Being able to provide free accommodation to patient's families who live some distance from the Northern Hospital will allow them to stay together and support loved ones whilst they are receiving treatment.

I would like to thank our patrons, business and community partners, volunteers and donors, who have generously supported the work of the Foundation. Our major achievements for the year include the purchase of emergency accommodation, an additional scalp cooling machine for Oncology, the funding of three PhD scholarships and a number of smaller research grants to clinicians, nurses and allied health.

As we move forward, the Foundation will focus on supporting our youngest patients, with a new dedicated paediatric high dependency unit in ICU and a separate paediatric emergency department funded by The Blue Ribbon Foundation.

As the demand for health services in the north continues to increase, the Foundation will continue to do all it can to support Northern Health to provide outstanding health care for our community.

Thank you for your continued support of the Northern Health Foundation.



A handwritten signature in black ink, which appears to read 'John Molnar'. The signature is fluid and cursive.

John Molnar

Chairman
Northern Health Foundation Board

BOARD MEMBERS

John Molnar, Board Chair – John S Molnar Legal Services, Principal Solicitor

John Molnar has practiced law for over 30 years, and during that time, became heavily involved in the field of law relating to health service providers and hospitals. He has served on the boards of a number of public and private hospitals, including Northern Health and the Nurses Board of Victoria. Recognising the need for additional funding so that Northern Health can meet its commitment to the rapidly growing northern community and establish itself as a major teaching and research centre, John was instrumental in the establishment of the Northern Health Foundation and remains a passionate advocate of the Northern Health network and the dedicated medical professionals who work within it.



Ms Pina Di Donato – Marketing Manager at Turosi Pty Ltd

Turosi is a national food manufacturer with head offices based in Melbourne's northern suburbs. Pina Di Donato has a degree in Economics and Commerce from the University of Melbourne and is a Graduate of the Australian Institute of Company Directors. She is also the founder and Board Chair of Turosi Giving, a registered charity organisation. Pina was born, raised and works in the northern suburbs and as a result, has a strong connection with the northern community. She joined the Northern Health Foundation in 2011 as a way of maintaining this connection.



Chris Turner – Chief Executive Officer for Turosi

Turosi is a fully integrated poultry operation producing a large range of raw, value enhanced and cooked poultry products, marketed under such brands as Lalonica, Golden Farms, and Bannockburn Free Range. Chris Turner has a wealth of experience running large, fully integrated poultry operations from milling/farming, processing, sales and marketing. He is also a past president of the Australian Chicken Meat Federation and the Victorian Chicken Meat Council. He is a current member of The Prime Safe Board and is currently serving his second year on the Northern Health Foundation Board.



David Turnbull – CEO of Mitchell Shire Council

Mitchell Shire is one of the fastest growing peri urban councils in Australia. Throughout his career, David Turnbull has amassed over 30 years of local government experience. Most of this time has been spent in managing growth areas where his true passion for strategic planning has been put to best use. His high standards and strong political acumen have earned him the respect of all levels of government, councillors, and the development industry. In recognition of his significant contribution to leadership in relation to the Victorian bushfires, David received a Special Commendation in the Executive Section SACS Leadership in Government, 2009 Awards.



Trevor Gorman – Managing Director of the McMullin Group and Chairman of its funds management arm, MPG Funds Management

Together with Ian McMullin and David Ross, Trevor Gorman founded McMullin Group in late 1999. Previously he was managing partner of the Victorian Growth Solutions Division of Deloitte Touché Tohmatsu. A chartered accountant, he is a Fellow of the Institute of Accountants and holds a post graduate diploma in business administration from Swinburne University.



BOARD MEMBERS

Peter McWilliam

Mr Peter McWilliam brings with him extensive skills in business and management derived from 37 years of experience working at RBM and Paramount Plastic Extrusions, one of Australia's largest, privately owned plastic manufacturing companies. He served as General Manager and Company Director within the organisation and its subsidiary Paramount Plastics (Aust.) for 30 years, providing leadership based on inspiring effective teamwork, strong planning and organisational skills. Peter understands the importance and value of staff in an organisation's success and has many years of experience in implementing training and mentoring programs to maintain organisational viability. He sat on the Australian Standards subcommittee on Building Facades and Glazings in the late 1980s and initiated and implemented Australian and International Standards ISO9001 and 9002 at Paramount Plastics (Aust.) from the mid 1990s, successfully being audited and retaining accreditation for Paramount Plastics (Aust.) from then until his retirement. As a resident of the northern suburbs, he is familiar with its rapid growth and development and the community's evolving needs. Since retiring in 2010, he is now focused on sharing his business acumen and skills to benefit health services in Melbourne's north.



Trudi Hay

Trudi Hay is Director of Lately Pty Ltd, Shareholder of Greencor Sales Pty Ltd, EA to the Director of Core Projects, as well as the Northern Health Foundation's Community Events Committee Chair. Trudi has a strong background in Marketing and Events and was voted Hume City Resident of the Month 2014 and was mentioned in Parliament on International Women's Day for her incredible Philanthropic work in 2016. She has been a long-time supporter of the Northern Hospital, specifically fundraising for Day Oncology for over ten years.



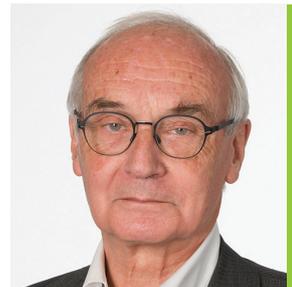
Tricia Maclean – Director at Riverlee

Riverlee is a privately owned, diversified property group that specialises in development and asset ownership across the commercial, residential and retail property sectors. Tricia Maclean is also Executive Director of the Riverlee Foundation. She is passionate about making a difference and giving back to the community and her involvement in not for profits began in 2008. She is currently serving her second year on the Northern Health Foundation Board and is a current committee member of the Asian Australian Foundation. Tricia holds a Bachelor of Commerce from Monash University and a Post Graduate Diploma in Applied Finance and Investment.



Professor Peter Brooks AM

Peter Brooks AM MD FRACP is a Research Lead for Northern Health Melbourne and has professorial appointments in the Centre for Health Policy, School of Population and Global Health and the School of Medicine University of Melbourne. Peter established the Australian Health Workforce Institute at the University of Melbourne in 2008. He was Executive Dean of Health Sciences at the University of Queensland from 1998 to 2009 and has held professorial positions at the UNSW, University of Sydney, Flinders University and the University of Tasmania prior to that. After graduating from Monash University, he held hospital and university posts in Hobart and Glasgow training initially as a rheumatologist. He has published widely in musculoskeletal diseases, on health education and more recently, on health care and health workforce reform. He is a frequent commentator on health policy and the importance of developing an evidence base in this area. In 2010, he was awarded Membership of the Order of Australia for services to rheumatology as a clinician, researcher and academic.



NORTHERN HEALTH FOUNDATION OVERVIEW

The Northern Health Foundation exists to support the life changing, and often life-saving, work of Northern Health.

With the generosity of corporate partners, donors and philanthropic support, the Foundation provides much needed funds in the areas of teaching, training and research, education, family assistance, capital works and the purchase of medical equipment within Northern Health.

Northern Health acknowledges the wonderful work of Foundation chair John Molnar and his board for their support and guidance this year. We extend our sincerest gratitude to all of our generous supporters, patrons, corporate partners, dedicated volunteers, Northern Health staff and everyone who has contributed towards our fundraising efforts through donations, grants and support at our events. Without these, we would not be a foundation and for this, we are grateful and honoured that they have chosen us to support and make saving lives possible.

This year the Northern Health Foundation purchased the first four Emergency Accommodation Relief houses for families of our patients who travel over 80km to visit loved ones in our emergency and intensive care.

Our Emergency Accommodation helps with reducing anxiety and the financial burden of finding accommodation during an already highly stressful time.

This year, construction commenced on the first house in Wollert that will be completed in late 2018. An apartment was also purchased to be built in Epping, providing further opportunities for families to stay close to their loved ones.

Numerous donors have been a part of the appeal's success, including visionaries Paul and Angela Wheelton OAM, Freemasons Victoria, JT Reid Charitable Trust and Maxxia, along with all those who supported the 2017 Northern Health Annual Dinner.





Through the incredible fundraising support of our patrons Bev Carman, Josie Minniti OAM and Trudi Hay, the Foundation was able to purchase two scalp cooling machines for our Day Oncology Appeal. These machines help minimise the external impact of cancer treatment by combating hair loss during chemotherapy treatment at the Northern Hospital Epping.

The 2018 Northern Health Run Walk 'n Chalk, in collaboration with the City of Whittlesea, was a huge success again this year. The event was held at Northern Hospital Epping, taking over and covering Cooper Street with colourful chalk. Participants completed the 3km walk with live entertainment, food and family friendly activities in the hospital's carpark. All proceeds raised from the day went to supporting sick children in our northern community.

This year's PhD scholarships were funded with thanks to the generous support of Alex Robertson OAM, Healthcare Imaging Services and Riverlee. Additionally, small grants were funded by proceeds from the Research Dinner; particularly the generous event supporters McMullin Group and Crown Money Management.

The 2018 Northern Health Research Dinner raised money to fund PhD Scholarships and other small research grants to clinicians, nurses, allied health professionals and students at Northern Health.

The Foundation is currently focused on supporting our youngest patients with a new dedicated paediatric High Dependency unit in ICU and a separate paediatric emergency department funded by The Blue Ribbon Foundation at the Northern Hospital, Epping. Funds raised by our Annual Corporate Golf Day, Fun Run and upcoming Freemasons Charity Ball will purchase vital equipment for the High Dependency Unit to provide comprehensive care to our most critical young patients, and will remove the need for ambulance transfers to alternative health services.

OUR VOLUNTEER COMMUNITY

Northern Health Volunteers

In 2017-18, Northern Health's team of 345 passionate and dedicated volunteers contributed an astounding 41,287 hours of voluntary service to the organisation, making invaluable contributions that improve the experience of patients, staff and the community across our campuses.

Volunteer support is also integral to the work of the Foundation, as they support a range of fundraising activities throughout the year. These activities include raffle ticket sales, the making of hand-crafted goods to sell, collecting donations from the tea and coffee service, providing event support for the Northern Health Annual Dinner, Bev Carmen's Race Day, Josie Minniti's Dinner Dance and Northern Health Walk-n-Chalk Fun Run.

The Foundation is also privileged to receive support from a number of Community Groups including the Busy Fingers committee, which is based at our Bundoora Campus, Melbourne Polytechnic College, Whittlesea Library Craft Group, Bendigo Knitters, The Salvation Army, Whittlesea City Corps and Red Cross Greensborough.

Northern Health attracts a broad range of volunteers from students through to retirees, here they share why they choose to support Northern Health.

“

“It makes me feel like I have made a difference and improved someone's stay in hospital and that makes me feel good and worthwhile.” **Carmen**

“I love the fact I go home and know I have made a difference to someone else's life by listening to them, playing games or just making them laugh. I feel good inside.” **Les**

“Wanting to learn about a health setting as they want to become a doctor, nurse or work in allied health. Learning to interact with patients, staff and visitors makes them more equipped to be a good clinician.” **David**

“It makes me feel like I belong to a team, and I miss that now I am not working. Volunteering gives me the feeling of belonging.” **Christine**

”



A SPECIAL **THANK YOU** TO OUR DEDICATED TEAM OF NORTHERN HEALTH VOLUNTEERS WHO SO GENEROUSLY GIVE THEIR TIME TO HELP OUR COMMUNITY.

THANK YOU

The Northern Health Foundation relies on the generous support of businesses, community members, academic partners, supporters and donors. The Foundation would like to acknowledge and thank them for their support.

MAJOR DONORS

Paul Wheelton AM
Freemasons Victoria
Freemasons Foundation
Victoria

PATRONS

Bev Carmen
Trudi Hay
Josie Minniti OAM

SCHOLARSHIP PARTNERS

Alexander Robinson
Healthcare Imaging Services
Riverlee

ACADEMIC PARTNERS

La Trobe University
RMIT
University of Melbourne

EVENT AND FUNDRAISING SUPPORTERS

A Little Birdie Told Me
ALH Group
ALP Automotive Lease
Packaging
BankVic
Batten Foundation
Bertocchi
Blue Ribbon Foundation
Bunnings
Busy Fingers Group
Callaway
Casa D'Abruzzo Club
City of Whittlesea
Cockram
Core Projects
Costa
Crown Metropol Melbourne
Debony Candles
Drums Hotel
Epping Plaza Hotel
Epping RSL
Ernst & Young
EZGO PGA Legends Tour
First State Super

Freemasons VIC
Fuji Xerox
Furniture Galore
Furniture Traders
G&F Young Painters
GFP Studios
Growling Frog Golf Course
Heritage Care
ISS Facility Services
John Molnar Legal Services
Kilmore Racing Club
Kooinda Brewing Company
LaManna
Leader Community News
Lloyd Connect
Luna Park
Maxxia
McMullin Group
Microhire
Mill Park Leisure Centre
My Little Tribe
NAB Health
NAB Property
Northlink
Northwest Healthcare
Properties Management
Nuvo Group
Olive Wellness Institute
Olympic Hotel
Pantalica Cheese Company Ltd
Pacific Plaza Epping
Philips Healthcare
Plenty Valley Community Health
Precision Mail
Promotional Perks
Pullman Melbourne Albert Park
Quest Bundoora
Quest Epping
Reading Cinemas
Regional Health
Renzo's Bar
Richmond Football Club
Riverlee
Signed & Framed
Swisse
The Sebel Melbourne
Docklands
Turosi Foods
United Refrigeration
Wilson Security
Zagame

Northern Health Research, Training and
Equipment Foundation Limited

ACN 103 911 673 (A company Limited by Guarantee)

FINANCIAL REPORT FOR YEAR ENDED 30 JUNE 2018

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Annual Financial Report for the Financial Year Ended 30 June 2018

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Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Directors' Report

The Directors of The Northern Health Research, Training and Equipment Foundation Limited (the company) submit herewith the annual financial report of the company for the financial year ended 30 June 2018.

The names and particulars of the Directors of the company during or since the end of the financial year are:

<u>Name</u>	<u>Role</u>
Mr John Stephen Molnar (Chair)	Director
Ms Pina Di Donato (Deputy Chair)	Director
Mr Geoff Brereton (until 21 Feb 2018)	Director
Mr Trevor Ronald Gorman	Director
Mr Peter Leslie McWilliam	Director
Mr David Andrew Turnbull	Director
Mr Christopher Martin Turner	Director
Ms Trudi Caroline Hay	Director
Professor Peter Michael Brooks	Director
Ms Tricia Maclean	Director

Company Secretary

<i>Name</i>	<i>Particulars</i>
Ms Elizabeth Shaw	Financial Controller, Northern Health

Directors

Mr John Stephen Molnar (Chair)

Mr John Molnar has practiced law for thirty years, and during that time became heavily involved in the field of law relating to health service providers and hospitals. He has served on the Boards of a number of public and private hospitals, including Northern Health and the Nurses Board of Victoria. Recognising the need for additional funding so that Northern Health can meet its commitment to the rapidly growing northern community, and establish itself as a major teaching and research centre. John was instrumental in the establishment of the Northern Health Foundation and remains a passionate advocate of the Northern Health network and the dedicated medical professionals who work within it.

Ms Pina Di Donato (Deputy Chair)

Ms Pina Di Donato is the Marketing Manager at Turosi Pty Ltd, a national food manufacturer with the head office based in Melbourne's northern suburbs. Pina has a degree in Economics and Commerce from the University of Melbourne and is a graduate of the Australian Institute of Company Directors. She is also the founder and Board Chair of Turosi Giving, a registered charity organisation. Pina was born, raised and works in the northern suburbs and as a result has a strong connection with the northern community. She joined the Northern Health Foundation in 2011 as a way of maintaining this connection.

Northern Health Research, Training and Equipment Foundation Limited

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The Trustee for the Northern Health Research, Training and Equipment Trust

Directors' Report

Mr Geoff Brereton (until 21 Feb 2018)

Mr Geoff Brereton is the founder of Geoff Brereton Engineering (GBE) which is one of Victoria's leading railway bridge upgrade specialists and a provider of large scale civil construction works for State and local government departments, shires and municipalities.

Mr Trevor Ronald Gorman

Mr Trevor Gorman is Managing Director of the McMullin Group and Chairman of its funds management arm, MPG Funds Management. Together with Ian McMullin and David Ross he founded the McMullin Group in late 1999. Previously he was the managing partner of the Victorian Growth Solutions Division of Deloitte Touche Tohmatsu. A chartered accountant, he is a Fellow of the Institute of Accountants and holds a post graduate diploma in business administration from Swinburne University.

Mr Peter Leslie McWilliam

Mr Peter McWilliam brings with him extensive skills in business and management from 37 years of experience working at RBM and Paramount Plastic Extrusions, one of Australia's largest privately owned plastic manufacturing companies. Peter served as a General Manager and Company Director within the organisation and its subsidiary Paramount Plastics (Aust.) for 30 years, providing leadership based on inspiring effective teamwork, strong planning and organisational skills. Peter understands the importance and value of staff in an organisation's success and has many years of experience in implementing training and mentoring programs to maintain organisational viability. As a resident of the northern suburbs, Peter is familiar with its rapid growth and development and the evolving needs of the local community. Since retiring in 2010, Peter has focused on sharing his business acumen and skills to benefit health services in the northern Melbourne area.

Mr David Andrew Turnbull

Mr David Turnbull is CEO of Mitchell Shire Council, one of the fastest growing councils in Australia. Throughout his career, Mr Turnbull has amassed over 30 years of local government experience. Most of this time has been spent in managing growth areas where his true passion for strategic planning has been put to best use. His high standards and strong political acumen have earned him the respect of all levels of government, councillors, and the development industry. In recognition of his significant contribution to leadership in relation to the Victorian bushfires, Mr Turnbull received a Special Commendation in the Executive Section SACS Leadership in Government, 2009 Awards.

Mr Christopher Martin Turner

Mr Chris Turner is the Chief Executive Officer for Turosi Pty Ltd. With operations located in Victoria, New South Wales and Queensland, Turosi is a paddock to plate poultry operation producing a large range of raw and value enhanced poultry products, as well as an extensive range of par-cooked and fully cooked food solutions for retail, foodservice and the QSR sector, marketed under brands such as La Ionica, Golden Farms, Bannockburn Free Range and Colonial farm. Mr Turner has a wealth of experience running large fully integrated poultry operations from milling/farming, processing to sales and marketing. He is also a past president of the Australian Chicken Meat Federation and the Victorian Chicken Meat Council and is a current Board member of The Prime Safe Victoria.

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Directors' Report

Ms Trudi Caroline Hay

Ms Trudi Hay is a Director of Lately Pty Ltd, shareholder of Greencor Sales Pty Ltd, EA to the Director of Core Projects as well as Northern Health Foundation's Community Events Committee Chair. Trudi has a strong background in marketing and events and was voted Hume City Resident of the Month 2014 and was mentioned in Parliament on International Women's Day for her incredible philanthropic work in 2016. Trudi has been a long-time supporter of the Northern Hospital, specifically fundraising for Day Oncology for over ten years.

Professor Peter Michael Brooks

Peter Brooks AM MD FRACP is Research Leader Northern Health Melbourne and has Professorial appointments in the Centre for Health Policy, School of Population and Global Health and the School of Medicine University of Melbourne. He established the Australian Health Workforce Institute at the University of Melbourne in 2008. He was Executive Dean of Health Sciences at the University of Queensland from 1998 to 2009 and has held professorial positions at the UNSW, University of Sydney, Flinders University and the University of Tasmania prior to that. After graduating from Monash University he held hospital and university posts in Hobart and Glasgow training initially as a rheumatologist. He has published widely in musculoskeletal diseases, on health education and more recently on health care and health workforce reform. He is a frequent commentator on health policy and the importance of developing an evidence base in this area. In 2010 he was awarded Membership of the Order of Australia for services to rheumatology as a clinician, researcher and academic.

Ms Tricia Maclean

Ms Tricia Maclean is a Director of Riverlee, a family owned diversified property and investment group with commercial, residential and retail projects across Australia. Tricia is also Executive Director of the Riverlee Foundation which was established in 2015. Her involvement in not-for-profits began in 2000 and includes the Epworth Medical Foundation and the Asian Australian Foundation. Ms Tricia Maclean holds a Bachelor of Commerce (Accounting and Finance) from Monash University and a Graduate Diploma in Applied Finance and Investment.

Objectives and Strategies

To act as a trustee of a public fund, the Northern Health Research, Training and Equipment Trust, to ensure the public fund meets its short and long term objectives as follows:

- a) Short Term
 - achieving growth and sustainability in fundraising revenue
 - improving donor care, and trying new approaches to provide more effective and efficient ways of fundraising
- b) Long Term
 - to enhance Northern Health's ability to achieve outstanding health care for people in Melbourne's North.

Principal Activities

The company is a not-for-profit organisation whose principal activity is to act as trustee of the Northern Health Research, Training and Equipment Trust. The company is dormant and does not trade.

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Directors' Report

Key Performance Measures

The company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the company and whether the company's short-term and long-term objectives are being achieved.

Review of Operations

The company did not trade during the year, therefore the profit/ (loss) from ordinary activities was nil (2017: nil).

Membership

The Company has 1 class of members. Each member of the company is liable to contribute an amount not exceeding \$5 if the company is wound up.

Proceedings on behalf of the company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings. The company was not party to any such proceedings during the year.

Northern Health Research, Training and Equipment Foundation Limited

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The Trustee for the Northern Health Research, Training and Equipment Trust

Auditors' Independence Declaration

A copy of the Auditor's declaration under 307C in relation to the audit for the financial year is provided on the following page.

Signed in accordance with a resolution of the directors made pursuant to s.298 (2) of the *Corporations Act 2001 (Cth)*.

On behalf of the Directors



John Molnar
Director



Trevor Gorman
Director

August 16, 2018

Epping

Auditor-General's Independence Declaration

To the Directors, Northern Health Research, Training and Equipment Foundation Limited

The Auditor-General's independence is established by the *Constitution Act 1975*. The Auditor-General, an independent officer of parliament, is not subject to direction by any person about the way in which his powers and responsibilities are to be exercised.

Under the *Audit Act 1994*, the Auditor-General is the auditor of each public body and for the purposes of conducting an audit has access to all documents and property, and may report to parliament matters which the Auditor-General considers appropriate.

Independence Declaration

As auditor for Northern Health Research, Training and Equipment Foundation Limited for the year ended 30 June 2018, I declare that, to the best of my knowledge and belief, there have been:

- no contraventions of auditor independence requirements of the *Corporations Act 2001* in relation to the audit.
- no contraventions of any applicable code of professional conduct in relation to the audit.

MELBOURNE
27 August 2018



Ron Mak

as delegate for the Auditor-General of Victoria

Independent Auditor's Report

To the Directors of Northern Health Research, Training and Equipment Foundation Limited

Opinion	<p>I have audited the financial report of Northern Health Research, Training and Equipment Foundation Limited (the company) which comprises the:</p> <ul style="list-style-type: none"> • balance sheet as at 30 June 2018 • comprehensive operating statement for the year then ended • statements of changes in equity for the year then ended • cash flow statement for the year then ended • notes to the financial statements, including significant accounting policies • director's declaration. <p>In my opinion the financial report is in accordance with the <i>Corporations Act 2001</i> including:</p> <ul style="list-style-type: none"> • giving a true and fair view of the financial position of the company as at 30 June 2018 and its financial performance and cash flows for the year then ended • complying with Australian Accounting Standards and the <i>Corporations Regulations 2001</i>.
Basis for Opinion	<p>I have conducted my audit in accordance with the <i>Audit Act 1994</i> which incorporates the Australian Auditing Standards. I further describe my responsibilities under that Act and those standards in the <i>Auditor's Responsibilities for the Audit of the Financial Report</i> section of my report.</p> <p>My independence is established by the <i>Constitution Act 1975</i>. My staff and I are independent of the company in accordance with the auditor independence requirements of the <i>Corporations Act 2001</i> and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 <i>Code of Ethics for Professional Accountants</i> (the Code) that are relevant to my audit of the financial report in Victoria. My staff and I have also fulfilled our other ethical responsibilities in accordance with the Code.</p> <p>I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.</p>
Directors' responsibilities for the financial report	<p>The Directors of the company are responsible for the preparation of a financial report that gives a true and fair view in accordance with Australian Accounting Standards and the <i>Corporations Act 2001</i>, and for such internal control as the Directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.</p> <p>In preparing the financial report, the Directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is inappropriate to do so.</p>

Auditor's responsibilities for the audit of the financial report

As required by the *Audit Act 1994*, my responsibility is to express an opinion on the financial report based on the audit. My objectives for the audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

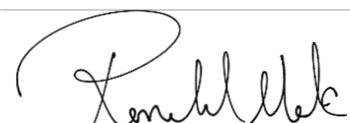
As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

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

I communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide the Directors with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

MELBOURNE
27 August 2018



Ron Mak
as delegate for the Auditor-General of Victoria

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Directors' Declaration

The Directors' declare that the financial statements and notes set out in pages 10 to 16:

- Comply with Accounting Standards, the *Corporations Regulations 2001 (Cth)* and other mandatory professional reporting requirements; and
- Give a true and fair view of the financial position of the Northern Health Research, Training and Equipment Foundation Limited at 30 June 2018 and its performance for the year, as represented by the results of its operations and its cash flows for the financial year ended on that date.

In the opinion of the Directors

- The financial statements for the year ended 30 June 2018 and the notes are in accordance with the *Corporations Act 2001 (Cth)*; and
- There are reasonable grounds to believe that the Northern Health Research, Training and Equipment Foundation Limited will be able to pay its debts as and when they become due and payable.

The Directors' declaration is made in accordance with a resolution of the Board of the company.



John Molnar
Director



Trevor Gorman
Director

August 16, 2018

Epping

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Comprehensive Operating Statement for the Financial Year Ended 30 June 2018

The company did not trade in the 2017-18 Financial Year or the prior financial year. Please refer to Note 2 for required disclosures in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*.

Therefore the profit/loss from ordinary activities was nil (2017: Nil).

Notes to the financial statements are included on pages 14 to 16.

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Balance Sheet as at 30 June 2018

The company is limited by guarantee. Therefore there is no contributed share capital as at 30 June 2018.

The company did not trade in the 2017-18 Financial Year or the prior year. Refer to Note 2 for required disclosures in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*.

Notes to the financial statements are included on pages 14 to 16.

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Statement of Changes in Equity for the Financial Year Ended 30 June 2018

The company did not trade in the 2017-18 Financial Year or the prior year. Refer to Note 2 for required disclosures in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*.

Notes to the financial statements are included on pages 14 to 16.

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Cash Flow Statement for the Financial Year Ended 30 June 2018

The company did not trade in the 2017-18 Financial Year or prior year. Refer to Note 2 for required disclosures in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*.

Notes to the financial statements are included on pages 14 to 16.

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Notes to the Financial Statements for the Financial Year Ended 30 June 2018

Financial Reporting Framework

The financial report is a general-purpose financial report that has been prepared in accordance with the *Corporations Act 2001 (Cth)*, applicable Australian Accounting Standards (AAS), which includes the Australian Accounting Standards issued by the Australian Accounting Standards Board (AASB), Interpretations and other mandatory professional requirements on an accrual basis.

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

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.

Estimates and assumptions about carrying values of assets and liabilities that are not readily apparent are based on historical experience and various other factors that are believed to be reasonable under the circumstances. The results of which form the basis of making judgements. 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 set out below have been applied in preparing the financial statements for the period ending 30 June 2018, and the comparative information presented in these financial statements for the year ending 30 June 2017.

1. Summary of Significant Accounting Policies

Accounting policies are selected and applied in a manner that 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.

(a) Member Guarantee

If the company is wound up the Constitution states that each member is required to contribute a maximum of \$5 each towards meeting any outstanding obligation of the company.

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Notes to the Financial Statements for the Financial Year Ended 30 June 2018

2. Assets as Trustees

	Company	
	2018	2017
	\$	\$
Current Assets		
Cash and Cash Equivalents	408,725	903,836
Other Financial Assets	500,000	-
Receivables	8,938	46,384
Deposits	39,000	2,727
Total Current Assets	956,663	952,947
Non-Current Assets		
Property, Plant and Equipment	321,090	-
Total Current Assets	321,090	-
Total Assets	1,277,753	952,947
Current Liabilities		
Payables	24,823	9,047
Total Current Liabilities	24,823	9,047
Total Liabilities	24,823	9,047
NET ASSETS	1,252,930	943,900

3. Company Structure

Northern Health Research, Training and Equipment Foundation Limited is the acting trustee for Northern Health Research Training and Equipment Trust.

4. Responsible Persons

<u>Name</u>	<u>Role</u>
Mr John Stephen Molnar (Chair)	Director
Ms Pina Di Donato (Deputy Chair)	Director
Mr Geoff Brereton (until 21 Feb 2018)	Director
Mr Trevor Ronald Gorman	Director
Mr Peter Leslie McWilliam	Director
Mr David Andrew Turnbull	Director
Mr Christopher Martin Turner	Director
Ms Trudi Caroline Hay	Director
Professor Peter Michael Brooks	Director
Ms Tricia Maclean	Director

Northern Health Research, Training and Equipment Foundation Limited

(A Company Limited by Guarantee)

The Trustee for the Northern Health Research, Training and Equipment Trust

Notes to the Financial Statements for the Financial Year Ended 30 June 2018

5. Additional Company Information

Northern Health Research, Training and Equipment Foundation Limited is a public company, incorporated and operating in Australia.

Registered Office

Northern Hospital
185 Cooper Street
Epping
VIC 3076

Principal Place of Business

Northern Hospital
185 Cooper Street
Epping
VIC 3076

6. Remuneration of Auditors

Audit fees are paid by the Northern Health Research, Training and Equipment Trust.

Northern Health Research, Training and
Equipment Trust

**FINANCIAL
REPORT FOR
YEAR ENDED
30 JUNE 2018**

Northern Health Research, Training and Equipment Trust

Annual Financial Report for the Financial Year Ended 30 June 2018

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Northern Health Research, Training and Equipment Trust

Trustee's Declaration

The Trustee declares that the financial statements and notes set out in this report:

- Have been prepared in accordance with the Australian Accounting Standards, the *Australian Charities and Not-for-profit Commission Act 2012* and other mandatory professional reporting requirements; and
- Give a true and fair view of the financial position of the Northern Health Research, Training and Equipment Trust at 30 June 2018 and its performance for the year, as represented by the results of their operations and their cash flows for the financial year ended on that date.
- In the opinion of the Trustee there are reasonable grounds to indicate that the Northern Health Research, Training and Equipment Trust will be able to pay its debts as and when they become due and payable.

The Trustee's declaration is made in accordance with a resolution of the Board of Northern Health Research, Training and Equipment Foundation Limited.



John Molnar
Director



Trevor Gorman
Director

August 16, 2018

Epping

Independent Auditor's Report

To the Directors of Northern Health Research, Training and Equipment Foundation Limited

Opinion I have audited the financial report of Northern Health Research, Training and Equipment Foundation Limited (the company) which comprises the:

- balance sheet as at 30 June 2018
- comprehensive operating statement for the year then ended
- statements of changes in equity for the year then ended
- cash flow statement for the year then ended
- notes to the financial statements, including significant accounting policies
- director's declaration.

In my opinion the financial report is in accordance with the *Corporations Act 2001* including:

- giving a true and fair view of the financial position of the company as at 30 June 2018 and its financial performance and cash flows for the year then ended
- complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion I have conducted my audit in accordance with the *Audit Act 1994* which incorporates the Australian Auditing Standards. I further describe my responsibilities under that Act and those standards in the *Auditor's Responsibilities for the Audit of the Financial Report* section of my report.

My independence is established by the *Constitution Act 1975*. My staff and I are independent of the company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to my audit of the financial report in Victoria. My staff and I have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Directors' responsibilities for the financial report The Directors of the company are responsible for the preparation of a financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001*, and for such internal control as the Directors determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is inappropriate to do so.

Auditor's responsibilities for the audit of the financial report

As required by the *Audit Act 1994*, my responsibility is to express an opinion on the financial report based on the audit. My objectives for the audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

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

I communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide the Directors with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



Ron Mak

as delegate for the Auditor-General of Victoria

Auditor-General's Independence Declaration

To the Directors, Northern Health Research, Training and Equipment Foundation Limited

The Auditor-General's independence is established by the *Constitution Act 1975*. The Auditor-General, an independent officer of parliament, is not subject to direction by any person about the way in which his powers and responsibilities are to be exercised.

Under the *Audit Act 1994*, the Auditor-General is the auditor of each public body and for the purposes of conducting an audit has access to all documents and property, and may report to parliament matters which the Auditor-General considers appropriate.

Independence Declaration

As auditor for Northern Health Research, Training and Equipment Foundation Limited for the year ended 30 June 2018, I declare that, to the best of my knowledge and belief, there have been:

- no contraventions of auditor independence requirements of the *Corporations Act 2001* in relation to the audit.
- no contraventions of any applicable code of professional conduct in relation to the audit.

MELBOURNE
27 August 2018



Ron Mak

as delegate for the Auditor-General of Victoria

Northern Health Research, Training and Equipment Trust

Comprehensive Operating Statement for the financial year ended at 30 June 2018

		2018	2017
	Note	\$	\$
Revenue			
Fundraising Income	2	1,420,250	1,512,764
Interest Income		21,890	14,943
Total Revenue		1,442,140	1,527,707
Expenses			
Operating Expenses	3	(698,724)	(687,841)
Audit Fees	4	(6,000)	(5,600)
Total Expenses		(704,724)	(693,441)
Gross Operating Result		737,416	834,266
Contributions to Health Service Projects & Capital	5	(428,386)	(435,368)
NET RESULT FOR THE YEAR		309,030	398,898
Other Comprehensive Income		-	-
COMPREHENSIVE RESULT FOR THE YEAR		309,030	398,898

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

Northern Health Research, Training and Equipment Trust

Balance Sheet as at 30 June 2018

	Note	2018 \$	2017 \$
Assets			
Current assets			
Cash & Cash Equivalents	6	408,725	903,836
Other Financial Assets	7	500,000	-
Receivables	8	8,938	46,384
Other Assets	8	39,000	2,727
Total Current Assets		956,663	952,947
Non-Current Assets			
Property, Plant and Equipment	9	321,090	-
Total Non-Current Assets		321,090	-
Total Assets		1,277,753	952,947
Liabilities			
Current Liabilities			
Payables	10	24,823	9,047
Total Current Liabilities		24,823	9,047
Total Liabilities		24,823	9,047
Net Assets		1,252,930	943,900
Equity			
Settled Sum		20	20
Retained Earnings	11	1,252,910	943,880
Total Equity		1,252,930	943,900
Commitments	14		
Contingent Assets and Liabilities	15		

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

Northern Health Research, Training and Equipment Trust

Statement of Changes in Equity for the financial Year Ended 30 June 2018

	Settled Sum \$	Retained Earnings \$	Total \$
Balance at 1 July 2016	20	544,982	545,002
Net Result for the year	-	398,898	398,898
Balance at 30 June 2017	20	943,880	943,900
Net Result for the year	-	309,030	309,030
Balance at 30 June 2018	20	1,252,910	1,252,930

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

Northern Health Research, Training and Equipment Trust

Cash Flow Statement for the financial Year Ended 30 June 2018

	Note	2018 \$	2017 \$
Receipts			
Donations, Bequests and Grants		1,377,810	1,443,943
Interest Received		21,892	14,943
		1,399,702	1,458,886
Payments			
Payments to Suppliers and Health Service Contributions		(1,073,723)	(1,227,815)
Net cash inflow / (outflow) from operating activities	12	325,979	231,071
Investing activities			
Purchase of property plant & equipment		(321,090)	-
Purchase of investments		(500,000)	-
Net cash inflow / (outflow) from investing activities		(821,090)	-
Net increase / (decrease) in cash held		(495,111)	231,071
Cash and cash equivalents at the beginning of the financial year		903,836	672,765
Cash and cash equivalents at the end of the financial year	6	408,725	903,836

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

Basis of Preparation

The financial report is a general-purpose financial report that has been prepared in accordance with the applicable Australian Accounting Standards (AAS), which includes the Australian Accounting Standards issued by the Australian Accounting Standards Board (AASB), Interpretations, the *Australian Charities and Not-for-profit Commission Act 2012* and other mandatory professional requirements on an accrual basis.

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

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.

Judgements, estimates and assumptions are required to be made about financial information being presented, and these are reviewed on an ongoing basis. The basis for these assumptions are professional judgements derived from historical experience and various other factors that are believed to be reasonable under the circumstances.

Adjustments 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. Actual results may differ from these estimates.

Accounting policies set out below have been applied in preparing the financial statements for the period ended 30 June 2018, and the comparative information presented in these financial statements for the year ended 30 June 2017.

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1: Significant Accounting Policies

Accounting policies are selected and applied in a manner that 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.

(a) Rounding of Amounts

All amounts shown in the Financial Statements, unless specifically stated to be otherwise, have been rounded to the nearest dollar (\$).

(b) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash in banks.

(c) Comparative amounts

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

(d) Revenue recognition

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

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

(e) Interest revenue

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

(f) Donations and Contributions

Donations from Northern Health represents income earned and donated to the Northern Health Research, Training and Equipment Trust in support of delivering the mission and vision.

Donations - Other, represents income earned from corporate associates, benevolent organisations and general donations.

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1: Significant Accounting Policies (continued)

(g) Property, plant and equipment

Initial Recognition

Land and buildings are recognised initially at cost and subsequently measured at fair value less accumulated depreciation and accumulated impairment loss.

Subsequent Measurement

Consistent with AASB 13 *Fair Value Measurement*, the Trust determines the policies and procedures for both recurring fair value measurements such as property, plant and equipment, and financial instruments, and for non-recurring fair value measurements such as non-financial physical assets held for sale, in accordance with the requirements of AASB 13.

All property, plant and equipment for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy.

Fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

For the purposes of fair value disclosures, the Trust has determined classes based on the nature, characteristics and risks of the assets and liabilities and the level of the fair value hierarchy as explained below.

The estimates and underlying assumptions are reviewed on an ongoing basis.

Fair value hierarchy

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

Fair value determination

Asset Class	Fair Value Level	Types of assets	Valuation Approach	Significant inputs (level 3 only)
Non-specialised land	Level 2	In areas where there is an active market: - vacant land - land not subject to restrictions as to use or sale	Market approach	N/A

Depreciation

All infrastructure assets, buildings, plant and equipment and other non-financial physical assets (excluding items under operating leases and land) that have finite useful lives are depreciated. Assets under construction are not depreciated.

(h) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority, in which case it is recognised as part of the cost of acquisition of an asset or as part of an item of expense.

(i) Donation Expense

Donations Expense represent disbursements made to Northern Health to fund operating projects and capital equipment.

(j) Payables

These amounts represent liabilities for goods and services provided prior to the end of the financial year and which are unpaid. The normal credit terms are Net 30 days.

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 1: Significant Accounting Policies (continued)

(k) Financial assets

The classification of financial assets between current and non-current assets depends on the nature and purpose of the assets and is determined at the time of initial recognition.

(l) New Accounting Standards and Interpretations

The AASB has issued new, revised and amended standards and interpretations that have mandatory application dates for future reporting periods and which the trust has decided not to early adopt.

Topic	Key requirements	Effective date
AASB 15 <i>Revenue from Contracts with Customers</i>	The core principle of AASB 15 requires an entity to recognise revenue when the entity satisfies a performance obligation by transferring a promised good or service to a customer. Note that amending standard AASB 2015 8 <i>Amendments to Australian Accounting Standards – Effective Date of AASB 15</i> has deferred the effective date of AASB 15 to annual reporting periods beginning on or after 1 January 2018, instead of 1 January 2017.	1 January 2018
AASB 2015-8 <i>Amendments to Australian Accounting Standards – Effective Date of AASB 15</i>	This standard defers the mandatory effective date of AASB 15 from 1 January 2017 to 1 January 2018.	1 January 2018
AASB 1058 <i>Income of Not-for-Profit Entities</i>	This standard will replace AASB 1004 <i>Contributions</i> and establishes principles for transactions that are not within the scope of AASB 15, where the consideration to acquire an asset is significantly less than fair value to enable not-for-profit entities to further their objectives.	1 January 2019

(m) Fair value of assets and services received free of charge or for nominal consideration

Resources received free of charge or for nominal consideration are recognised at their fair value when the transferee obtains control over them, irrespective of whether restrictions or conditions are imposed over the use of the contributions. Contributions in the form of services are only recognised when a fair value can be reliably determined and the service would have been purchased if not received as a donation.

The Northern Health Service provides staffing resources to the Northern Health Research, Training and Equipment Trust through a salaries and wages recharge.

(n) Contingent assets and contingent liabilities

Contingent assets and contingent liabilities are not recognised in the Balance Sheet, but are disclosed by way of note and, if quantifiable, are measured at nominal value. Contingent assets and contingent liabilities are presented inclusive of GST receivable or payable respectively.

(o) Commitments

Commitments for future expenditure includes capital commitments arising from contracts. These commitments are disclosed by way of a note at their nominal value and are inclusive of the GST payable. In addition, where it is considered appropriate and provides additional relevant information to users, the net present values of significant individual projects are stated. These future expenditures cease to be disclosed as commitments once the related liabilities are recognised on the balance sheet.

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

	2018	2017
	\$	\$
Note 2: Fundraising Income		
General Donations, Contributions & Fundraising Income	1,120,250	1,253,516
Salaries and Wages in-kind contribution*	300,000	259,248
Total Revenue	1,420,250	1,512,764

*The Northern Health Service provides staffing resources to the Northern Health Research, Training and Equipment Trust through a salaries and wages recharge.

Note 3: Operating Expenses		
Salaries and Wages recharge	300,000	259,248
Marketing and Event costs	299,442	304,769
Administrative Expenses	99,282	123,824
Total Expenses	698,724	687,841

Note 4: Audit Fees		
Audit Fees paid or payable to Victorian Auditor-General's Office	6,000	5,600
Total	6,000	5,600

Note 5: Contributions to the Health Service Projects & Capital		
Capital Donations – Northern Health	307,575	214,088
Donations - Other	120,811	221,280
Total	428,386	435,368

Note 6: Cash and Cash Equivalents		
Cash on hand	150	-
Cash in Bank	408,575	903,836
Total	408,725	903,836

Note 7: Other Financial Assets		
Term deposits	500,000	-
Total	500,000	-

Note 8: Receivables and Other Assets		
Deposits held/paid	39,000	2,727
Receivables	8,938	46,384
Total	47,938	49,111

Note 9: Property, Plant & Equipment		
Land	136,672	-
Assets under construction	184,418	-
Total	321,090	-

Land and assets under construction are not depreciated.

Reconciliations of the carrying amounts of each class of asset

	Land	Assets under construction	Total
Balance at 1 July 2016	-	-	-
Additions	-	-	-
Balance at 1 July 2017	-	-	-
Additions	136,672	184,418	321,090
Balance at 1 July 2018	136,672	184,418	321,090

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

	2018	2017
	\$	\$
Note 10: Payables		
Contractual		
Accrued expenses	6,000	8,912
Payables - Northern Health	17,588	-
Statutory		
GST Payable	1,235	135
Total Payables	24,823	9,047

The contractual maturity for the Trust's financial liabilities are less than 1 month.

Note 11: Equity**Retained Earnings**

Opening Balance	943,880	544,982
Net result for the Year	309,030	398,898
Total	1,252,910	943,880

Note 12: Reconciliation of Net Result to Net Cash Inflow/(Outflow) from Operating Activities

Net Result for the Year	309,030	398,898
Change in Operating Assets and Liabilities		
Increase / (Decrease) in Other Assets	(36,273)	(2,727)
Increase / (Decrease) in Receivables	37,446	(71,721)
Increase / (Decrease) in Payables	15,776	(93,379)
Net Cash (Outflow) Inflow From Operating Activities	325,979	231,071

Note 13: Financial Instruments

Financial instruments arise out of contractual agreements that give rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Due to the nature of the Trust's activities, certain financial assets and financial liabilities arise under statute rather than a contract. Such financial assets and financial liabilities do not meet the definition of financial instruments in AASB 132 *Financial Instruments: Presentation*.

(a) Financial Instruments Categorisation

2018	Contractual financial assets Loans and receivables	Contractual financial liabilities at amortised cost	Total
Contractual Financial Assets			
Cash and Cash Equivalents	408,725	-	408,725
Receivables			
Other Receivables	47,938	-	47,938
Other Financial Assets	500,000	-	500,000
Total Financial Assets	956,663	-	956,663
Financial Liabilities			
Payables	-	23,588	23,588
Total Financial Liabilities	-	23,588	23,588

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 13: Financial Instruments (continued)

(a) Financial Instruments Categorisation (continued)

2017	Contractual financial assets	Contractual financial liabilities at	Total
	Loans and receivables	amortised cost	
Contractual Financial Assets			
Cash and Cash Equivalents	903,836	-	903,836
Receivables			
Other Receivables	49,096	-	49,096
Total Financial Assets	952,932	-	952,932
Financial Liabilities			
Payables	-	8,912	8,912
Total Financial Liabilities	-	8,912	8,912

(b) Net holding gain/(loss) on financial instruments by category

	Total Interest Income 2018	Total Interest Income 2017
Financial Assets		
Cash and cash equivalents ¹	17,952	14,943
Other Financial Assets ¹	3,938	-

¹ For cash and cash equivalents and other financial assets the net gain or loss is calculated by taking the movement in fair value of the assets, the interest revenue recognised in the net result.

Categories of financial instruments

Loans and receivables and cash are financial instrument assets with fixed and determinable payments that are not quoted on an active market. These assets and liabilities are initially recognised at fair value plus any directly attributable transaction costs. Subsequent to initial measurement, loans and receivables are measured at amortised cost using the effective interest method (and for assets, less any impairment). The Trust recognises the following assets in this category:

- Cash assets
- Term deposits
- Receivables (excluding statutory).

Financial liabilities at amortised cost are initially recognised on the date originated. They are initially measured at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, these financial instruments are measured at amortised cost with any difference between the initial recognised amount and the redemption value being recognised in profit or loss over the period of the interest-bearing liability, using the effective interest rate method. The Trust recognises payables (excluding statutory) in this category.

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 13: Financial Instruments (continued)

(c) Credit Risk

Credit Risk represents the loss that would be recognised if counterparties fail to meet their obligations under the respective contracts at maturity. The credit risks in financial assets of the entity have been recognised on the Balance Sheet, as at the carrying amount, net of any provisions for doubtful debt. The exposure to credit is set out in the following table:

Ageing analysis of financial assets

	30 June 2018			30 June 2017	
	Less Than 1 Month	3 Months - 1 Year	Total	Less Than 1 Month	Total
	\$	\$	\$	\$	\$
Financial Assets					
Cash Assets	408,725	-	408,725	903,836	903,836
Receivables	8,938	39,000	47,938	49,096	49,096
Other Financial Assets	-	500,000	500,000	-	-
Total Financial Assets	417,663	539,000	956,663	952,932	952,932

(d) Market Risk

Interest Rate Risk

The Trust's exposure to interest rate risk is limited to its cash at bank and short-term investments (term deposits). This exposure for the financial assets are set out below:

Interest Rate Exposure

	Floating Interest Rate	Fixed Interest Rate	Non Interest Bearing	Total
	\$	\$	\$	\$
2018				
Financial Assets				
Cash Assets	408,575	-	150	408,725
Receivables	-	-	47,938	47,938
Other Financial Assets	-	500,000	-	500,000
Total Financial Assets	408,575	500,000	48,088	956,663
2017				
Cash Assets	903,836	-	-	903,836
Receivables	-	-	49,096	49,096
Total Financial Assets	903,836	-	49,096	952,932

Interest Rate Sensitivity

	Interest Rate Risk				
	Carrying Amount	\$	\$	\$	\$
		Net result	Equity	Net result	Equity
2018					
Financial Assets					
Cash Assets	408,725	(1,022)	(1,022)	1,022	1,022
Receivables	47,938	-	-	-	-
Other Financial Assets	500,000	(1,250)	(1,250)	1,250	1,250
Total Financial Assets	956,663	(2,272)	(2,272)	2,272	2,272
		-0.25%		+0.25%	
2017					
Financial Assets					
Cash Assets	903,836	(2,260)	(2,260)	2,260	2,260
Receivables	49,096	-	-	-	-
Total Financial Assets	952,932	(2,260)	(2,260)	2,260	2,260

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 14: Commitments

	2018	2017
	\$	\$
Capital commitments		
Property acquisition and construction - not later than 1 year	373,526	-

Capital commitments

Property acquisition and construction - not later than 1 year

Note 15: Contingent Assets and Liabilities

The Trustee is not aware of any contingent assets or any contingent liabilities as at 30 June 2018 (2017: Nil).

Note 16: Responsible Person Related Disclosure

(a) Responsible Persons

The names of persons who are Responsible Persons of the Trustee at any time during the financial year are:

Governing Board

Name	Role	Period
Mr John Stephen Molnar (Chair)	Director	1 Jul 2017 - 30 Jun 2018
Ms Pina Di Donato (Deputy Chair)	Director	1 Jul 2017 - 30 Jun 2018
Mr Geoff Brereton	Director	1 Jul 2017 - 21 Feb 2018
Mr Trevor Ronald Gorman	Director	1 Jul 2017 - 30 Jun 2018
Mr Peter Leslie McWilliam	Director	1 Jul 2017 - 30 Jun 2018
Mr David Andrew Turnbull	Director	1 Jul 2017 - 30 Jun 2018
Mr Christopher Martin Turner	Director	1 Jul 2017 - 30 Jun 2018
Ms Trudi Caroline Hay	Director	1 Jul 2017 - 30 Jun 2018
Mr Peter Michael Brooks	Director	1 Jul 2017 - 30 Jun 2018
Ms Tricia Maclean	Director	1 Jul 2017 - 30 Jun 2018

Accountable Officers

Mr Ryan Brown	1 Jul 2017 - 25 Nov 2017
Ms Laura Buck, Acting	26 Nov 2017 - 4 May 2018
Mr Andrew Williamson	14 May 2018 - 30 Jun 2018

(b) Remuneration of Responsible Persons

The Northern Health Research, Training and Equipment Trust engaged all responsible persons in an honorary role.

(c) Retirement Benefits of Responsible Persons

There were no Retirement Benefits paid or payable by the Northern Health Research, Training and Equipment Trust.

(d) Other Transactions of Responsible Persons and Related Parties

There were no other transactions between Northern Health Research, Training and Equipment Trust and its Responsible Persons or their Related Parties.

(e) Other receivables from and payables to Responsible Persons and their Related Parties.

There were no monies receivable from or payable to Responsible Persons or their Related Parties other than those associated with normal relationships on terms and conditions no more favourable than those available in similar arm's length dealings.

(f) Amounts Attributable to Other Transactions with Responsible Person and their Related Parties

There were no amounts attributable to other transactions paid or payable to Responsible Persons or their Related Parties.

(g) Executive Officer Remuneration

The Northern Health Research, Training and Equipment Trust did not directly employ any executive officers.

Notes to and forming part of the Financial Statements for the year ended 30 June 2018

Note 16: Responsible Person Related Disclosure (continued)

(h) Related Party Transactions

Northern Health is a related party and provides administrative support to the Trust. The transactions between the two entities relate to reimbursements made by the Trust to Northern Health for goods and services and the transfer of funds by way of distributions made to the Northern Health. All dealings are in the normal course of business and are on normal commercial terms and conditions.

	2018	2017
	\$	\$
Distribution of funds by the Trust	428,386	435,368
Net Receivable as at 30 June	-	46,368
Net Payable as at 30 June	17,588	-

Trevor Gorman, a KMP of the Northern Health Research, Training and Equipment Trust is the Managing Director for McMullin Group of Companies. McMullin Group leased two premises to the Northern Health Service, a related party of the Northern Health Research, Training and Equipment Trust. These included the rental a Home Dialysis Centre and medical rooms, which have been made at arms-length.

All other transactions that have occurred with KMP and their related parties have been trivial or domestic in nature. In this context, transactions are only disclosed when they are considered of interest to users of the financial report in making and evaluation decisions about the allocation of scarce resources.

The Northern Health Research, Training and Equipment Trust did not have any transactions with government related entities to disclose, other than those transactions with Northern Health. Northern Health is the ultimate parent entity of the Trust.

Note 17: Subsequent Events

No events after the Balance Sheet date which may have a material impact on these financial statements have occurred.

Note 18: Additional Company Information

The Northern Health Research, Training and Equipment Foundation Limited is the Trustee of the Trust.

Registered Office

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Epping
Victoria 3076

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Northern Health
Foundation

