

GLENVIEW  
FINANCIAL STATEMENTS

Year ending 30 June 2010

A decorative graphic in the bottom right corner of the page, consisting of several overlapping, curved, leaf-like shapes in a light yellow color, creating a sense of movement and depth.



## Wise Lord & Ferguson

*advice to advantage*



Chartered Accountants

### Independent auditor's report to the members of Glenview Community Services Inc.

We have audited the accompanying general purpose financial report of Glenview Community Services Inc. (the Association), which comprises the balance sheet as at 30 June 2010, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Board of Management's declaration.

#### The Board of Management's Responsibility for the Financial Report

The Association's Board of Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and with the *Associations Incorporation Act (Tasmania)*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### 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 our 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, we consider internal controls 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 controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Management, 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.



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Partners: Peter Beven, Harvey Gibson, Danny McCarthy, Douglas Thomson,  
Joanne Doyle, Stuart Clutterbuck, Ian Wheeler, Dean Johnson, Marg Marshall  
Managers: Alicia Leis, Melanie Richardson, Nick Carter,  
Paul Lyons, Simon Jones, Shaun Evans

### Independence

In conducting our audit we have complied with the independence requirements of the Australian professional accounting bodies.

### Auditor's Opinion

In our opinion the general purpose financial report of Glenview Community Services Inc. is in accordance with:

- (a) the *Associations Incorporation Act (Tasmania)*, including:
  - (i) giving a true and fair view of the financial position of Glenview Community Services Inc. at 30 June 2010 and of its performance for the year ended on that date; and
  - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations); and
- (b) other mandatory financial reporting requirements in Australia.



**J DOYLE**  
PARTNER  
WISE LORD & FERGUSON

Registered Company Auditor Number: 217468

Hobart

Dated: 1<sup>st</sup> September 2010.

### Statement and Certificate: User Rights Principles

In accordance with Section 11 of the User Rights Principles Amendment (No 7) 1997, I state on behalf of Glenview Community Services Inc that:

- a) care recipients' accommodation bond balances required to be repaid during the year have been repaid in accordance with the Act; and
- b) Glenview can repay liabilities, for accommodation bond balances in accordance with the Act, that can be expected to fall due in the following financial year; and
- c) Glenview has, throughout the year, had enough insurance to cover losses arising from fraud, loss of earnings, fire, flood, or other reasonably insurable events that may affect the ability of Glenview to refund accommodation bond balances.

On behalf of the Board of Directors of Glenview Community Services Inc, I approve this statement and certify its accuracy.



Chairman of Board of Management  
Mr Glenn Ward



Member of Board of Management  
Mr Craig Andrikonis

### Audit Certificate

In our opinion, Glenview Community Services Inc has complied with the requirements of Section 11 of the User Rights Principles Amendment (No 7) 1997 for the year ended 30 June 2010.



J DOYLE  
WISE LORD & FERGUSON  
CHARTERED ACCOUNTANTS

Dated: 1<sup>st</sup> September 2010

## Statement by the Board of Management

In the opinion of the members of the Board of Management of Glenview Community Services Inc:

1. The accompanying financial statements present fairly the financial performance of Glenview Community Services Inc. for the twelve months ended 30<sup>th</sup> June 2010 and financial position of Glenview Community Services Inc. as at 30<sup>th</sup> June 2010.
2. The financial statements are prepared in accordance with Associations Incorporations Act (Tas).
3. At the date of this statement there are reasonable grounds to believe that Glenview Community Services Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board of Management.



Chairman of Board of Management  
**Mr Glenn Ward**



Member of Board of Management  
**Mr Craig Andrikonis**

Dated: 31.8.2010

## Statement of Comprehensive Income for the year ended 30 June 2010

|  | Notes        | 2010<br>\$'000 | 2009<br>\$'000 |
|--|--------------|----------------|----------------|
| <b>Revenue</b>                         |              |                |                |
| Government Funding                     | 1.4 (a), 3.1 | 6,769          | 6,325          |
| Interest from Accommodation Bonds      | 1.4 (b), 3.2 | 129            | 178            |
| Grants                                 | 1.4 (c), 3.3 | 23             | 19             |
| User charges                           | 1.4 (d), 3.4 | 1,557          | 1,383          |
| Rental income                          | 1.4 (f), 3.5 | 106            | 87             |
| Interest revenue – other               | 1.4 (e), 3.7 | 97             | 48             |
| Other revenue                          | 1.4 (h), 3.8 | 116            | 58             |
| Drawdowns / Retentions                 | 1.4 (i), 3.9 | 289            | 229            |
| <b>Total revenue</b>                   |              | <b>9,086</b>   | <b>8,327</b>   |
| <b>Expenses</b>                        |              |                |                |
| Employee entitlements                  | 1.5 (a), 4.1 | 4,957          | 4,772          |
| Depreciation                           | 1.5 (b), 4.2 | 640            | 648            |
| Loss on disposal of non-current assets | 1.4 (g), 3.6 | 19             | 11             |
| Other expenses                         | 1.5 (d), 4.3 | 2,987          | 2,835          |
| Finance costs                          | 1.5 (f), 4.4 | -              | 19             |
| <b>Total expense</b>                   |              | <b>8,603</b>   | <b>8,285</b>   |
| <b>TOTAL OPERATING RESULT</b>          |              | <b>483</b>     | <b>42</b>      |
| Other Comprehensive Income             |              | -              | -              |
| <b>Total Comprehensive Income</b>      |              | <b>483</b>     | <b>42</b>      |

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

## Balance Sheet as at 30 June 2010

|   | Notes        | 2010<br>\$'000 | 2009<br>\$'000 |
|---|--------------|----------------|----------------|
| <b>Assets</b>                           |              |                |                |
| Current assets                          |              |                |                |
| Cash and cash equivalents               | 1.6 (a), 5.1 | 5,728          | 3,899          |
| Receivables                             | 1.6 (b), 5.2 | 489            | 721            |
| Accrued income                          | 1.6 (c), 5.3 | 67             | -              |
| Other current assets                    | 1.6 (d), 5.6 | 13             | 43             |
| Total current assets                    |              | <u>6,297</u>   | <u>4,663</u>   |
| Property, plant, equipment and vehicles | 1.6 (e) 5.4  | <u>14,785</u>  | <u>14,922</u>  |
| Total assets                            |              | <u>21,082</u>  | <u>19,585</u>  |
| <b>Liabilities</b>                      |              |                |                |
| Current liabilities                     |              |                |                |
| Employee entitlements                   | 1.7 (c), 6.1 | 478            | 595            |
| Payables                                | 1.7 (a), 6.2 | 404            | 297            |
| Interest bearing liabilities            | 1.7 (b), 6.3 | -              | -              |
| Other current liabilities               | 1.7 (d), 6.4 | 5,135          | 4,116          |
| Total current liabilities               |              | <u>6,017</u>   | <u>5,008</u>   |
| Non-current liabilities                 |              |                |                |
| Employee entitlements                   | 1.7 (c), 6.1 | 168            | 163            |
| Total non-current liabilities           |              | <u>168</u>     | <u>163</u>     |
| Total liabilities                       |              | <u>6,185</u>   | <u>5,171</u>   |
| Net assets                              |              | <u>14,897</u>  | <u>14,414</u>  |
| <b>Equity</b>                           |              |                |                |
| Accumulated funds                       |              | 12,192         | 11,852         |
| Commonwealth capital grant              |              | 1,225          | 1,225          |
| Entry contribution retention funds      |              | 1,480          | 1,337          |
| Total equity                            |              | <u>14,897</u>  | <u>14,414</u>  |
|   | 8.1          |                |                |

The Balance Sheet should be read in conjunction with the accompanying notes.

## Statement of Cash Flows for the year ended 30 June 2010

|  | Notes   | 2010<br>\$'000<br>Inflows<br>(Outflows) | 2009<br>\$'000<br>Inflows<br>(Outflows) |
|--|---------|---|---|
| Cash flows from operating activities                   |         |   |   |
| Cash inflows   |         |   |   |
| Government funding                                     |         | 6,768                                   | 6,346                                   |
| Grants   |         | 23                                      | 19                                      |
| Receipts from residents                                |         | 1,618                                   | 1,429                                   |
| Rental income  |         | 106                                     | 87                                      |
| Interest received – other                              |         | 184                                     | 254                                     |
| Other cash receipts                                    |         | 101                                     | 58                                      |
| Other cash receipts – Accommodation Charges            |         | 146                                     | 109                                     |
| <b>Total cash inflows</b>                              |         | <b>8,946</b>                            | <b>8,302</b>                            |
| Cash outflows  |         |   |   |
| Employee payments                                      |         | (5,102)                                 | (4,690)                                 |
| Borrowing costs  |         | (6)                                     | (19)                                    |
| Other cash payments (suppliers)                        |         | (2,906)                                 | (3,004)                                 |
| <b>Total cash outflows</b>                             |         | <b>(8,014)</b>                          | <b>(7,713)</b>                          |
| <b>Net cash from (used by) operating activities</b>    | 10.2    | <b>932</b>                              | <b>589</b>                              |
| Cash flows from investing activities                   |         |   |   |
| Cash inflows   |         |   |   |
| Gross proceeds from the disposal of non-current assets |         | 75                                      | 23                                      |
| <b>Total cash inflows</b>                              |         | <b>75</b>                               | <b>23</b>                               |
| Cash outflows  |         |   |   |
| Payments for acquisition of non-current assets         |         | (574)                                   | (728)                                   |
| Decrease /(Increase) in investments                    |         | (1,442)                                 | (3)                                     |
| <b>Total cash outflows</b>                             |         | <b>(2,016)</b>                          | <b>(731)</b>                            |
| <b>Net cash from (used by) investing activities</b>    |         | <b>(1,941)</b>                          | <b>(708)</b>                            |
| Cash flows from financing activities                   |         |   |   |
| Cash inflows   |         |   |   |
| Entry bonds received                                   |         | 2,128                                   | 989                                     |
| <b>Total cash inflows</b>                              |         | <b>2,128</b>                            | <b>989</b>                              |
| Cash outflows  |         |   |   |
| Entry bonds refunded                                   |         | (632)                                   | (711)                                   |
| Deeming Funds  |         | (100)                                   | -                                       |
| (Decrease) /Increase in commercial bill                |         | -                                       | (200)                                   |
| <b>Total cash outflows</b>                             |         | <b>(732)</b>                            | <b>(911)</b>                            |
| <b>Net cash from (used by) financing activities</b>    |         | <b>1,396</b>                            | <b>78</b>                               |
| Net increase (decrease) in cash held                   |         | 387                                     | (41)                                    |
| Cash at the beginning of the reporting period          |         | 55                                      | 96                                      |
| Cash at the end of the reporting period                | 5.1 (a) | 442                                     | 55                                      |

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

## Statement of Changes in Equity for the year ended 30 June 2010

|   | Accumulated<br>results<br>\$'000 | C'With<br>Capital Res<br>\$'000 | Entry Contribution<br>Retention<br>\$'000 | Total<br>\$'000 |
|---|----------------------------------|---------------------------------|---|-----------------|
| As at 30 June 2008                          | 11,975                           | 1,225                           | 1,172                                     | 14,372          |
| Surplus for Year                            | 42                               | -                               | -   | 42              |
| Transfer to Entry<br>Contribution retention | (165)                            | -                               | 165                                       | -               |
| As at 30 June 2009                          | <u>11,852</u>                    | <u>1,225</u>                    | <u>1,337</u>                              | <u>14,414</u>   |
| Surplus for Year                            | 483                              | -                               | -   | 483             |
| Transfer to Entry<br>Contribution retention | (143)                            | -                               | 143                                       | -               |
| As at 30 June 2010                          | <u>12,192</u>                    | <u>1,225</u>                    | <u>1,480</u>                              | <u>14,897</u>   |

The Statement of changes in Equity should be read in conjunction with the accompanying notes

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## Notes to the financial statements for the year ended 30 June 2010

### Note 1 Significant Accounting Policies

#### 1.1 Objectives and Funding

Glenview Community Services Inc. is a body established by the Tasmanian Associations Incorporation Act 1964 with the basic objectives to be carried out in accordance with Christian principles and teachings of:

- (a) providing knowledge and skilled assistance to those whose ability to perform activities of daily living is diminished, by virtue of age or disability; and
- (b) promoting the dignity and spiritual, physical and emotional wellbeing of each person giving and receiving care.

The organisation is predominantly funded by the Commonwealth Government. With this funding Glenview provides the following services, which may include a fee for service or other client contribution:

- Residential Care includes residents' personal care, respite care, palliative care, therapy, catering, domestic services, general property and cultural and spiritual support. This division includes all the structures based at 2-10 Windsor Street, Glenorchy, known as Barrett, Hudspeth, Maynard, Allwright and St John's.
- Community Services which covers all community based services for people needing assistance to remain in their own homes. Such services include Community Aged Care Packages (CACP), Extended Aged Care at Home (EACH), Transitional Care Packages (TCP), Day Centre (Banksia/ Night Owls), Day Respite (Bisdee House), gardening service for Outreach clients along with any other community based service which may be developed as required by Glenview to support the community.
- Independent Living Units which incorporates the 10 units, known as Glenview Close, for self supported residents along with any other home units which may be established and operated by Glenview as independent living units.

The financial statements encompasses all funds through which the organisation controls resources to carry on its functions.

#### 1.2 Basis of Accounting

The financial statements are a general purpose financial report and have been prepared in accordance with the Australian Accounting Standards, except AASB 124 Related Party Disclosure as it relates to Directors & Key Management Personnel Remuneration. Other mandatory professional reporting requirements have also been complied with including authoritative announcements of the Australian Accounting Standards Board and the requirements of the Tasmanian Associations Incorporation Act 1964.

The financial statements have been prepared on an accrual basis and, except where stated, are in accordance with the historical cost convention.

#### 1.3 Clients' Funds held in Trust

All transactions relating to activities undertaken by Glenview in a trust or fiduciary (agency) capacity do not form part of the organisation's financial statements. Therefore all transactions and balances relating to a trustee or agency arrangement are not recognised as organisational revenues, expenses, assets or liabilities. The only transactions currently conducted by Glenview in a trust or agency capacity relate to clients' funds. Details of these transactions are provided in Note 13.

## Notes to the financial statements for the year ended 30 June 2010

### 1.4 Revenue

Revenues are recognised in the Statement of Comprehensive Income to the extent that it is probable that the economic benefits will flow to Glenview and the revenue can be measured reliably.

#### (a) Government Funding

Commonwealth subsidies are recognised as revenues in the period in which the organisation gains control of the appropriated funds, except for any amounts identified as carried forward in Note 3.1.

#### (b) Interest from Bonds

Interest from investment of Residential Accommodation Bonds is recognised as it accrues.

#### (c) Grants

Grants are recognised as revenue when the organisation gains control of the underlying assets. Where grants are conditional revenue is recognised as performance occurs under the grant. Non-conditional grants are recognised as revenue when the grant is received or receivable.

#### (d) User Charges

Residential Client fees and charges are due and payable in advance, accounts are issued on the first day of each new month.

Revenue from other Fees and Charges is recognised upon the first occurrence of either:

- receipt by the organisation of self-assessed fees; or
- the time the obligation to pay arises, pursuant to the issue of an account.

Amounts earned in exchange for the provision of goods and services are recognised when the good or service is provided.

Interest may be charged on certain types of outstanding amounts.

#### (e) Interest Revenue – Other

Interest revenue from Glenview Investment Funds is recognised as it accrues.

#### (f) Rental Income

Glenview owns four residences which are under management by an external provider generating rental income.

Rental Income is recognised on receipt of cash transfer from the property manager at the end of each calendar month.

Services and maintenance charges are payable by residents of the Independent Living Units (ILU's) in Glenview Close. The revenue generated from these charges has been reported as rental income for the purpose of these Financial Statements.

#### (g) Gross Proceeds from the Disposal of Assets

Revenue from the sale of non-current assets is recognised when control of the asset has passed to the buyer.

#### (h) Other Revenue

Revenue from cash sales is recognised when received.

#### (i) Accommodation Bond Drawdown / Retentions

Amounts received from Accommodation Bond Drawdowns and Retentions are recognised at the time control of the funds is transferred to the organisation.

## Notes to the financial statements for the year ended 30 June 2010

### 1.5 Expenses

Expenses are recognised in the Statement of Comprehensive Income when it is probable that the consumption or loss of future economic benefits resulting in a reduction in assets and/or an increase in liabilities has occurred and the consumption or loss of future economic benefits can be measured reliably.

#### (a) Employee Entitlements

Employee entitlements include entitlements to wages and salaries, annual leave, sick leave, long service leave, superannuation and other post-employment benefits.

#### (b) Depreciation

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

Land, being an asset with an unlimited useful life, is not depreciated.

Depreciation is provided for on a straight line basis on all items, using rates which are reviewed annually.

Major depreciation periods are:

- |                                       |              |
|---------------------------------------|--------------|
| • Buildings, improvements & additions | 40 years     |
| • Motor vehicles                      | 5 – 10 years |
| • Furniture, fittings & equipment     | 3 – 10 years |

Non-current assets are not carried at an amount above their recoverable amount, and where a carrying value exceeds this recoverable amount, the asset is written down. A revaluation decrement is recognised as an expense in the Statement of Comprehensive Income except to the extent that the decrement reverses a revaluation increment previously credited to and still included in the balance of an Asset Revaluation Reserve in respect of the same class of asset. In this case, it is debited direct to the revaluation reserve.

#### (c) Grants and Subsidies

Grants are recognised to the extent that:

- the services required to be performed by the grantee have been performed; or
- the grant eligibility criteria have been satisfied.

A liability is recorded when the organisation has a binding agreement to make the grant but services have not been performed or criteria satisfied. Where grant monies are paid in advance of performance or eligibility, a liability is recognised.

Some Grants Terms and Conditions create a liability to repay the grant, (or an amount 'equivalent in value') in the event of the organisation ceasing to be an eligible organisation or failing to meet the terms and conditions of the grants.

#### (d) Other Expenses from Ordinary Activities

Expenses from other activities are recognised when a liability is incurred.

#### (e) Interest Payable on Refunded Bonds

Where a bond is due for refund interest accrues on the value of the refund, to be paid on the date of refund. In the 2008/09 Financial Statements this interest expense was reported under Finance Costs. This expenses is now reported as Interest Payable on Refunded Bonds under Other Expenses.

#### (f) Finance Costs Expense

All borrowing costs are expensed as incurred, except to the extent that they are directly attributable to qualifying assets, in which case they are capitalised.

Finance costs include:

- interest on bank overdrafts and short term and long term borrowings;
- amortisation of discounts or premiums related to borrowings;
- amortisation of ancillary costs incurred in connection with the arrangement of borrowings; and
- finance lease charges.

## Notes to the financial statements for the year ended 30 June 2010

### 1.6 Assets

Assets are recognised in the Balance Sheet when it is probable that the future economic benefits embodied in the asset will eventuate and the asset possesses a cost or other value that can be measured reliably.

#### (a) Cash and Cash equivalents

Cash means notes, coins, any deposits held at call with a bank or financial institution and short term deposits with an original maturity date of three months or less. Deposits are recognised at their nominal amounts and interest is credited at current market rates to revenue as it accrues.

#### (b) Receivables

Receivables are recognised at the nominal amounts that are due for settlement. Collectability of receivables is reviewed monthly. Debts which have been investigated and pursued but determined to be uncollectable are submitted to the Chief Executive Officer or Director of Corporate Services for approval to be forwarded to a debt collection agency. Where debts become unrecoverable on advice from the debt collection agency they are submitted to the Chief Executive Officer or Director of Corporate Services for approval to be written off. An estimate for doubtful debts is made when collection of the full amount is no longer probable.

#### (c) Accrued Income

An asset is recognised when Glenview has a right to receive the funds.

#### (d) Other Assets

Other assets are recognised when the right to receive a benefit is certain and can be reliably measured.

#### (e) Property, Plant, Equipment and Vehicles

##### (i) Valuation basis

All non-current physical assets have been recorded at historic cost.

##### (ii) Asset recognition threshold

The asset capitalisation threshold adopted by the organisation is \$1,000.

Assets valued at less than \$1,000 may be capitalised where they form part of a group of similar or related items procured as part of a larger project.

#### (f) Recoverable Amount of Assets

At each reporting date, the organisation assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the organisation makes an estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset's value in use cannot be estimated to be close to its fair value less costs to sell and it does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

## Notes to the financial statements for the year ended 30 June 2010

### 1.7 Liabilities

Liabilities are recognised in the Balance Sheet when it is probable that the future sacrifice of economic benefits will be required and the amount of the liability can be measured reliably.

#### (a) Payables

Payables, including goods received and services incurred or committed but not yet invoiced, are recognised when the organisation becomes obliged to make future payments as a result of a purchase or ordering of assets or services. Creditors and accruals are recognised at their nominal amounts, being the amounts at which the liabilities will be settled. Liabilities are recognised to the extent that the goods or services have been received (and irrespective of having been invoiced). Settlement is usually made within 15-30 days from date of invoice, dependent on the provider's account settlement terms.

#### (b) Interest Bearing Liabilities

Bank loans and other loans are recorded at current cost (book value). Interest is charged as an expense as it accrues.

Discounts and premiums are amortised over the life of the related financial instrument on the basis of yield at purchase, with the amortisation being taken to the Statement of Comprehensive Income as part of borrowing costs.

#### (c) Provisions for Employee Entitlements

Liabilities for wages and salaries and annual leave are recognised, and are measured as the amount unpaid at the reporting date.

These liabilities are expected to be settled within twelve months of the reporting date and are measured at their nominal amounts based on remuneration rates which are expected to be paid when the liability is settled. All other employee benefits liabilities are measured at the present value of the estimated future cash outflow to be made in respect of services provided by employees up to the reporting date.

#### (d) Other Liabilities

Entry Contributions and Accommodation Bonds retained are refundable in accordance with current aged care legislation.

### 1.8 Leases

Leases are classified at their inception as either operating or finance leases based on the economic substance of the agreement so as to reflect the risks and benefits incidental to ownership.

Glenview only has operating leases covering photocopiers.

The minimum lease payments of operating leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are recognised as an expense on a straight-line basis.

### 1.9 Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation in these financial statements, where necessary.

### 1.10 Rounding

All amounts in the financial statements have been rounded to the nearest thousand dollars, unless otherwise stated. Where the result of expressing amounts to the nearest thousand dollars would result in an amount of zero, the financial statements will contain a note expressing the amount to the nearest whole dollar.

## Notes to the financial statements for the year ended 30 June 2010

### 1.11 Organisational Taxation

The organisation is exempt from all forms of taxation except Fringe Benefits Tax (FBT), Goods and Services Tax (GST) and Pay As You Go Tax (PAYG).

In the Statement of Cash Flows, the GST component of cash flows arising from investing or financing activities which is recoverable from, or payable to, the Australian Taxation Office is, in accordance with the Australian Accounting Standards, classified as operating cash flows.

### 1.12 Adoption of New and Revised Accounting Standards

The organisation has adopted all new and revised Accounting Standards and Interpretations in the current year. Those standards and Interpretations which impact the Financial Statements are as follows:

- Revised AASB 101 *Presentation of Financial Statements* and Revised AASB 7 *Financial Instruments: Disclosures*: Require changes to the presentation and disclosures within the financial statements only including the requirement to present a Statement of Comprehensive Income..
- Revised AASB 123 *Borrowing Costs*: Removes the option for borrowing costs incurred in the acquisition or construction of certain assets to be expensed which results in a change in accounting policy for future works.

The following Standards and Interpretations which have been issued by the AASB that may affect the organisation are yet to be applied:

- AASB 9 *Financial Instruments*: Effective 1 July 2013. Includes requirements for the classification and measurement of financial instruments and will not have a financial impact on the financial statements.

## Note 2 Events Occurring After Balance Date

No matters or circumstances have arisen since the end of the financial year which significantly affect the operations or the financial position of the organisation

## Notes to the financial statements for the year ended 30 June 2010

## Note 3 Revenue

|   | 2010<br>Actual<br>\$'000 | 2009<br>Actual<br>\$'000 |
|---|--------------------------|--------------------------|
| <b>3.1 Government Funding</b>             |                          |                          |
| Commonwealth                              |                          |                          |
| Subsidies                                 | 2,759                    | 2,651                    |
| Supplements                               | 311                      | 124                      |
| Other Funding                             | 2,945                    | 2,845                    |
| State Funding                             |                          |                          |
| Subsidies                                 | 272                      | 266                      |
| Other Funding                             | 482                      | 439                      |
| Total                                     | <u>6,769</u>             | <u>6,325</u>             |
| <b>3.2 Interest from Bonds</b>            |                          |                          |
|   | <u>129</u>               | <u>178</u>               |
| <b>3.3 Grants</b>                         |                          |                          |
|   | <u>23</u>                | <u>19</u>                |
| <b>3.4 User Charges</b>                   |                          |                          |
| Resident Fees                             | 1,358                    | 1,225                    |
| Community Care Services                   | 199                      | 158                      |
| Total                                     | <u>1,557</u>             | <u>1,383</u>             |
| <b>3.5 Rental Income</b>                  |                          |                          |
|   | <u>106</u>               | <u>87</u>                |
| <b>3.6 Disposal of Non-current Assets</b> |                          |                          |
| Loss on disposal of Non-current Assets    | <u>(19)</u>              | <u>(11)</u>              |
| <b>3.7 Interest – Other</b>               |                          |                          |
|   | <u>97</u>                | <u>48</u>                |
| <b>3.8 Other Revenues</b>                 |                          |                          |
| Sale of Meals                             | 24                       | 22                       |
| Donations & Bequests                      | 8                        | 4                        |
| Sundry Income                             | 84                       | 32                       |
| Total                                     | <u>116</u>               | <u>58</u>                |
| <b>3.9 Drawdown/Retentions/Charges</b>    |                          |                          |
| ILU Ingoing Contribution Drawdowns        | 44                       | 46                       |
| Accommodation Charges                     | 146                      | 109                      |
| Accommodation Bond Retentions             | 99                       | 74 8                     |
| Total                                     | <u>289</u>               | <u>229</u>               |

## Notes to the financial statements for the year ended 30 June 2010

## Note 4 Expenses

|  | 2010         | 2009         |
|--|--------------|--------------|
|  | Actual       | Actual       |
|  | \$'000       | \$'000       |
| <b>4.1 Employee Entitlements</b>         |              |              |
| Wages and salaries                       | 3,904        | 3,726        |
| Annual leave                             | 383          | 441          |
| Long service leave                       | 80           | 73           |
| Sick leave                               | 144          | 121          |
| Superannuation                           | 389          | 363          |
| Other employee expenses – Uniforms, etc. | 57           | 48 4         |
| Total                                    | <u>4,957</u> | <u>4,772</u> |
| <b>4.2 Depreciation</b>                  |              |              |
| Motor Vehicles                           | 64           | 55           |
| Buildings                                | 430          | 427          |
| Furniture & Fittings                     | 146          | 166          |
| Total                                    | <u>640</u>   | <u>648</u>   |
| <b>4.3 Other Expenses</b>                |              |              |
| Workers Compensation Premiums            | 93           | 143          |
| Contractors                              | 1,228        | 1,044        |
| Personal Care                            | 200          | 196          |
| Catering                                 | 387          | 381          |
| Domestic Services                        | 34           | 36           |
| General Property                         | 322          | 289          |
| Gardening & Maintenance                  | 223          | 225          |
| Motor Vehicles                           | 44           | 53           |
| Administration                           | 392          | 390          |
| Training & Recruitment                   | 58           | 78           |
| Interest Payable on Refunded Bonds       | 6            | 16           |
|  | Note 1.5 (e) |              |
| Total                                    | <u>2,987</u> | <u>2,851</u> |
| <b>4.4 Finance Costs</b>                 |              |              |
| Interest Expense                         | <u>-</u>     | <u>3</u>     |

## Notes to the financial statements for the year ended 30 June 2010

## Note 5 Assests

|   | 2010<br>Actual<br>\$'000 | 2009<br>Actual<br>\$'000 |
|---|--------------------------|--------------------------|
| <b>5.1 Cash and Cash Equivalents</b>  |                          |                          |
| (a) Cash and Cash at Bank   |                          |                          |
| This represents the balance of accounts held on hand and in bank accounts, excluding those accounts which are administered or held in a trustee capacity or agency arrangement. | 442                      | 55                       |
| (b) Other Cash Held   |                          |                          |
| This represents the balance of longer term cash accounts excluding those accounts which are administered or held in a trustee capacity or agency arrangement.                   |                          |                          |
| Term Deposits   | 5,184                    | 3,642                    |
| Deeming Account   | 102                      | 202                      |
| Total   | <u>5,286</u>             | <u>3,844</u>             |
| Total Cash & Deposits   | <u>5,728</u>             | <u>3,899</u>             |
| <b>5.2 Receivables</b>  |                          |                          |
| User charges  | -                        | 5                        |
| Fees and Charges  | 27                       | 83                       |
| Other receivables   | 462                      | 633                      |
| Total   | <u>489</u>               | <u>721</u>               |
| <b>5.3 Accrued Income</b>   |                          |                          |
| Accrued Interest  | 42                       | -                        |
| Accrued Income - Other  | 10                       | -                        |
| Workers Compensation Claim Discount & Refund  | 15                       | -                        |
| Total   | <u>67</u>                | <u>-</u>                 |

## Notes to the financial statements for the year ended 30 June 2010

|  | 2010                  | 2009          |
|--|-----------------------|---------------|
|  | Actual                | Actual        |
|  | \$'000                | \$'000        |
| <b>5.4 Property, Plant, Equipment and Vehicles</b>   |                       |               |
| Land   | <i>refer note (a)</i> |               |
| Residential Care                                     | 1,535                 | 1,535         |
| Independent Living Units                             | 134                   | 134           |
| <b>Total</b>   | <b>1,669</b>          | <b>1,669</b>  |
| Work in Progress                                     | <i>refer note (b)</i> |               |
|  | <b>318</b>            | <b>53</b>     |
| <b>Buildings, improvements &amp; additions</b>       |                       |               |
| Residential Care                                     | 15,287                | 15,255        |
| Community Care Programs                              | 196                   | 196           |
| Independent Living Units                             | 1,596                 | 1,596         |
| Corporate Services                                   | 152                   | 152           |
| Less: Accumulated depreciation                       | (5,174)               | (4,751)       |
| <b>Total</b>   | <b>12,057</b>         | <b>12,448</b> |
| <b>Motor vehicles</b>                                |                       |               |
| Residential Care                                     | 168                   | 257           |
| Community Care Programs                              | 215                   | 148           |
| Corporate Services                                   | 98                    | 44            |
| Less: Accumulated depreciation                       | (169)                 | (140)         |
| <b>Total</b>   | <b>312</b>            | <b>309</b>    |
| <b>Furniture, fittings &amp; equipment at cost</b>   |                       |               |
| Residential Care                                     | 2,467                 | 2,380         |
| Community Care Programs                              | 21                    | 21            |
| Independent Living Units                             | 43                    | 18            |
| Corporate Services                                   | 207                   | 187           |
| Less: Accumulated depreciation                       | (2,309)               | (2,163)       |
| <b>Total</b>   | <b>429</b>            | <b>443</b>    |
| <b>Total Property, Plant, Equipment and Vehicles</b> | <b>14,785</b>         | <b>14,922</b> |

(a) The Commonwealth Bank of Australia hold an interest in the Certificate of Title Volume 248223 Folio 1 (2-10 Windsor Street) as security against Mortgage No. C367256 and a registered Bill of Sale over assets and undertaking of Glenview. This account is active with a nil balance owing.

(b) **Retirement Village Development (Korongee)**

Planning for development of Korongee Village was significantly progressed during the year.

In addition to the original Korongee site, during the past year Glenview also signed a contract for 1.46Ha of land adjoining the site, which is currently owned by Telstra. A deposit has been paid but settlement is awaiting finalisation of sub-division of the land and issuing of a title. This site will form stage 2 of Korongee Village. Settlement is expected to occur no later than December 2010.

To date all expenses associated with development of Korongee Village have been met from internal funds. It is expected work on Stage 1 will also commence by December 2010.

## Notes to the financial statements for the year ended 30 June 2010

**5.5 Reconciliation of Non-current Physical Assets**

Reconciliations of the carrying amounts of each class of Property, Plant, Equipment and Vehicles at the beginning and end of the current and previous financial year are set out below.

| 2010   | Freehold land<br>\$'000 | Work in progress<br>\$'000 | Buildings, improvements & additions at deemed cost<br>\$'000 | Motor vehicles<br>\$'000 | Furniture, fittings & equipment at cost<br>\$'000 | Total<br>\$'000 |
|--|-------------------------|----------------------------|--|--------------------------|---|-----------------|
| At 1st July 2009<br>Net of Accumulated depreciation  | 1,669                   | 53                         | 12,448   | 309                      | 443   | 14,922          |
| Additions  | -                       | 265                        | 39   | 161                      | 132   | 597             |
| Depreciation expense                                 | -                       | -                          | (430)  | (64)                     | (146)   | (640)           |
| Sales/Consideration                                  | -                       | -                          | -  | (75)                     | -   | (75)            |
| Surplus or loss on Disposals                         | -                       | -                          | -  | (19)                     | -   | (19)            |
| At 30th June 2010<br>Net of Accumulated depreciation | 1,669                   | 318                        | 12,057   | 312                      | 429   | 14,785          |
| 2009   | Freehold land<br>\$'000 | Work in progress<br>\$'000 | Buildings, improvements & additions at deemed cost<br>\$'000 | Motor vehicles<br>\$'000 | Furniture, fittings & equipment at cost<br>\$'000 | Total<br>\$'000 |
| At 1st July 2009<br>Net of Accumulated depreciation  | 1,535                   | -                          | 12,521   | 350                      | 468   | 14,874          |
| Additions  | 134                     | 53                         | 354  | 46                       | 141   | 728             |
| Depreciation expense                                 | -                       | -                          | (427)  | (55)                     | (166)   | (648)           |
| Sales/Consideration                                  | -                       | -                          | -  | (23)                     | -   | (23)            |
| Surplus or loss on Disposals                         | -                       | -                          | -  | (9)                      | -   | (9)             |
| At 30th June 2010<br>Net of Accumulated depreciation | 1,669                   | 53                         | 12,448   | 309                      | 443   | 14,922          |

|                         | 2010<br>Actual<br>\$'000 | 2009<br>Actual<br>\$'000 |
|-------------------------|--------------------------|--------------------------|
| <b>5.6 Other Assets</b> |                          |                          |
| GST assets              | -                        | 33                       |
| Prepayments             | 13                       | 10                       |
| <b>Total</b>            | <b>13</b>                | <b>43</b>                |

## Notes to the financial statements for the year ended 30 June 2010

## Note 6 Liabilities

|   | 2010         | 2009         |
|---|--------------|--------------|
|   | Actual       | Actual       |
|   | \$'000       | \$'000       |
| <b>6.1 Employee Entitlements</b>  |              |              |
| Accrued salaries  | 39           | 185          |
| Annual leave  | 351          | 327          |
| Long service leave  | 256          | 246          |
| Total   | <u>646</u>   | <u>758</u>   |
| Current   | 478          | 595          |
| Non-current   | 168          | 163          |
| Total   | <u>646</u>   | <u>758</u>   |
| <b>6.2 Payables</b>   |              |              |
| Accrued expenses  | 39           | 68           |
| Creditors   | 365          | 229          |
| Total   | <u>404</u>   | <u>297</u>   |
| <b>6.3 Interest Bearing Liabilities</b>                                       |              |              |
| Better Business Bill Facility   | -            | -            |
| Total   | <u>-</u>     | <u>-</u>     |
| <b>6.4 Other Liabilities</b>  |              |              |
| PAYG Tax Liabilities  | -            | 33           |
| Accommodation Bonds   | 4,133        | 2,905        |
| Independent Living Units Ingoing Contributions                                | 895          | 941          |
| Deeming Account   | 100          | 200          |
| Other Accounts  | 7            | 37           |
| Total   | <u>5,135</u> | <u>4,116</u> |
| <b>6.5 Schedule of Commitments</b>  |              |              |
| By Maturity   |              |              |
| <i>Operating lease commitments</i>  |              |              |
| One year or less  | 9            | 8            |
| Five years or less  | 28           | 36           |
| Total   | <u>37</u>    | <u>44</u>    |
| The organisation currently leases 4 photocopier units.                        |              |              |
| <b>6.6 Schedule of Unquantifiable Contingencies</b>                           |              |              |
| At 30 June 2010 the organisation is not aware of any claims or contingencies. |              |              |

## Notes to the financial statements for the year ended 30 June 2010

## Note 7 Segment Reporting

|                    |                                 | 2010         | 2009         |
|--------------------|---------------------------------|--------------|--------------|
|                    |                                 | Actual       | Actual       |
|                    |                                 | \$'000       | \$'000       |
| <b>7.1</b>         | <b>Income &amp; Expenditure</b> |              |              |
| Residential Care   | <b>OPERATING REVENUE</b>        |              |              |
|                    | Government Subsidies            | 3,519        | 3,356        |
|                    | Resident Charges                | 1,426        | 1,225        |
|                    | Capital Grants                  | 6            | 6            |
|                    | Bond Retentions                 | 99           | 74           |
|                    | Interest Income                 | 129          | -            |
|                    | Donations                       | -            | -            |
|                    | Other revenue                   | 212          | 172          |
|                    | <b>TOTAL</b>                    | <b>5,391</b> | <b>4,833</b> |
|                    | <b>OPERATING EXPENSES</b>       |              |              |
|                    | Care Employee Expenses          | 2,321        | 2,664        |
|                    | Other Employee Expenses         | 953          | -            |
|                    | Management Fees                 | 733          | -            |
|                    | Interest Expense                | 6            | -            |
|                    | Depreciation & Amortisation     | 581          | 600          |
|                    | Other expenses                  | 1,040        | 2,173        |
|                    | <b>TOTAL</b>                    | <b>5,635</b> | <b>5,437</b> |
|                    | <b>NET OPERATING RESULT</b>     | <b>(244)</b> | <b>(604)</b> |
| Community Services | <b>OPERATING REVENUE</b>        |              |              |
|                    | Government Subsidies            | 2,945        | 2,845        |
|                    | Other revenue                   | 244          | 176          |
|                    | <b>TOTAL</b>                    | <b>3,189</b> | <b>3,021</b> |
|                    | <b>OPERATING EXPENSES</b>       |              |              |
|                    | Care Employee Expenses          | 2,404        | 1,653        |
|                    | Other expenses                  | 820          | 1,344        |
|                    | <b>TOTAL</b>                    | <b>3,224</b> | <b>2,997</b> |
|                    | <b>NET OPERATING RESULT</b>     | <b>(35)</b>  | <b>24</b>    |

(a) These items are not directly comparable with the 2008/2009 financial year as the 2009/10 disclosures are in line with updates to DoHA CAP reporting requirements.

## Notes to the financial statements for the year ended 30 June 2010

|                                 |                      | 2010                 | 2009         |       |
|---------------------------------|----------------------|----------------------|--------------|-------|
|                                 |                      | Actual               | Actual       |       |
|                                 |                      | \$'000               | \$'000       |       |
| Independent<br>Living Units     | OPERATING REVENUE    |                      |              |       |
|                                 | Other revenue        | 149                  | 132          |       |
|                                 | TOTAL                | <u>149</u>           | <u>132</u>   |       |
|                                 | OPERATING EXPENSES   |                      |              |       |
|                                 | Other expenses       | 131                  | 111          |       |
|                                 | TOTAL                | <u>131</u>           | <u>111</u>   |       |
|                                 | NET OPERATING RESULT | <u>18</u>            | <u>21</u>    |       |
|                                 | Corporate Services   | OPERATING REVENUE    |              |       |
|                                 |                      | Government Subsidies | 310          | 124   |
|                                 |                      | Other revenue        | 1,509        | 1,592 |
| TOTAL                           |                      | <u>1,819</u>         | <u>1,716</u> |       |
| OPERATING EXPENSES              |                      |                      |              |       |
| Staff costs                     |                      | 720                  | 598          |       |
| Other expenses                  |                      | 356                  | 517          |       |
| TOTAL                           |                      | <u>1,076</u>         | <u>1,115</u> |       |
| NET OPERATING RESULT            |                      | <u>743</u>           | <u>601</u>   |       |
| TOTAL COMBINED OPERATING RESULT |                      | <u>483</u>           | <u>42</u>    |       |



## Notes to the financial statements for the year ended 30 June 2010

## Note 8 Equity and Movements in Equity

## 8.1 Reconciliation of Equity

|  | Accumulated<br>results | C'With<br>Capital Res | Entry Cont<br>Retention | Total<br>Equity |
|--|------------------------|-----------------------|-------------------------|-----------------|
| 2010                                     | \$'000                 | \$'000                | \$'000                  | \$'000          |
| Balance at 1 July 2009                   | 11,852                 | 1,225                 | 1,337                   | 14,414          |
| Net surplus/deficit                      | 483                    | -                     | -                       | 483             |
| Transfer to Entry Contribution retention | (143)                  | -                     | 143                     | -               |
| Balance at 30 June 2010                  | 12,192                 | 1,225                 | 1,480                   | 14,897          |

  

|  | Accumulated<br>results | C'With<br>Capital Res | Entry Cont<br>Retention | Total<br>Equity |
|--|------------------------|-----------------------|-------------------------|-----------------|
| 2009                                     | \$'000                 | \$'000                | \$'000                  | \$'000          |
| Balance at 1 July 2008                   | 11,975                 | 1,225                 | 1,172                   | 14,372          |
| Net surplus/deficit                      | 42                     | -                     | -                       | 42              |
| Transfer to Entry Contribution retention | (165)                  | -                     | 165                     | -               |
| Balance at 30 June 2009                  | 11,852                 | 1,225                 | 1,337                   | 14,414          |

## (a) Nature and purpose of reserves

*Commonwealth Capital Reserve*

This has been established to reserve all amounts provided by the Commonwealth towards capital works.

*Entry Contribution*

The Entry Contribution Reserve is used to reserve retentions moneys which are to be applied towards capital works.

## Notes to the financial statements for the year ended 30 June 2010

### Note 9 Related Party Disclosures

(a) The members of Glenview Community Services Inc. Board during the financial year were:

|                     |                      |
|---------------------|----------------------|
| Mr Glenn Ward       | Chairman             |
| Mr Craig Andrikonis | Vice-Chairman        |
| Miss Alison Parsons | Resigned 26/04/2010  |
| Mr Luppo Prins      |                      |
| Dr Michael Salter   |                      |
| Mr Scott Lancaster  |                      |
| Mr Craig Doherty    | Appointed 28/09/2009 |
| Mr Iain Weir        | Appointed 28/09/2009 |
| Ms Rosemary Rushton | Appointed 28/09/2009 |
| Mr Tim Swifte       | Appointed 31/05/2010 |

(b) The following related party transactions occurred during the financial year:

- (i) Pharmaceuticals were purchased from Amcal Pharmacy (Moonah) under normal commercial terms and conditions. Quotations for the provision of this service are requested and evaluated every 3 years.
- (ii) Consultants and other suppliers are appointed, as required, subject to an evaluation being undertaken to determine best available supplier to suit the organisation's requirements.

There are no loans owed by members of the Board to the organisation.

## Notes to the financial statements for the year ended 30 June 2010

## Note 10 Cash Flow Reconciliation

|                                       | 2010       | 2009      |
|---------------------------------------|------------|-----------|
|                                       | Actual     | Actual    |
|                                       | \$'000     | \$'000    |
| <b>10.1 Cash and Cash Equivalents</b> | <b>442</b> | <b>55</b> |

The definition of cash can be found at Note 1.6 (a) and is referenced at Note 5.1

## 10.2 Reconciliation of operating surplus to net cash from operating activities

|   | 2010       | 2009       |
|---|------------|------------|
| Net operating surplus (deficit)                     | 483        | 42         |
| <b>Non-Cash Items</b>                               |            |            |
| Depreciation  | 640        | 648        |
| Loss on sale of non-current assets                  | 19         | 11         |
| Retention fee on entry contributions                | (143)      | (120)      |
| <b>Changes in assets and liabilities</b>            |            |            |
| Decrease (increase) in receivables                  | 61         | -          |
| Decrease (increase) in accrued revenue              | (67)       | 71         |
| Decrease (increase) in GST assets                   | 33         | -          |
| Decrease (increase) in prepayments                  | (3)        | (10)       |
| Increase (decrease) in employee entitlements        | (112)      | -          |
| Increase (decrease) in accrued expenses             | (28)       | -          |
| Increase (decrease) in payables/creditors           | 112        | -          |
| Increase (decrease) in other liabilities            | (63)       | 4          |
| <b>Net cash from (used by) operating activities</b> | <b>932</b> | <b>646</b> |

## Note 11 Average Staffing Levels

|  | 2010 | 2009 |
|--|------|------|
|  | FTE  | FTE  |
| The number of employees of the organisation as at 30 June 2010 | 80.5 | 75.3 |

## Notes to the financial statements for the year ended 30 June 2010

### Note 12 Financial Risk Management Policies and Objectives

The organisation's principal financial instruments comprise cash and short-term deposits, receivables, payables and interest bearing liabilities. The main risks arising from these financial instruments are credit risk, interest rate risk and liquidity risk. Ultimate responsibility for the management of these risks rests with the Board of Management.

#### (a) Credit risk exposures

Credit risk is the risk that a counterparty will default on repayment and arises from the organisation's financial assets of cash and cash equivalents and receivables. The organisation's maximum exposure to credit risk at reporting date is the carrying amount of those assets as presented in notes 5.1 and 5.2 respectively. Cash equivalents are invested with institutions approved by the Board of Management. Receivables are reviewed on an ongoing basis and defaults are historically low. Credit risk is therefore deemed to be minimal.

#### (b) Interest rate risk

Interest rate risk arises from the organisation's cash equivalents and interest bearing liabilities held at variable interest rates. The exposure to interest rate risk arising from these financial instruments at reporting date is set out in notes 5.1 and 6.3 respectively. Cash equivalents are invested with, and borrowings made from, institutions approved by the Board of Management. Performance is monitored by the Audit Committee and reported to the Board of Management, generally on a monthly basis.

An increase in interest rates of 0.25% would have increased the Total Operating Surplus by \$12,172, a decrease of 0.25% would have the opposite effect.

#### (c) Liquidity risk

The organisation principally manages liquidity risk by maintaining adequate levels of cash and short-term cash deposits in institutions approved by the Board of Management in order to meet operational funding requirements. It also has access to banking facilities and continuously monitors forecast and actual cash flows.

The contractual maturities of the organisation's financial instruments are:

| 2010                               | 1 – 30 days<br>\$'000 | 1 – 12 months<br>\$'000 | 1 – 5 Years<br>\$'000 |
|------------------------------------|-----------------------|-------------------------|-----------------------|
| <b>Financial Assets</b>            |                       |                         |                       |
| Cash                               | 442                   | -                       | -                     |
| Cash held in Term Deposits         | -                     | 5,286                   | -                     |
| Receivables                        | 489                   | -                       | -                     |
| <b>Total Financial Assets</b>      | <b>931</b>            | <b>5,286</b>            | <b>-</b>              |
| <b>Financial Liabilities</b>       |                       |                         |                       |
| Payables                           | 404                   | -                       | -                     |
| Interest Bearing Liabilities       | -                     | -                       | -                     |
| <b>Total Financial Liabilities</b> | <b>404</b>            | <b>-</b>                | <b>-</b>              |
| <b>Net Maturity</b>                | <b>527</b>            | <b>5,286</b>            | <b>-</b>              |

## Notes to the financial statements for the year ended 30 June 2010

| 2009                               | 1 – 30 days<br>\$'000 | 1 – 12 months<br>\$'000 | 1 – 5 Years<br>\$'000 |
|------------------------------------|-----------------------|-------------------------|-----------------------|
| <b>Financial Assets</b>            |                       |                         |                       |
| Cash                               | 55                    | -                       | -                     |
| Cash held in Term Deposits         | -                     | 3,844                   | -                     |
| Receivables                        | 721                   | -                       | -                     |
| <b>Total Financial Assets</b>      | <b>776</b>            | <b>3,844</b>            | <b>-</b>              |
| <b>Financial Liabilities</b>       |                       |                         |                       |
| Payables                           | 297                   | -                       | -                     |
| Interest Bearing Liabilities       | -                     | -                       | -                     |
| <b>Total Financial Liabilities</b> | <b>297</b>            | <b>-</b>                | <b>-</b>              |
| <b>Net Maturity</b>                | <b>479</b>            | <b>3,844</b>            | <b>-</b>              |

## (d) Net Fair Values of Financial Assets and Liabilities

All financial assets and liabilities recorded in the Balance Sheet, including cash, short-term deposits, trade receivables, borrowings and payables are recorded at fair value, being their nominal amount, due to their short-term to maturity. All interest, impairment and other gains and losses are recorded in the Statement of Comprehensive Income. They are designated as fair value through profit and loss under AASB 139 *Financial Instruments*. They are classified under the Level 1 hierarchy of AASB 7 *Financial Instruments: Disclosures* as their values can be obtained direct from quoted market prices.

## Note13 Clients' Funds held in Trust

|   | 2010<br>\$'000 | 2009<br>\$'000 |
|---|----------------|----------------|
| Opening Balance                         | 179            | 204            |
| Net Movement                            | 31             | (25)           |
| <b>Resident's Trust Closing Balance</b> | <b>148</b>     | <b>179</b>     |

As part of the services offered by Glenview, monies are held in trust which belong to the residents of Glenview. Glenview's responsibility includes both custodial responsibility of the funds and also the responsibility to manage and make payments and deposits on behalf of residents. These monies are held in separate bank accounts and administered through separate ledger accounts. Due to these monies belonging to residents of Glenview, the transactions are not recognised in the financial statements.

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