

Health Services Charitable Gifts Board

Financial report
for the year ended
30 June 2018



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To the Chairman Health Services Charitable Gifts Board

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987* and section 29(2) of the *Health Services Charitable Gifts Act 2011*, I have audited the financial report of the Health Services Charitable Gifts Board for the financial year ended 30 June 2018.

Opinion

In my opinion, the accompanying financial report has been prepared in accordance with the Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987*, Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, and Australian Accounting Standards including:

- a) giving a true and fair view of the financial position of the Health Services Charitable Gifts Board as at 30 June 2018, its financial performance and its cash flows for the year then ended, and
- b) complying with Division 60 of the Australian Charities and Not-for-profits Commission Regulations 2013

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2018
- a Statement of Financial Position as at 30 June 2018
- a Statement of Changes in Equity for the year ended 30 June 2018
- a Statement of Cash Flows for the year ended 30 June 2018
- notes, comprising significant accounting policies and other explanatory information
- a Certificate from the Chairman and the Executive Officer.

Basis for opinion

I conducted the audit in accordance with the *Public Finance and Audit Act 1987* and Australian Auditing Standards. My responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial report' section of my report. I am independent of the Health Services Charitable Gifts Board. The *Public Finance and Audit Act 1987* establishes the independence of the Auditor-General. In conducting the

audit, the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants have been met.

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

Responsibilities of the Executive Officer and Commissioners for the financial report

The Executive Officer is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and that is free from material misstatement, whether due to fraud or error.

The Commissioners are responsible for overseeing the entity's financial reporting process.

Auditor's responsibilities for the audit of the financial report

My objectives 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 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 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
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Executive Officer

- 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.

My report refers only to the financial report described above and does not provide assurance over the integrity of electronic publication by the entity on any website nor does it provide an opinion on other information which may have been hyperlinked to/from the report.

I communicate with the Executive Officer and the Commissioners about, 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 the audit.



Andrew Richardson

Auditor-General

30 October 2018

HEALTH SERVICES CHARITABLE GIFTS BOARD

ABN 49 517 603 275

CERTIFICATION OF THE FINANCIAL STATEMENTS

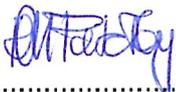
We certify that the attached general purpose financial statements for the Health Services Charitable Gifts Board (referred to in the attached as "HSCGB" or "the Board"):

- comply with relevant Treasurer's instructions issued under section 41 of the *Public Finance and Audit Act 1987*, and relevant Australian Accounting Standards;
- comply with Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013;
- are in accordance with the accounts and records of the Board; and
- present a true and fair view of the financial position of the Health Services Charitable Gifts Board as at 30 June 2018 and the results of its operation and cash flows for the financial year.

We certify that:

- the internal controls employed by the Health Services Charitable Gifts Board for the financial year over its financial reporting and its preparation of the general purpose financial statements have been effective throughout the reporting period; and
- there are reasonable grounds to believe the Board will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board members.



.....
R Pak-Poy - Chairman

29 / 10 / 18



.....
C Peirce - Executive Officer

29 / 10 / 18

HEALTH SERVICES CHARITABLE GIFTS BOARD

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
Income			
Revenue from gifts to public health entities vesting in the Board	3	7,059	5,465
Revenue from charitable foundations and other trusts	4	449	517
Investment revenue	5	7,215	11,326
Rental revenue	6,19	2,398	2,764
Other income		16	16
Total income		<u>17,137</u>	<u>20,088</u>
Expenses			
Employee & Commissioner benefits expenses	7	258	280
Supplies and services	10	107	121
Depreciation	12	6	8
Funds distributed to public health entities & prescribed research bodies	13	9,678	8,668
Investment property expenses	19	61	192
Total expenses		<u>10,110</u>	<u>9,269</u>
Profit for the year		<u>7,027</u>	<u>10,819</u>
Total comprehensive result		<u>7,027</u>	<u>10,819</u>

The above statement should be read in conjunction with the accompanying notes.

HEALTH SERVICES CHARITABLE GIFTS BOARD

STATEMENT OF FINANCIAL POSITION

As at 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
Current assets			
Cash and cash equivalents	14	2,579	2,035
Receivables	15	390	524
Other financial assets	17	4,496	2,581
Investment properties held for sale	19	-	5,738
Total current assets		<u>7,465</u>	<u>10,878</u>
Non-current assets			
Other financial assets	17	101,004	89,243
Property, plant & equipment	18	17	23
Investment properties	19	28,650	28,250
Total non-current assets		<u>129,671</u>	<u>117,516</u>
Total assets		<u>137,136</u>	<u>128,394</u>
Current liabilities			
Payables	20	1,660	150
Employee benefits	21	12	11
Other liabilities	22	199	-
Total current liabilities		<u>1,871</u>	<u>161</u>
Non-current liabilities			
Employee benefits	21	25	20
Total current liabilities		<u>25</u>	<u>20</u>
Total liabilities		<u>1,896</u>	<u>181</u>
Net Assets		<u>135,240</u>	<u>128,213</u>
Funds held			
Funds held		135,240	128,213
Retained earnings		-	-
Total funds held	23	<u>135,240</u>	<u>128,213</u>
Unrecognised contractual commitments	24		
Contingent assets and liabilities	25		

The above statement should be read in conjunction with the accompanying notes.

HEALTH SERVICES CHARITABLE GIFTS BOARD

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June 2018

	Note No.	Funds held \$'000	Retained earnings \$'000	Total Funds held \$'000
Balance at 30 June 2016		117,394	-	117,394
Profit for 2016-17		-	10,819	10,819
Total comprehensive result for 2016-17		-	10,819	10,819
Profit allocated to Funds held	23	10,819	(10,819)	-
Total change for the period		10,819	-	10,819
Balance at 30 June 2017		128,213	-	128,213
Profit for 2017-18		-	7,027	7,027
Total comprehensive result for 2017-18		-	7,027	7,027
Profit allocated to Funds held	23	7,027	(7,027)	-
Total change for the period		7,027	-	7,027
Balance at 30 June 2018		135,240	-	135,240

The above statement should be read in conjunction with the accompanying notes.

HEALTH SERVICES CHARITABLE GIFTS BOARD

STATEMENT OF CASH FLOWS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
Cash flows from operating activities			
Cash inflows			
Rent received		2,924	3,067
Imputation credits received		196	201
Interest received		400	378
Other income received		16	19
Receipts from charitable foundations and other trusts		449	517
Receipts from gifts to public health entities vesting in the Board		7,153	5,465
Cash generated from operations		<u>11,138</u>	<u>9,647</u>
Cash outflows			
Payments for supplies and services and investment property expenses		(186)	(286)
Employee benefits payments		(272)	(262)
Payments to public health entities & prescribed research bodies		(8,247)	(8,672)
Other payments		-	(7)
GST paid to the ATO		(228)	(232)
Cash used in operations		<u>(8,933)</u>	<u>(9,459)</u>
Net cash provided by operating activities	27	<u>2,205</u>	<u>188</u>
Cash flows from investing activities			
Cash inflows			
Proceeds from the sale of investment property		5,738	-
Proceeds from the sale of financial assets		1,006	1,500
Other receipts		-	5
Cash generated from investing activities		<u>6,744</u>	<u>1,505</u>
Cash Outflows			
Purchase of improvements to investment properties		-	(68)
Purchase of financial assets		(8,400)	(1,750)
Other payments		(5)	-
Cash used in investing activities		<u>(8,405)</u>	<u>(1,818)</u>
Net cash (used in) investing activities		<u>(1,661)</u>	<u>(313)</u>
Net increase/(decrease) in cash and cash equivalents		544	(125)
Cash and cash equivalents at 1 July		2,035	2,160
Cash and cash equivalents at 30 June	14	<u><u>2,579</u></u>	<u><u>2,035</u></u>

The above statement should be read in conjunction with the accompanying notes.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS For the year ended 30 June 2018

1 Basis of financial statements

a) Statement of compliance

These financial statements have been prepared in compliance with section 23 of the *Public Finance and Audit Act 1987* and the *Australian Charities and Not-for-profit Commission Act 2012*.

The financial statements are general purpose financial statements. The accounts have been prepared in accordance with relevant Australian Accounting Standards and comply with Treasurer's Instructions and Accounting Policy Statements (APS) promulgated under the provisions of the *Public Finance and Audit Act 1987*.

The Treasurer has granted the Board the following variations:

- APS 3.3 of Accounting Policy Framework II *General Purpose Financial Statements Framework*. The Board is permitted to present its Statement of Comprehensive Income on a profit and loss basis. This exemption was originally granted in 2015 for the five year period ending 30 June 2019.
- APS 2.1 of Accounting Policy Framework IV *Financial Asset and Liability Framework*. The Board is permitted to report financial assets held using the fair value model.

b) Basis of preparation

The financial statements have been prepared based on a 12 month period and presented in Australian currency. The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured on a different basis.

All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000), unless otherwise specified.

The Board has a clearly identifiable operating cycle of twelve months. Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle even when they are not expected to be realised within twelve months after the reporting date have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

Where asset and liability line items combine amounts expected to be realised within 12 months and more than 12 months, the Board has separately disclosed the amounts expected to be recovered or settled after more than 12 months.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

c) Reporting entity

The financial report covers the Health Service Charitable Gifts Board as an individual reporting entity. The Board was established pursuant to the *Health Services Charitable Gifts Act 2011*.

The Board does not control any investees, has no joint arrangements and no interest in unconsolidated structured entities.

d) Comparative Information

The presentation and classification of items in the financial statements are consistent with prior periods except where a specific accounting standard and/or accounting policy statements have required a change.

Where the Board has applied an accounting policy retrospectively; retrospectively restated items in the financial statements; reclassified items in the financial statements, it has provided three Statements of Financial Position and related notes.

The restated comparative amounts do not replace the original financial statement for the preceding period.

e) Taxation and imputation credits

The Health Services Charitable Gifts Board is exempt from income tax and has been issued with Deductible Gift Recipient (DGR) status by the Australian Taxation Office (ATO). As a result, a donation received by the Board may be an allowable deduction to the donor.

Notwithstanding the income tax exempt status, the Board is entitled to a refund of excess imputation credits. The Board recognises the entitlement to this refund as revenue at the time of receipt of a franked distribution.

The Board is liable for goods and services tax (GST), emergency services levy and local government rates.

Income, expenses and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods or services is not recoverable from the ATO, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item applicable
- receivables and payables, which are stated with the amount of GST included.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS For the year ended 30 June 2018

e) Taxation and imputation credits (continued)

The net amount of GST payable to the ATO is included as part of payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis and the GST component of cash flows arising from investing activities, which is payable to the ATO, is classified as part of operating cash flows.

2 Objectives of the Health Services Charitable Gifts Board

The *Health Services Charitable Gifts Act 2011* was proclaimed on 30 June 2011 and commenced on 1 July 2011 (the HSCG Act). Previously the *Public Charities Funds Act 1935* applied.

Pursuant to the HSCG Act, prescribed gifts made to or received by public health entities (as defined in the HSCG Act and Regulations) vest in the Board. A prescribed gift means property given to a public health entity. Such gifts form part of the charitable asset, which the Board prudentially manages and applies for the benefit of public health entities.

These financial statements have been prepared in accordance with the requirements of the HSCG Act.

2.1 Vesting of Gifts

On the commencement of the HSCG Act all property previously vested in the Commissioners of Charitable Funds formed part of the charitable assets of the Board.

The HSCG Act enables the Board to act as trustee or co-trustee of a trust where the Board is named or otherwise asked to act in those roles.

The Board has been appointed as trustee of the following trusts:-

- Ray & Shirl Norman Cancer Research Trust (Norman Trust) refer to Note 2.3.
- Dorothy E Brown Charitable Trust (Brown Trust) refer Note 2.4.

As the assets have not vested in the Board the operations of the each of the above trusts are reported separately from those of the Board.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

2.2 Investment of Funds

Under the HSCG Act the Board has all the powers of a natural person that are capable of being exercised by a body corporate. It is able to determine appropriate investment strategies to apply.

Pursuant to section 23 of the HSCG Act, the Board meets regularly with the public sector employee who has been nominated by the Minister.

The Board is registered as a Prescribed Public Authority and primarily invests in a range of managed investment unit trust products offered by Funds SA. Funds SA is a South Australian Government owned corporation investing and managing the monies of prescribed authorities.

2.3 Ray & Shirl Norman Cancer Research Trust

The Board was appointed as sole trustee of the Norman Trust on 21 September 2011 by way of orders from the Supreme Court of South Australia.

The Board administers the revenues, expenses, assets and liabilities in accordance with the terms of the document establishing the Norman Trust. As these funds do not form part of the charitable asset they are not recognised in the Board's financial statements.

Note 31 includes a summary of the financial results of the Norman Trust for the year.

2.4 Dorothy E Brown Charitable Trust

The Board was appointed as trustee of the Brown Trust on 17 December 2014 pursuant to a Deed Poll following Supreme Court action required to clarify the terms of the will of the late Mrs Dorothy E Brown.

The Board administers the revenues, expenses, assets and liabilities in accordance with the terms of the document establishing the Brown Trust. As these funds do not form part of the charitable asset they are not recognised in the Board's financial statements.

Note 32 includes a summary of the financial results of the Brown Trust for the year.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
3 Revenue from gifts to public health entities vesting in the Board			
Revenue from gifts to public health entities vesting in the Board		<u>7,059</u>	<u>5,465</u>

Gifts of cash vesting in the Board are recognised on their receipt by the Board from the donee either directly or via a public health entity. Bequests and legacies are also only recognised on their receipt from the administrators or executors of an estate.

Gifts other than cash vesting in the Board are recognised at fair value as an asset and income of the Board when control of the asset passes.

4 Revenue from charitable foundations and other trusts

Revenue from charitable foundations and other trusts		<u>449</u>	<u>517</u>
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Where the Board is an income beneficiary of a charitable foundation or trust the income has been recorded separately in the Statement of Comprehensive Income. The Board has no ownership interest or control of the assets or management of the respective charitable foundation or trust.

5 Investment revenue

Interest revenue		393	367
Distributions from unlisted unit trusts		3,689	3,264
Imputation credits	1(e)	139	211
Gain on financial assets		2,594	2,913
Net gain from fair value adjustment of investment properties	19	400	4,570
Profit from disposal of investment property	19	-	-
Sundry investment revenue		-	1
		<u>7,215</u>	<u>11,326</u>

Interest income includes interest received on bank term deposits, interest from investments and other interest received. Interest revenue is recognised on a time proportionate basis that takes into account the effective yield on the financial asset.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
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5 Investment revenue (continued)

Distribution income due in relation to units held in unlisted unit trusts is recognised when the entitlement to receive that income is established.

Gains from the disposal of non-current assets and investments is recognised at the date control of the asset is passed to the buyer and are determined after deducting the carrying amount of the asset from the proceeds at that time.

6 Rental revenue

Rental revenue		<u>2,398</u>	<u>2,764</u>
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Rental income arising on investment properties is accounted for on a straight line basis over the lease term.

7 Employee & Commissioner benefits expenses

Salary and wages		188	194
Superannuation paid		18	18
Annual leave accrual		-	3
Long service leave accrual		5	20
Employee benefits expense		<u>211</u>	<u>235</u>
Commissioners' remuneration	9	47	45
Total employee & Commissioners' benefits expenses		<u>258</u>	<u>280</u>

Employee benefits expense include all costs related to employment including wage, salaries, non-monetary benefits and leave entitlements. These are recognised when incurred, at nominal value.

Superannuation expenses represent the Board's contributions to superannuation plans in respect of current services of current employees.

No employee received remuneration equal to or greater than the base executive remuneration level.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
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8 Key management personnel

Key management personnel of the Board include the Minister, the Commissioners and the Executive Officer.

The compensation detailed below excludes salaries and other benefits the Minister receives, the Minister's remuneration and allowances are set by the Parliamentary Remuneration Act 1990 and the Remuneration Tribunal of SA respectively and are payable from the Consolidated Account (via the Department of Treasury and Finance) under sec 6 of the Parliamentary Remuneration Act 1990.

Compensation:

Salaries and other short-term employee benefits	161	162
Post-employment benefits	15	16
Total	<u>176</u>	<u>178</u>

9 Remuneration of Commissioners:

The following persons held position of Commissioner during the year:

Ms Robyn Pak-Poy (Chairman) (reappointed 11 July 2017)

Mr Geoffrey Loveday (term ended 30 June 2018)

Prof Villis Marshall

The number of Commissioners whose remuneration received or receivable falls within the following bands :

\$10,000 - \$19,999	No.	3	3
Total number of Commissioners		<u>3</u>	<u>3</u>

The total remuneration received or receivable by those Commissioners was \$47,000 (2017: \$45,000) which includes sitting fees, superannuation contributions and any other salary sacrifice arrangements and are also included in notes 7 and 8 above.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
10 Supplies and services			
Accounting fees		27	27
Auditor's remuneration		33	38
Consultancy fees	11	1	9
General administration expenses		46	47
		107	121

Supplies and services generally represent day-to-day running costs, including maintenance costs, incurred in the normal operations of the Board. These items are recognised as an expense in the reporting period they are incurred.

Auditor's remuneration comprises audit fees paid/payable to the Auditor-General's Department for work performed under the Public Finance and Audit Act. No other services were provided by the Auditor-General's Department.

11 Consultancy fees

The number and dollar amount of consultancies paid/payable that fell within the following bands:

	No.	\$'000	No.	\$'000
Below \$10,000	1	1	1	9
Total paid/payable to the consultants engaged		1		9

12 Depreciation

Depreciation	6	8
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All non-current assets, having a limited useful life, are systematically depreciated over their useful lives in a manner that reflects the consumption of their service potential. Depreciation is applied to tangible assets such as property, plant and equipment.

Assets' residual values, useful lives and depreciation methods are reviewed and adjusted if appropriate on an annual basis. Depreciation is calculated on a diminishing value basis over the estimated useful life of the following classes of assets as follows:

Class of asset	Useful life (years)
Computer equipment	2 to 5

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
13 Funds distributed to public health entities & prescribed research bodies			
Funds distributed to public health entities & prescribed research bodies		<u>9,678</u>	<u>8,668</u>

Funds distributed to public health entities and prescribed research bodies are recognised as an expense once the expenditure claim has been approved by the Board.

14 Cash and cash equivalents

- Current

Cash at bank		<u>2,579</u>	<u>2,035</u>
		<u>2,579</u>	<u>2,035</u>

Interest rate risk

Cash at bank earns a floating interest rate. The carrying amount of cash and cash equivalents represent fair value.

15 Receivables

- Current

Interest income accrued		84	90
Rental income accrued		120	180
Other income receivable		1	20
Prepayments - Legal fees		23	14
Prepayments - Other		1	3
Imputation credits receivable		161	217
		<u>390</u>	<u>524</u>

Prepayments - Legal fees comprises amounts paid to the Crown Solicitor's Office in relation to disputes and other issues associated with various deceased estates in which the Board has an interest. On finalisation of these matters, the costs will be recovered/offset against the funds received from the respective estates.

Interest rate and credit risk: Collectability of receivables is reviewed on an ongoing basis.

Receivables, prepayments and accrued revenues are non-interest bearing and the carrying amount approximates net fair value as the amounts are receivable on demand. Rental income accrued includes \$120,000 (2017: \$180,000) outstanding from the head lessee of Town Acre 86. Apart from this, amount there is no significant concentration of credit risk.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

Note No.	2018 \$'000	2017 \$'000
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16 Fair value measurement

AASB 13: *Fair Value Measurement* defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants, in the principal or most advantageous market, at the measurement date.

Fair value measurements are required to be disclosed by level, based on the following measurement hierarchy:

- Level 1 - traded in active markets and is based on unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at measurement date.
- Level 2 - not traded in an active market and are derived from inputs (inputs other than quoted prices included within level 1) that are observable for the asset, either directly or indirectly.
- Level 3 - not traded in an active market and are derived from unobservable inputs.

Fair value of financial assets at fair value through profit and loss and of investment properties have been categorised as level 2. For more information and disclosures regarding fair value measurement techniques used, refer to note 17 for financial assets and note 19 for investment properties.

17 Other financial assets

- Current

Investments in Funds SA unlisted unit trusts at fair value	3,531	2,581
Secured loan at cost	965	-
	4,496	2,581

- Non-current

Secured investment at cost	445	445
Secured loan at cost	14,035	15,000
Investments in Funds SA unlisted unit trusts at fair value	86,524	73,792
Shares & other listed securities at fair value	-	6
	101,004	89,243

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

Note No.	2018 \$'000	2017 \$'000
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17 Other financial assets (continued)

Investments are recognised and derecognised on trade date and are initially measured at fair value, net of transaction costs.

The Board classifies its other investments into the following categories:

- financial assets at fair value through profit and loss, or
- held-to-maturity investments.

The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition.

Financial assets at fair value through the profit and loss:

These assets are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset. Transaction costs on financial assets at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit and loss are measured at fair value with changes in their fair value recognised in the Statement of Comprehensive Income.

Held-to-maturity investments:

These are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Board's management have the ability and the positive intention to hold to maturity. They are measured at historical cost.

The secured investment is an advance to the Port Pirie Regional Health Service Inc. in the form of a first mortgage over land and buildings held by the Service. Since commencement this investment has been interest free. Under the terms of the agreement the Service has foregone income allocations on an equivalent amount. The Board has no intention of varying the original arrangement.

The Board provided a loan of \$15m to South Australian Health and Medical Research Institute (SAHMRI) in the 2014 year for a total period of 15 years. The funds were used to acquire, establish and commission a cyclotron facility in South Australia to produce isotopes for use by South Australian organisations.

Only interest is payable on the loan for the first 5 years. Principal and interest payments apply from the quarter ended December 2018. The loan is secured against other funds held and invested by SAHMRI Investments Pty Ltd and guaranteed by SAHMRI. The interest rate is based on the Reserve Bank of Australia Cash Rate plus a margin of 0.75%.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

Note No.	2018 \$'000	2017 \$'000
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17 Other financial assets (continued)

At the current balance date sufficient funds were held in SAHMRI Investment Pty Ltd, as security for the Cyclotron loan. There was a shortfall at the previous balance date that was rectified during the year and a subsequent recurrence late in the financial year, resulting in a technical breach of the covenants contained in the loan agreement. This shortfall was rectified by balance date. Notwithstanding this the Board considers that the loan is not impaired as all payments due have been received from SAHMRI in accordance with the agreement.

The Board is a Prescribed Public Authority and holds significant financial assets in a range of managed investment unit trust products offered by Funds SA. Based on the nature of the underlying assets of each fund, amounts invested in the Funds SA Cash B - Taxed Fund have been classified as current whereas all other funds are classified as non-current.

During the year the remaining non-Funds SA managed and unlisted investment holdings were redeemed. At balance date no such holdings existed.

The fair value of investments in unlisted trusts is based on fair value reported by the managers of such funds. The fair value of all of these instruments have been categorised as Level 2.

(a) Categorisation and maturity analysis of other financial assets - refer note 28

(b) Risk exposure information - refer note 28

18 Property, plant & equipment - Non-current

Office equipment at cost	40	40
Less: Accumulated depreciation	(23)	(17)
	<u>17</u>	<u>23</u>

The Board holds its property, plant and equipment for their service potential (value in use).

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
19 Investment properties			
- At fair value			
Opening balance at the beginning of the period		33,988	29,350
Disposals at carrying value		(5,738)	-
Capitalised subsequent expenditure		-	68
Net gain from fair value adjustment		400	4,570
Balance at the end of the financial year		<u>28,650</u>	<u>33,988</u>
- Current			
Investment properties - held for sale		-	5,738
- Non-current			
Investment properties - held for long term rental		28,650	28,250
		<u>28,650</u>	<u>33,988</u>
Amounts recognised in the income statement for investment properties			
- Rental operations			
Rent and recoveries income		2,398	2,764
Direct operating expenses		(61)	(192)
Net rental income recognised in profit and loss		<u>2,337</u>	<u>2,572</u>
- Disposal of investment properties			
Proceeds from disposal		5,822	-
Less: Costs of disposal		(84)	-
		<u>5,738</u>	<u>-</u>
Less Net carrying value at time of disposal		(5,738)	-
Profit from disposal of investment properties		<u>-</u>	<u>-</u>

Investment properties represent properties held to earn rentals and/or capital appreciation. Notwithstanding the occupation of a small area of one of the properties, the Board has determined that it is appropriate to treat all properties as investment properties.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

Note No.	2018 \$'000	2017 \$'000
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19 Investment properties (continued)

Investment properties are initially measured at cost, including transaction costs, and are subsequently measured at fair value. Any change in fair value is recognised in the Statement of Comprehensive Income in the period in which it arises. The properties are not depreciated.

There has been no change to the fair value of the Board's interest in Citi Centre during the year ended 30 June 2018 as there was no change in the Valuer General's assessment thereof. The lease in existence at the end of the previous year was due to expire in August 2019. Following an application by the Lessee, a new lease was negotiated for a further period of 33 years to August 2052.

The Waymouth Street property was valued at 16 May 2018 by Colliers International. As a result the carrying value has increased as at 30 June 2018.

As reported in the previous year, contracts for both the Clare Property and Torrens Road properties were settled during the current year. The carrying values had been adjusted to the contracted prices less costs of sale, and both were disclosed as available for sale at 30 June 2017. In the current year the Board's interest in these properties have been removed, and no additional profit or loss recognised in the financial statements.

Fair value measurements for investment properties recognised as at 30 June 2018 are the amounts for which the properties could be exchanged between willing parties in an arms length transaction, based on current prices in an active market for similar properties. The fair values have been determined by the Board with reference to external valuations as determined by the Valuer General or independent property valuers having appropriate, recognised professional qualifications and recent experience in the location and category of property being valued.

The fair value of all investment properties have been categorised as Level 2.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
20 Payables			
- Current			
Accrued expenses		1,608	92
GST payable		52	58
		<u>1,660</u>	<u>150</u>

The June 2018 expense claim and other reimbursements due to the RAH of \$1,538,000 (2017: \$8,000) had been processed but not paid at balance date and has been included in accrued expenses.

Interest rate and credit risk:

Payables are measured at nominal amounts. All payables are non-interest bearing. The carrying amount of payables represents fair value due to the amounts being payable on demand.

(a) Categorisation of financial instruments and maturity analysis of payables - refer note 28

(b) Risk exposure information - refer note 28

21 Employee benefits - liability

- Current

Annual leave accrued	<u>12</u>	<u>11</u>
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- Non-current

Long service leave accrued	<u>25</u>	<u>20</u>
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These benefits accrue to employees as a result of services provided up to the reporting date that remain unpaid.

The annual leave liability is expected to be payable within 12 months and is measured at the nominal amount expected to be paid.

No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees is estimated to be less than the annual entitlement for sick leave.

Long Service Leave:

At the reporting date no employee had a vested entitlement to long service leave. It was determined that it was reasonable to provide for the estimated long service leave liability as at the end of the year for all existing employees. The liability has been measured at nominal value as the total amount of the liability is not material and would approximate the result if it had been calculated using the projected unit credit method.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
22 Other liabilities			
- Current			
Rent received in advance		199	-
23 Funds held			
Funds held on behalf of the following public health entities or their successor bodies:			
Royal Adelaide Hospital - General		106,601	100,592
Royal Adelaide Hospital - Private Practice Funds		3,046	3,646
Royal Adelaide Hospital - Glenside Campus		633	636
Hillcrest Hospital		123	115
Pt Augusta Hospital & Regional Health Service Inc		27	25
Pt Lincoln Health & Hospital Services Inc		616	421
Pt Pirie Regional Health Service Inc		574	566
The Queen Elizabeth Hospital		1,474	1,325
SA Dental Service		-	1
The Whyalla Hospital & Health Services Inc		357	334
Mt Gambier & Districts Health Service Inc		583	560
Northern Yorke Peninsula Regional Health Service		34	32
SA Pathology		12,099	12,086
Women's & Children's Hospital		6,493	5,510
Lyell McEwin Hospital		528	490
Repatriation General Hospital (transferred to Flinders Medical Centre)		-	1,056
Flinders Medical Centre		1,442	649
Noarlunga Hospital		506	5
BreastScreen SA		7	4
Medstar		43	87
Royal Adelaide Hospital, Queen Elizabeth Hospital & Hampstead Joint Funds		54	73
		<u>135,240</u>	<u>128,213</u>

Allocation of Net Profit to Funds:

Income generated by pooled assets held by the Board is distributed to individual funds based on the average balance of each fund after allowing for administration expenses incurred.

Gifts, other investment income and expenses that are directly related to an individual fund are allocated directly to that fund.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
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24 Unrecognised contractual commitments

Investment property operating lease arrangements

Unrecognised amounts receivable under operating leases over investment properties owned by the Board. No amount has been recognised in the financial statements to 30 June 2018.

The properties owned by the Board are leased to third parties for commercial use. Lease terms vary between lessees with most requiring the payment of outgoings by the lessee.

Future minimum rental revenues under non-cancellable operating commercial property leases (exclusive of GST)

	2018 \$'000	2017 \$'000
Due within one year	2,200	2,291
Due between one and five years	8,749	2,574
Due after five years	61,223	-
	<u>72,172</u>	<u>4,865</u>

The lease over the Citi Centre property is for ground rent only and comprises base annual rental (paid monthly) of 8% of the value of the land. The most recent valuation was undertaken in August 2016.

The lease in existence at the end of the previous year was due to expire in August 2019. Following an application by the Lessee, a new lease was negotiated for a further period of 33 years to August 2052.

This base rent is supplemented each year by the payment of 4% of the Lessee's net income. This at risk component has not been included in the above calculation.

A proposal has been submitted to undertake significant building work at the Citi Centre site in the near future. Pursuant to the terms of the lease, the Lessee has applied for an abatement of rent during the period of the building work. The quantum of such abatement is, at this time, unable to be determined and is not reflected in the above calculation.

25 Contingent assets and liabilities

At balance date the Board is not aware of any contingent assets or liabilities.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
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26 Related party transactions

The Board is a statutory authority established pursuant to the *Health Services Charitable Gifts Act 2011* and is a wholly owned and controlled entity of the Crown.

Related parties of the HSCGB include all key management personnel and their close family members; all public authorities that are controlled and consolidated into the whole of government financial statements and other interests of the Government.

Significant transactions with government related entities

The Board invests the majority of its funds through Funds SA. Information about transactions and balances between the Board and Funds SA are set out below.

Income:

Distributions from unlisted unit trusts		3,689	3,264
Gain on financial assets		2,594	2,913

Current assets:

Investments in unlisted unit trusts at fair value		3,531	2,581
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Non-current assets:

Investments in unlisted unit trusts at fair value		86,524	73,792
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HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
26 Related party transactions (continued)			
Collectively but not individually significant transactions with government related entities			
Quantitative information about transactions and balances between the Board and other SA Government entities are set out below.			
Income:			
Rental revenue		23	310
Interest revenue		<u>337</u>	<u>353</u>
Expenses:			
Funds distributed to public health entities & prescribed research bodies		<u>9,678</u>	<u>8,668</u>
Current assets:			
Secured loan at cost		<u>965</u>	<u>-</u>
Non-current assets:			
Secured investment at cost		445	445
Secured loan at cost		<u>14,035</u>	<u>15,000</u>
Current liabilities:			
Payables		<u>1,539</u>	<u>-</u>

Unless otherwise disclosed, transactions between HSCGB and any related parties are on conditions no more favourable than those it is expected the entity would have adopted if dealing with the related party at arm's length in the same circumstances.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

	Note No.	2018 \$'000	2017 \$'000
27 Cash flow reconciliation			
Reconciliation of profit to net cash provided by operating activities:			
Profit for the year		7,027	10,819
Add/less adjustments for:			
(Gain) on financial assets		(2,594)	(2,913)
Distributions from unlisted units trusts		(3,689)	(3,264)
Net (gain) from fair value adjustment of investment properties		(400)	(4,570)
Depreciation expense		6	8
GST expense from investing activities		8	-
Total adjusting items		<u>(6,669)</u>	<u>(10,739)</u>
Movement in assets and liabilities:			
Decrease in operating receivables		77	106
Decrease (increase) in imputation credits receivable		57	(10)
Increase in payables		1,514	2
Increase in employee entitlements		6	23
Increase (decrease) in unearned revenue		199	(28)
(Decrease) increase in GST payable		(6)	15
Total movement in assets and liabilities		<u>1,847</u>	<u>108</u>
Net cash provided by operating activities		<u><u>2,205</u></u>	<u><u>188</u></u>

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

28 Financial Instruments/Financial Risk Management

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

	Note	Fair Value/Carrying amount	
		2018	2017
Financial Assets			
- Cash & Cash equivalents	14	2,579	2,035
- Receivables (1),(2)	15	205	290
- Other financial assets	17	105,500	91,824
Total Financial Assets		<u>108,284</u>	<u>94,149</u>
Financial Liabilities			
- Payables (1)	20	<u>1,572</u>	<u>56</u>
Total Financial Liabilities		<u>1,572</u>	<u>56</u>

(1) Receivable and payable amounts disclosed here exclude amounts relating to imputation credits refundable and GST payable, as these obligations are sourced in Legislation.

(2) Receivables amounts disclosed here excludes prepayments. Prepayments are identified in note 15 in accordance with paragraph 78(b) of AASB 101. However prepayments are not financial assets as defined in AASB 132.

a) Credit Risk

Credit risk arises when there is the possibility of the Board's debtors defaulting on their contractual obligations resulting in financial loss to the Board. The Board measures credit risk on a fair value basis and monitors the risk on a regular basis.

The Board has policies and procedures in place to manage credit risk and to ensure that transactions occur with customers with appropriate credit history. The Board does not hedge its financial assets.

Note 17 refers to the Board holding a first mortgage charge over advances made to the Port Pirie Regional Health Service Inc as well as to the long term secured loan made to SAHMRI to establish a cyclotron facility.

The carrying amount of financial assets as detailed above represents the Board's maximum exposure to credit risk.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

28 Financial Instruments/Financial Risk Management (continued)

The Board does not consider that any of the financial assets are impaired.

The following table discloses the maturity analysis of financial assets and financial liabilities.

	Note	2018 \$'000	Contractual maturities		
			< 1 year \$'000	1-5 years \$'000	>5 years \$'000
Financial Assets					
- Cash & Cash equivalents	14	2,579	2,579	-	-
- Receivables	15	205	205	-	-
- Other financial assets	17	105,500	4,496	-	101,004
Total Financial Assets		108,284	7,280	-	101,004
Financial Liabilities					
- Payables	20	1,572	1,572	-	-
Total Financial Liabilities		1,572	1,572	-	-
	Note	2017 \$'000	Contractual maturities		
			< 1 year \$'000	1-5 years \$'000	>5 years \$'000
Financial Assets					
- Cash & Cash equivalents	14	2,035	2,035	-	-
- Receivables	15	290	290	-	-
- Other financial assets	17	91,824	2,581	-	89,243
Total Financial Assets		94,149	4,906	-	89,243
Financial Liabilities					
- Payables	20	56	56	-	-
Total Financial Liabilities		56	56	-	-

b) Liquidity risk

Liquidity risk arises where the Board is unable to meet its financial obligations as they fall due.

Other than the specific items mentioned below the Board's exposure to liquidity risk is considered insignificant based on past experience and current assessment of risk.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

28 Financial Instruments/Financial Risk Management (continued)

As previously outlined in these financial statements the Board now primarily invests through various products offered by Funds SA. Funds SA is a large institutional investment specialist servicing the South Australian Government and its statutory authorities. The Board no longer actively invests directly in tradeable securities but rather in unlisted units in investment funds managed by Funds SA. The Board's liquidity risk for these products is now the risk of a request to redeem units not being satisfied by Funds SA in the required timeframe.

The Board is satisfied that the resulting liquidity risk is also insignificant based on Funds SA liquidity risk management policies as follows;

- The allocation of cash in the strategic asset allocation of each investment option is set at a sufficient level to manage expected cash redemptions, and
- A large proportion of each investment option is invested in highly liquid investments as actively traded equities, unit trusts or securities with short term maturities.

The carrying amount of financial liabilities recorded above represent the Board's maximum exposure to liquidity risk.

c) Market risk

Market risk is the risk that investment returns generated by the different financial markets will be volatile and will deviate from long-term expectations over the short/medium term.

As previously outlined in these financial statements the Board now primarily invests through various investment products offered by Funds SA. The Board no longer actively invests directly in tradeable securities but rather in unlisted units in investment funds managed by Funds SA. The Board's market risk is now the risk of a change in value of underlying assets adversely affecting the value of the Board's investment in these units.

The Board is satisfied that the resulting market risk has been significantly reduced based on Funds SA market risk management policies as follows;

- Ensuring a diversity of exposures to different financial markets and sub-markets; and
- Ensuring asset allocations for different investment options are consistent with the time horizon of each.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

28 Financial Instruments/Financial Risk Management (continued)

d) Sensitivity Analysis

A general fall in the fair value of long term investments in unlisted unit trusts of 5% and 10%, if equally spread over all assets in the portfolio, would lead to a reduction in value of \$4,326,000 (2017: \$3,690,000) and \$8,652,000 (2017: \$7,380,000) respectively.

The Board believes the underlying quality of the assets support the conclusion that the value of financial assets are not overstated.

29 New and revised accounting standards and policies

The Board did not voluntarily change any of its accounting policies during 2017-18.

Australian accounting standards and interpretations that have recently been issued or amended but are not yet effective, have not been adopted by the Board for the year ended 30 June 2018.

AASB 9 *Financial Instruments* will apply to financial years commencing after 1 January 2018. The Board has reviewed the impact of the introduction of this new standard and believes no change will be required on its introduction as it is consistent with its existing policies for reporting financial assets.

AASB 1058 *Income of Not-for-Profit Entities* will apply to financial years commencing after 1 January 2019. The Board has reviewed the impact of the introduction of this new standard and believes no change will be required on its introduction as it is consistent with its existing policies for reporting of gifts.

30 Events after the reporting period

No events requiring disclosure occurred between 30 June and the date the financial statements were authorised.

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS

For the year ended 30 June 2018

2018
\$

2017
\$

31 Ray & Shirl Norman Cancer Research Trust

The Ray & Shirl Norman Cancer Research Trust ('Trust' or 'Fund') was created under the will of Mr Raymond Norman who passed away on 23 March 2006. All income derived by the Trust is to be "used for the purpose of the prevention and cure of cancer and anything incidental or conducive to those purposes".

Under the terms of the will the Royal Adelaide Hospital (RAH) was appointed as trustee of the Fund and were required to administer the Fund for the designated purpose. Following legal advice that the RAH was not able to act as trustee application was made to the Supreme Court and the Health Services Charitable Gifts Board (HSCGB) assumed the role as sole Trustee from 21 September 2011.

The following summary of the financial results for the year of the Ray & Shirl Norman Cancer Research Trust are included for information purposes only. All amounts are rounded to the nearest dollar.

Schedule of income and expenses

Total income	680,070	744,610
Total expenses	<u>243,345</u>	<u>257,660</u>
Total comprehensive result	<u><u>436,725</u></u>	<u><u>486,950</u></u>

Schedule of financial position

Total assets	7,559,134	7,049,297
Total liabilities	<u>75,195</u>	<u>2,083</u>
Net assets	<u><u>7,483,939</u></u>	<u><u>7,047,214</u></u>

HEALTH SERVICES CHARITABLE GIFTS BOARD

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS For the year ended 30 June 2018

2018 2017
\$ \$

32 Dorothy E Brown Charitable Trust

The Dorothy E Brown Charitable Trust ('Trust' or 'Fund') was established by Deed Poll dated 17 December 2014 pursuant to Section 21 of the Health Services Charitable Gifts Act 2011.

In accordance with the will of Mrs Dorothy E Brown dated 16 August 1971 the residue of her estate was bequeathed to the now defunct Hospitals Department of the South Australian Government for the "benefit of sufferers from kidney diseases or complaints". The amount of the residue has been held by SA Health since October 2009 and was the subject of Supreme Court proceedings seeking directions in relation to the residue. The judgement of the Court from those proceedings was that the deceased's will established a charitable trust and that, having consented to its appointment, the Health Services Charitable Gifts Board (HSCGB) should be appointed as trustee of this charitable trust. The Deed Poll dated 17 December 2014 appoints the HSCGB as trustee and provided further guidance of the administration of the charitable trust.

Under the terms of the Deed Poll the HSCGB was appointed as trustee and an initial sum of \$286,621 was provided by SA Health to be administered by the HSCGB. These funds are invested through Funds SA in an account in the name of the Trust.

In accordance with the judgment the terms of the Trust were varied whereby -

- the trust monies (income and/or capital) may be applied for the benefit of any patient of a hospital incorporated under the Health Care Act 2008 who is suffering from a kidney disease or complaint; and
- the trust monies (income and/or capital) shall be expensed on benefits that such patients would not normally receive or enjoy as patients of those hospitals.

The following summary of the financial results for the year of the Dorothy E Brown Charitable Trust are included for information purposes only. All amounts are rounded to the nearest dollar.

Schedule of income and expenses

Income	17,874	20,997
Total expenses	49,286	5,843
Total comprehensive result	<u>(31,412)</u>	<u>15,154</u>

Schedule of financial position

Total assets	284,175	315,587
Total liabilities	-	-
Net assets	<u>284,175</u>	<u>315,587</u>