

WIMMERA BASE HOSPITAL

FOUNDATION

ANNUAL REPORT 1999

CONTENTS:

1. Introduction
2. Chairman's Report
3. Administrator's Report
4. Profit and Loss Statement
5. Balance Sheet
6. Statement of Cash Flows
7. Notes Forming Part of the Accounts
8. Statement by Trustees
9. Auditor's Report
10. Contributors

INTRODUCTION

This Annual Report has been prepared on behalf of the Wimmera Base Hospital Foundation Trustees, for the community, to involve and inform people regarding the Foundation.

The Wimmera Base Hospital Foundation was created in June, 1989, for the purpose of establishing an independent public charitable fund to which any person, corporation or association may contribute or bequest money or property for the sole purpose of assisting Wimmera Health Care Group to cater for the health care needs of our community.

Funds held by the Foundation are professionally managed and invested in accordance with the Trustee Act.

The principal will never be spent. Only the interest earned will be spent on projects agreed to between the Hospital Board of Management and Trustees of the Foundation.

It is not the intention of the Hospital to relieve the Government of its responsibility to the people of the Wimmera. Money raised by the Foundation and any other funds or property received will in no way affect the Hospital's annual budget allocations from the Government.

Board of Trustees

Mr. Don Johns (Chairperson)

Mrs. Kaye Valpied

Mr. Graeme Hardman

Mrs. Jan John

Mr. Ned Carter

Wimmera Base Hospital Foundation

Chairman's Report

On behalf of my fellow Board of trustees, I am pleased to present the Tenth Annual Report of the Wimmera Base Hospital Foundation. In ten years we have witnessed steady growth of the Foundation of over a quarter of a million dollars. This year donors were invited to consider the Foundation in their long term deferred giving plans. Whilst these funds might not be realised for some years, the effort we put in today will benefit future generations in years to come.

I sincerely thank my fellow Trustees, Foundation Administrator Maree Taberner and the many people who, like me, share the importance of planning ahead.

A handwritten signature in black ink, appearing to be 'Don Johns', with a long horizontal stroke extending to the right.

Don Johns
Chairman

Wimmera Base Hospital Foundation

Administrator's Report

Whilst growth has not been forthcoming from donations, retained capital continues to grow.

It is pleasing to report that this year saw a broadening of investments held by the Foundation with the introduction of 'The Prudent Person Rules'. The prudent person rule encourages Trustees to diversify investments to reduce the impact of inflation and market risk. To this end monies have been invested in Management funds which have income and the potential for capital growth over the longer term.

Whilst no direct mail campaigns have been undertaken seeking donations, existing donors were sent bequest information.

It has been a shortened year due to my absence during long service leave.

With the onset of a new millennium, I will remain alert to developments that may arise and be positioned to maximise opportunities as they emerge.



Maree Taberner
Administrator

Wimmera Base Hospital Foundation

Profit and Loss Statement For Year Ended 30.6.1999

<u>Income</u>	<u>Note</u>	<u>1999</u>	<u>1998</u>
Donations		\$ 250	\$ 1,678
Special Events		\$ nil	\$ 1,450
Bequests		\$ 1,000	\$ nil
Interest		\$ 4,569	\$ 9,406
Sundry		\$ 5	\$ 101
Insurance Policies	(6)	\$ 1,348	\$ 1,075
Shares (National Mutual)	(7)	\$ (320)	\$ 352
Dividends (Shares)		\$ 24	\$ 24
Unit Trust Distributions	(8)	\$ 1,684	\$ nil
Unit Trusts	(8)	\$ 6,738	\$ nil
		<u>\$ 15,298</u>	<u>\$ 14,086</u>
 <u>Expenditure</u>			
Bank Fees and Charges		\$ 22	\$ 22
Audit Fees		\$ 200	\$ 200
Special Events		\$ nil	\$ 141
Newsletter		\$ nil	\$ 861
Bequest Brochures		\$ nil	\$ 298
Internet Connection / Design		\$ 464	\$ nil
Sundry		\$ 53	\$ nil
		<u>\$ 739</u>	<u>\$ 1,522</u>
Surplus for the Year		\$ 14,559	\$ 12,564
Accumulated Surplus at Beginning of Year		\$ 209,704	\$ 197,140
		<u>\$ 224,263</u>	<u>\$ 209,704</u>

Wimmera Base Hospital Foundation

Balance Sheet as at 30.6.1999

<u>Assets</u>	<u>Note</u>	<u>30.6.99</u>	<u>30.6.98</u>
Cash at Bank		\$ 9,522	\$ 79,296
Insurance Policies	(6)	\$ 7,371	\$ 6,023
Shares (National Mutual)	(7)	\$ 632	\$ 953
Investments Unit Trusts	(8)	\$ 206,738	\$ nil
Investments Term Deposits		\$ nil	\$ 123,432
		<u>\$ 224,263</u>	<u>\$ 209,704</u>
<u>Liabilities</u>		\$ Nil	\$ Nil
<u>Net Assets</u>		<u>\$ 224,263</u>	<u>\$ 209,704</u>
<u>Trust Funds</u>			
Settled Sum		\$ 100	\$ 100
Accumulated Surplus		\$ 224,163	\$ 209,604
		<u>\$ 224,263</u>	<u>\$ 209,704</u>

Wimmera Base Hospital Foundation

Statement of Cash Flows For Year Ended 30.6.1999

Cash Flow From Operating Activities

<u>Receipts</u>	<u>Note</u>	<u>1999</u>	<u>1998</u>
Donations		\$ 250	\$ 1,678
Special Events		\$ nil	\$ 1,450
Bequests		\$ 1,000	\$ nil
Interest		\$ 4,569	\$ 9,406
Sundry		\$ 5	\$ 101
Dividends		\$ 24	\$ 24
Unit Trust Distributions		\$ 1,684	\$ nil
		<hr/>	<hr/>
		\$ 7,532	\$ 12,659
<u>Payments</u>			
Services/Supplies		\$ (222)	\$ (222)
Special Events		\$ nil	\$ (141)
Newsletters		\$ nil	\$ (861)
Bequest Brochures		\$ nil	\$ (298)
Internet Connection / Design		\$ (464)	\$ nil
Sundry		\$ (53)	\$ nil
		<hr/>	<hr/>
<u>Net Cash Flow from Operating Activities</u>	(5)	\$ 6,793	\$ 11,137
<u>Cash Flow From Investing Activities</u>	(8)	<u>\$(200,000)</u>	<u>\$ Nil</u>
Net Increase / Decrease in Cash Held		\$(193,207)	\$ 11,137
Cash at Beginning of Year		\$ 202,728	\$ 191,591
Balance Adjustment		\$ 1	\$ nil
		<hr/>	<hr/>
Cash at End of Year		<u><u>\$ 9,522</u></u>	<u><u>\$ 202,728</u></u>

Wimmera Base Hospital Foundation

Notes to and forming part of the Accounts for the Year Ended 30 June, 1999

1. Statement of Accounting Policies

The accounts of the trust have been drawn up in accordance with the Trust Deed, the accounting standards and disclosure requirements of the Australian accounting bodies and the requirements of law. They have been prepared on the basis of historical costs and do not take into account changing money values, except where stated. The accounting policies have been consistently applied.

Set out below is a summary of the significant accounting policies adopted by the Trust in the preparation of the accounts.

a) Accrual Accounting

The accounts have been prepared on an accrual basis, whereby income is recognised as earned and expenditure as incurred.

b) Investments

To reflect the annual performance of the Foundation, shares and unit trust investments have been brought to account at balance date market valuations.

Interest received from investments is brought to account as it is earned.

c) Income Tax

The Trust is a public charitable trust and is exempt from income tax pursuant to section 23 (j) (ii) of the Income Tax Assessment Act.

2. Creation of Trust

The Trust was created pursuant to a trust deed dated 16 June, 1989, and updated on 25 June, 1992, for the purpose of establishing a public charitable fund to which any person, corporation or association may contribute money, property and benefits to the Wimmera Health Care Group (formerly Wimmera Base Hospital).

3. Commitments and Contingent Liabilities

At balance date, the trustees are unaware of any commitments or contingent liabilities not recorded or disclosed as at 30 June, 1999.

4. Reconciliation of Cash

For the purpose of the Statement of Cash Flows, the Foundation considers cash to include cash on hand and in banks and investments in money market instruments.

Cash at the end of the reporting period as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	<u>1999</u>	<u>1998</u>
Cash at End of Reporting Period	\$ 9,522	\$ 202,728

5. Reconciliation of Net Cash Used in Operating Activities to Operating Result

	<u>1999</u>	<u>1998</u>
Operating Result	\$ 14,559	\$ 12,564
Increase in Insurance Policies	\$ (1,348)	\$ (1,075)
Share Price Movement	\$ 320	\$ (352)
Unit Trust Price Movement	\$ (6,738)	\$ nil
Net Cash Used in Operating Activities	\$ 6,793	\$ 11,137

6. Charitable Life Insurance Policies

The Foundation has three Charitable Life Insurance Policies which have accrued a cash value of \$7,371 (\$6,023 in 1998).

7. Shares

On public listing 03.10.1996 National Mutual Holdings Ltd. allocated 281 shares to the Foundation cost free. Market valuation as at 30.06.1999 was \$2.25 per share (\$3.39 in 1998).

8. Unit Trust Investments

As part of its investment diversification policy, the Foundation purchased units in a number of managed unit trusts as follows:

a) AMP Balanced Trust

Date purchased 11.12.1998, number of units 83,759.00, cost \$100,000.
30.6.1999, number of units 89,145.37, valuation \$105,189.47.

b) National Investment Trust – Balanced Fund

Date purchased 8.12.1998, number of units 27,700.83, cost \$50,000.00.
30.6.1999, number of units 27,700.83, valuation \$50,387.81.

c) National Investment Trust – Growth Fund

Date purchased 8.12.1998, number of units 21,097.04, cost \$25,000.00.
30.6.1999, number of units 21,097.04, valuation \$26,160.33.

d) National Investment Fund – Mortgage Fund

Date purchased 8.12. 1998, units not allocated, cost \$25,000.00.
30.6.1999 fund investment \$25,000.00.

Note:

- Income distributions from AMP Balanced Trust are reinvested in the Trust.
- Income distributions from the national Investment Trust are received direct by the Foundation with unit prices reflecting capital gains (or losses) for the period.

WIMMERA BASE HOSPITAL FOUNDATION ANNUAL REPORT

Statement by Trustees

In the opinion of the Trustees of Wimmera Base Hospital Foundation (The Foundation) -

- (a) The accounts of the Foundation are drawn up so as to give a true and fair view of the profit of the Foundation for the year ended 30th June, 1999 and the Statement of Affairs of the Foundation as at 30th June, 1999.
- (b) At the date of this statement there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they fall due.
- (c) The Trustees believe they have complied with the terms of the Trust Deed dated 16th June, 1989 and the Supplementary Trust Deed dated 25th June, 1992.

This statement is made in accordance with a resolution of the Trustees and is signed for and on behalf of the Trustees.



Trustee



Trustee

WIMMERA BASE HOSPITAL FOUNDATION

AUDITOR'S REPORT TO THE TRUSTEES

Scope

We have audited the financial report of the Wimmera Base Hospital Foundation for the year ended June 30, 1999. The Trustees are responsible for the preparation and presentation of the financial report and the information contain therein. We have conducted an independent audit of the financial report in order to express an opinion on it to the Trustees of the Wimmera Base Hospital Foundation.

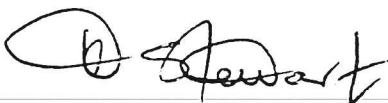
Our audit has been conducted in accordance with Australian Auditing Standards to provide reasonable assurance as to whether the financial report is free of material misstatement. Our procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial report, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial report is presented fairly in accordance with Australian Accounting Concepts and Standards, and the provisions of the Trust Deed dated June 16, 1989 and the Supplementary Trust Deed dated June 25, 1992, so as to present a view of the Foundation which is consistent with our understanding of its financial position and results of its operations.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In our opinion, the financial report presents fairly the financial position of the Wimmera Base Hospital Foundation as at June 30, 1999 and the results of its operations for the year ended in accordance with the Statement of Accounting Concepts and applicable Accounting Standards and complies with the provisions of the Trust Deed dated June 16, 1989 and the Supplementary Trust Deed dated June 25, 1992.

STEWART, BUSH & COMPANY,
CHARTERED ACCOUNTANTS,
35 McLACHLAN STREET,
HORSHAM, VIC. 3400



W. E. STEWART, (F.C.A.),
PARTNER.

DATED this Sixteenth day of September, 1999.

Foundation Donations

All donations to the Foundation help to build a permanent fund that will be part of the basis for future development. The interest from this fund will provide for the inevitable demand for equipment, buildings and ongoing maintenance.

The ultimate success, however, depends on people recognising the need to plan ahead and financially supporting the trust.

The Wimmera Base Hospital Foundation Trustees appreciate and acknowledge all donations to the Foundation by awarding the following membership titles:

Patron (donations of \$250,000 and above)

None to date.

Benefactor (donations of \$50,000 to \$250,000)

Clifford, J.
Hardman, J.
Horsham United Friendly Society .
Taberner, M.

Mrs. Clifford, Mrs. Hardman and Mrs. Taberner have been awarded Benefactor status having all donated Charitable Life Insurance Policies assigned to the Foundation. The exact amount of their ultimate contribution is dependent upon life expectancy and performance of the fund.

Member (donations of \$5,000 to \$50,000)

Van Dyk, J.A.C. & H.W.F.

Foundationer (donations up to \$5,000) 1998/1999

K. Haby
Estate Miss M.E.L.
Muhl nickel
R. Lampart
E. Flux

A Generation that Planned Ahead!

*Future generations will thank us
for planning ahead.*

*The Wimmera Base Hospital Foundation
was established as a public charitable fund
to which any individual or group may donate
or bequest funds*

*Be Remembered as a
Generation that Cared.*

*Contact the Health Care Group's Community Liaison Officer
and Foundation Administrator, Maree Taberner
in confidence on (03) 5381 9309 to discuss your gift*