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**Government
of South Australia**

**COUNTRY HEALTH GIFT FUND HEALTH
ADVISORY COUNCIL INC
2020-21 Annual Report**

**COUNTRY HEALTH GIFT FUND
HEALTH ADVISORY COUNCIL INC**

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2020-21 ANNUAL REPORT for the Country Health Gift Fund Health Advisory Council Inc.

To:

Hon Stephen Wade MLC

Minister for Health and Wellbeing

This annual report will be presented to Parliament to meet the statutory reporting requirements of *Health Care Act 2008* and the requirements of Premier and Cabinet Circular *PC013 Annual Reporting*.

This report is verified to be accurate for the purposes of annual reporting to the Parliament of South Australia.

Submitted on behalf of the Country Health Gift Fund Health Advisory Council Inc. by:

Jeffrey Fuller
Presiding Member

Date: 3 August 2021

Signature

—  —

From the Presiding Member

The Country Health Gift Fund Health Advisory Council Inc. continued in 2020-2021 with its focus on holding assets on trust for Nominated Health Advisory Councils and ensuring that the funds are administered legally and appropriately, such as meeting the minimum expenditure requirements.

I am pleased to report that the minimum expenditure requirements were met in 2020-2021. Country Health Gift Fund Health Advisory Council Inc. continues to implement the delegation procedure to support unincorporated Health Advisory Councils to effectively and appropriately undertake expenditure.

In addition to the core role of the Health Advisory Council, it has also monitored the progress towards incorporation for the nine unincorporated Health Advisory Councils in regional South Australia and preparing for a smooth transfer of responsibility for the gift funds in the near future.

On 4 June 2021, Roseanne Healy completed her membership term and I would like to recognise her significant contribution. I would also like to thank my fellow members for their support in effectively delivering the objectives of our Health Advisory Council.



Jeffrey Fuller

Presiding Member

Country Health Gift Fund Health Advisory Council Inc



Contents

Overview: about the agency 6

 Our strategic focus 6

 Our organisational structure 6

 Changes to the agency 6

 Our Minister 7

 Our Executive team 7

 Legislation administered by the agency 7

 Other related agencies (within the Minister’s area/s of responsibility) 7

The agency’s performance..... 7

 Performance at a glance..... 8

 Agency contribution to whole of Government objectives 8

 Agency specific objectives and performance 8

 Corporate performance summary 8

 Employment opportunity programs 8

 Agency performance management and development systems 9

 Work health, safety and return to work programs 9

 Executive employment in the agency..... 9

Financial performance 10

 Financial performance at a glance 10

 Consultants disclosure 11

 Contractors disclosure 12

Risk management 13

 Risk and audit at a glance 13

 Fraud detected in the agency 13

 Strategies implemented to control and prevent fraud 13

 Public interest disclosure 13

Reporting required under any other act or regulation..... 14

 Health Care Act 2008 14

 Reporting required under the *Carers’ Recognition Act 2005* 14

Public complaints 15

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2020-21 ANNUAL REPORT for the Country Health Gift Fund Health Advisory Council Inc.

Number of public complaints reported 15
Additional Metrics 15
Service Improvements 15
Compliance Statement..... 15
Appendix: Audited financial statements 2020-21 16

Overview: about the agency

Our strategic focus

Our Purpose	The Health Advisory Council was established to hold assets on trust for Nominated Health Advisory Councils and ensure that the funds are administered legally and appropriately. The constitution is available at www.sahealth.sa.gov.au
Our Vision	Not applicable.
Our Values	Not applicable.
Our functions, objectives and deliverables	The Health Advisory Council is established in relation to the Minister and the Flinders and Upper North Local Health Network Incorporated, the Eyre and Far North Local Health Network Incorporated, and the Yorke and Northern Local Health Network Incorporated, hospitals incorporated under section 29 of the <i>Health Care Act 2008</i> ("the Act"). The Health Advisory Council acts in accordance with the Act and give effect to the policies from time to time determined by the Minister. It operates in accordance with the strategic objectives of the Government of South Australia.

Our organisational structure

Membership of the Health Advisory Council can include up to eight members with an appropriate mix of skills, qualifications or experience, including:

- hospital or health service management
- business management
- trusts or financial management
- legal experience
- community participation
- knowledge or experience of the needs of People of Aboriginal or Torres Strait Islander Descent
- such other skills and experience as the Minister considers appropriate.

Changes to the agency

During 2020-21 there were no changes to the agency's structure and objectives as a result of internal reviews or machinery of government changes.

Our Minister

Hon Stephen Wade MLC is the Minister for Health and Wellbeing in South Australia.

The Minister oversees health, wellbeing, mental health, ageing well, substance abuse and suicide prevention.



Our Executive team

Not applicable.

Legislation administered by the agency

Not applicable.

Other related agencies (within the Minister's area/s of responsibility)

- Barossa Hills Fleurieu Local Health Network Inc
- Barossa & Districts Health Advisory Council Inc
- Eudunda Kapunda Health Advisory Council Inc
- Gawler District Health Advisory Council Inc
- Hills Area Health Advisory Council Inc
- Kangaroo Island Health Advisory Council Inc
- Southern Fleurieu Health Advisory Council Inc

The agency's performance

Performance at a glance

The Health Advisory Council holds assets on trust for Nominated Health Advisory Councils and ensures that the funds are administered legally and appropriately.

Agency response to COVID-19

Not applicable.

Agency contribution to whole of Government objectives

Key objective	Agency's contribution
More jobs	Not applicable.
Lower costs	Not applicable.
Better Services	Not applicable.

Agency specific objectives and performance

The Health Advisory Council holds assets on trust for Nominated Health Advisory Councils and ensures that the funds are administered legally and appropriately.

Agency objectives	Indicators	Performance
Not applicable	Not applicable.	Not applicable.

Corporate performance summary

Not applicable.

Employment opportunity programs

The Health Advisory Council holds assets on trust for Nominated Health Advisory Councils and ensures that the funds are administered legally and appropriately.

Agency performance management and development systems

Not applicable.

Work health, safety and return to work programs

Not applicable.

Executive employment in the agency

Not applicable.

Financial performance

Financial performance at a glance

The following is a brief summary of the overall financial position of the agency. The information is unaudited. Full audited financial statements for 2020-2021 are attached to this report.

Country Health Gift Fund Health Advisory Council Inc

Statement of Comprehensive Income	2020-21 Budget \$000s	2020-21 Actual \$000s	Variation \$000s	2019-20 Actual \$000s
Total Income	0	218	218	36
Total Expenses	0	1,053	(1,053)	1,117
Net Result	0	(835)	(835)	(1,081)
Total Comprehensive Result	0	(835)	(835)	(1,081)

Statement of Financial Position	2020-21 Budget \$000s	2020-21 Actual \$000s	Variation \$000s	2019-20 Actual \$000s
Current assets	0	51	51	206
Non-current assets	0	16,504	16,504	17,334
Total assets	0	16,555	16,555	17,540
Current liabilities	0	0	0	150
Non-current liabilities	0	0	0	0
Total liabilities	0	0	0	150
Net assets	0	16,555	16,555	17,390
Equity	0	16,555	16,555	17,390

Country Health Gift Fund Health Advisory Council Inc Gift Fund Trust

Statement of Comprehensive Income	2020-21 Budget \$000s	2020-21 Actual \$000s	Variation \$000s	2019-20 Actual \$000s
Total Income	0	155	155	149
Total Expenses	0	60	(60)	155
Net Result	0	95	95	(6)
Total Comprehensive Result	0	95	95	(6)

Statement of Financial Position	2020-21 Budget \$000s	2020-21 Actual \$000s	Variation \$000s	2019-20 Actual \$000s
Current assets	0	1,544	1,544	1,449
Non-current assets	0	0	0	0
Total assets	0	1,544	1,544	1,449
Current liabilities	0	0	0	0
Non-current liabilities	0	0	0	0
Total liabilities	0	0	0	0
Net assets	0	1,544	1,544	1,449
Equity	0	1,544	1,544	1,449

Consultants disclosure

The following is a summary of external consultants that have been engaged by the agency, the nature of work undertaken, and the actual payments made for the work undertaken during the financial year.

Consultancies with a contract value below \$10,000 each

Consultancies	Purpose	\$ Actual payment
All consultancies below \$10,000 each - combined	Not applicable.	Not applicable.

Consultancies with a contract value above \$10,000 each

Consultancies	Purpose	\$ Actual payment
Not applicable.		

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/barossa-hills-fleurieu-local-health-network-bhflhn>

See also the [Consolidated Financial Report of the Department of Treasury and Finance](#) for total value of consultancy contracts across the South Australian Public Sector.

Contractors disclosure

The following is a summary of external contractors that have been engaged by the agency, the nature of work undertaken, and the actual payments made for work undertaken during the financial year.

Contractors with a contract value below \$10,000

Contractors	Purpose	\$ Actual payment
All contractors below \$10,000 each - combined	Not applicable.	

Contractors with a contract value above \$10,000 each

Contractors	Purpose	\$ Actual payment
Not applicable	Not applicable.	

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/barossa-hills-fleurieu-local-health-network-bhflhn>

The details of South Australian Government-awarded contracts for goods, services, and works are displayed on the SA Tenders and Contracts website. [View the agency list of contracts.](#)

The website also provides details of [across government contracts.](#)

Risk management

Risk and audit at a glance

Not applicable.

Fraud detected in the agency

Category/nature of fraud	Number of instances
Not applicable.	

NB: Fraud reported includes actual and reasonably suspected incidents of fraud.

Strategies implemented to control and prevent fraud

Health Advisory Councils have specific functions and powers as defined in the *Health Care Act 2008* and the Constitution (for incorporated Health Advisory Councils or Rules (for unincorporated Health Advisory Councils), including actions that cannot be undertaken without the approval of the Minister.

Health Advisory Councils are instrumentalities of the Crown and subject to relevant Department of Treasury and Finance Treasurers Instructions.

The Constitutions / Rules identify the actions to be undertaken in the event of a conflict of interest. All declared conflicts of interest are reported to the Minister for Health through Barossa Hills Fleurieu Local Health Network Inc.

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/country-health-sa-local-health-network>

Public interest disclosure

Number of occasions on which public interest information has been disclosed to a responsible officer of the agency under the *Public Interest Disclosure Act 2018*:

0

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/country-health-sa-local-health-network>

Note: Disclosure of public interest information was previously reported under the *Whistleblowers Protection Act 1993* and repealed by the *Public Interest Disclosure Act 2018* on 1/7/2019.

Reporting required under any other act or regulation

Act or Regulation	Requirement
Health Care Act 2008	Part 4 Health Advisory Councils, Division 2 Functions and Powers, 18 Functions

- Discharge the Health Advisory Council's legal and financial responsibility for the bank accounts associated with the unincorporated Health Advisory Councils.
- Monitor the minimum distribution compliance of all Health Advisory Councils in relation to the Australian Taxation Office Public Ancillary Fund Guidelines 2011 that took effect 1 July 2016.

Reporting required under the *Carers' Recognition Act 2005*

Not applicable.

Public complaints

Number of public complaints reported

Not applicable

Additional Metrics	Total
Number of positive feedback comments	Not applicable.
Number of negative feedback comments	Not applicable.
Total number of feedback comments	Not applicable.
% complaints resolved within policy timeframes	Not applicable.

Reference the applicable Regional LHN Data.SA page [Barossa Hills Fleurieu Local Health Network Data SA Page](#)

Service Improvements

Not applicable.

Compliance Statement

Country Health Gift Fund Health Advisory Council Inc is compliant with Premier and Cabinet Circular 039 – complaint management in the South Australian public sector	Y
Country Health Gift Fund Health Advisory Council Inc has communicated the content of PC 039 and the agency’s related complaints policies and procedures to employees.	Y

Appendix:

Appendix A – Audited Financial Statements 2020-21

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC

CERTIFICATION OF THE FINANCIAL STATEMENTS

We certify that the:

- financial statements of the Country Health Gift Fund Health Advisory Council Inc:
 - are in accordance with the accounts and records of the Advisory Council;
 - comply with relevant Treasurer's Instructions;
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the Advisory Council at the end of the financial year and the result of its operation and cash flows for the financial year.

- Internal controls employed by Country Health Gift Fund Health Advisory Council Inc for the financial year over its financial reporting and its preparation of financial statements have been effective.

Jeffrey Fuller Digitally signed by Jeffrey Fuller
DN: cn=Jeffrey Fuller, o=fuller, ou,
email=jeffrey.fuller@flinders.edu.au, c=AU
Date: 2021.09.07 09:24:34 +09'30'

Jeffrey Fuller
Presiding Member of the Country Health Gift Fund Health
Advisory Council Inc
7 / 9 / 2021



Rose Dickinson
Interim Executive Director Finance Services

08 / 09 / 2021

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2021

	Note	2021 \$'000	2020 \$'000
Income			
Grants and contributions	2	68	-
Interest	3	-	1
Resources received free of charge	4	150	35
Total income		218	36
Expenses			
Depreciation	8	980	967
Grants and subsidies	5	73	150
Total expenses		1,053	1,117
Net result		(835)	(1,081)
Total comprehensive result		(835)	(1,081)

The accompanying notes form part of these financial statements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC
STATEMENT OF FINANCIAL POSITION
As at 30 June 2021

	Note	2021 \$ '000	2020 \$ '000
Current assets			
Cash and cash equivalents	6	51	206
Total current assets		<u>51</u>	<u>206</u>
Non-current assets			
Property, plant and equipment	8	16,504	17,334
Total non-current assets		<u>16,504</u>	<u>17,334</u>
Total assets		<u>16,555</u>	<u>17,540</u>
Current liabilities			
Payables	9	-	150
Total current liabilities		<u>-</u>	<u>150</u>
Total liabilities		<u>-</u>	<u>150</u>
Net assets		<u>16,555</u>	<u>17,390</u>
Equity			
Asset revaluation surplus		3,362	3,362
Retained earnings		13,193	14,028
Total equity		<u>16,555</u>	<u>17,390</u>

The accompanying notes form part of these financial statements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC
STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2021

	Asset revaluation surplus \$ '000	Retained earnings \$ '000	Total equity \$ '000
Balance at 30 June 2019	3,362	15,109	18,471
Net result for 2019-20	-	(1,081)	(1,081)
Total comprehensive result for 2019-20	-	(1,081)	(1,081)
Balance at 30 June 2020	3,362	14,028	17,390
Net result for 2020-21	-	(835)	(835)
Total comprehensive result for 2020-21	-	(835)	(835)
Balance at 30 June 2021	3,362	13,193	16,555

The accompanying notes form part of these financial statements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC
STATEMENT OF CASH FLOWS
For the year ended 30 June 2021

	Note	2021 \$ '000	2020 \$ '000
Cash flows from operating activities			
Cash inflows			
Grants and contributions		68	-
Interest received		-	1
Cash generated from operations		<u>68</u>	<u>1</u>
Cash outflows			
Payments of grants and subsidies		(223)	-
Cash used in operations		<u>(223)</u>	<u>-</u>
Net cash provided by/(used in) operating activities		<u>(155)</u>	<u>1</u>
Net cash provided by/(used in) investing activities		<u>-</u>	<u>-</u>
Net cash provided by/(used in) financing activities		<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents		(155)	1
Cash and cash equivalents at the beginning of the period		206	205
Cash and cash equivalents at the end of the period	6	<u>51</u>	<u>206</u>

The accompanying notes form part of these financial statements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

1 About Country Health Gift Fund Health Advisory Council Inc

The Advisory Council was established as an incorporated advisory council pursuant to the *Health Care Act 2008* (the Act) under the name of Country Health SA Board Health Advisory Council Incorporated. This name was changed on 5 June 2012 to Country Health SA Local Health Network Health Advisory Council Incorporated, then changed on 1 July 2019 to Country Health Gift Fund Health Advisory Council Incorporated (the Advisory Council).

The consolidated accounts of the Advisory Council include the income, expenses, assets and liabilities of Country Health Gift Fund Health Advisory Council Inc and the following unincorporated Health Advisory Councils under its control:

- Far North Health Advisory Council **
- Hawker District Memorial Health Advisory Council **
- Leigh Creek Health Service Health Advisory Council
- Port Augusta, Roxby Downs, Woomera Health Advisory Council **
- Port Lincoln Health Advisory Council **
- Port Pirie Health Service Advisory Council **
- Southern Flinders Health Advisory Council **
- The Whyalla Hospital and Health Services Health Advisory Council **
- Quorn Health Services Health Advisory Council **

** On 27 May 2021 the Minister for Health and Wellbeing declared these unincorporated Health Advisory Councils to be incorporated. The transfer of assets from the Advisory Council to the newly incorporated Health Advisory Councils is yet to be formalised but is expected to occur in the 2021-22 financial year. While a formal decision is yet to be made regarding Leigh Creek Health Service Health Advisory Council, it is anticipated that it will be dissolved. That being the case, once all assets of the Advisory Council are transferred, the Advisory Council itself will be dissolved.

The Advisory Council is controlled by Barossa Hills Fleurieu Local Health Network Inc.

1.1 Objectives and activities

The Advisory Council is established to:

- hold assets on trust for the abovementioned unincorporated Health Advisory Councils and ensure that the funds are administered legally and appropriately
- perform other functions as determined under the Act

1.2 Basis of preparation

These financial statements are general purpose financial statements prepared in compliance with:

- section 23 of the *Public Finance and Audit Act 1987*;
- Treasurer's Instructions and Accounting Policy Statements issued by the Treasurer under the Public Finance and Audit Act 1987; and
- relevant Australian Accounting Standards (with reduced disclosure requirements) applicable to not-for-profit entities, as the Advisory Council is a not-for-profit entity.

The financial statements have been prepared based on a 12 month period and presented in Australian currency. All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000).

The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

Significant accounting policies are set out below or in the notes.

1.3 Taxation

The Advisory Council is not subject to income tax but is liable for goods and services tax (GST).

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 Australian Taxation Office (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; and
- receivables and payables, which are stated with the amount of GST included.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or 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 and financing activities, which is recoverable from, or payable to, the ATO is classified as part of operating cash flows.

1.4 Equity

The Advisory Council uses the asset revaluation surplus to record increments and decrements in the fair value of land and buildings to the extent that they offset one another. Relevant amounts are transferred to retained earnings when an asset is derecognised.

1.5 Changes in accounting policy

The Advisory Council did not change any of its accounting policies during the year.

1.6 Impact of COVID-19 pandemic

The COVID-19 pandemic has not had a material impact on the operations of the Advisory Council and is not expected to do so in the future.

2 Grants and contributions

	2021	2020
	\$'000	\$'000
Commonwealth grants and donations	68	-
Total grants and contributions	68	-

3 Interest

	2021	2020
	\$'000	\$'000
Bank interest	-	1
Total interest revenue	-	1

4 Resources received free of charge

	2021	2020
	\$'000	\$'000
Land and buildings	150	35
Total resources received free of charge	150	35

During 2020-21 completed capital works at the Quorn Health Service were transferred to the Advisory Council from Barossa Hills Fleurieu Local Health Network Inc for nil consideration.

5 Grants and subsidies

	2021	2020
	\$'000	\$'000
Other	73	150
Total grants and subsidies	73	150

6 Cash and cash equivalents

	2021	2020
	\$'000	\$'000
Cash at bank or on hand	51	206
Total cash	51	206

7 Property, plant and equipment

7.1 Acquisition and recognition

Non-current assets are initially recorded on a cost basis, and subsequently measured at fair value. Where assets are acquired at no value, or minimal value, they are recorded at their fair value in the Statement of Financial Position. Where assets are acquired at no or nominal value as part of a restructure of administrative arrangements, the assets are recorded at the value held by the transferor public authority prior to the restructure.

The Advisory Council capitalises all non-current tangible assets that it controls valued at or greater than \$10,000.

7.2 Depreciation

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

The useful lives and depreciation methods of all major assets held by the Advisory Council are reviewed and adjusted of appropriate on an annual basis. Changes in expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the time period or method, as appropriate.

Land and non-current assets held for sale are not depreciated.

Depreciation is calculated on a straight line basis over the estimated or revised remaining useful life of the following classes of assets as follows:

<u>Class of asset</u>	<u>Useful life (years)</u>
Buildings and improvements	40 - 80
Site improvements	40 - 80

7.3 Revaluation

All non-current tangible assets are valued at fair value after allowing for accumulated depreciation (written down current cost).

The Advisory Council revalues all land, buildings and site improvements on a regular cycle via a Certified Practising Valuer.

If at any time, management considers that the carrying amount of an asset greater than \$1 million materially differs from its fair value, then the asset will be revalued regardless of when the last valuation took place.

Non-current tangible assets that are acquired between revaluations are held at cost, until the next valuation, when they are revalued to fair value.

Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amounts of the assets and the net amounts are restated to the revalued amounts of the asset.

Upon disposal or derecognition, any asset revaluation surplus relating to that asset is transferred to retained earnings.

7.4 Impairment

The Advisory Council holds its property assets for their service potential (value in use). Specialised assets would rarely be sold and typically any costs of disposal would be negligible, accordingly the recoverable amount will be closer to or greater than fair value. Where there is an indication of impairment, the recoverable amount is estimated. For revalued assets, fair value is assessed each year.

There were no indications of impairment of property and infrastructure as at 30 June 2021.

7.5 Valuation of land and buildings

An independent valuation of land and buildings, including site improvements, was performed in March 2018 by a Certified Practising Valuer from AssetVal (JLT) Pty Ltd, as at 1 June 2018.

Fair value of unrestricted land was determined using the market approach. The valuation was based on recent market transactions for similar land and buildings (non-specialised) in the area and includes adjustment for factors specific to the land and buildings being valued such as size, location and current use.

Fair value of specific land and buildings was determined using depreciated replacement cost, due to there not being an active market for such land and buildings. The depreciated replacement cost considered the need for ongoing provision of government services; specialised nature of the assets, including the restricted use of the assets; the size, condition, location. The valuation was based on a combination of internal records, specialised knowledge and acquisition/transfer costs.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

8 Reconciliation of property, plant and equipment

The following table shows the movement:

2020-21	Land \$'000	Buildings \$'000	Total \$'000
Carrying amount at the beginning of the period	790	16,544	17,334
Assets received free of charge	-	150	150
Subtotal:	790	16,694	17,484
Gains/(losses) for the period recognised in net result:			
Depreciation	-	(980)	(980)
Subtotal:	-	(980)	(980)
Carrying amount at the end of the period	790	15,714	16,504
Gross carrying amount			
Gross carrying amount	790	18,623	19,413
Accumulated depreciation	-	(2,909)	(2,909)
Carrying amount at the end of the period	790	15,714	16,504

9 Payables

	2021 \$'000	2020 \$'000
Current		
Creditors and accrued expenses	-	150
Total payables	-	150

10 Contingent assets and liabilities

Contingent assets and contingent liabilities are not recognised in the Statement of Financial Position, but are disclosed within this note and, if quantifiable are measured at nominal value. The Advisory Council is not aware of any contingent assets and liabilities. In addition, the Advisory Council has made no guarantees.

11 Financial instruments / financial risk management

11.1 Financial risk management

The Advisory Council's exposure to financial risk (liquidity risk, credit risk and market risk) is low due to the nature of the financial instruments held.

11.2 Categorisation of financial instruments

The carrying amounts of each of the following categories of financial assets and liabilities: financial assets measured at amortised cost; financial assets measured at fair value through profit or loss; financial assets measured at fair value through other comprehensive income; and financial liabilities measured at amortised cost are detailed below if applicable.

Category of financial asset and financial liability	Notes	2021 Carrying amount \$'000	2020 Carrying amount \$'000
Financial assets			
Cash and equivalent			
Cash and cash equivalents	6	51	206
Total financial assets		51	206
Financial liabilities			
Financial liabilities at amortised cost			
Payables	9	-	150
Total financial liabilities		-	150

⁽¹⁾ Receivable and payable amounts disclosed here exclude statutory receivables and payables such as GST receivables and payables.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

12 Key Management Personnel

Key management personnel of the Advisory Council include the Minister, the Chief Executive of the Department for Health and Wellbeing, board members and the Chief Executive Officer of Barossa Hills Fleurieu Local Health Network Inc and the members of the Advisory Council.

The Advisory Council did not enter into any transactions with key management personnel or their close family during the reporting period that were not consistent with normal procurement arrangements.

13 Remuneration of Council members

Members of the Advisory Council who served for all or part of the financial year were:

Fuller J

Healy R (ceased 04/06/2021)

Mackay M

McArthur A

	2021	2020
The number of members whose remuneration received or receivable falls within the following bands is:	No. of	No. of
	Members	Members
\$0 - \$19,999	4	7
Total	4	7

Remuneration of members reflects all costs of performing council member duties including sitting fees, superannuation contributions, fringe benefits and any fringe benefits tax paid or payable in respect of those benefits. The total remuneration received or receivable by members was \$25,000 (\$56,000). This remuneration has been paid and reported in Barossa Hills Fleurieu Local Health Network Inc during 2020/21.

In accordance with the Premier and Cabinet Circular No. 016, government employees did not receive any remuneration for council member duties during the financial year.

Unless otherwise disclosed, transactions between members are on conditions no more favourable than those that it is reasonable to expect the entity would have adopted if dealing with the related party at arm's length in the same circumstances.

David Chant CA, FCPA
Simon Smith CA, FCPA
David Sullivan CA, CPA
Jason Seidel CA
Renaë Nicholson CA
Tim Muhlhausler CA
Aaron Coonan CA
Luke Williams CA, CPA
Daniel Moon CA



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC.

Report on the Financial Report

Audit Opinion

We have audited the accompanying financial report of Country Health Gift Fund Health Advisory Council Inc. (the Health Advisory Council), which comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising summary of significant accounting policies and other explanatory information, and the statement by the presiding member and operational finance manager.

In our opinion, the financial report of Country Health Gift Fund Health Advisory Council Inc. presents fairly in accordance with Treasurer's Instructions promulgated under the provisions of the Public Finance and Audit Act 1987, Department of Health Accounting Policies, the Health Care Act 2008, applicable Accounting Standards and other mandatory professional reporting requirements in Australia, the financial position of Country Health Gift Fund Health Advisory Council Inc. as at 30 June 2021 and the results of its operations and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Health Advisory Council in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia, and we have fulfilled our other ethical responsibilities in accordance with the Code.

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

Health Advisory Council's Responsibility for the Financial Report

The Health Advisory Council is responsible for the preparation of the financial report that presents fairly in accordance with the Health Care Act 2008, Treasurer's Instructions promulgated under the provisions of the Public Finance and Audit Act 1987, Department of Health Accounting Policies, applicable Accounting Standards and other mandatory professional reporting requirements in Australia. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Auditor's Responsibility for the Audit of the Financial Report

Our 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 our 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, we exercise professional judgement and maintain professional scepticism throughout the audit. We 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 our 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 audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Health Advisory Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Health Advisory Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS



Simon Smith CA, FCPA, Registered Company Auditor

Partner

10/09/2021

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST

CERTIFICATION OF THE FINANCIAL STATEMENTS

We certify that the:

- financial statements of the Country Health Gift Fund Health Advisory Council Inc Gift Fund Trust:
 - are in accordance with the accounts and records of the Trust;
 - comply with relevant Treasurer's Instructions;
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the Trust at the end of the financial year and the result of its operation and cash flows for the financial year.

- Internal controls employed by Country Health Gift Fund Health Advisory Council Inc Gift Fund Trust for the financial year over its financial reporting and its preparation of financial statements have been effective.

Jeffrey Fuller

Digitally signed by Jeffrey Fuller
DN: cn=Jeffrey Fuller, o=fuller, ou,
email=jeffrey.fuller@flinders.edu.au, c=AU
Date: 2021.09.07 09:25:43 +09'30'

Jeffrey Fuller
Presiding Member of the Country Health Gift Fund Health
Advisory Council Inc (the Trustee)

7 / 9 / 2021



Rose Dickinson
Interim Executive Director Finance Services

08 / 09 / 2021

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2021

	Note	2021 \$'000	2020 \$'000
Income			
Interest	2	7	18
Other revenues/income	3	148	131
Total income		155	149
Expenses			
Grants and subsidies	4	60	155
Total expenses		60	155
Net result		95	(6)
Total comprehensive result		95	(6)

The accompanying notes form part of these financial statements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
STATEMENT OF FINANCIAL POSITION
As at 30 June 2021

	Note	2021 \$ '000	2020 \$ '000
Current assets			
Cash and cash equivalents	5	511	414
Receivables	6	1	5
Other financial assets	7	1,032	1,030
Total current assets		1,544	1,449
Total assets		1,544	1,449
Total liabilities		-	-
Net assets		1,544	1,449
Equity			
Retained earnings		1,544	1,449
Total equity		1,544	1,449

The accompanying notes form part of these financial statements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2021

	Retained earnings \$ '000	Total equity \$ '000
Balance at 30 June 2019	1,455	1,455
Net result for 2019-20	(6)	(6)
Total comprehensive result for 2019-20	(6)	(6)
Balance at 30 June 2020	1,449	1,449
Net result for 2020-21	95	95
Total comprehensive result for 2020-21	95	95
Balance at 30 June 2021	1,544	1,544

The accompanying notes form part of these financial statements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
STATEMENT OF CASH FLOWS
For the year ended 30 June 2021

	Note	2021 \$ '000	2020 \$ '000
Cash flows from operating activities			
Cash inflows			
Interest received		-	1
Other receipts		148	131
Cash generated from operations		<u>148</u>	<u>132</u>
Cash outflows			
Payments of grants and subsidies		(60)	(155)
Cash used in operations		<u>(60)</u>	<u>(155)</u>
Net cash provided by/(used in) operating activities		<u>88</u>	<u>(23)</u>
Cash flows from investing activities			
Cash inflows			
Proceeds from sale/maturities of investments		9	15
Cash generated from investing activities		<u>9</u>	<u>15</u>
Net cash provided by/(used in) investing activities		<u>9</u>	<u>15</u>
Net increase/(decrease) in cash and cash equivalents		97	(8)
Cash and cash equivalents at the beginning of the period		414	422
Cash and cash equivalents at the end of the period	5	<u>511</u>	<u>414</u>

The accompanying notes form part of these financial statements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

1 About Country Health Gift Fund Health Advisory Council Inc Gift Fund Trust

Country Health Gift Fund Health Advisory Council Inc Gift Fund Trust (the Trust) was established by virtue of a deed executed between the Department for Health and Wellbeing (the Department) and Country Health Gift Fund Health Advisory Council Inc (the Trustee), formerly named Country Health SA Local Health Network Health Advisory Council Inc.

The consolidated accounts of the Trust include the income, expenses, assets and liabilities of Country Health Gift Fund Health Advisory Council Inc Gift Fund Trust and the following unincorporated Health Advisory Councils under its control:

- Far North Health Advisory Council **
- Hawker District Memorial Health Advisory Council **
- Leigh Creek Health Service Health Advisory Council
- Port Augusta, Roxby Downs, Woomera Health Advisory Council **
- Port Lincoln Health Advisory Council **
- Port Pirie Health Service Advisory Council **
- Southern Flinders Health Advisory Council **
- The Whyalla Hospital and Health Services Health Advisory Council **
- Quorn Health Services Health Advisory Council **

** On 27 May 2021 the Minister for Health and Wellbeing declared these unincorporated Health Advisory Councils to be incorporated. The transfer of assets from the Trust to the newly incorporated Health Advisory Councils and their associated Gift Fund Trusts is yet to be formalised but is expected to occur in the 2021-22 financial year. While a formal decision is yet to be made regarding Leigh Creek Health Service Health Advisory Council, it is anticipated that it will be dissolved. That being the case, once all assets of the Trust are transferred, the Trust itself will be dissolved.

The Trust is controlled by Barossa Hills Fleurieu Local Health Network Inc.

1.1 Objectives and activities

The Trust is a public ancillary fund and has been endorsed by the Australian Taxation Office as a Deductible Gift Recipient (DGR).

The Trust is established to:

- seek, collect and administer donations and bequests, to be used for the benefit of the local area health services that are DGRs
- undertake fundraising activities, the proceeds from which are to be used for the benefit of the local area health services that are DGRs

1.2 Basis of preparation

These financial statements are general purpose financial statements prepared in compliance with:

- section 23 of the *Public Finance and Audit Act 1987*;
- Treasurer's Instructions and Accounting Policy Statements issued by the Treasurer under the Public Finance and Audit Act 1987; and
- relevant Australian Accounting Standards (with reduced disclosure requirements) applicable to not-for-profit entities, as the Trust is a not-for-profit entity.

The financial statements have been prepared based on a 12 month period and presented in Australian currency. All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000).

The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

Significant accounting policies are set out below or in the notes.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

1.3 Taxation

The Trust is not subject to income tax but is liable for goods and services tax (GST).

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 Australian Taxation Office (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; and
- receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or 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 and financing activities, which is recoverable from, or payable to, the ATO is classified as part of operating cash flows.

1.4 Changes in accounting policy

The Trust did not change any of its accounting policies during the year.

1.5 Impact of COVID-19 pandemic

The COVID-19 pandemic has not had a material impact on the operations of the Trust and is not expected to do so in the future.

2 Interest

	2021	2020
	\$'000	\$'000
Bank interest	7	18
Total interest revenue	7	18

3 Other revenues/income

	2021	2020
	\$'000	\$'000
Donations	147	130
Other	1	1
Total other revenues/income	148	131

4 Grants and subsidies

	2021	2020
	\$'000	\$'000
Other	60	155
Total grants and subsidies	60	155

5 Cash and cash equivalents

	2021	2020
	\$'000	\$'000
Cash at bank or on hand	511	414
Total cash	511	414

6 Receivables

	2021	2020
	\$'000	\$'000
Current		
Interest	1	5
Total current receivables	1	5
Total receivables	1	5

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

7 Other financial assets

	2021	2020
	\$'000	\$'000
Current		
Term deposits	1,032	1,030
Total current investments	1,032	1,030
Total investments	1,032	1,030

8 Contingent assets and liabilities

Contingent assets and contingent liabilities are not recognised in the Statement of Financial Position, but are disclosed within this note and, if quantifiable are measured at nominal value. The Trust is not aware of any contingent assets and liabilities. In addition, the Trust has made no guarantees.

9 Financial instruments / financial risk management

9.1 Financial risk management

The Trust's exposure to financial risk (liquidity risk, credit risk and market risk) is low due to the nature of the financial instruments held.

9.2 Categorisation of financial instruments

The carrying amounts of each of the following categories of financial assets and liabilities: financial assets measured at amortised cost; financial assets measured at fair value through profit or loss; financial assets measured at fair value through other comprehensive income; and financial liabilities measured at amortised cost are detailed below if applicable.

Category of financial asset and financial liability	Notes	2021 Carrying amount \$'000	2020 Carrying amount \$'000
<i>Financial assets</i>			
Cash and equivalent			
Cash and cash equivalents	5	511	414
Amortised cost			
Receivables	6	1	5
Other financial assets	7	1,032	1,030
Total financial assets		1,544	1,449

⁽¹⁾ Receivable and payable amounts disclosed here exclude statutory receivables and payables such as GST receivables and payables.

10 Key Management Personnel

Key management personnel of the Advisory Council include the Minister, the Chief Executive of the Department, board members and the Chief Executive Officer of Barossa Hills Fleurieu Local Health Network Inc and the members of the Advisory Council.

The Trust did not enter into any transactions with key management personnel or their close family during the reporting period that were not consistent with normal procurement arrangements.

COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC GIFT FUND TRUST
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2021

11 Remuneration of Council members

Members of the Advisory Council who served for all or part of the financial year were:

Fuller J
 Healy R (ceased 04/06/2021)
 Mackay M
 McArthur A

	2021	2020
The number of members whose remuneration received or receivable falls within the following bands is:	No. of Members	No. of Members
\$0 - \$19,999	4	7
Total	4	7

Remuneration of members reflects all costs of performing council member duties including sitting fees, superannuation contributions, fringe benefits and any fringe benefits tax paid or payable in respect of those benefits. The total remuneration received or receivable by members was \$25,000 (\$56,000). This income has been paid and reported in Barossa Hills Fleurieu Local Health Network Inc during 2020/21.

In accordance with the Premier and Cabinet Circular No. 016, government employees did not receive any remuneration for council member duties during the financial year.

Unless otherwise disclosed, transactions between members are on conditions no more favourable than those that it is reasonable to expect the entity would have adopted if dealing with the related party at arm's length in the same circumstances.

David Chant CA, FCPA
Simon Smith CA, FCPA
David Sullivan CA, CPA
Jason Seidel CA
Renaë Nicholson CA
Tim Muhlhausler CA
Aaron Coonan CA
Luke Williams CA, CPA
Daniel Moon CA



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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE COUNTRY HEALTH GIFT FUND HEALTH ADVISORY COUNCIL INC. GIFT FUND TRUST

Report on the Financial Report

We have audited the accompanying financial report of Country Health Gift Fund Health Advisory Council Inc. Gift Fund Trust (the Gift Fund Trust), which comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising summary of significant accounting policies and other explanatory information, and the statement by the presiding member and operational finance manager.

In our opinion, the financial report of Country Health Gift Fund Health Advisory Council Inc. Gift Fund Trust presents fairly in accordance with Treasurer's Instructions promulgated under the provisions of the Public Finance and Audit Act 1987, Department of Health Accounting Policies, the Health Care Act 2008, applicable Accounting Standards and other mandatory professional reporting requirements in Australia, the financial position of Country Health Gift Fund Health Advisory Council Inc. Gift Fund Trust as at 30 June 2021 and the results of its operations and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the Health Advisory Council in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the financial report in Australia, and we have fulfilled our other ethical responsibilities in accordance with the Code.

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

Health Advisory Council's Responsibility for the Financial Report

The Gift Fund Trust is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Health Care Act 2008, Treasurer's Instructions promulgated under the provisions of the Public Finance and Audit Act 1987, Department of Health Accounting Policies, applicable Accounting Standards and other mandatory professional reporting requirements in Australia. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Auditor's Responsibility for the Audit of the Financial Report

Our 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 our 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, we exercise professional judgement and maintain professional scepticism throughout the audit. We 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 our 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 audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Health Advisory Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Health Advisory Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

GALPINS ACCOUNTANTS, AUDITORS & BUSINESS CONSULTANTS



Simon Smith CA, FCPA, Registered Company Auditor
Partner

10/09/2021