



The Redcliffe Hospital Foundation



Redcliffe Hospital



Caboolture Hospital



Kilcoy Hospital

Annual Report For The Financial Year Ended 30 June 2006

Mission & Objectives

Mission

“Promoting a *healthier* Redcliffe-Caboolture-Kilcoy community” by supporting:

- Research
 - Education
 - Community partnerships
 - Resources
- ∞ Our vision is to enhance the health and well being of our community through research, education, support, community partnerships and shared resources.
- ∞ Our focus is on preventative health as well as the treatment of disease, both within the hospital and the broader community.

Objectives

1. To aid the services of the Redcliffe Hospital and Health Service whether established or proposed.
2. To supply aid to any person and to provide services in respect of any matter concerning the health and well-being of people.
3. To provide money or travel grants, conference expenses, fellowships, allowances and prizes for any matter concerning the health and well-being of people.
4. To promote and provide improved facilities for education and training at undergraduate and postgraduate levels in all health professional disciplines and for the community.
5. To seek to discover the nature, origins and causes of disease and of good health including the outcomes of interventions in health and disease and to make the best use of knowledge gained for the improvement of health promotion and prevention or treatment of disease.
6. To research, or arrange or promote research (including surveys relevant to health service or hospital functions) and to provide money grants or loans for persons engaged in research or surveys, into any matter concerning the health or wellbeing of people with a view to general improvement in health services.
7. To arrange for research and development work in the specific matters relating to the health of people.
8. To invite and finance the appearance of people renowned for their knowledge or expertise in the health and well-being of people in health care, to give instruction to health care workers and to the public.
9. To develop, purchase and manage businesses which will provide from their profits, income to the Foundation, and assist to facilitate the Foundation’s aims of support to its community.

Table of Contents

3. Chairperson's Report – Dr Boris Chern
3. Treasurer's Report – Mr Peter Zgrajewski
4. Achievements – Miss Alphegé Browne
6. Audited Finances & Auditor's Report

SEED DONORS

Allan Sutherland
Hibernian (Old) Friendly Society Ltd
Optima Financial Services
Ray White Real Estate Redcliffe
Redcliffe District Indoor Bowls Association Inc
Redcliffe Leagues Club
Richardson's Jewellers & Watchmakers
Ron Jelich
Storm Financial
Village Motors

SPONSORS

Ai Scientific
Bunnings Queensland
CADET Employment
Design Matters
Designs4U
Inspiration Unlimited
Joy Vagg Designs
JT Press
Ken Peters Camera House
Mr John Hodges, Courtyard Coffee Shop
Redcliffe City Council
Redcliffe-Caboolture Health Service District
Schilling Consulting
The Golden Ox
The Sign Cellar
Welch Refrigeration and Air Conditioning
QML Pathology

Chairperson's Report - Dr Boris Chern

It is with a mixture of pride and satisfaction, I write the chairperson's report for the first Redcliffe Hospital Foundation Annual Report.

The fact that an annual report exist means that the Redcliffe Hospital Foundation is no longer a vision, or an aspiration, but it exists.

I would like to sincerely thank the board, and all our supporters, seed donors and general donors who made Redcliffe Hospital Foundation into a reality.

Redcliffe Hospital itself came into being 41 years ago because of the support of the local community and it is with "Partnering with Community" that the Foundation wishes to proceed to embark on programmes to enhance the health and well being of our community.

There has been many highlights in our first year, but perhaps the most gratifying is the support from the community and hospital staff that saw us in the black with the earned income to cover our running costs, and yet been able to launch many of our initiatives.

And whilst gratifying we recognise that this is only the start of a long journey and our goal is to build on what has been established in our first year.

Yours sincerely

Boris Chern
Chairperson
Redcliffe Hospital Foundation

Treasurer's Report - Mr Peter Zgrajewski

The 2005/2006 financial year, the first full year of operation of the Redcliffe Hospital Foundation, has been one of considerable success with regard to financial management and achievement.

The Foundation commenced the year with assets of \$31,500 largely from donations from the generous people in the Redcliffe/Caboolture area who saw the potential benefits for the community from a local hospital foundation. The 2005/2006 financial year has seen these assets increase to over \$137,000.

The Foundation has from the outset, been determined to self fund day to day operations. This is to ensure that donations to the Foundation are allocated in full to the enhancement of health and well being in the Redcliffe/Caboolture community which is the vision of the Redcliffe Hospital Foundation.

The used computer sales and the Bunnings Bar-B-Q are the two main projects that have allowed the Foundation to achieve the self funding of day to day operations

This result for 2005/2006 has been achieved during the process of establishing the Foundation office and setting up banking and financial systems and special thanks must go to the Foundation staff and volunteers who have made this year of outstanding achievement for a new Foundation possible.

Peter Zgrajewski
Treasurer

Achievements

At the end of our first year of operation it is a fantastic achievement to be able to say that we have been able to not only raise money to get the organisation established but to fund our present and future projects.

Although small in number our achievements will have an impact on our future and the future of the community within which we work. Our major achievement has been to start renovations on the Patients' Families Accommodation Project. Due for completion in November 2006, this building will house up to 10 people at a time in a share situation and allow them to be close to family members who are attending the hospital. The building will incorporate a disability access element on the ground floor and provide the basic needs for families on a short term basis.

One very sensitive project that we have established has been the "Pre-Term Babies Project". Unfortunately some families are affected by still birth. The families are unable to have any physical memory of their still born child. We have provided a digital camera and colour printer for the Maternity Ward at Redcliffe Hospital in order to have a photo produced for the family to have as a keepsake should they so desire.

The Foundation is paying for the training of 10 year 11 students from Redcliffe High Schools over the next two years as they undertake school based traineeships with us at the Redcliffe Hospital. There is also a trainee based at Kilcoy Hospital through this same initiative. Places have been found within the Business Unit; Finance & Corporate Services; Education & Training; Library; Quality & Safety; Hospital Administration Services and Community Administration Services. We hope to continue this project on an ongoing basis and allow many more young people to enter the health care profession via several areas. By investing in these young people from our local community we hope to be reaping future rewards through their return to the area after completing their education.

A direct result of the Work for the Dole Project is that the Foundation is able to donate computers to community groups that assist in promoting better health outcomes for their clients. The project allowed local long term unemployed persons to learn computer skills that may lead to future employment. This project ran from August 2005 to August 2006 and has had approximately 60 participants; 4 of whom have been able to gain employment as a direct result of participating in this project. The participants work on ex-Redcliffe-Caboolture Health Service District computers and make them viable of re-sale. We have sold nearly 200 computers to staff and family members of staff within the Redcliffe-Caboolture Health District Service.

One of the Foundation's purposes is to promote a healthier community through education, to this end we have launched Staff Initiatives which enable staff within the Redcliffe-Caboolture Health Service District to access funding for Educational Scholarships; Health & Medical Research; Training & Professional Development and Equipment Provision, Facilities & Supplies Enhancement. We see this as an investment in the future of the Health Service Staff. By assisting staff to continue their education and training we are helping to ensure that staff remains within the district. Many of the staff who apply for this funding are currently working in departments which do not have funding available to them.

Alphegé Browne
Foundation Manager

Donations from Individuals & Businesses

\$5,000 and over

Carmel Bullivant
Peter Bunney
Graham Lawyers

Halley Homes Pty Ltd
Ron Jelich Professional Planning
Stefan Pty Ltd

\$1,000 to \$4,999

Ruby Heinrich
Erica Juster
Allan Sutherland
Robert Turner
Peter Zgrajewski
Bunnings Warehouse Rothwell
Charmlaw Pty Ltd

Courtyard Coffee Shop
FB Nominees
Mancorp Development Group
Peninsula Chapter – Order of the Eastern Star
Quota International
Redcliffe & District Medical Association
Vlaherina Pty Ltd

\$500 to \$ 999

Maurice Doo
Marle Juster
Andrew O'Brien

John O'Keefe
Drinx Pty Ltd – The Belvedere Hotel
Jack Beedham Exhaust & Brake

\$1 to \$499

Debbie Alexander
Gavin Brady
Alphegé Browne
Mark & Jacqueline Byrne
Joe Clapham
Robyn Cooper
Margaret Creed
JA & LC Dickson
Brian Ferguson
Theresa Gambaro
Madonna Hunt
Ray Hollis
Doug McClintock
Joan McGibbons
Joe & Kristi Minehan
Mary Montgomery

Terry O'Laughlin
Beverley Smith
Richard Suchowiecki
J A White
Carolyn Wilson
Bush Family Connections Neighbourhood Centre
Catholic Women's League – Redcliffe
City Sider Motor Inn
City Wide Plumbing
Henzell Street Quilters
Mega Meats Pty Ltd
Mikes Mitre 10
Redcliffe City Council
Redcliffe & District Ex-Service Women's Club
Torque Toyota

Payroll Deduction Donations

(This scheme was only launched in April 2006)

Redcliffe-Caboolture Health Service District Staff

Bequest Donations

Nicole Keng

In Memory Donations

In Memory of James Ewatt Martin

D & J Graham
R & P Wright

In Memory of Mrs Madden

D Madden

In Memory of Bob Adams

Margaret Constable
Sylvia Fourell

THE REDCLIFFE HOSPITAL FOUNDATION
(ABN 70 669 26 131)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

INDEX

Page	1.	Income Statement
	2.	Balance Sheet
	3.	Statement of Changes in Equity
	4.	Cash Flow Statement
	5. - 9.	Notes to and Forming Part of the Financial Statements
	10.	Statement by the Management Committee
	11. - 12	Independent Audit Report

This financial report covers The Redcliffe Hospital Foundation as an individual entity.

Principal place of business:

108 Anzac Avenue
Redcliffe Hospital
Redcliffe QLD 4025

REDCLIFFE HOSPITAL FOUNDATION**INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006**

	Note	2006 \$	2005 \$
Revenue	2	229,160	59,125
Other expenses	3	(124,922)	(27,526)
		<hr/>	<hr/>
Profit for the year		104,238	31,599
		<hr/>	<hr/>

The accompanying notes form part of these financial statements.

REDCLIFFE HOSPITAL FOUNDATION

**BALANCE SHEET
AS AT 30 JUNE 2006**

	Note	2006 \$	2005 \$
CURRENT ASSETS			
Cash and cash equivalents	4	133,811	30,931
Trade and other receivables	5	8,476	668
Other current assets	6	1,784	-
		<hr/>	<hr/>
TOTAL CURRENT ASSETS		144,071	31,599
		<hr/>	<hr/>
CURRENT LIABILITIES			
Trade and other payables	7	8,234	-
		<hr/>	<hr/>
TOTAL CURRENT LIABILITIES		8,234	-
		<hr/>	<hr/>
NET ASSETS		135,837	31,599
		<hr/>	<hr/>
EQUITY			
Retained earnings		135,837	31,599
		<hr/>	<hr/>
TOTAL EQUITY		135,837	31,599
		<hr/>	<hr/>

The accompanying notes form part of these financial statements.

REDCLIFFE HOSPITAL FOUNDATION**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2006**

	Retained earnings \$
Balance at 1 July 2004	-
Profit for the year	31,599
	<hr/>
Balance at 30 June 2005	31,599
Profit for the year	104,238
	<hr/>
Balance at 30 June 2006	135,837
	<hr/>

The accompanying notes form part of these financial statements.

REDCLIFFE HOSPITAL FOUNDATION

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2006**

	Note	2006 \$	2005 \$
<i>Cash flows from operating activities</i>			
Receipts from operations		240,669	59,125
Payments to suppliers		(142,502)	(28,194)
Interest received		4,712	-
		<hr/>	<hr/>
Net cash flow from operating activities	8	102,880	30,931
		<hr/>	<hr/>
Net increase in cash held		102,880	30,931
Cash at the beginning of the year		30,931	-
		<hr/>	<hr/>
Cash at the end of the year	4	133,811	30,931
		<hr/>	<hr/>

The accompanying notes form part of these financial statements.

REDCLIFFE HOSPITAL FOUNDATION

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006

1. STATEMENT OF ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Urgent Issues Group Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the requirements of the *Financial Administration and Audit Act 1977*.

The financial report of The Redcliffe Hospital Foundation (the foundation) complies with all Australian equivalents to International Financial Reporting Standards (AeIFRS) in their entirety.

Basis of Preparation

First-time Adoption of Australian equivalents to International Financial Reporting Standards

The foundation has prepared financial statements in accordance with the Australian equivalents to International Financial Reporting Standards (AeIFRS) from 1 July 2005.

There were no material adjustments arising on the transition to AeIFRS. These financial statements of the foundation are the first to be prepared in accordance with AeIFRS.

The accounting policies set out below have been consistently applied to all years presented. The foundation has however elected to adopt the exemptions available under AASB 1 relating to AASB 132: Financial Instruments: Disclosure and Presentation, and AASB 139: Financial Instruments: Recognition and Measurement. Changes to or amendments to existing accounting standards since the previous reporting period would not have a material impact on the financial statements of the foundation.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on the historical costs convention.

The financial statements are presented in Australian dollars which is the foundation's functional and presentation currency.

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

(a) Cash and cash equivalents

For the purpose of the cash flow statement, cash includes cash on hand and in banks, and other short-term highly liquid investments with original maturities of three months or less, net of outstanding bank overdrafts.

REDCLIFFE HOSPITAL FOUNDATION

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

1. STATEMENT OF ACCOUNTING POLICIES (Continued)

(b) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense.

Receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the balance sheet.

Cash flows are included in the cash flow statement on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(c) Trade and other payables

These amounts represent liabilities for goods and services provided to the foundation prior to the end of the financial year and which are unpaid. The amounts are unsecured and usually payable within 30 days of recognition.

(d) Comparatives

Comparative figures have been adjusted to conform with changes in presentation for the current financial year.

Critical Accounting Estimates and Judgements

The board evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current knowledge. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the foundation.

No critical accounting estimates or judgements have been made in the preparation of these financial statements.

	2006	2005
	\$	\$
2. REVENUE		
Interest	4,712	-
Donations	81,352	5,000
Fund raising income	91,649	54,125
Re-imbursments	5,526	-
Sales revenue	44,521	-
Bequest income	1,400	-
	<hr/>	<hr/>
	229,160	59,125
	<hr/>	<hr/>

REDCLIFFE HOSPITAL FOUNDATION

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

	2006	2005
	\$	\$
3. OTHER EXPENSES		
Audit fees	3,000	-
Advertising	3,546	-
Bank charges	1,059	173
Equipment purchases	9,775	-
Fund raising expenses	26,908	20,766
Insurance	1,946	-
Miscellaneous expenses	19,366	292
Printing and stationery	3,959	4,903
Repairs and maintenance	165	182
Salaries	48,347	-
Telephone expenses	2,306	81
Work for the Dole expenses	4,545	1,129
	<hr/>	<hr/>
	124,922	27,526
	<hr/>	<hr/>
No other benefits were received by auditors.		
4. CASH AND CASH EQUIVALENTS		
Operating account	36,104	11,503
Donations account	97,707	19,428
	<hr/>	<hr/>
	133,811	30,931
	<hr/>	<hr/>
5. TRADE AND OTHER RECEIVABLES		
Trade debtors	8,000	-
Accrued interest	476	-
GST receivable	-	668
	<hr/>	<hr/>
	8,476	668
	<hr/>	<hr/>
6. OTHER CURRENT ASSETS		
Prepayments	1,784	-
	<hr/>	<hr/>
7. TRADE AND OTHER PAYABLES		
Accrual creditors	6,330	-
GST payable	1,904	-
	<hr/>	<hr/>
	8,234	-
	<hr/>	<hr/>

REDCLIFFE HOSPITAL FOUNDATION

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

	2006 \$	2005 \$
8. RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES TO PROFIT FOR THE YEAR		
Profit for the year	104,238	31,599
Changes in operating assets and liabilities		
Increase in trade and other debtors	(7,808)	(668)
Increase in trade and other creditors	8,234	-
Increase in prepayments	(1,784)	-
	<hr/>	<hr/>
Net cash provided by operating activities	102,880	30,931
	<hr/>	<hr/>

9. FINANCIAL INSTRUMENTS

Financial Risk Management

The foundation's financial instruments consist mainly of deposits with banks, local money market instruments, accounts receivable and payable.

The main risks the foundation is exposed to through its financial instruments is credit risk and interest risk.

Credit risk

The maximum exposure to credit risk at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the balance sheet and notes to the financial statements.

Interest rate risk

The foundation's exposure to interest rate risk and the effective interest rates of financial assets and liabilities, both recognised and unrecognised at the balance date are as follows:

2006	Weighted average interest rate %	Floating interest rate \$	Non interest bearing \$	Total \$
(i) Financial assets				
Cash	4.50	133,511	300	133,811
Receivables	-	-	8,476	8,476
		<hr/>	<hr/>	<hr/>
Total financial assets		133,511	8,776	142,287
		<hr/>	<hr/>	<hr/>
(ii) Financial liabilities				
Payables	-	-	8,234	8,234
		<hr/>	<hr/>	<hr/>
Total financial liabilities		-	8,234	8,234
		<hr/>	<hr/>	<hr/>

REDCLIFFE HOSPITAL FOUNDATION

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

9. FINANCIAL INSTRUMENTS (Continued)

	Weighted average interest rate	Floating interest rate	Non interest bearing	Total
<i>2005</i>				
(i) Financial assets				
Cash	4.50	30,631	300	30,931
Receivables	-	-	668	668
		<hr/>	<hr/>	<hr/>
Total financial assets		30,631	968	31,599
		<hr/>	<hr/>	<hr/>
(ii) Financial liabilities				
Payables	-	-	-	-
		<hr/>	<hr/>	<hr/>
Total financial liabilities		-	-	-
		<hr/>	<hr/>	<hr/>

The net fair value of financial assets and liabilities approximate their carrying amounts.

10. SEGMENT REPORTING

The foundation operates in one business and geographical segment.

11. EVENTS SUBSEQUENT TO REPORTING DATE

The foundation has entered into an agreement with Queensland Health to refurbish the Redcliffe Hospital Lodge. Since 30 June 2006 work has commenced on this project and costs are estimated to be \$150,000.00.

Other than the disclosure noted above no event has arisen that would be likely to materially effect the operations for the foundation or the state of affairs of the foundation not otherwise disclosed in the financial statements.

The Redcliffe Hospital Foundation

Statement by the Management Committee

For the year ended 30 June 2006

These general purpose financial statements have been prepared pursuant to section 46F (1) of the *Financial Administration and Audit Act 1977 (the Act)*, and other prescribed requirements. In accordance with section 46F (3) of the Act, we certify that in our opinion:

- (a) the prescribed requirements for establishing and keeping the accounts have been complied with in all material respects; and
- (b) the statements have been drawn up so as to present a true and fair view, in accordance with prescribed accounting standards, of the transactions of the Redcliffe Hospital Foundation for the financial year ended 30 June 2006, and of the financial position at the end of that year.



Chairperson



Treasurer

Date: 9-10-2006

Date: 9-10-2006

INDEPENDENT AUDIT REPORT

To The Board of The Redcliffe Hospital Foundation

Scope

The Financial Report

The financial report of The Redcliffe Hospital Foundation consists of the income statement, balance sheet, statement of changes in equity, cash flow statement, notes to and forming part of the financial statements and certificate given by the Chairperson and Treasurer of The Redcliffe Hospital Foundation, for the year ended 30 June 2006.

The Board's Responsibility

The Board is responsible for the preparation and true and fair presentation of the financial report, 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.

Audit Approach

As required by law, an independent audit has been conducted in accordance with *QAO Auditing Standards* to enable me to provide an independent opinion whether in all material respects the financial statements are presented fairly, in accordance with the prescribed requirements, including any mandatory financial reporting requirements as approved by the Treasurer for application in Queensland.

Audit procedures include –

- examining information on a test/sample basis to provide evidence supporting the amounts and disclosures in the financial report,
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of the significant accounting estimates made by the Board,
- obtaining written confirmation regarding material representations made in conjunction with the audit, and
- reviewing the overall presentation of information in the financial report.

Independence

The *Financial Administration and Audit Act 1977* promotes the independence of the Auditor-General and QAO authorised auditors.

The Auditor-General is the auditor of all public sector entities and can only be removed by Parliament.

The Auditor-General may conduct an audit in any way considered appropriate and is not subject to direction by any person about the way in which powers are to be exercised.

The Auditor-General has for the purposes of conducting an audit, access to all documents and property and can report to Parliament matters which in the Auditor-General's opinion are significant.

Qualification

As is common for organisations of this type, it is not practicable to maintain an effective system of internal control over donation income until initial entry in the accounting records. Accordingly, our audit in relation to these activities was limited to amounts recorded. As a result I am unable to express an opinion on whether all donation revenue received by the Foundation has been brought to account and recorded in the Income Statement.

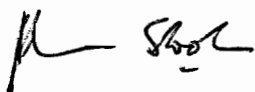
Qualified Audit Opinion

In my opinion except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitation discussed in the qualification paragraph not existed the financial statements have been prepared in accordance with section 46G of the *Financial Administration and Audit Act 1977* –

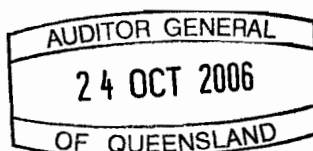
- (a) I have received all the information and explanations which I have required; and
- (b) in my opinion -
 - (i) the prescribed requirements in respect of the establishment and keeping of accounts have been complied with in all material respects; and
 - (ii) the statements have been drawn up so as to present a true and fair view, in accordance with prescribed accounting standards of the transactions of The Redcliffe Hospital Foundation for the financial year 1 July 2005 to 30 June 2006 and of the financial position as at the end of that year.

Emphasis of matter

While the Redcliffe Hospital Foundation has complied with prescribed requirements in all material respects, apart from the qualification paragraph above, your attention is drawn to the following matter. The requirement in *s.46FA of the Financial Administration and Audit Act 1977* in relation to the completion and audit of the financial statements within three months of the end of the financial year has not been met by the Foundation. However, this has had no material effect on the information presented in the financial statements.



G G POOLE FCPA
Auditor-General of Queensland



Queensland Audit Office
Brisbane



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