

# MHA Care Limited

(Formerly Moira Healthcare Alliance Inc.)



## **Audited Statement of Accounts 2013/14**

MHA Care 22 Orr Street, (PO Box 376), Yarrawonga Vic 3730  
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ABN 90 463 327 686

**MHA CARE LIMITED**  
**(FORMERLY MOIRA HEALTHCARE ALLIANCE INC)**  
**A.B.N. 90 463 327 686**

**BOARD REPORT**

The Board of Directors submit this report on the company for the financial year ended 30 June 2014.

**Directors**

- Mr Bruce Pigdon
- Mr Jock McPherson
- Cr Alex Monk
- Mrs Margi Cameron
- Ms Bernadette Brooks
- Mr Dale Brooks
- Mrs Jennie Gould (Resigned 3/7/13)
- Mrs Anne O'Connor (resigned 28/10/13)

**Principal Activities**

The principal activities of the company during the year were the provision of Home & Community Services and Aged Care Services across the Moira Shire. These services include home help, delivered meals, home and garden maintenance, personal care, respite care and planned activity groups.

**Operating Result**

The net profit from operations amounted to \$190,990 (2013: net loss \$36,846)

**Objectives**

The company's objectives are to:

- support people who are frail aged or have a disability to remain in their own home;
- support family or other primary care givers in their role; and
- operate the company in an effective, efficient and accountable manner.

**Strategies**

To achieve its stated objectives, the company has adopted the following strategies:

- building commercial sustainability and positioning the company for future shifts in Government funding;
- positioning the company as the preferred provider for home care clients; and
- being recognised as an employer of choice for flexible, dynamic and professional staff.

**Key Result Areas**

The company has identified a range of key result areas to ensure our objectives are achieved. Key result areas include; ensuring continuous improvement, funding and other accountability requirements are met, and a skilled and efficient workforce is maintained.

**Information on Directors**

**Mr Bruce Pigdon**

Chair

Qualifications: Company Director of Family owned business

Experience: Appointed Chair in 2011. Board member since 2005, Board Member Yarrowonga Health

Special Responsibilities: Member of the Audit Committee, Chair of the Yarrowonga Community Opportunity Shop Committee and member of the Quality and Risk Committee.

**Mr Jock McPherson**

Director

Qualifications: 50 years experience in local government administration.

Experience: Board member since 2004, Chair of Numurkah District Health.

Special Responsibilities: Member of the Audit Committee and the Yarrowonga Opportunity Shop Committee.

**Cr Alex Monk**

Director

Qualifications: Diploma Institute of Company Directors.

Experience: Appointed Company Secretary 2013, Board member since 2013, Councillor - Moira Shire Council

Special Responsibilities: Member of the Audit Committee.

**MHA CARE LIMITED**  
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**BOARD REPORT**

**Information on Directors (Continued)**

**Mrs Margi Cameron** Director  
Qualifications: Former Registered General Practitioner (GP)  
Experience: Appointed Deputy Chair in 2011. Board member since 2009  
Special Responsibilities: Chair of the Quality and Risk Committee.

**Ms Bernadette Brooks** Director  
Qualifications: Serving member of the Victorian Police.  
Experience: Board member since 2008, Board Member of Nathalia District Hospital.  
Special Responsibilities: Member of the Quality and Risk Committee.

**Mr Dale Brooks** Director  
Qualifications: Bachelor of Law/Arts (Hons), Senior Solicitor.  
Experience: Board member since 2013, Vice President of Cobram District Health  
Special Responsibilities: Chair of the Audit Committee and member of the Yarrawonga Opportunity Shop Committee.

**Meetings of Directors**

During the financial year, 11 meetings of directors were held. Attendances by each director were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
Mr Bruce Pigdon	11	11
Mr Jock McPherson	11	8
Cr Alex Monk	11	11
Ms Bernadette Brooks	11	9
Mr Dale Brooks	10	8
Mrs Margi Cameron	11	11
Mrs Anne O'Connor	4	4

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$50 each towards meeting any outstanding obligations of the entity. At 30 June 2014, the total amount that members of the company are liable to contribute if the company is wound up is \$300.

**Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2014 has been received and is attached to this report.

Signed in accordance with a resolution of the Board of Directors.



Mr Bruce Pigdon  
Chairperson

Dated: 29th day of September 2014

**MHA CARE LIMITED**  
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**AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C OF  
THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF MHA CARE LTD.**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2014 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

Name of the Firm : **Mogg Osborne Audit Pty Ltd**



Name of Partner: **Peter Thomas Mogg**

Date **22/09/2014**

Address: **40-44 High Street  
COBRAM VIC 3644**

**MHA CARE LIMITED**  
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**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Notes	2014 \$	2013 \$
<b>REVENUE FROM ORDINARY ACTIVITIES</b>			
Revenue from Ordinary Activities	2	5,130,189	4,646,046
<b>EXPENSES</b>			
Employee Benefits	3	3,360,342	3,245,675
Consultants and Contractors	3	468,488	380,626
Project Expenses	3	136,662	129,756
Community Care Packages	3	106,151	100,879
Property Expenses	3	140,445	117,095
Depreciation and Amortisation	3	151,127	150,637
Impairment of Property Held for Sale	3	-	96,695
Other Expenses from Ordinary Activities	3	575,984	461,529
		4,939,199	4,682,892
<b>NET RESULT FOR THE YEAR</b>		190,990	(36,846)

**MHA CARE LIMITED**  
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**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2014**

	Notes	2014 \$	2013 \$
<b>ASSETS</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	5	2,126,763	2,082,227
Trade and Other Receivables	6	265,986	173,166
Inventory	7	93,258	72,338
Property Held for Sale	8	-	200,000
<b>Total Current Assets</b>		<u>2,486,007</u>	<u>2,527,731</u>
<b>Non-Current Assets</b>			
Trade and Other Receivables	6	233,838	-
Property, Plant & Equipment	9	533,650	615,178
Intangibles	10	21,793	-
<b>Total Non-Current Assets</b>		<u>789,281</u>	<u>615,178</u>
<b>TOTAL ASSETS</b>		<u>3,275,288</u>	<u>3,142,909</u>
<b>LIABILITIES</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	11	569,448	722,405
Provisions	12	410,826	274,276
<b>Total Current Liabilities</b>		<u>980,274</u>	<u>996,681</u>
<b>Non-Current Liabilities</b>			
Provisions	12	83,646	125,850
<b>Total Non-Current Liabilities</b>		<u>83,646</u>	<u>125,850</u>
<b>TOTAL LIABILITIES</b>		<u>1,063,920</u>	<u>1,122,531</u>
<b>NET ASSETS</b>		<u>2,211,368</u>	<u>2,020,378</u>
<b>EQUITY</b>			
Reserves	13a	86,428	80,142
Retained Earnings	13b	2,124,940	1,940,236
<b>TOTAL EQUITY</b>		<u>2,211,368</u>	<u>2,020,378</u>

**MHA CARE LIMITED**  
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**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Notes	Opportunity Shop Funding Reserve \$	Retained Earnings \$	Total \$
<b>Balance at 01 July 2012</b>		99,406	1,957,818	2,057,224
Comprehensive Result for the year		-	(36,846)	(36,846)
Transfers to/(from) from Retained Earnings		(19,264)	19,264	-
<b>Balance at 30 June 2013</b>	13	80,142	1,940,236	2,020,378
Comprehensive Result for the year		-	190,990	190,990
Transfers to/(from) from Retained Earnings		6,286	(6,286)	-
<b>Balance at 30 June 2014</b>	13	86,428	2,124,940	2,211,368

**MHA CARE LIMITED**  
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**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2014**

	Notes	2014 \$	2013 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Receipts</b>			
Government Grants		3,118,552	3,311,820
Interest & Dividends		68,058	48,186
Other		1,581,662	1,679,993
<b>Payments</b>			
Employee Benefits		(3,241,294)	(3,140,503)
Other		(1,370,864)	(1,224,198)
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	14a	<u>156,114</u>	<u>675,298</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of Property, Plant & Equipment		(140,618)	(397,102)
Proceeds from Sale of Property, Plant and Equipment		51,363	46,818
Purchase of Intangibles		(22,323)	-
<b>NET CASH FLOWS FROM INVESTING ACTIVITIES</b>		<u>(111,578)</u>	<u>(350,284)</u>
<b>NET INCREASE/DECREASE IN CASH HELD</b>		44,536	325,014
<b>CASH AT BEGINNING OF FINANCIAL YEAR</b>		2,082,227	1,757,213
<b>CASH AT END OF FINANCIAL YEAR</b>	14b	<u>2,126,763</u>	<u>2,082,227</u>



**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 1: STATEMENT OF ACCOUNTING POLICIES**

The financial statements cover MHA Care Limited as an individual entity, incorporated and domiciled in Australia.

MHA Care Limited is a company limited by guarantee.

MHA Care Limited was formed as a result of the conversion of Moira Healthcare Alliance Inc (an incorporated association under the Associations Incorporation Reform Act 2012) into a public company limited by guarantee. Companies formed in this manner are taken to be the same body before and after its incorporation as a company limited by guarantee.

As a result these financial statements include comparative information which relates to the financial results of Moira Healthcare Alliance Inc.

The financial statements were authorised for issue on 29 September 2014 by the directors of the company.

The directors have prepared the financial statements on the basis that the company is a non reporting entity because there are no users who are dependent on its general purpose financial statements. These financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Corporations Act 2001. The company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements have been prepared in accordance with the mandatory Australian Accounting Standards applicable to registered charities reporting under the Australian Charities and Non-for-profits Commission Act 2012 and the significant accounting policies disclosed below, which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with those of previous periods unless stated otherwise.

The financial report has been prepared on an accruals basis and is based on historic costs with the exception of selected assets and liabilities for which the fair value basis of accounting has been applied.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

**(a) Revenue**

Grant revenue is recognised in profit or loss when the entity obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be measured reliably. If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

Donations are recognised as revenue when received.

Interest revenue is recognised as it accrues.

Revenue from the rendering of a service is recognised upon the delivery of the service to the customers.

**(b) Property, Plant and Equipment**

Each class of property, plant & equipment is carried at cost or fair value less, where applicable, any accumulated depreciation.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal.

The depreciable amount of all fixed assets are depreciated on a straight line basis over their useful lives to the company commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

**(c) Receivables**

Trade debtors are carried at nominal amounts due and are due for settlement within 30 days from the date of recognition. Collectability of debts is reviewed on an ongoing basis. A provision for doubtful debts is raised where doubt as to collection exists.

**(d) Inventories**

Inventories are measured at 70 percent of the ticketed price of Opportunity Shop inventory on hand at the end of the year. The movement in inventory is treated as a donation to the company.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 1: STATEMENT OF ACCOUNTING POLICIES (Cont.)**

**(e) Provision for Employee Leave Entitlements**

i. Wages, Salaries and Annual Leave

The provision for employee entitlements to wages, salaries and annual leave represents the amount which the company has a present obligation to pay resulting from employees' services provided up to the balance date. The provision has been

ii. Long Service Leave

The liability for employee's entitlements to long service leave represents the present value of the estimated future cash outflows to be made by the employer resulting from employees' services provided up to the balance date.

Liabilities for employee entitlements which are not expected to be settled within twelve months are discounted using the rates attaching to national government securities at balance date, which most closely match the terms of maturity of the related liabilities. In determining the liability for employee entitlements, consideration has been given to future increases in wage and salary rates, and the company's experience with staff departures. Related on-costs have also been included in the liability.

**(f) Income Tax**

No provision for income tax has been raised as the entity is exempt from income tax under Div 50 of the Income Tax Assessment Act 1997.

**(g) Non-Current Assets**

The carrying amounts of all non-current assets are reviewed at least annually to determine whether they are in excess of their recoverable amount. If the carrying amount of a non-current asset exceeds the recoverable amount, the asset is written down to the lower value. In assessing recoverable amounts the relevant cash flows have not been discounted to their present value.

**(h) Goods and Services Tax**

Revenues, expenses and assets are recognised net of GST except for receivables and payables which are stated with the amount of GST included and except where the amount of GST incurred is not recoverable, in which case GST is recognised as part of the cost of acquisition of an asset or part of an item of expense or revenue. GST receivable from and payable to the Australian Taxation Office (ATO) is included in the statement of financial position. The GST component of a receipt or payment is recognised on a gross basis in the statement of cash flows.

**(i) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

**(j) Property held for Sale**

Property is regarded as being held for sale upon determination of the Board and when it is highly probable that the asset's sale is likely to be completed within 12 months from the date of the determination.

Property classified as held for sale is treated as a current asset and is measured at the lower of the carrying amount and the fair value less costs to sell. Property held for sale is not subject to depreciation.

**(k) Intangibles**

Software is recorded at cost. It has a finite life and is carried at cost less accumulated amortisation and any impairment losses. Software has an estimated useful life of between one and three years. It is assessed annually for impairment.

**(l) Comparative Information**

Where necessary the previous year's figures have been reclassified to facilitate comparisons.

**(l) New Accounting Standards for Application in future accounting periods**

There are a number of new accounting standards for application in future accounting periods none of which have mandatory application to the company. It is therefore expected that these standards will not have any significant impact on the company's financial statements

**MHA CARE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

<b>NOTE 2: REVENUE</b>	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
Government Grants		
State Government		
Operating	2,685,520	2,205,771
Capital	34,794	100,000
Local Government	329,008	298,000
Commonwealth Government	303,755	343,352
Total Government Grants	<u>3,353,077</u>	<u>2,947,123</u>
Client Fees	538,987	556,805
External Agency Purchases	855,184	795,024
Donations	31,651	27,640
Opportunity Shop	248,789	201,104
Movement in Stock Value Opportunity Shop	20,920	5,717
Interest and Dividends	61,653	66,967
Profit/(Loss) on Disposal of Assets - refer Note 4	13,652	9,414
Other Income	6,276	36,252
	<u>5,130,189</u>	<u>4,646,046</u>
<b>Total Revenue from Ordinary Activities</b>	<u>5,130,189</u>	<u>4,646,046</u>

**NOTE 3: EXPENDITURE**

Employee Benefits		
Salaries and Wages inc Employee Provisions	2,949,262	2,842,056
Superannuation	270,848	277,671
Workcover	58,588	66,752
Other Employee Benefits	81,644	59,196
Consultancies and Contractors		
Delivered Meals	301,468	315,445
Other Contractors	167,020	65,181
Project Expenses	136,662	129,756
Community Care Packages	106,151	100,879
Property Expenses	140,445	117,095
Depreciation and Amortisation		
Buildings	1,026	2,187
Plant & Equipment	57,139	65,459
Motor Vehicles	92,432	82,991
Software	530	-
Impairment of Property Held for Sale	-	96,695
Other Expenses		
Travel	222,162	160,585
Motor Vehicles	78,940	58,498
Telephone	34,730	31,968
Advertising	3,001	3,209
Postage & Freight	12,576	10,926
Computer Costs	30,281	37,746
Opportunity Shop Expenses	17,381	17,297
Bad & Doubtful Debts	-	2,870
Auditors Remuneration	10,468	16,275
Other Expenses	166,445	122,155
<b>Total Expenses</b>	<u>4,939,199</u>	<u>4,682,892</u>

**MHA CARE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

<b>NOTE 4: PROFIT/(LOSS) ON DISPOSAL OF ASSETS</b>	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<b>Property Plant &amp; Equipment</b>		
Proceeds from Disposal of Assets	51,364	46,818
Less: Written-Down value of Assets Sold	(71,550)	(37,404)
Net Profit/(Loss) on Disposal	(20,186)	9,414
<b>Property Held for Sale</b>		
Proceeds from Disposal of Assets	233,838	-
Less: Written-Down value of Assets Sold	(200,000)	-
Net Profit/(Loss) on Disposal	33,838	-
	13,652	9,414

**NOTE 5: CASH AND CASH EQUIVALENTS**

Cash at Bank	2,125,895	2,080,502
Cash on Hand	868	1,725
	2,126,763	2,082,227

**NOTE 6: TRADE AND OTHER RECEIVABLES**

<b>CURRENT</b>		
Client Fees	240,142	141,217
Prepayments	300	-
Accrued Investment Income	27,544	33,949
	267,986	175,166
Less: Provision for Doubtful Debts	2,000	2,000
Total Current	265,986	173,166
<b>NON-CURRENT</b>		
Sundry Receivables (a)	233,838	-
Total Non-Current	233,838	-
Total Receivables	499,824	173,166

(a) Sundry Receivables relates to amount receivable under a contract of sale of property with settlement due to take place in January 2016.

**NOTE 7: INVENTORY**

Opportunity Shop (a)	93,258	72,338
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(a) Please refer to note 1(d) inventories.

**NOTE 8: PROPERTY HELD FOR SALE**

Land & Buildings	-	200,000
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**Movement during the Year**

Opening Balance	200,000	-
Transfer from Property, Plant & Equipment	-	296,695
Impairment to Fair Value less costs to sell	-	(96,695)
Disposal of Property	(200,000)	-
Closing Balance	-	200,000

**MHA CARE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

<b>NOTE 9: PROPERTY, PLANT &amp; EQUIPMENT</b>	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
At Cost		
Land	45,000	45,000
Buildings	41,055	41,055
Less Accumulated Depreciation	<u>(5,141)</u>	<u>(4,115)</u>
	35,914	36,940
Furniture & Equipment	484,556	467,253
Less Accumulated Depreciation	<u>(356,307)</u>	<u>(311,138)</u>
	128,249	156,115
Motor Vehicles	611,389	605,300
Less Accumulated Depreciation	<u>(286,902)</u>	<u>(228,177)</u>
	324,487	377,123
<b>Total Plant &amp; Equipment at Cost</b>	<u><b>533,650</b></u>	<u><b>615,178</b></u>

*Reconciliations of the carrying amounts of each class of plant & equipment at the beginning and end of the current financial year is set out below.*

	<b>Land</b>	<b>Buildings</b>	<b>Furniture &amp; Equipment</b>	<b>Motor Vehicles</b>	<b>Total</b>
		<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2012</b>	266,000	114,822	104,804	217,186	702,812
Additions	-	-	116,770	280,332	397,102
Transfer to Property Held for Sale	(221,000)	(75,695)	-	-	(296,695)
Disposals at WDV	-	-	-	(37,404)	(37,404)
Depreciation and Amortisation expense	-	(2,187)	(65,459)	(82,991)	(150,637)
<b>Balance at 30 June 2013</b>	45,000	36,940	156,115	377,123	615,178
Additions	-	-	29,273	111,346	140,619
Disposals at WDV	-	-	-	(71,550)	(71,550)
Depreciation and Amortisation expense	-	(1,026)	(57,139)	(92,432)	(150,597)
<b>Balance at 30 June 2014</b>	45,000	35,914	128,249	324,487	533,650

**NOTE 10: INTANGIBLES**

Software	22,323	-
Less Accumulated Amortisation	<u>(530)</u>	<u>-</u>
	21,793	-

**NOTE 11: TRADE AND OTHER PAYABLES**

<b>CURRENT</b>		
Trade Creditors	143,846	69,668
Accrued Wages	92,074	72,552
GST Payable	24,933	41,467
PAYG Payable	27,436	22,256
Other Payables	2,277	2,099
Monies Held in Trust	<u>3,969</u>	<u>4,925</u>
	294,535	212,967
Grants in Advance	<u>274,913</u>	<u>509,438</u>
	569,448	722,405

**MHA CARE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

<b>NOTE 12: PROVISIONS</b>	<b>2014</b>	<b>2013</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Annual Leave	224,122	185,394
Long Service Leave (a)	186,704	88,882
	<u>410,826</u>	<u>274,276</u>
<b>NON-CURRENT</b>		
Long Service Leave	<u>83,646</u>	<u>125,850</u>
<b>TOTAL PROVISIONS</b>	<u>494,472</u>	<u>400,126</u>

(a) \$42,204.95 of Long Service Leave Provision has been moved from Non-Current to Current in 2013/14

**NOTE 13: EQUITY AND RESERVES**

**(a) Opportunity Shop Funding Reserve**

Balance at Beginning of Reporting Period	80,142	99,406
Profits Allocated from Retained Earnings	49,286	55,667
Profits distributed to other Community Organisations	(43,000)	(74,930)
Balance at the end of the reporting period	<u>86,428</u>	<u>80,142</u>

**(b) Retained Earnings**

Retained Earnings at the beginning of the reporting period	1,940,236	1,957,818
Net Result for the year	190,990	(36,846)
Transfer to Opportunity Shop Funding Reserve	(6,286)	19,264
Retained Earnings at the end of the reporting period	<u>2,124,940</u>	<u>1,940,236</u>

**NOTE 14: RECONCILIATION OF NET RESULT FOR THE YEAR TO NET CASH FLOWS FROM OPERATING ACTIVITIES**

**a) Reconciliation of net cash used in operating result**

Net Profit/(Loss)	190,990	(36,846)
<i>Non-Cash Movements</i>		
Depreciation and amortisation	151,127	150,637
Impairment of Property Held for Sale	-	96,695
(Profit)/Loss on disposal of Property, Plant & Equipment	(13,652)	(9,414)
<i>Movements in assets and liabilities</i>		
Increase/(Decrease) in Payables	(152,957)	403,038
Increase/(Decrease) in Provisions	94,346	32,518
Increase/(Decrease) in Inventory	(20,920)	(5,717)
Decrease/(Increase) in Receivables	(92,820)	44,387
Net Cash From Operating Activities	<u>156,114</u>	<u>675,298</u>

**b) Reconciliation of cash**

Cash at the end of the financial year as shown in the Cash Flow Statement is reconciled to the related items in the Balance Sheet as follows:

Cash on Hand	868	1,725
Cash at Bank	<u>2,125,895</u>	<u>2,080,502</u>
	<u>2,126,763</u>	<u>2,082,227</u>

**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2014**

**NOTE 15: CONTINGENT ASSETS AND CONTINGENT LIABILITIES**

The are no known contingent assets or contingent liabilities for the organisation.

**NOTE 16: EVENTS OCCURRING AFTER REPORTING DATE**

Since 30 June 2014 no matter or circumstance has arisen which has significantly affected, or which may significantly affect, the operations of the organisation.

**NOTE 17: MEMBERS' GUARANTEE**

The company is incorporated under the Corporations Act 2001 and is a company limited by guarantee. If the company is wound up, the constitution states that each member is required to contribute a maximum of \$50 towards meeting any outstanding obligations of the entity. At 30 June 2014, the number of members was 6.

**NOTE 18: ENTITY DETAILS**

The registered office of the company is:

MHA Care Limited  
22 Orr Street  
Yarrowonga 3730

**MHA CARE LIMITED**  
**(FORMERLY MOIRA HEALTHCARE ALLIANCE INC)**  
**A.B.N. 90 463 327 686**

**DECLARATION BY THE BOARD**

The Board of MHA Care Limited declare that:

1. The financial statements and notes:
  - (a) present fairly the organisation's financial position as at 30 June 2014 and its performance and cash flows for the year ended on that date in accordance with the accounting policies described in Note 1; and
2. In the Board's opinion there are reasonable grounds to believe that the organisation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board

Dated this 29th day of September 2014



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Mr Bruce Pigdon  
Chairperson



**MHA CARE LIMITED**  
**(FORMERLY MOIRA HEALTHCARE ALLIANCE INC)**  
**A.B.N. 90 463 327 686**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MHA CARE LTD.**

***Report on the Financial Report***

We have audited the accompanying financial report, being a special purpose financial report, of MHA Care Limited, which comprises the statement of financial position as at 30th June 2014, the statement of comprehensive income for the year then ended, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the Board of Directors assertion statement.

***Directors' Responsibility for the Financial Report***

Board of Directors are responsible for the preparation and fair presentation of the financial report and have determined that the basis of preparation described in Note 1 is appropriate to meet the requirements of the Div 60 of Australian Charities and Non-for-profits Commission Act 2012 and the needs of the members. The Board's responsibility also includes such internal control as Board of Directors determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Association's preparation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board of Directors, as well as evaluating the overall presentation of the financial report.

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

***Independence***

In conducting our audit, we have complied with the independence requirements of the Australian Charities and Non-for-profits Commission Act 2012 . We confirm that the independence declaration required by the Australian Charities and Non-for-profits Commission Act 2012 , which has been given to the directors of MHA Care Ltd. would be in the same terms if given to the directors as at the time of this auditor's report.

**MHA CARE LIMITED**  
**(FORMERLY MOIRA HEALTHCARE ALLIANCE INC)**  
**A.B.N. 90 463 327 686**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MHA CARE LTD.**

***Opinion***

In our opinion, the financial report of MHA Care Limited is in accordance with the Corporations Act

- (i) giving a true and fair view of the company's financial position as at 30th June 2014 and of its performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards and Div 60 of Australian Charities and Non-for-profits Commission Regulation 2013 to the extent described in Note 1.

***Basis of accounting***

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Board of Directors reporting responsibilities. As a result, the financial report may not be suitable for another purpose.



Auditor's signature: -----

Auditor                    **Peter Thomas Mogg**

Name of firm            **Mogg Osborne Audit Pty Ltd**

Address:                 **40-44 High Street  
Cobram VIC 3644**

Dated this 29th day of September 2014