



INDEPENDENT AUDITOR'S REPORT

Northern NSW Local Health District

To Members of the New South Wales Parliament

I have audited the accompanying financial statements of the Northern NSW Local Health District (the District), which comprise the statement of financial position as at 30 June 2013, the statement of comprehensive income, the statement of changes in equity, the statement of cash flows and service group statements for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information of the District and the consolidated entity. The consolidated entity comprises the District and the entities it controlled at the year's end or from time to time during the financial year.

Opinion

In my opinion, the financial statements:

- give a true and fair view of the financial position of the District and the consolidated entity, as at 30 June 2013, and of the financial performance and the cash flows for the year then ended in accordance with Australian Accounting Standards
- are in accordance with section 45E of the *Public Finance and Audit Act 1983* (the PF&A Act) and the Public Finance and Audit Regulation 2010.

My opinion does not extend to the budget information. I have not audited the budget figures disclosed in the statement of comprehensive income, statement of financial position and statement of cash flows.

My opinion should be read in conjunction with the rest of this report.

Chief Executive's Responsibility for the Financial Statements

The Chief Executive is responsible for the preparation of the financial statements that give a true and fair view in accordance with Australian Accounting Standards and the PF&A Act, and for such internal control as the Chief Executive determines is necessary to enable the preparation of financial statements that give a true and fair view and that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial statements based on my audit. I conducted my audit in accordance with Australian Auditing Standards. Those standards require that I comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view 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 the Chief Executive, as well as evaluating the overall presentation of the financial statements.

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

My opinion does *not* provide assurance:

- about the future viability of the District or the consolidated entity
- that they have carried out their activities effectively, efficiently and economically
- about the effectiveness of their internal control
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about other information that may have been hyperlinked to/from the financial statements.

Independence

In conducting my audit, I have complied with the independence requirements of the Australian Auditing Standards and relevant ethical pronouncements. The PF&A Act further promotes independence by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies, but precluding the provision of non-audit services, thus ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by the possibility of losing clients or income.



Peter Coulogeorgiou
Director, Financial Audit Services

6 September 2013
SYDNEY

**Northern NSW Local Health District
Certification of the Parent/Consolidated Financial Statements
for the year ended 30 June 2013**

Pursuant to Section 45F of the *Public Finance and Audit Act 1983*, I state:

- 1) The financial statements of the Northern NSW Local Health District for the year ended 30 June 2013 have been prepared in accordance with:
 - a) Australian Accounting Standards (which include Australian Accounting Interpretations)
 - b) the requirements of the *Public Finance and Audit Act 1983*, the *Public Finance and Audit Regulations 2010* and the Treasurer's Directions;
 - c) the Financial Reporting Code for NSW General Government Sector Entities.
- 2) The financial statements exhibit a true and fair view of the financial position and the financial performance of the Northern NSW Local Health District; and
- 3) There are no circumstances which would render any particulars in the accounts to be misleading or inaccurate.



Christopher Crawford
Chief Executive
5 September 2013

Northern NSW Local Health District
Statement of Comprehensive Income for the year ended 30 June 2013

PARENT			CONSOLIDATION			
Actual	Budget Unaudited	Actual	Notes	Actual	Budget Unaudited	Actual
2013	2013	2012		2013	2013	2012
\$000	\$000	\$000		\$000	\$000	\$000
Expenses excluding losses						
Operating Expenses						
			3	375,592	372,194	354,768
365,307	361,695	336,233	4	-----	-----	-----
61,082	58,093	58,945		61,082	58,093	58,945
171,591	170,845	171,830	5	171,591	170,845	171,830
19,764	20,006	18,006	2(i), 6	19,764	20,006	18,006
5,992	4,364	3,255	7	5,992	4,364	3,255
23	23	43	8	23	23	43
623,759	615,026	588,312		634,044	625,525	606,847
Revenue						
514,336	514,330	459,067	2(d)	514,336	514,330	459,067
25,072	25,587	17,802	2(d)	25,072	25,587	17,802
			2(a)(ii), 12	10,285	10,499	18,535
57,971	61,723	90,904	9	57,971	61,723	90,904
694	235	551	10	694	235	551
23,298	16,084	24,519	11	23,298	16,084	24,519
735	621	998	13	735	621	998
622,106	618,580	593,841		632,391	629,079	612,376
165	(255)	(230)	14	165	(255)	(230)
(224)	(296)	(970)	15	(224)	(296)	(970)
(1,712)	3,003	4,329	31	(1,712)	3,003	4,329
Other Comprehensive Income						
Items that will not be reclassified to net result						
Net Increase/(Decrease) in Property, Plant &						
3,163	-----	5,731		3,163	-----	5,731
3,163	-----	5,731		3,163	-----	5,731
1,451	3,003	10,060		1,451	3,003	10,060

The accompanying notes form part of these financial statements.

**Northern NSW Local Health District
Statement of Financial Position as at 30 June 2013**

PARENT			CONSOLIDATION			
Actual	Budget Unaudited	Actual	Notes	Actual	Budget Unaudited	Actual
2013 \$000	2013 \$000	2012 \$000		2013 \$000	2013 \$000	2012 \$000
ASSETS						
Current Assets						
9,508	13,046	18,626	18	9,508	13,046	18,626
15,832	15,694	15,644	19	15,832	15,694	15,644
1,900	1,826	1,826	20	1,900	1,826	1,826
27,240	30,566	36,096		27,240	30,566	36,096
----	175	175	22	----	175	175
27,240	30,741	36,271		27,240	30,741	36,271
Non-Current Assets						
7	----	31	19	7	----	31
Property, Plant and Equipment						
368,254	376,601	364,733	21	368,254	376,601	364,733
28,267	18,745	19,492	21	28,267	18,745	19,492
10,740	10,671	11,160	21	10,740	10,671	11,160
407,261	406,017	395,385		407,261	406,017	395,385
407,268	406,017	395,416		407,268	406,017	395,416
434,508	436,758	431,687		434,508	436,758	431,687
LIABILITIES						
Current Liabilities						
45,941	47,989	46,703	24	45,941	47,989	46,703
336	----	482	25	336	----	482
49,501	47,601	47,078	26	49,501	47,601	47,078
15	2	2	27	15	2	2
95,793	95,592	94,265		95,793	95,592	94,265
Non-Current Liabilities						
----	336	336	25	----	336	336
295	294	297	26	295	294	297
167	730	731	27	167	730	731
462	1,360	1,364		462	1,360	1,364
96,255	96,952	95,629		96,255	96,952	95,629
338,253	339,806	336,058		338,253	339,806	336,058
EQUITY						
7,812	5,731	5,731		7,812	5,731	5,731
330,441	334,075	330,327		330,441	334,075	330,327
338,253	339,806	336,058		338,253	339,806	336,058

The accompanying notes form part of these financial statements.

Northern NSW Local Health District
Statement of Changes in Equity for the year ended 30 June 2013

PARENT AND CONSOLIDATION	Notes	Accumulated Funds	Asset Revaluation Surplus	Total
		\$000	\$000	\$000
Balance at 1 July 2012		330,327	5,731	336,058
Total Equity at 1 July 2012		<u>330,327</u>	<u>5,731</u>	<u>336,058</u>
Net Result for the year		(1,712)		(1,712)
Other Comprehensive Income:				
Net Increase/(Decrease) in Property, Plant & Equipment		---	3,163	3,163
Reclassifications		1,082	(1,082)	---
Total Other Comprehensive Income		<u>1,082</u>	<u>2,081</u>	<u>3,163</u>
Total Comprehensive Income for the year		<u>(630)</u>	<u>2,081</u>	<u>1,451</u>
Transactions With Owners In Their Capacity As Owners				
Increase/(Decrease) in Net Assets From Equity Transfers	35	744	---	744
Balance at 30 June 2013		<u>330,441</u>	<u>7,812</u>	<u>338,253</u>
Balance at 1 July 2011		311,230	---	311,230
Total Equity at 1 July 2011		<u>311,230</u>	<u>---</u>	<u>311,230</u>
Net Result for the year		4,329		4,329
Other Comprehensive Income:				
Net Increase/(Decrease) in Property, Plant & Equipment		---	5,731	5,731
Total Other Comprehensive Income		<u>---</u>	<u>5,731</u>	<u>5,731</u>
Total Comprehensive Income for the year		<u>4,329</u>	<u>5,731</u>	<u>10,060</u>
Transactions With Owners In Their Capacity As Owners				
Increase/(Decrease) in Net Assets From Equity Transfers	35	14,768	---	14,768
Balance at 30 June 2012		<u>330,327</u>	<u>5,731</u>	<u>336,058</u>

The accompanying notes form part of these financial statements.

**Northern NSW Local Health District
Statement of Cash Flows for the year ended 30 June 2013**

PARENT			CONSOLIDATION			
Actual	Budget Unaudited	Actual		Actual	Budget Unaudited	Actual
2013 \$000	2013 \$000	2012 \$000	Notes	2013 \$000	2013 \$000	2012 \$000
CASH FLOWS FROM OPERATING ACTIVITIES						
Payments						
				(371,725)	(366,351)	(344,870)
(6,648)	(5,019)	(3,606)		(6,648)	(5,019)	(3,606)
(23)	(23)	(43)		(23)	(23)	(43)
(626,952)	(618,943)	(603,190)		(255,227)	(252,592)	(258,320)
(633,623)	(623,985)	(606,839)		(633,623)	(623,985)	(606,839)
Receipts						
514,336	514,330	459,067		514,336	514,330	459,067
25,072	25,587	17,802		25,072	25,587	17,802
6,304	6,304	18,535		6,304	6,304	18,535
58,499	62,102	95,287		58,499	62,102	95,287
694	235	551		694	235	551
25,727	18,513	27,145		25,727	18,513	27,145
22,488	22,707	19,817		22,488	22,707	19,817
653,120	649,778	638,204		653,120	649,778	638,204
19,497	25,793	31,365		19,497	25,793	31,365
NET CASH FLOWS FROM OPERATING ACTIVITIES						
			31			
CASH FLOWS FROM INVESTING ACTIVITIES						
917	—	47		917	—	47
(29,050)	(30,891)	(19,898)		(29,050)	(30,891)	(19,898)
(28,133)	(30,891)	(19,851)		(28,133)	(30,891)	(19,851)
CASH FLOWS FROM FINANCING ACTIVITIES						
(482)	(482)	(694)		(482)	(482)	(694)
(482)	(482)	(694)		(482)	(482)	(694)
(9,118)	(5,580)	10,820		(9,118)	(5,580)	10,820
18,626	18,626	7,394		18,626	18,626	7,394
—	—	412	35	—	—	412
9,508	13,046	18,626	18	9,508	13,046	18,626

The accompanying notes form part of these financial statements.

Northern NSW Local Health District
Service Group Statements
for the year ended 30 June 2013

DISTRICT EXPENSES AND INCOME	Service Group 1.1 * Primary And Community Based Services		Service Group 1.2 * Aboriginal Health Services		Service Group 1.3 * Outpatient Services		Service Group 2.1 * Emergency Services		Service Group 2.2 * Inpatient Hospital Services		Service Group 3.1 * Mental Health Services		Service Group 4.1 * Rehabilitation And Extended Care Services		Service Group 5.1 * Population Health Services		Service Group 6.1 * Teaching And Research		Total		
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2012
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Expenses excluding losses																					
Operating Expenses																					
Employee Related	16,376	15,468	2,892	2,732	30,273	28,594	53,409	50,448	193,542	182,812	27,306	25,792	46,874	44,275	3,230	3,051	1,690	1,596			375,592
Visiting Medical Officers	391	377	6	6	2,388	2,305	11,887	11,471	41,737	40,277	1,961	1,892	2,260	2,181	354	342	98	94			61,942
Other Operating Expenses	3,809	3,815	635	636	23,302	23,335	29,496	29,538	89,884	89,884	5,371	5,378	17,845	17,870	875	876	498	498			171,830
Depreciation and Amortisation	174	158	26	23	2,247	2,047	2,826	2,575	10,434	9,508	1,953	1,779	1,884	1,716	186	169	34	31			19,764
Grants and Subsidies	491	267	961	522	932	506			266	144	2,194	1,192			796	433	352	191			5,992
Finance Costs	1	2			2		3	3	13	24	1	1	3	3							23
Total Expenses excluding losses	21,242	20,087	4,520	3,919	59,144	56,790	97,621	94,038	335,732	322,649	36,786	36,036	66,866	66,047	5,441	4,871	2,672	2,410			634,044
Revenue																					
NSW Ministry of Health Recurrent Allocations **																					
NSW Ministry of Health Capital Allocations **																					
Acceptance by the Crown Entity																					
of Employee Benefits and Other Liabilities	448	808	79	143	829	1,494	1,463	2,636	5,300	9,552	748	1,347	1,284	2,313	88	159	46	83			10,286
Sale of Goods and Services	342	536	197	309	5,212	8,172	626	982	40,012	62,742	168	264	8,046	12,617	116	182	3,252	5,100			57,971
Investment Revenue	1	1			74	59	9	7	513	406	3	3	94	75							694
Grants and Contributions	459	483	91	96	1,398	1,471	149	157	2,484	2,614	16	17	8,935	9,403	6,444	6,782	3,322	3,496			23,298
Other Revenue	67	91	8	10	36	49	74	100	398	540	75	102	71	97	5	7	1	2			735
Total Revenue	1,317	1,919	375	558	7,549	11,245	2,321	3,882	46,707	75,854	1,010	1,733	18,430	24,505	6,653	7,130	6,621	8,661			632,391
Gain / (Loss) on Disposal	169	(2)			(17)	(26)	(21)	(33)	(77)	(122)	126	(23)	(14)	(22)	(1)	(2)					165
Other Gains / (Losses)	(12)	(51)	(11)	(4)	(31)	(133)	(25)	(109)	(122)	(629)	(19)	(81)	(12)	(52)	(2)	(9)					(224)
Net Result	(19,768)	(18,221)	(4,146)	(3,365)	(51,643)	(45,704)	(95,346)	(90,298)	(287,244)	(247,446)	(37,669)	(34,407)	(50,462)	(41,616)	1,209	2,248	3,949	6,259			(1,712)
Other Comprehensive Income																					
Increase/(Decrease) in Revaluation Surplus	28	50	4	7	360	652	452	820	1,670	3,026	313	566	301	546	30	54	5	10			3,163
Total Other Comprehensive Income	(19,740)	(18,171)	(4,142)	(3,358)	(51,283)	(45,052)	(94,894)	(89,478)	(285,574)	(244,420)	(37,356)	(33,841)	(50,161)	(41,070)	1,239	2,302	3,954	6,279			1,451
Total Comprehensive Income																					10,060

Service Group Statements focus on the key measures of service delivery performance, refer note 2ad).

* The name and purpose of each service group is summarised in Note 17

** Allocations are made on an entity basis and not to individual Service Groups. Consequently, allocations must be included in "Not Attributable" column.

Northern NSW Local Health District
Service Group Statements (Continued)
for the year ended 30 June 2013

DISTRICT ASSETS AND LIABILITIES	Service Group 1.1 * Primary And Community Based Services		Service Group 1.2 * Aboriginal Health Services		Service Group 1.3 * Outpatient Services		Service Group 2.1 * Emergency Services		Service Group 2.2 * Inpatient Hospital Services		Service Group 3.1 * Mental Health Services		Service Group 4.1 * Rehabilitation And Extended Care Services		Service Group 5.1 * Population Health Services		Service Group 6.1 * Teaching And Research		Total				
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013		
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	
ASSETS																							
Current Assets																							
Cash and Cash Equivalents	319	617	68	120	887	1,743	1,464	2,886	5,033	9,903	582	1,106	1,033	2,027	82	150	40	74			9,508	19,626	
Receivables	93	92	54	53	1,423	1,406	171	169	10,928	10,799	46	45	2,197	2,171	32	31	888	878			15,832	15,644	
Inventories	42	41	7	7	258	248	327	314	993	955	59	57	198	190	10	9	6	5			1,900	1,826	
Non-Current Assets Held for Sale																							
Total Current Assets	454	752	129	180	2,568	3,417	1,962	3,394	16,954	21,749	687	1,225	3,428	4,405	124	192	934	957			27,240	36,271	
Non-Current Assets																							
Receivables					1	3			5	22			1	4								7	31
Property, Plant and Equipment					41,870	41,470	52,660	52,157	194,438	192,579	36,383	36,036	35,055	34,759	3,462	3,428	626	620				368,264	364,733
- Land and Buildings	3,241	3,210	479	474	2,216	2,216	4,042	4,042	14,924	10,292	2,793	1,926	2,694	1,858	266	183	48	33				28,267	19,492
- Plant and Equipment	249	172	37	25	1,221	1,269	1,536	1,556	5,670	5,891	1,061	1,103	1,024	1,064	101	105	18	19				10,740	11,160
- Infrastructure Systems	95	98	14	15																			
Total Non-Current Assets	3,585	3,480	530	514	46,306	44,958	58,238	56,540	215,037	208,784	40,237	39,065	38,814	37,685	3,829	3,716	692	674				407,268	395,415
TOTAL ASSETS	4,039	4,232	659	694	48,874	48,375	60,200	59,934	231,991	230,533	40,924	40,290	42,242	42,090	3,953	3,908	1,626	1,631			434,508	431,687	
LIABILITIES																							
Current Liabilities																							
Payables	1,020	1,037	170	173	6,239	6,342	7,897	8,028	24,032	24,431	1,438	1,462	4,778	4,857	234	238	133	135				45,941	46,703
Borrowings	11	16	2	3	31	45	52	75	179	256	21	29	36	52	3	4	1	2				336	482
Provisions	2,158	2,053	381	363	3,990	3,794	7,039	6,694	25,507	24,259	3,599	3,423	6,178	5,875	426	405	223	212				48,501	47,078
Other	1				1		2		8	2		1	2									15	2
Total Current Liabilities	3,190	3,106	553	539	10,261	10,181	14,990	14,797	48,726	48,948	5,059	4,914	10,994	10,784	663	647	357	349				95,793	94,265
Non-Current Liabilities																							
Borrowings																							
Provisions																							
Other																							
Total Non-Current Liabilities																							
TOTAL LIABILITIES	3,209	3,154	556	548	10,301	10,304	15,058	15,004	49,966	49,669	5,090	4,999	11,049	10,938	667	659	359	354				96,255	95,629
NET ASSETS	830	1,078	103	146	38,573	38,071	45,142	44,930	182,025	180,864	35,834	35,291	31,193	31,182	3,286	3,249	1,267	1,277			338,253	336,058	

* The name and purpose of each service group is summarised in Note 17

Assets and liabilities that are specific to service groups are allocated accordingly, e.g. Non-Current Assets Held for Sale. Remaining assets and liabilities are apportioned to service groups in accordance with the methodology advised in Note 2(ad), thereby ensuring that the benefit of each asset and the liabilities incurred in the provision of services are duly recognised in each service group.

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013

1. The Reporting Entity

The Northern NSW Local Health District (the District) was established under the provisions of the Health Services Act 1997 with effect from 1 January 2011.

The District as a reporting entity, comprises all the entities under its control, namely:

- * The parent entity, comprises all the operating activities of the Hospital facilities and the Community Health Centres under its control. It also encompasses the Special Purposes and Trust Funds which, while containing assets which are restricted for specified uses by the grantor or the donor, are nevertheless controlled by the District.

- * The Northern NSW Local Health District Special Purpose Service Entity which was established as a Division of the Government Service on 1 January 2011 in accordance with the Public Sector Employment and Management Act 2002 and the Health Services Act 1997. This Division provides personnel services to enable the District to exercise its functions.

As a consequence the values in the annual financial statements presented herein consist of the parent entity and the consolidated entity which comprises the parent and special purpose service entity. In the process of preparing the consolidated financial statements consisting of the controlling and controlled entities, all inter-entity transactions and balances have been eliminated.

The reporting entity is a NSW Government entity which is consolidated as part of the NSW Ministry of Health and NSW Total State Sector Accounts. The District is a not-for-profit entity (as profit is not its principal objective).

These consolidated financial statements for the year ended 30 June 2013 have been authorised for issue by the Chief Executive on 5 September 2013.

2. Summary of Significant Accounting Policies

Basis of Preparation

The District's financial statements are general purpose financial statements which have been prepared in accordance with applicable Australian Accounting Standards (which include Australian Accounting Interpretations), the requirements of the Health Services Act 1997 and its regulations (including observation of the Accounts and Audit Determination for Public Health Organisations), the Public Finance and Audit Act 1983 and its regulations, and the Treasurers' Directions. Apart from the basis for the District's budget figures, the financial statements comply with the Financial Reporting Code for NSW General Government Sector Entities. Further information on the budget figures can be found at Note 2(ab).

Notwithstanding the consolidated entity has a working capital deficiency of \$68.6m (2012 deficiency of \$58.m) and in recognition that a significant portion of current annual leave entitlements are not expected to be settled in the next 12 months, the financial statements of the District have been prepared on a going concern basis.

The Director General of Health, the Chair of Northern NSW Local Health District Board and the Chief Executive, have agreed to service and funding levels for the forward financial year. The service agreement sets out the level of financial resources for public health services under the District's control and the source of these funds. By agreement, the service agreement requires local management to control its financial liquidity and in particular meet benchmarks for the payment of creditors. Where the District fails to meet service agreement performance standards, the Ministry of Health as the state manager can take action in accordance with annual performance framework requirements, including financial support and increased management interaction by the Ministry.

Other mitigating circumstances why the going concern is appropriate include:

- * Appropriated funds, combined with other revenues earned, are applied to pay debts as and when they become due and payable.

- * The District has the capacity to review timing of subsidy cashflows to ensure that they can pay debts as and when they become due and payable.

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013

* The District has developed an Efficiency and Improvement Plan (EIP) which identifies revenue improvement and cost saving strategies. Benefits from the EIP are retained by the District and assist in meeting its overall budget target. The EIP is monitored and evaluated by the Ministry throughout the financial year.

Property, plant and equipment, investment property, assets (or disposal groups) held for sale and financial assets at "fair value through profit and loss" and available for sale are measured at fair value. Other financial statement items are prepared in accordance with the historical cost convention.

All amounts are rounded to the nearest one thousand dollars and are expressed in Australian currency.

Judgments, key assumptions and estimations made by management are disclosed in the relevant notes to the financial statements.

Comparative Information

Except when an Australian Accounting Standard permits or requires otherwise, comparative information is disclosed in respect of the previous period for all amounts reported in the financial statements. The comparative period is a twelve month period.

Statement of Compliance

The financial statements comply with Australian Accounting Standards which include Australian Accounting Interpretations.

Significant accounting policies used in the preparation of these financial statements are as follows:

a) Employee Benefits and Other Provisions

i) Salaries & Wages, Annual Leave, Sick Leave and On-Costs

At the consolidated level of reporting, liabilities for salaries and wages (including non-monetary benefits), annual leave and paid sick leave that are due to be settled within 12 months after the end of the period in which the employees render the service are recognised and measured in respect of employees' services up to the reporting date at undiscounted amounts based on the amounts expected to be paid when the liabilities are settled.

All Annual Leave employee benefits are reported as "Current" as there is an unconditional right to payment. Current liabilities are then further classified as "Short Term" or "Long Term" based on past trends and known resignations and retirements. Anticipated payments to be made in the next twelve months are reported as "Short Term".

On-costs of 14.9% are applied to the value of leave payable at 30 June 2013, such on-costs being based on actuarial assessment (Comparable on-costs for 30 June 2012 were also 17%).

Unused non-vesting sick leave does not give rise to a liability as it is not considered probable that sick leave taken in the future will be greater than the benefits accrued in the future.

The outstanding amounts of workers' compensation insurance premiums and fringe benefits tax, which are consequential to employment, are recognised as liabilities and expenses where the employee benefits to which they relate have been recognised.

ii) Long Service Leave and Superannuation

The District's liability for Long Service Leave and defined benefit superannuation are assumed by the Crown Entity.

The District accounts for the liability as having been extinguished resulting in the amount assumed being shown as part of the non-monetary revenue item described as 'Acceptance by the Crown Entity of employee benefits and other liabilities'.

Specific on-costs relating to Long Service Leave assumed by the Crown Entity are borne by the District as shown in Note 26.

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Long Service Leave is measured at present value in accordance with AASB 119, Employee Benefits. This is based on the application of certain factors (specified in NSW Treasury Circular 12/06) to employees with five or more years of service, using current rates of pay. These factors were determined based on an actuarial review to approximate present value.

The District's liability for the closed superannuation pool schemes (State Authorities Superannuation Scheme and State Superannuation Scheme) is assumed by the Crown Entity.

Any liability attached to Superannuation Guarantee Charge cover is reported in Note 24, 'Payables'.

The superannuation expense for the reporting period is determined by using the formulae specified in the Treasurer's Directions. The expense for certain superannuation schemes (i.e. Basic Benefit and First State Super) is calculated as a percentage of the employees' salary. For other superannuation schemes (i.e. State Superannuation Scheme and State Authorities Superannuation Scheme), the expense is calculated as a multiple of the employees' superannuation contributions.

iii) Other Provisions

Other provisions exist when the District has a present legal or constructive obligation as a result of a past event; it is probable that an outflow of resources will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation.

b) Insurance

The District's insurance activities are conducted through the NSW Treasury Managed Fund Scheme of self insurance for Government Entities. The expense (premium) is determined by the Fund Manager based on past claim experience.

c) Finance Costs

Finance costs are recognised as expenses in the period in which they are incurred, in accordance with Treasury's Mandate to not-for-profit general government sector entities.

d) Income Recognition

Income is measured at the fair value of the consideration or contribution received or receivable. Additional comments regarding the accounting policies for the recognition of revenue are discussed below.

Sale of Goods

Revenue from the sale of goods is recognised as revenue when the agency transfers the significant risks and rewards of ownership of the assets.

Rendering of Services

Revenue is recognised when the service is provided or by reference to the stage of completion (based on labour hours incurred to date).

Patient Fees

Patient fees are derived from chargeable inpatients and non-inpatients on the basis of rates specified by the NSW Ministry of Health. Revenue is recognised on an accrual basis, when the service has been provided to the patient.

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High Cost Drugs

High cost drug revenue is paid by the Commonwealth through Medicare and reflects the recoupment of costs incurred for Section 100 highly specialised drugs, in accordance with the terms of the Commonwealth agreement. The agreement provides for the provision of medicines for the treatment of chronic conditions where specific criteria is met in respect of day admitted patients, non admitted patients or patients on discharge. Revenue is recognised when the drugs have been provided to the patient.

Motor Accident Authority Third Party

A bulk billing agreement exists in which motor vehicle insurers effect payment directly to NSW Health for the hospital costs for those persons hospitalised or attending for inpatient treatment as a result of motor accidents. The District, recognises the revenue on an accruals basis from the time the patient is treated or admitted into hospital.

Department of Veterans' Affairs

An agreement is in place with the Commonwealth Department of Veterans' Affairs, through which direct funding is provided for the provision of health services to entitled veterans. For inpatient services, revenue is recognised by the District on an accrual basis by reference to patient admissions. Non admitted patients are recognised by the Ministry of Health in the form of a block grant.

Investment Revenue

Interest revenue is recognised using the effective interest method as set out in AASB 139, Financial Instruments: Recognition and Measurement.

Rental revenue from operating leases is recognised in accordance with AASB 117, Leases on a straight line basis over the lease term. Dividend revenue is recognised in accordance with AASB 118, Revenue when the District's right to receive payment is established.

Royalty revenue is recognised in accordance with AASB 118, on an accrual basis in accordance with the substance of the relevant agreement.

Debt Forgiveness

Debts are accounted for as extinguished when and only when settlement occurs through repayment or replacement by another liability.

Use of Hospital Facilities

Specialist doctors with rights of private practice are subject to an infrastructure charge for the use of hospital facilities at rates determined by the NSW Ministry of Health. Charges consist of two components:

- * a monthly charge raised by the Ministry based on a percentage of receipts generated
- * the residue of the Private Practice Trust Fund at the end of each financial year, such sum being credited for District use in the advancement of the District or individuals within it.

Use of Outside Facilities

The District uses a number of facilities owned and maintained by the local authorities in the area to deliver community health services for which no charges are raised by the authorities.

Where material, the cost method of accounting is used for the initial recording of all such services. Cost is determined as the fair value of the services given and is then recognised as revenue with a matching expense.

Grants and Contributions

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Grants and contributions are generally recognised as revenues when the District obtains control over the assets comprising the contributions. Control over contributions is normally obtained upon the receipt of cash.

NSW Ministry of Health Allocations

Payments are made by the NSW Ministry of Health on the basis of the allocation for the District as adjusted for approved supplementations mostly for salary agreements and approved enhancement projects.

This allocation is included in the Statement of Comprehensive Income before arriving at the "Net Result" on the basis that the allocation is earned in return for the health services provided on behalf of the Ministry. Allocations are normally recognised upon the receipt of cash.

e) Accounting for the Goods & Services Tax (GST)

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

- * the amount of GST incurred by the District as a purchaser that is not recoverable from the Australian Taxation Office is recognised as part of the cost of acquisition of an asset or as part of an item of expense; and
- * receivables and payables are stated with the amount of GST included.

Cash flows are included in the Statement of Cash Flows on a gross basis. However, the GST components of cash flows arising from investing and financing activities which is recoverable from, or payable to, the Australian Taxation Office are classified as operating cash flows.

f) Interstate Patient Flows

From 1 July 2012, interstate patient flows are funded through the state pool, based on activity and consistent with the price determined in the service level agreement. The funding is recognised as recurrent allocation.

In the previous year, the District recognised the value of inflows for acute inpatient treatment provided to residents from other states and territories as revenue in note 9.

g) Acquisition of Assets

The cost method of accounting is used for the initial recording of all acquisitions of assets controlled by the District.

Cost is the amount of cash or cash equivalents paid or the fair value of the other consideration given to acquire the asset at the time of its acquisition or construction or, where applicable, the amount attributed to that asset when initially recognised in accordance with the requirements of other Australian Accounting Standards.

Assets acquired at no cost, or for nominal consideration, are initially recognised at their fair value at the date of acquisition (See also assets transferred as a result of an equity transfer Note 2(y)).

Fair value is the amount for which an asset could be exchanged between knowledgeable, willing parties in an arm's length transaction.

Where payment for an asset is deferred beyond normal credit terms, its cost is the cash price equivalent, i.e. the deferred payment amount is effectively discounted at an asset-specific rate.

Land and buildings which are owned by the Health Administration Corporation or the State and administered by the District are deemed to be controlled by the District and are reflected as such in the financial statements.

h) Capitalisation Thresholds

Individual items of property, plant & equipment and intangibles are capitalised where their cost is \$10,000 or above.

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i) Depreciation of Property, Plant and Equipment

Depreciation is provided for on a straight-line basis for all depreciable assets so as to write off the depreciable amount of each asset as it is consumed over its useful life to the District. Land is not a depreciable asset. All material separately identifiable components of assets are depreciated over their shorter useful lives.

Details of depreciation rates initially applied for major asset categories are as follows:

Buildings	2.5%
Electro Medical Equipment	
- Costing less than \$200,000	10.0%
- Costing more than or equal to \$200,000	12.5%
Computer Equipment	20.0%
Infrastructure Systems	2.5%
Motor Vehicle Sedans	12.5%
Motor Vehicles, Trucks & Vans	20.0%
Office Equipment	10.0%
Plant and Machinery	10.0%
Linen	25.0%
Furniture, Fittings and Furnishings	5.0%

"Infrastructure Systems" means assets that comprise public facilities and which provide essential services and enhance the productive capacity of the economy including roads, bridges, water infrastructure and distribution works, sewerage treatment plants, seawalls and water reticulation systems.

Depreciation rates are subsequently varied where changes occur in the assessment of the remaining useful life of the assets reported.

j) Revaluation of Non-Current Assets

Physical non-current assets are valued in accordance with the NSW Ministry of Health's "Valuation of Physical Non-Current Assets at Fair Value" policy. This policy adopts fair value in accordance with AASB 116, Property, Plant and Equipment and AASB 140, Investment Property.

Investment property is separately discussed at Note 2(n).

Property, plant and equipment is measured on an existing use basis, where there are no feasible alternative uses in the existing natural, legal, financial and socio-political environment. However, in the limited circumstances where there are feasible alternative uses, assets are valued at their highest and best use.

Fair value of property, plant and equipment is determined based on the best available market evidence, including current market selling prices for the same or similar assets. Where there is no available market evidence, the asset's fair value is measured at its market buying price, the best indicator of which is the depreciated replacement cost.

The District revalues its Land and Buildings and Infrastructure at minimum every three years by independent valuation. The last revaluation for assets assumed by the District was completed in the 30 June 2012 financial year and was based on an independent assessment.

To ensure that the carrying amount for each asset does not differ materially from its fair value at reporting date, indices are sourced. The indices reflect an assessment of movements made in the period between revaluations.

Non-specialised assets with short useful lives are measured at depreciated historical cost, as a surrogate for fair value.

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When revaluing non-current assets by reference to current prices for assets newer than those being revalued (adjusted to reflect the present condition of the assets), the gross amount and the related accumulated depreciation are separately restated.

For other assets, any balances of accumulated depreciation existing at the revaluation date in respect of those assets are credited to the asset accounts to which they relate. The net asset accounts are then increased or decreased by the revaluation increments or decrements.

Revaluation increments are credited directly to the revaluation surplus, except that, to the extent that an increment reverses a revaluation decrement in respect of that class of asset previously recognised as an expense in the net result, the increment is recognised immediately as revenue in the Net Result.

Revaluation decrements are recognised immediately as expenses in the net result for the year, except that, to the extent that a credit balance exists in the revaluation surplus in respect of the same class of assets, they are debited directly to the revaluation surplus.

As a not-for-profit entity, revaluation increments and decrements are offset against one another within a class of non-current assets, but not otherwise.

Where an asset that has previously been revalued is disposed of, any balance remaining in the asset revaluation reserve in respect of that asset is transferred to accumulated funds.

k) Impairment of Property, Plant and Equipment

As a not-for-profit entity with no cash generating units, the District is effectively exempt from AASB 136, Impairment of Assets.

This is because AASB 136 modifies the recoverable amount test to the higher of fair value less costs to sell and depreciated replacement cost. This means that, for an asset already measured at fair value, impairment can only arise if selling costs are regarded as material. Selling costs are regarded as immaterial.

l) Restoration Costs

The estimated cost of dismantling and removing an asset and restoring the site is included in the cost of an asset, to the extent it is recognised as a liability.

m) Non-Current Assets (or disposal groups) Held for Sale

The District has certain non-current assets (or disposal groups) classified as held for sale, where their carrying amount will be recovered principally through a sale transaction, not through continuing use.

Non-current assets (or disposal groups) held for sale are recognised at the lower of carrying amount and fair value less costs to sell. These assets are not depreciated while they are classified as held for sale.

n) Investment Properties

Investment property is held to earn rentals or for capital appreciation, or both. However, for not-for-profit entities, property held to meet service delivery objectives rather than to earn rental or for capital appreciation does not meet the definition of investment property and is accounted for under AASB 116, Property, Plant and Equipment.

The District does not have any property that meets the definition of Investment Property.

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o) Intangible Assets

The District recognises intangible assets only if it is probable that future economic benefits will flow to the District and the cost of the asset can be measured reliably. Intangible assets are measured initially at cost.

Where an asset is acquired at no or nominal cost, the cost is its fair value as at the date of acquisition. All research costs are expensed. Development costs are only capitalised when certain criteria are met.

The useful lives of intangible assets are assessed to be finite.

Intangible assets are subsequently measured at fair value only if there is an active market. As there is no active market for the District's intangible assets, the assets are carried at cost less any accumulated amortisation.

Computer software developed or acquired by the District are recognised as intangible assets and are amortised over four years using the straight line method based on the useful life of the asset for both internally developed assets and direct acquisitions.

Intangible assets are tested for impairment where an indicator of impairment exists. If the recoverable amount is less than its carrying amount the carrying amount is reduced to recoverable amount and the reduction is recognised as an impairment loss.

p) Maintenance

Day-to-day servicing costs or maintenance are charged as expenses as incurred, except where they relate to the replacement of a part or component of an asset, in which case the costs are capitalised and depreciated.

q) Leased Assets

A distinction is made between finance leases which effectively transfer from the lessor to the lessee substantially all the risks and benefits incidental to ownership of the leased assets, and operating leases under which the lessor effectively retains all such risks and benefits.

Where a non-current asset is acquired by means of a finance lease, at the commencement of the lease term, the asset is recognised at its fair value or, if lower, the present value of the minimum lease payments, at the inception of the lease. The corresponding liability is established at the same amount. Lease payments are allocated between the principal component and the interest expense.

Operating lease payments are charged to the Statement of Comprehensive Income in the periods in which they are incurred.

r) Inventories

Inventories are stated at the lower of cost and net realisable value, adjusted when applicable, for any loss of service potential. Costs are assigned to individual items of stock mainly on the basis of weighted average costs.

Obsolete items are disposed of in accordance with instructions issued by the NSW Ministry of Health.

s) Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These financial assets are recognised initially at fair value, usually based on the transaction cost or face value. Subsequent measurement is at amortised cost using the effective interest method, less an allowance for any impairment of receivables. Any changes are recognised in the Net Result when impaired, derecognised or through the amortisation process.

Short-term receivables with no stated interest rate are measured at the original invoice amount where the effect of discounting is immaterial.

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t) Investments

Investments are initially recognised at fair value plus, in the case of investments not at fair value through profit or loss, transaction costs. The District determines the classification of its financial assets after initial recognition and, when allowed and appropriate, re-evaluates this at each financial year end.

- * Fair value through profit or loss - The District subsequently measures investments classified as 'held for trading' or designated upon initial recognition "at fair value through profit or loss" at fair value.

Financial assets are classified as 'held for trading' if they are acquired for the purpose of selling in the near term. Derivatives are also classified as held for trading. Gains or losses on these assets are recognised in the net result for the year.

The Hour-Glass Investment facilities are designated at fair value through profit or loss using the second leg of the fair value option i.e. these financial assets are managed and their performance is evaluated on a fair value basis, in accordance with a documented risk management strategy, and information about these assets is provided internally on that basis to the District's key management personnel.

The risk management strategy of the District has been developed consistent with the investment powers granted under the provision of the Public Authorities (Financial Arrangements) Act.

T Corp investments are made in an effort to improve interest returns on cash balances otherwise available whilst also providing secure investments guaranteed by the State market exposures.

The movement in the fair value of the Hour-Glass Investment facilities incorporates distributions received as well as unrealised movements in fair value and is reported in the line item 'investment revenue'.

- * Held-to-maturity investments – Non-derivative financial assets with fixed or determinable payments and fixed maturity that the District has the positive intention and ability to hold to maturity are classified as 'held-to-maturity'.

These investments are measured at amortised cost using the effective interest method. Changes are recognised in the net result for the year when impaired, derecognised or through the amortisation process.

- * Available-for-sale investments - Any residual investments that do not fall into any other category are accounted for as available-for-sale investments and measured at fair value in other comprehensive income until disposed or impaired, at which time the cumulative gain or loss previously recognised in other comprehensive income is recognised in the net result for the year. However, interest calculated using the effective interest method and dividends are recognised in the net result for the year.

Purchases or sales of investments under contract that require delivery of the asset within the timeframe established by convention or regulation are recognised on the trade date; i.e. the date the District commits to purchase or sell the asset.

The fair value of investments that are traded at fair value in an active market is determined by reference to quoted current bid prices at the close of business on the Statement of Financial Position date.

u) Impairment of financial assets

All financial assets, except those measured at fair value through profit and loss, are subject to an annual review for impairment. An allowance for impairment is established when there is objective evidence that the entity will not be able to collect all amounts due.

For financial assets carried at amortised cost, the amount of the allowance is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the impairment loss is recognised in the net result for the year.

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When an available for sale financial asset is impaired, the amount of the cumulative loss is removed from equity and recognised in the net result for the year, based on the difference between the acquisition cost (net of any principal repayment and amortisation) and current fair value, less any impairment loss previously recognised in the net result for the year.

Any reversals of impairment losses are reversed through the net result for the year, where there is objective evidence, except reversals of impairment losses on an investment in an equity instrument classified as "available for sale", must be made through the reserve. Reversals of impairment losses of financial assets carried at amortised cost cannot result in a carrying amount that exceeds what the carrying amount would have been had there not been an impairment loss.

v) De-recognition of financial assets and financial liabilities

A financial asset is derecognised when the contractual rights to the cash flows from the financial assets expire; or if the District transfers the financial asset:

- * where substantially all the risks and rewards have been transferred; or
- * where the District has not transferred substantially all the risks and rewards, if the District has not retained control.

Where the District has neither transferred nor retained substantially all the risks and rewards or transferred control, the asset is recognised to the extent of the District's continuing involvement in the asset.

A financial liability is derecognised when the obligation specified in the contract is discharged or cancelled or expires.

w) Payables

These amounts represent liabilities for goods and services provided to the District and other amounts. Payables are recognised initially at fair value, usually based on the transaction cost or face value.

Subsequent measurement is at amortised cost using the effective interest method. Short-term payables with no stated interest rate are measured at the original invoice amount where the effect of discounting is immaterial.

Payables are recognised for amounts to be paid in the future for goods and services received, whether or not billed to the District.

x) Borrowings

Loans are not held for trading or designated at fair value through profit or loss and are recognised at amortised cost using the effective interest rate method. Gains or losses are recognised in the net result for the year on derecognition.

The finance lease liability is determined in accordance with AASB 117, Leases.

y) Equity Transfers

The transfer of net assets between entity as a result of an administrative restructure, transfers of programs/functions and parts thereof between NSW public sector entities is designated or required by Accounting Standards to be treated as contributions by owners and is recognised as an adjustment to "Accumulated Funds". This treatment is consistent with AASB 1004, Contributions and Australian Interpretation 1038, Contributions by Owners Made to Wholly-Owned Public Sector Entities.

Transfers arising from an administrative restructure involving not-for-profit entities and for-profit government entities are recognised at the amount at which the asset was recognised by the transferor immediately prior to the restructure. Subject to below, in most instances this will approximate fair value.

All other equity transfers are recognised at fair value, except for intangibles. Where an intangible has been recognised at (amortised) cost by the transferor because there is no active market, the agency recognises the asset at the transferor's carrying amount. Where the transferor is prohibited from recognising internally generated intangibles, the entity does not recognise that asset.

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z) Equity and Reserves

(i) Revaluation Surplus

The revaluation surplus is used to record increments and decrements on the revaluation of non-current assets. This accords with the District's policy on the revaluation of property, plant and equipment as discussed in Note 2(j).

(ii) Accumulated Funds

The category "accumulated funds" includes all current and prior period retained funds.

(iii) Separate Reserves

Separate reserve accounts are recognised in the financial statements only if such accounts are required by specific legislation or Australian Accounting Standards.

aa) Trust Funds

The District receives monies in a trustee capacity for various trusts as set out in Note 29.

As the District performs only a custodial role in respect of these monies, and because the monies cannot be used for the achievement of the District's own objectives, they are not brought to account in the financial statements.

ab) Budgeted Amounts

The budgeted amounts are drawn from the budgets agreed with the NSW Ministry of Health at the beginning of the financial year and with any adjustments for the effects of additional supplementation provided. The budget amounts are not subject to audit review and, accordingly, the relevant column entries in the financial statements are denoted as "Unaudited".

ac) Emerging Asset

The District did not have any Emerging Assets at 30 June 2013.

ad) Service Group Statements Allocation Methodology

The Ministry of Health, in conjunction with all health entities, undertook an analysis of service group statements to ensure that the National Health Funding reforms definitions are consistently applied to 2011/12 and 2012/13 financial statements. Using the statistical data for twelve months ending 30 June 2012, new percentages were derived which resulted in variances in several service groups for the 2011/12 comparative year, which have been restated.

The data is then adjusted for any material change in service delivery or funding distribution, occurring in the 2012/13 year. The same methodology is applied to attribute assets and liabilities to each service group.

In respect of assets and liabilities the Ministry requires the District take action to identify those components that can be specifically identified and reported by service groups.

Remaining values are attributed to service groups in accordance with values advised by the NSW Ministry of Health, e.g. depreciation/amortisation charges form the basis of apportioning the values for Intangibles and Property, Plant & Equipment.

ae) New Australian Accounting Standards Issued but not Effective

NSW public sector entities are not permitted to early adopt new Australian Accounting Standards, unless Treasury determines otherwise. The following new Australian Accounting Standards have not been applied and are not yet effective. The possible impact of these Standards in the period of initial application includes:

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AASB 9 and AASB 2010-7, Financial Instruments have mandatory application from 1 July 2015 and comprise changes to improve and simplify the approach for classification and measurement of financial assets. The change is not expected to materially impact the financial statements.

AASB 10, Consolidated Financial Statements has mandatory application from 1 July 2013 and provides replacement criteria for the assessment of control in lieu of the provisions of AASB 127. Changes to the reporting of consolidated entities is not expected as a result of this amendment.

AASB 11, Joint Arrangements has mandatory application from 1 July 2013 and defines joint control and the determination of joint control through an assessment of rights and obligations. The Standard is not expected to have any effect within the District.

AASB 12, Disclosure of Interests in Other Entities, has mandatory application from 1 July 2013 and requires disclosure of significant judgements and assumptions made in determining the nature of its interests in another entity or arrangement. It is not expected that the changes will have a material impact.

AASB 13, AASB 2011-8 and AASB 2012-1, Fair Value Measurement have mandatory application from 1 July 2013 and address, inter alia, the assumptions that market participants would use when pricing the asset or liability. Future impact is assessed as minimal.

AASB 119, AASB 2011-10 and AASB 2011-11, regarding employee entitlements, have mandatory application from 1 July 2013 and cover the recognition and measurement of short term and long term employee benefits. Any changes to the 2013/14 financial statements will be dependent on the policy of NSW Treasury.

AASB 127, Separate Financial Statements, has mandatory application from 1 July 2013 and applies in accounting for interests in subsidiaries, joint ventures and associates. Based on current activities, it is assessed as having no future impact on the District.

AASB 128, Investments in Associates and Joint Ventures, has mandatory application from 1 July 2013 and, based on current activities, is assessed as having no impact on the District.

AASB 1053 and AASB 2010-2, Application of Tiers of Australian Accounting Standards, have application from 1 July 2013 and may result in a lessening of reporting requirements, dependent on the policy of NSW Treasury.

AASB 1055, Budgetary Reporting, has application from 1 July 2014. Any changes in future disclosures will be determined by the policies adopted by NSW Treasury for whole of government reporting.

AASB 2010-10 regarding removal of fixed dates for first time adopters, has mandatory application from 1 July 2013 and, based on current activities, is assessed as having no impact on the District.

AASB 2011-2, Trans-Tasman Convergence Project - Reduced Disclosure Requirements, has mandatory application from 1 July 2013 and may result in a lessening of reporting requirements, dependent on the policy of NSW Treasury.

AASB 2011-4, Amendments to Australian Accounting Standards To Remove Individual Key Management Personnel Disclosure Requirements, has application from 1 July 2013 and removes the requirement to individually report the remuneration of Key Management Personnel, recognising that this is more a governance issue.

AASB 2011-6, Amendments to Australian Accounting Standards - Extending Relief from Consolidation, the Equity Method and Proportionate Consolidation - Reduced Disclosure Requirements (AASB 127, AASB 128 and AASB 131), applies from 1 July 2013. The exemption is not expected to have a material impact.

AASB 2011-7, Amendments to Australian Accounting Standards for the consolidation and joint arrangement standards, arise from the issuance of AASB 10, AASB 11, AASB 12, AASB 127, and AASB 128. For not-for-profits, the changes have application from 1 July 2014 but are assessed as having no material effect.

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AASB 2011-10, Amendments to Australian Accounting Standards arising from AASB 119, applicable from 1 July 2013 assessed as having no material impact.

AASB 2011-11, Amendments to AASB 119 (September 2011) arising from Reduced Disclosure Requirements, applicable from 1 July 2013 assessed as having no material impact.

The following changes will depend on the policies determined by NSW Treasury.

AASB 2012-1, Amendments to Australian Accounting Standards – Fair Value Measurement – Reduced Disclosure Requirements. Sets out reduced disclosure requirements as a consequence of the issuance of AASB 13, having application from 1 July 2013.

AASB 2012-2, Amendments to Australian Accounting Standard - Offsetting Financial Assets and Financial Liabilities, has application for reporting periods starting on or after 1 January 2013 and seeks to address some of the offsetting criteria of AASB 7.

AASB 2012-3, Amendments to Australian Accounting Standard - Offsetting Financial Assets and Financial Liabilities, has application from 1 January 2014 and seeks to address inconsistencies identified in applying some of the offsetting criteria of AASB 132.

AASB 2012-4, Amendments to Australian Accounting Standards – Government Loans (Amendments to AASB 1 'First-time Adoption of International Financial Reporting Standards'). Applicable to reporting periods on or after 1 January 2013.

AASB 2012-5 regarding annual improvements 2009 to 2011 cycle applicable to reporting periods on or after 1 January 2013.

AASB 2012-7, Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements. Applicable to reporting periods on or after 1 July 2013.

AASB 2012-9, Amendment to AASB 1048 arising from the Withdrawal of Australian Interpretation 1039. Applicable to reporting periods on or after 1 January 2013.

AASB 2012-10, Amendments to Australian Accounting Standards – Transition Guidance and Other Amendments. Applicable to reporting periods on or after 1 January 2013.

AASB 2012-11, Amendments to Australian Accounting Standards – Reduced Disclosure Requirements and Other Amendments, having application from 1 July 2013.

AASB 2013-1, Amendments to AASB 1049 – Relocation of Budgetary Reporting Requirements, having application from 1 July 2014.

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PARENT			CONSOLIDATION	
2013	2012		2013	2012
\$000	\$000		\$000	\$000
3. Employee Related				
Employee related expenses comprise the following:				
---	---	Salaries and Wages	246,600	227,340
---	---	Overtime	9,411	9,169
---	---	Penalties	27,344	27,458
---	---	Superannuation - Defined Benefit Plans	4,942	5,032
---	---	Superannuation - Defined Contribution Plans	26,294	23,663
---	---	Long Service Leave	5,291	16,010
---	---	Annual Leave	30,584	27,182
---	---	Sick Leave and Other Leave	17,391	13,835
---	---	Redundancies	343	---
---	---	Workers' Compensation Insurance	7,382	4,958
---	---	Payroll Tax and Fringe Benefits Tax	10	121
---	---		375,592	354,768
The following additional information is provided:				
---	---	Employee Related Expenses Capitalised - Land and Buildings	355	---
4. Personnel Services				
Personnel Services comprise the purchase of the following:				
246,600	227,340	Salaries and Wages	---	---
9,411	9,169	Overtime	---	---
27,344	27,458	Penalties	---	---
26,294	23,663	Superannuation - Defined Contribution Plans	---	---
(52)	2,507	Long Service Leave	---	---
30,584	27,182	Annual Leave	---	---
17,391	13,835	Sick Leave and Other Leave	---	---
343	---	Redundancies	---	---
7,382	4,958	Workers' Compensation Insurance	---	---
10	121	Payroll Tax and Fringe Benefits Tax	---	---
365,307	336,233		---	---
The following additional information is provided:				
355	---	Personnel Services Expenses Capitalised - Land and Buildings	---	---
5. Other Operating Expenses				
3,121	2,872	Blood and Blood Products	3,121	2,872
101	85	Capital Project Expense	101	85
6,503	6,284	Domestic Supplies and Services	6,503	6,284
19,832	20,040	Drug Supplies	19,832	20,040
13,786	13,870	Food Supplies	13,786	13,870
6,730	5,110	Fuel, Light and Power	6,730	5,110
9,634	22,917	General Expenses (See (b) below)	9,634	22,917
9,785	9,797	Hospital Ambulance Transport Costs	9,785	9,797
5,467	4,091	Information Management Expenses	5,467	4,091
1,085	759	Insurance	1,085	759
Maintenance (See (c) below)				
3,922	4,065	Maintenance Contracts	3,922	4,065
4,197	2,774	New/Replacement Equipment under \$10,000	4,197	2,774
3,311	3,594	Repairs Maintenance/Non Contract	3,311	3,594
21	25	Other	21	25
29,729	26,044	Medical and Surgical Supplies	29,729	26,044
1,049	827	Motor Vehicle Expenses	1,049	827
2,005	1,016	Postal and Telephone Costs	2,005	1,016
1,801	1,315	Printing and Stationery	1,801	1,315
688	716	Rates and Charges	688	716
2,824	2,518	Rental	2,824	2,518
4,598	4,604	Hosted services purchased from Other LHDs	4,598	4,604
34,278	30,959	Special Service Departments	34,278	30,959
4,271	4,758	Staff Related Costs	4,271	4,758
870	841	Sundry Operating Expenses (See (a) below)	870	841
1,983	1,949	Travel Related Costs	1,983	1,949
171,591	171,830		171,591	171,830

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013

PARENT			CONSOLIDATION	
2013 \$000	2012 \$000		2013 \$000	2012 \$000
870	835	(a) Sundry Operating Expenses comprise :	870	835
-----	6	Contract for Patient Services	-----	6
870	841	Isolated Patient Travel and Accommodation Assistance Scheme	870	841
		(b) General Expenses include :-		
48	73	Advertising	48	73
149	142	Auditor's Remuneration - External Audit	149	142
205	212	Books, Magazines and Journals	205	212
		Consultancies		
116	34	- Operating Activities	116	34
3,045	3,216	Corporate Support Services	3,045	3,216
414	426	Courier and Freight	414	426
162	218	Data Recording and Storage	162	218
181	210	Legal Services	181	210
70	41	Membership/Professional Fees	70	41
1,666	1,664	Motor Vehicle Operating Lease Expense - Minimum Lease Payments	1,666	1,664
1,511	1,462	Other Operating Lease Expense - Minimum Lease Payments	1,511	1,462
3	7	Payroll Services	3	7
130	92	Quality Assurance/Accreditation	130	92
723	726	Security Services	723	726
-----	12,958	Services Purchased from Health Reform Transition Organisations	-----	12,958
69	55	Translator Services	69	55
1,140	1,381	Other	1,140	1,381
9,632	22,917		9,632	22,917
		(c) Reconciliation of Total Maintenance		
11,451	10,458	Maintenance Expense - Contracted Labour and Other (Non-Employee Related), included in Note 5	11,451	10,458
2,360	2,370	Employee Related/Personnel Services Maintenance Expense included in Notes 3 and 4	2,360	2,370
13,811	12,828	Total Maintenance Expenses included in Notes 3, 4 and 5	13,811	12,828

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013

PARENT			CONSOLIDATION	
2013	2012		2013	2012
\$000	\$000		\$000	\$000
		6. Depreciation and Amortisation		
15,630	13,937	Depreciation - Buildings	15,630	13,937
3,513	3,450	Depreciation - Plant and Equipment	3,513	3,450
621	619	Depreciation - Infrastructure Systems	621	619
<u>19,764</u>	<u>18,006</u>		<u>19,764</u>	<u>18,006</u>
		7. Grants and Subsidies		
2,023	1,237	Non-Government Organisations	2,023	1,237
3,969	2,018	Other Grants	3,969	2,018
<u>5,992</u>	<u>3,255</u>		<u>5,992</u>	<u>3,255</u>
		8. Finance Costs		
23	39	Interest on Loans	23	39
-----	4	Other Interest Charges	-----	4
<u>23</u>	<u>43</u>	Total Finance Costs	<u>23</u>	<u>43</u>

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013

PARENT			CONSOLIDATION	
2013 \$000	2012 \$000		2013 \$000	2012 \$000
		9. Sale of Goods and Services		
		(a) Sale of Goods comprise the following:-		
996	639	Sale of Prosthesis	996	639
158	165	Other	158	165
175	224	Pharmacy Sales	175	224
		(b) Rendering of Services comprise the following:-		
		Patient Fees [see note 2(d)]		
20,016	15,579	- Inpatient Fees	20,016	15,579
1,044	989	- Nursing Home Fees	1,044	989
409	469	- Non Inpatient Fees	409	469
14,274	16,612	Department of Veterans' Affairs	14,274	16,612
100	110	Staff-Meals and Accommodation	100	110
6,679	3,846	Infrastructure Fees - Monthly Facility Charge [see note 2(d)]	6,679	3,846
152	639	- Annual Charge	152	639
5	3	Cafeteria/Kiosk	5	3
585	404	Clinical Services (excluding Clinical Drug Trials)	585	404
1,131	1,167	Commercial Activities	1,131	1,167
----	1	Enteral Nutrition Income	----	1
82	80	Fees for Medical Records	82	80
----	3	Information Retrieval	----	3
8,039	7,875	High Cost Drugs	8,039	7,875
7	12	Meals on Wheels	7	12
3,296	2,500	Motor Accident Authority Third Party	3,296	2,500
----	38,840	Patient Inflows from Interstate*	----	38,840
52	54	Private Use of Motor Vehicles	52	54
290	239	Salary Packaging Fee	290	239
330	213	Services Provided to Non NSW Health Organisations	330	213
----	69	Multi Purpose Service Centre Fees	----	69
150	172	Other	150	172
57,971	90,904		57,971	90,904
		*From 1 July 2012, interstate patient flows are paid through the state pool account. As a result, these funds are now recognised through recurrent allocation. Refer note 2(f).		
		10. Investment Revenue		
694	551	Interest	694	551
----	----	- Other	----	----
694	551		694	551

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013

PARENT			CONSOLIDATION	
2013 \$000	2012 \$000		2013 \$000	2012 \$000
11. Grants and Contributions				
556	333	Clinical Drug Trials	556	333
10,704	9,713	Commonwealth Government Grants	10,704	9,713
1,092	2,051	Industry Contributions/Donations	1,092	2,051
4,697	4,001	Cancer Institute Grants	4,697	4,001
2,105	6,262	NSW Government Grants	2,105	6,262
47	5	Research Grants	47	5
4,097	2,154	Other Grants	4,097	2,154
<u>23,298</u>	<u>24,519</u>		<u>23,298</u>	<u>24,519</u>
 12. Acceptance by the Crown Entity of employee benefits				
The following liabilities and expenses have been assumed by the Crown Entity:				
----	----	Superannuation-defined benefit	4,942	5,032
----	----	Long Service Leave	5,343	13,503
<u>----</u>	<u>----</u>		<u>10,285</u>	<u>18,535</u>
 13. Other Revenue				
Other Revenue comprises the following:-				
5	1	Bad Debts Recovered	5	1
13	15	Commissions	13	15
6	16	Conference and Training Fees	6	16
----	2	Discounts	----	2
19	245	Insurance Refunds	19	245
151	80	Lease and Rental Income	151	80
----	3	Sale of Merchandise, Old Wares and Books	----	3
----	7	Sponsorship Income	----	7
----	57	Treasury Managed Fund Hindsight Adjustment	----	57
541	572	Other	541	572
<u>735</u>	<u>998</u>		<u>735</u>	<u>998</u>

Northern NSW Local Health District
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for the year ended 30 June 2013

PARENT			CONSOLIDATION	
2013	2012		2013	2012
\$000	\$000		\$000	\$000
14. Gain / (Loss) on Disposal				
2,568	3,932	Property, Plant and Equipment	2,568	3,932
<u>1,991</u>	<u>3,655</u>	Less: Accumulated Depreciation	<u>1,991</u>	<u>3,655</u>
577	277	Written Down Value	577	277
<u>571</u>	<u>47</u>	Less: Proceeds from Disposal	<u>571</u>	<u>47</u>
<u>(6)</u>	<u>(230)</u>	Gain/(Loss) on Disposal of Property, Plant and Equipment	<u>(6)</u>	<u>(230)</u>
175	----	Assets Held for Sale	175	----
<u>346</u>	<u>----</u>	Less: Proceeds from Disposal	<u>346</u>	<u>----</u>
<u>171</u>	<u>----</u>	Gain/(Loss) on Disposal of Assets Held for Sale	<u>171</u>	<u>----</u>
<u>165</u>	<u>(230)</u>	Total Gain/(Loss) on Disposal	<u>165</u>	<u>(230)</u>
15. Other Gains / (Losses)				
<u>(224)</u>	<u>(970)</u>	Impairment of Receivables	<u>(224)</u>	<u>(970)</u>
<u>(224)</u>	<u>(970)</u>		<u>(224)</u>	<u>(970)</u>

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013

PARENT & CONSOLIDATION

16. Conditions on Contributions

	Purchase of Assets	Health Promotion, Education and Research	Other	Total
	\$000	\$000	\$000	\$000
Contributions recognised as revenues during the current reporting period for which expenditure in the manner specified had not occurred as at balance date	864	230	975	2,069
Contributions recognised in previous years which were not expended in the current reporting period	2,839	1,673	650	5,162
Total amount of unexpended contributions as at balance date	<u>3,703</u>	<u>1,903</u>	<u>1,625</u>	<u>7,231</u>

Comment on restricted assets appears in Note 23

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013

17. Service Groups of the District

Service Group 1.1 - Primary and Community Based Services

Service Description: This service group covers the provision of health services to persons attending community health centres or in the home, including health promotion activities, community based women's health, dental, drug and alcohol and HIV/AIDS services. It also covers the provision of grants to non-Government organisations for community health purposes.

Objective: This service group contributes to making prevention everybody's business and strengthening primary health and continuing care in the community by working towards a range of intermediate results that include the following:

- improved access to early intervention, assessment, therapy and treatment services for claims in a home or community setting
- reduced rate of avoidable hospital admissions for conditions identified in the State Plan that can be appropriately treated in the community and
- reduced rate of hospitalisation from fall-related injury for people aged 65 years and over.

Service Group 1.2 - Aboriginal Health Services

Service Description: This service group covers the provision of supplementary health services to Aboriginal people, particularly in the areas of health promotion, health education and disease prevention. (Note: This program excludes most services for Aboriginal people provided directly by Local Health Districts and other general health services that are used by all members of the community).

Objective: This service group contributes to ensuring a fair and sustainable health system by working towards a range of intermediate results that include the following:

- the building of regional partnerships for the provision of health services
- raising the health status of Aboriginal people and
- promoting a healthy lifestyle.

Service Group 1.3 - Outpatient Services

Service Description: This service group covers the provision of services provided in outpatient clinics including low level emergency care, diagnostic and pharmacy services and radiotherapy treatment.

Objective: This service group contributes to creating better experiences for people using health services and ensuring a fair and sustainable health system by working towards a range of intermediate results including improving, maintaining or restoring the health of ambulant patients in a hospital setting through diagnosis, therapy, education and treatment services.

Service Group 2.1 - Emergency Services

Service Description: This service group covers the provision of emergency road and air ambulance services and treatment of patients in emergency departments of public hospitals.

Objective: This service group contributes to creating better experiences for people using the health system by working towards a range of intermediate results including reduced risk of premature death or disability by providing timely emergency diagnostic treatment and transport services.

Service Group 2.2 - Inpatient Hospital Services

Service Description: This service group covers the provision of health care to patients admitted to hospitals, including elective surgery and maternity services.

Objective: This service group contributes to creating better experiences for people using the health system by working towards a range of intermediate results that include the following:

- timely treatment of booked surgical patients, resulting in improved clinical outcomes, quality of life and patient satisfaction and
- reduced rate of unplanned and unexpected hospital readmissions.

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
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Service Group 3.1 - Mental Health Services

Service Description: This service group covers the provision of an integrated and comprehensive network of services by Local Health Districts and community based organisations for people seriously affected by mental illnesses and mental health problems. It also covers the development of preventative programs that meet the needs of specific client groups.

Objective: This service group contributes to strengthening primary health and continuing care in the community by working towards a range of intermediate results that include the following:

- improving the health, wellbeing and social functioning of people with disabling mental disorders and
- reducing the incidence of suicide, mental health problems and mental disorders in the community.

Service Group 4.1 - Rehabilitation and Extended Care Services

Service Description: This service group covers the provision of appropriate health care services for persons with long-term physical and psycho-physical disabilities and for the frail-aged. It also includes the coordination of the Ministry's services for the aged and disabled, with those provided by other agencies and individuals.

Objective: This service group contributes to strengthening primary health and continuing care in the community and creating better experiences for people using the health system by working towards a range of intermediate results including improving or maintaining the wellbeing and independent functioning of people with disabilities or chronic conditions, the frail and terminally ill.

Service Group 5.1 - Population Health Services

Service Description: This service group covers the provision of health services targeted at broad population groups including environmental health protection, food and poisons regulation and monitoring of communicable diseases.

Objective: This service group contributes to making prevention everybody's business by working towards a range of intermediate results that include the following:

- reduced incidence of preventable disease and disability and
- improved access to opportunities and prerequisites for good health.

Service Group 6.1 - Teaching and Research

Service Description: This service group covers the provision of professional training for the needs of the New South Wales health system. It also includes strategic investment in research and development to improve the health and wellbeing of the people of New South Wales.

Objective: This service group contributes to ensuring a fair and sustainable health system by working towards a range of intermediate results that include the following:

- developing the skills and knowledge of the health workforce to support patient care and population health and
- extending knowledge through scientific enquiry and applied research aimed at improving the health and wellbeing of the people of New South Wales.

Northern NSW Local Health District
Notes to and forming part of the Financial Statements
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	PARENT		CONSOLIDATION
	2013	2012	2012
	\$000	\$000	\$000
18. Cash and Cash Equivalents			
Cash at Bank and On Hand	9,508	18,626	18,626
	9,508	18,626	18,626
Cash & cash equivalent assets recognised in the Statement of Financial Position are reconciled at the end of the financial year to the Statement of Cash Flows as follows:			
Cash and Cash Equivalents (per Statement of Financial Position)	9,508	18,626	18,626
Closing Cash and Cash Equivalents (per Statement of Cash Flows)	9,508	18,626	18,626
	9,508	18,626	18,626

Refer to Note 36 for details regarding credit risk, liquidity risk and market risk arising from financial instruments.

Northern NSW Local Health District
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PARENT			CONSOLIDATION	
2013	2012		2013	2012
\$000	\$000		\$000	\$000
		19. Receivables		
		Current		
6,930	4,168	Sale of Goods and Services	6,930	4,168
3,486	4,200	Intra Health Receivables	3,486	4,200
3,262	3,713	Goods and Services Tax	3,262	3,713
2,070	3,585	Other Debtors	2,070	3,585
<u>15,748</u>	<u>15,666</u>	Sub Total	<u>15,748</u>	<u>15,666</u>
(515)	(367)	Less Allowance for Impairment	(515)	(367)
<u>15,233</u>	<u>15,299</u>	Sub Total	<u>15,233</u>	<u>15,299</u>
599	345	Prepayments	599	345
<u>15,832</u>	<u>15,644</u>		<u>15,832</u>	<u>15,644</u>
		(a) Movement in the Allowance for Impairment		
----	----	Sale of Goods and Services		
(242)	(156)	Balance at Commencement of Reporting Period	(242)	(156)
183	514	Amounts written off during the year	183	514
----	(7)	Amounts recovered during the year	----	(7)
----	(88)	Administrative Restructures - Transfers (In)/out	----	(88)
(300)	(506)	(Increase)/decrease in Allowance Recognised in		
(359)	(242)	Result for the Year	(300)	(506)
		Balance at 30 June	(359)	(242)
		(b) Movement in the Allowance for Impairment		
		Other Debtors		
(125)	----	Balance at Commencement of Reporting Period	(125)	----
12	----	Amounts written off during the year	12	----
----	7	Amounts recovered during the year	----	7
(43)	(132)	(Increase)/decrease in Allowance Recognised in		
(156)	(125)	Result for the Year	(43)	(132)
		Balance at 30 June	(156)	(125)
<u>(515)</u>	<u>(367)</u>		<u>(515)</u>	<u>(367)</u>
		Non-Current		
93	273	Sale of Goods and Services	93	273
93	273	Sub Total	93	273
(86)	(242)	Less Allowance for Impairment	(86)	(242)
7	31	Sub Total	7	31
<u>7</u>	<u>31</u>		<u>7</u>	<u>31</u>

**Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013**

PARENT			CONSOLIDATION	
2013 \$000	2012 \$000		2013 \$000	2012 \$000
		(a) Movement in the Allowance for Impairment		
		Sale of Goods and Services		
(242)	---	Balance at Commencement of Reporting Period	(242)	---
37	90	Amounts written off during the year	37	90
		(Increase)/decrease in Allowance Recognised in		
119	(332)	Result for the Year	119	(332)
(86)	(242)	Balance at 30 June	(86)	(242)
<u>(86)</u>	<u>(242)</u>		<u>(86)</u>	<u>(242)</u>
		(c) Patient Fee Receivables		
		(Current and Non-Current) include:		
628	511	Patient Fees - Compensable	628	511
422	224	Patient Fees - Ineligible	422	224
3,093	2,240	Patient Fees - Other	3,093	2,240
<u>4,143</u>	<u>2,975</u>		<u>4,143</u>	<u>2,975</u>

Details regarding credit risk, liquidity risk and market risk, including financial assets that are either past due or impaired are disclosed in Note 36.

**Northern NSW Local Health District
Notes to and forming part of the Financial Statements
for the year ended 30 June 2013**

PARENT			CONSOLIDATION	
2013	2012		2013	2012
\$000	\$000		\$000	\$000
20. Inventories - Current - Held for Distribution				
1,679	1,619	Drugs	1,679	1,619
221	207	Medical and Surgical Supplies	221	207
<u>1,900</u>	<u>1,826</u>		<u>1,900</u>	<u>1,826</u>

Northern NSW Local Health District
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PARENT			CONSOLIDATION	
2013	2012		2013	2012
\$000	\$000		\$000	\$000
21. Property, Plant and Equipment				
Land and Buildings - Fair Value				
648,626	625,012	Gross Carrying Amount	648,626	625,012
<u>280,372</u>	<u>260,279</u>	Less: Accumulated Depreciation and Impairment	<u>280,372</u>	<u>260,279</u>
<u>368,254</u>	<u>364,733</u>	Net Carrying Amount	<u>368,254</u>	<u>364,733</u>
Plant and Equipment - Fair Value				
51,382	40,867	Gross Carrying Amount	51,382	40,867
<u>23,115</u>	<u>21,375</u>	Less: Accumulated Depreciation and Impairment	<u>23,115</u>	<u>21,375</u>
<u>28,267</u>	<u>19,492</u>	Net Carrying Amount	<u>28,267</u>	<u>19,492</u>
Infrastructure Systems - Fair Value				
25,200	24,754	Gross Carrying Amount	25,200	24,754
<u>14,460</u>	<u>13,594</u>	Less: Accumulated Depreciation and Impairment	<u>14,460</u>	<u>13,594</u>
<u>10,740</u>	<u>11,160</u>	Net Carrying Amount	<u>10,740</u>	<u>11,160</u>
<u>407,261</u>	<u>395,385</u>	Total Property, Plant and Equipment At Net Carrying Amount	<u>407,261</u>	<u>395,385</u>

Northern NSW Local Health District
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PARENT & CONSOLIDATION

21. Property, Plant and Equipment - Reconciliation

	Land	Buildings	Work in Progress	Plant and Equipment	Infrastructure Systems	Total
	\$000	\$000	\$000	\$000	\$000	\$000
2013						
Net Carrying Amount at Start of Year	47,740	297,213	19,780	19,492	11,160	395,385
Additions	----	548	27,385	1,121	----	29,054
Disposals	(300)	----	----	(277)	----	(577)
Net Revaluation Increment Less Revaluation Decrements Recognised in Reserves	(2,387)	5,349	----	----	201	3,163
Depreciation Expense	----	(15,630)	----	(3,513)	(621)	(19,764)
Reclassifications	----	21,946	(33,390)	11,444	----	----
Net Carrying Amount at End of Year	45,053	309,426	13,775	28,267	10,740	407,261

	Land	Buildings	Work in Progress	Plant and Equipment	Infrastructure Systems	Total
	\$000	\$000	\$000	\$000	\$000	\$000
2012						
Net Carrying Amount at Start of Year	42,092	273,814	24,780	9,786	11,751	362,223
Additions	701	204	15,809	3,184	----	19,898
Recognition of Assets Held for Sale	1,030	----	----	----	----	1,030
Disposals	----	(50)	----	(227)	----	(277)
Administrative Restructures - Transfers In/(Out)	500	16,409	191	7,687	----	24,787
Net Revaluation Increment Less Revaluation Decrements Recognised in Reserves	3,417	2,286	----	----	28	5,731
Depreciation Expense	----	(13,937)	----	(3,451)	(619)	(18,007)
Reclassifications	----	18,487	(21,000)	2,513	----	----
Net Carrying Amount at End of Year	47,740	297,213	19,780	19,492	11,160	395,385

- (i) Land and Buildings include land owned by the Health Administration Corporation but controlled by the District [see note 2(g)].
- (ii) Land and Buildings were valued in the 2011/12 financial year by Corporeal Pty Ltd in accordance with note 2(j). Corporeal Pty Ltd is not an employee of the District.
- (iii) In accordance with the fair value requirements of AASB 116 the land, buildings and infrastructure assets have had a factor applied in relation to the movement in the market and variation in the building and infrastructure costs. The adjustment has been performed on a gross basis in accordance with note 2 (j). This factor gives consideration to the valuation of Physical Non-Current Assets at Fair Value. The following table details the indices applied to Non Current Assets as determined by Corporeal Pty Ltd :

Year	Land	Buildings
2012/13	-5.0%	1.8%

Northern NSW Local Health District
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	PARENT		CONSOLIDATION	
	2013	2012	2013	2012
	\$000	\$000	\$000	\$000
22. Non-Current Assets (or Disposal Groups) Held for Sale				
Assets Held for Sale				
Land and Buildings	175	175	175	175
	175	175	175	175

The District did not hold any assets classified as Held for Sale at 30 June 2013. At 30 June 2012 the District classified 25 Uralba Street, Lismore 2480 as Held for Sale. Disposal was completed in July 2012.

**Northern NSW Local Health District
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	PARENT	CONSOLIDATION		
	2013	2013	2012	2012
	\$000	\$000	\$000	\$000
23. Restricted Assets				
<p>The District's financial statements include the following assets which are restricted by externally imposed conditions, eg. donor requirements. The assets are only available for application in accordance with the terms of the donor restrictions.</p>				
	Category			
	1,903	1,903	2,072	2,072
	3,703	3,703	5,465	5,465
	1,625	1,625	1,421	1,421
	7,231	7,231	8,958	8,958

Northern NSW Local Health District
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PARENT			CONSOLIDATION	
2013 \$000	2012 \$000		2013 \$000	2012 \$000
		24. Payables		
		Current		
----	----	Accrued Salaries, Wages and On-Costs	5,699	4,915
----	----	Taxation and Payroll Deductions	3,447	6,411
9,146	11,326	Accrued Liability - Purchase of Personnel Services	----	----
19,807	21,453	Creditors	19,807	21,453
		Other Creditors		
3,029	737	- Capital Works	3,029	737
5,904	4,151	- Intra Health Liability	5,904	4,151
8,055	9,036	- Other	8,055	9,036
<u>45,941</u>	<u>46,703</u>		<u>45,941</u>	<u>46,703</u>

Details regarding credit risk, liquidity risk and market risk, including a maturity analysis of the above payables are disclosed in Note 36.

		25. Borrowings		
		Current		
<u>336</u>	<u>482</u>	Other Loans and Deposits	<u>336</u>	<u>482</u>
<u>336</u>	<u>482</u>		<u>336</u>	<u>482</u>
		Non-Current		
----	336	Other Loans and Deposits	----	336
----	<u>336</u>		----	<u>336</u>

No assets have been pledged as security/collateral for liabilities and there are no restrictions on any title to property.

Other loans still to be extinguished represent monies to be repaid to the HealthShare.
 Final Repayment is scheduled for 30 June 2014

Details regarding credit risk, liquidity risk and market risk, including a maturity analysis of the above payables are disclosed in Note 36.

Northern NSW Local Health District
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PARENT			CONSOLIDATION	
2013 \$000	2012 \$000		2013 \$000	2012 \$000
		26. Provisions		
---	---	Annual Leave - Short Term Benefit	30,500	33,965
---	---	Annual Leave - Long Term Benefit	13,404	7,467
---	---	Long Service Leave On-Costs	5,597	5,646
49,501	47,078	Provision for Personnel Services Liability	----	----
49,501	47,078	Total Current Provisions	49,501	47,078
		Non-Current Employee Benefits and Related On-Costs		
---	---	Long Service Leave On-Costs	295	297
295	297	Provision for Personnel Services Liability	----	----
295	297	Total Non-Current Provisions	295	297
		Aggregate Employee Benefits and Related On-Costs		
---	---	Provisions - Current	49,501	47,078
---	---	Provisions - Non-Current	295	297
---	---	Accrued Salaries, Wages and On-Costs (Note 24)	9,146	11,326
58,942	58,701	Liability - Purchase of Personnel Services	----	----
58,942	58,701		58,942	58,701

**Northern NSW Local Health District
Notes to and forming part of the Financial Statements
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PARENT			CONSOLIDATION	
2013 \$000	2012 \$000		2013 \$000	2012 \$000
27. Other Liabilities				
		Current		
15	2	Income in Advance	15	2
<u>15</u>	<u>2</u>		<u>15</u>	<u>2</u>
		Non-Current		
167	731	Other	167	731
<u>167</u>	<u>731</u>		<u>167</u>	<u>731</u>

Other represents transferred employees benefits at fixed transfer dates and contracts entered into to transfer employees of the Health Service to St Vincent's private hospital. The liability above represents employee benefits transferred at the contract date.

**Northern NSW Local Health District
Notes to and forming part of the Financial Statements
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PARENT		28. Commitments for Expenditure		CONSOLIDATION	
2013 \$000	2012 \$000			2013 \$000	2012 \$000
		(a) Capital Commitments			
		Aggregate capital expenditure for the acquisition of land and buildings, plant and equipment, infrastructure and intangible assets, contracted for at balance date and not provided for:			
		Not later than one year		7,735	16,285
7,735	16,285	Later than one year and not later than five years		7,930	1,583
7,930	1,583			<u>7,930</u>	<u>1,583</u>
<u>15,665</u>	<u>17,868</u>	Total Capital Expenditure Commitments (Including GST)		<u>15,665</u>	<u>17,868</u>
Of the commitments reported at 30 June 2013 it is expected that \$0.09 million will be met from locally generated moneys.					
		(b) Operating Lease Commitments			
		Future non-cancellable operating lease rentals not provided for and payable:			
		Not later than one year		3,740	3,869
3,740	3,869	Later than one year and not later than five years		3,679	4,164
3,679	4,164	Later than five years		117	4
117	4			<u>117</u>	<u>4</u>
<u>7,536</u>	<u>8,037</u>	Total Operating Lease Commitments (Including GST)		<u>7,536</u>	<u>8,037</u>
The operating lease commitments above are for motor vehicles, information technology, equipment including personal computers, medical equipment and other equipment.					
The District does not have any finance leases or any commitment relating to any finance lease arrangements.					
		(c) Contingent Asset Related to Commitments for Expenditure			
The total of 'Commitments for Expenditure' above, i.e. \$23.201 million as at 30 June 2013 includes input tax credits of \$2.109 million that are expected to be recoverable from the Australian Taxation Office (2012 \$2.4 million).					

**Northern NSW Local Health District
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PARENT AND CONSOLIDATION

29. Trust Funds

The District holds trust fund moneys of \$0.831 million which are used for the safe keeping of patients' monies, deposits on hired items of equipment and Private Practice Trusts. These monies are excluded from the financial statements as the District cannot use them for the achievement of its objectives. The following is a summary of the transactions in the trust account.

	Patient Trust		Refundable Deposits		Private Practice Trust Funds		Total
	2013	2012	2013	2012	2013	2012	
	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Cash Balance at the beginning of the financial year	105	109	208	56	199	176	341
Amounts transferred on 1 November 2011 from Admin Restructure of Health Services	---	---	---	63	---	16	79
Receipts	376	403	49	89	6,789	2,986	3,478
Expenditure	(450)	(407)	(45)	---	(6,400)	(2,979)	(3,386)
Cash Balance at the end of the financial year	31	105	212	208	588	199	831

**Northern NSW Local Health District
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PARENT AND CONSOLIDATED

30. Contingent Liabilities and Assets

a) Workers Compensation Hindsight Adjustment

Treasury Managed Fund normally calculates hindsight premiums each year. However, in regard to workers compensation the final hindsight adjustment for the 2006/07 fund year and an interim adjustment for the 2008/09 fund year were not calculated until 2012/13.

As a result, the 2007/08 final and 2009/10 pertaining to the hospitals and community services now forming part of the District will be paid in 2013/14. It is not possible for the District to reliably quantify the benefit to be received or amount payable.

Northern NSW Local Health District
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	PARENT		CONSOLIDATION
	2013	2012	2012
	\$000	\$000	\$000
31. Reconciliation of Cash Flows from Operating Activities to Net Result			
Net Cash Flows from Operating Activities	19,497	31,365	31,365
Depreciation	(19,764)	(18,006)	(18,006)
Allowance for Impairment	(224)	(970)	(970)
(Increase)/ Decrease Income in Advance	(13)	152	152
(Increase)/ Decrease in Provisions	(3,163)	(6,390)	(6,390)
Increase / (Decrease) in Prepayments and Other Assets	326	(4,386)	(4,386)
(Increase)/ Decrease in Creditors	1,464	2,794	2,794
Net Gain/ (Loss) on Sale of Property, Plant and Equipment	165	(230)	(230)
	(1,712)	4,329	4,329
	(1,712)	4,329	4,329

32. 2012/13 Voluntary Services

It is considered impracticable to quantify the monetary value of voluntary services provided to the District. Services provided include:

- Chaplaincies and Pastoral Care - Patient & Family Support
- Pink Ladies/Hospital Auxiliaries - Patient Services, Fund Raising
- Patient Support Groups - Practical Support to Patients and Relative
- Community Organisations - Counselling, Health Education, Transport, Home Help & Patient Activities

**Northern NSW Local Health District
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PARENT AND CONSOLIDATED

33. Unclaimed Moneys

Unclaimed salaries and wages are paid to the credit of the NSW Treasury in accordance with the provisions of the *Industrial Relations Act, 1996*.

All money and personal effects of patients which are left in the custody of District by any patient who is discharged or dies in the hospital and which are not claimed by the person lawfully entitled thereto within a period of twelve months are recognised as the property of District.

All such money and the proceeds of the realisation of any personal effects are lodged to the credit of the Samaritan Fund which is used specifically for the benefit of necessitous patients or necessitous outgoing patients.

34. Budget Review - Parent and Consolidated

Net Result

The actual Net Result was lower than budget by \$4.7 million, primarily due to:

Higher than budgeted Expenses of \$8.5 million, higher than budgeted Revenue of \$3.3 million and higher than budget Other Gains/(Losses) of \$0.5 million.

The Expense increase was primarily due to higher than budget results for Visiting Medical Officers \$3.0 million and Employee Related \$3.4 million and higher than budget result for Grants & Subsidies of \$1.6 million.

The Revenue increase was primarily due to higher than budgeted Grants and Subsidies of \$7.2 million, including Health Workforce Australia revenue of \$3.9 million for asset acquisition projects. This was offset by lower than budget Capital Allocations \$0.5 million and Sale of Goods and Services revenues of \$3.8 million. The Sale of Goods and Services result included the lower than budget result for Department of Veteran's Affairs revenue of \$2.2 million.

Assets and Liabilities

Current Assets were \$3.5 million lower than budget. This was due to lower than budget Cash & Cash Equivalents of \$3.5 million. The lower than budget result primarily relates to the Net Result lower than budget of \$4.7 million and lower than budget cash inflows from Capital Allocations \$0.5 million offset by lower than budgeted cash outflows for Investing activities \$2.7 million.

Current Liabilities were higher than budget by \$0.2 million.

Non-Current Liabilities were lower than budget by \$0.9 million. This was primarily related to the repayment of Borrowings \$0.3 million and Other liabilities lower than budget by \$0.6 million.

Cash Flows

Operating Activities - Net cash inflows were lower than budget by \$6.3 million. Total Payments are higher than budget by \$9.6 million and Total Receipts are higher than budget by \$3.3 million.

Investing Activities - Net cash outflows were lower than budget by \$2.8 million. This mainly resulted from under expenditure on the Districts capital acquisition program and proceeds from the sale of Land & Buildings.

Movements in the level of the NSW Ministry of Health Recurrent Allocation that have occurred since the time of the initial allocation on 25 June 2012 are as follows:

	\$000
Initial Allocation, 25 June 2012	505,977
Special Projects	
Aboriginal health Enhancement	129
Oral Health	400
National Partnership Agreements	1,724
Mental Health	63
Other	
Emergency Patient Capacity	511
Health Promotion Enhancements	807
Isolated Patient Travel And Assistance Scheme	579
Medical Intern Training Positions	639
Nurse Strategy Funding	931
Other Enhancements	695
Redundancies	343
Statewide Services	507
Treasury Managed Funds Adjustments	1,031
	<hr/>
Balance as per Statement of Comprehensive Income	514,336 <hr/>

**Northern NSW Local Health District
Notes to and forming part of the Financial Statements
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35. Increase/(Decrease) in Net Assets from Equity Transfers

Equity transfers effected in the 2011/12 year were:

An increase in net assets of \$ 14.768 million relating to the Districts' assumption of responsibilities upon dissolution of Health Reform Transitional Organisation with effect from 31 October 2011 and 31 May 2012.

Equity transfers effected in the 2012/13 year were:

An increase in net assets of \$0.744 million relating to the Districts' transfer of Long Service Leave On-costs to the Crown Entity.

	2013	2012
	\$000	\$000
Equity transfers effected comprised:		
Health Reform Transition Organisation	----	14,768
Crown Entity - Transfer of Long Service Leave On-costs	744	----
	744	14,768

Assets and Liabilities transferred are as follows:

	2013	2012
	\$000	\$000
Assets		
Current Assets		
Cash & Cash Equivalents	----	412
Receivables	----	2,014
Non-Current Assets		
Property, Plant & Equipment		
- Land & Buildings	----	17,100
- Plant & Equipment	----	7,688
Liabilities		
Current Liabilities		
Payables	----	(7,324)
Provisions	744	(3,759)
Borrowings	----	(459)
Other	----	(38)
Non-Current Liabilities		
Borrowings	----	(212)
Other	----	(654)
Increase/(Decrease) in Net Assets From Equity Transfers	744	14,768

**Northern NSW Local Health District
Notes to and forming part of the Financial Statements
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36. Financial Instruments

The District's principal financial instruments are outlined below. These financial instruments arise directly from the District's operations or are required to finance its operations. The District does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

The District's main risks arising from financial instruments are outlined below, together with the District's objectives, policies and processes for measuring and managing risk. Further quantitative and qualitative disclosures are included throughout these financial statements.

The Chief Executive has overall responsibility for the establishment and oversight of risk management and reviews and agrees policies for managing each of these risks. Risk management policies are established to identify and analyse the risk faced by the District, to set risk limits and controls and monitor risks. Compliance with policies is reviewed by the Audit & Risk Management Committee and the internal auditors on a continuous basis.

(a) Financial Instrument Categories

PARENT AND CONSOLIDATION		Carrying Amount 2013 \$000	Carrying Amount 2012 \$000
Class:	Category		
Financial Assets			
Cash and Cash Equivalents (note 18)	N/A	9,508	18,626
Receivables (note 19)*	Loans and receivables (at amortised cost)	11,978	11,617
Total Financial Assets		<u>21,486</u>	<u>30,243</u>
Financial Liabilities			
Borrowings (note 25)	Financial liabilities	336	818
Payables (note 24)**	measured at	42,494	40,292
Other (note 27)	amortised cost	167	731
Total Financial Liabilities		<u>42,997</u>	<u>41,841</u>

Notes

*Excludes statutory receivables and prepayments (i.e. not within scope of AASB 7)

**Excludes statutory payables and unearned revenue (i.e. not within scope of AASB 7)

(b) Credit Risk

Credit risk arises when there is the possibility of the District's debtors defaulting on their contractual obligations, resulting in a financial loss to the District. The maximum exposure to credit risk is generally represented by the carrying amount of the financial assets (net of any allowance for impairment).

Credit risk arises from financial assets of the District, including cash, receivables and authority deposits. No collateral is held by the District. The District has not granted any financial guarantees.

Northern NSW Local Health District
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Credit risk associated with the District's financial assets, other than receivables, is managed through the selection of counterparties and establishment of minimum credit rating standards. Authority deposits held with NSW TCorp are guaranteed by the State.

Cash

Cash comprises cash on hand and bank balances deposited within the NSW Treasury banking system. Interest is earned on daily bank balances at rates of approximately 3.60% in 2012/13 compared to 3.42% in the previous year. The TCorp Hour-Glass cash facility is discussed in paragraph (d) below.

Receivables - trade debtors

All trade debtors are recognised as amounts receivable at balance date. Collectability of trade debtors is reviewed on an ongoing basis. Procedures as established in the NSW Ministry of Health Accounting Manual for Public Health Organisations and Fee Procedures Manual are followed to recover outstanding amounts, including letters of demand. Debts which are known to be uncollectable are written off. An allowance for impairment is raised when there is objective evidence that the District will not be able to collect all amounts due. This evidence includes past experience and current and expected changes in economic conditions and debtor credit ratings. No interest is earned on trade debtors.

The District is not materially exposed to concentrations of credit risk to a single trade debtor or group of debtors. Based on past experience, debtors that are not past due (2013:\$9.260M; 2012: \$10.311M) and not more than 3 months past due (2013: \$1.674M; 2012:\$0.768M) are not considered impaired and together these represent 91.3% of the total trade debtors. In addition Patient Fees Compensables are frequently not settled within 6 months of the date of the service provision due to the length of time it takes to settle legal claims. Most of the District's debtors are Health Insurance Companies or Compensation Insurers settling claims in respect of inpatient treatments.

Financial assets that are past due or impaired could be either 'Sales of Goods and Services' or 'Other Debtors' in the 'Receivables' category of the Statement of Financial Position. Patient Fees Ineligibles represent the majority of financial assets that are past due or impaired.

2013	Total ^{1,2}	Past due but not impaired ^{1,2}	Considered impaired ^{1,2}
	\$000	\$000	\$000
<3 months overdue	1,762	1,674	88
3 months - 6 months overdue	476	294	182
> 6 months overdue	480	304	176
2012			
<3 months overdue	800	768	32
3 months - 6 months overdue	235	126	109
> 6 months overdue	608	140	468

Notes

1 Each column in the table reports "gross receivables".

2 The ageing analysis excludes statutory receivables, as these are not within the scope of AASB 7 and excludes receivables that are not past due and not impaired. Therefore, the "total" will not reconcile to the receivables total recognised in the statement of financial position.

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(c) Liquidity Risk

Liquidity risk is the risk that the District will be unable to meet its payment obligations when they fall due. The District continuously manages risk through monitoring future cash flows and maturities planning to ensure adequate holding of high quality liquid assets. The objective is to maintain a balance between continuity of funding and flexibility through effective management of cash, investments and liquid assets and liabilities.

The District has negotiated no loan outside of arrangements with the NSW Ministry of Health or Treasury.

During the current and prior years, there were no defaults of loans payable. No assets have been pledged as collateral. The District has exposure to liquidity risk.

However, the risk is minimised by the service agreement, as the annual service agreement requires local management to control its financial liquidity and in particular meet benchmarks for the payment of creditors. Where the District fails to meet service agreement performance standards, the Ministry as the state manager can take action in accordance with annual performance framework requirements, including providing financial support and increased management interaction (refer Note 2).

The liabilities are recognised for amounts due to be paid in the future for goods or services received, whether or not invoiced. Amounts owing to suppliers (which are unsecured) are settled in accordance with the policy set by the NSW Ministry of Health in accordance with NSW Treasury Circular 11/12. For small business suppliers, where terms are not specified, payment is made not later than 30 days from date of receipt of a correctly rendered invoice. For other suppliers, if trade terms are not specified, payment is made no later than the end of the month following the month in which an invoice or a statement is received.

For small business suppliers, where payment is not made within the specified time period, simple interest must be paid automatically unless an existing contract specifies otherwise.

For other suppliers, where settlement cannot be effected in accordance with the above, e.g. due to short term liquidity constraints, contact is made with creditors and terms of payment are negotiated to the satisfaction of both parties.

The table below summarises the maturity profile of the District's financial liabilities together with the interest rate exposure.

**Northern NSW Local Health District
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Maturity Analysis and interest rate exposure of financial liabilities

	Weighted Average Effective Int. Rate	Interest Rate Exposure				Maturity Dates			
		Nominal Amount 1 \$000	Fixed Interest Rate \$000	Variable Interest Rate \$000	Non - Interest Bearing \$000	< 1 Yr \$000	1-5 Yr \$000	> 5Yr \$000	
2013									
Payables:									
- Accrued Salaries Wages, On-Costs and Payroll Deductions		5,699	-----	-----	5,699	5,699	-----	-----	
- Creditors		36,795	-----	-----	36,795	36,795	-----	-----	
Borrowings:									
- Loans and Deposits	3.090%	336	336			336			
Other:		167			167	167			
		42,997	336	-----	42,661	42,997	-----	-----	
2012									
Payables:									
- Accrued Salaries Wages, On-Costs and Payroll Deductions		4,915	-----	-----	4,915	4,915	-----	-----	
- Creditors		35,377	-----	-----	35,377	35,377	-----	-----	
Borrowings:									
- Loans and Deposits	3.690%	818	818			482	336		
Other:		731			731	731			
		41,841	818	-----	41,023	41,505	336	-----	

Notes:

1 The amounts disclosed are the contractual undiscounted cash flows of each class of financial liabilities based on the earliest date on which the District can be required to pay. The tables include both interest and principal cash flows and therefore will not reconcile to the Statement Of Financial Position.

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d) Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. The District's exposures to market risk are primarily through interest rate risk on the District's borrowings and other price risks associated with the movement in the unit price of the Hour-Glass Investment facilities. The District has no exposure to foreign currency risk and does not enter into commodity contracts.

The effect on profit and equity due to a reasonably possible change in risk variable is outlined in the information below, for interest rate risk and other price risk. A reasonably possible change in risk variable has been determined after taking into account the economic environment in which the District operates and the time frame for the assessment (i.e. until the end of the next annual reporting period). The sensitivity analysis is based on risk exposures in existence at the Statement of Financial Position date. The analysis is performed on the same basis for 2012. The analysis assumes that all other variables remain constant.

Interest rate risk

Exposure to interest rate risk arises primarily through the District's interest bearing liabilities.

However, District is not permitted to borrow external to the NSW Ministry of Health (energy loans which are negotiated through Treasury excepted).

Both Treasury and NSW Ministry of Health loans are set at fixed rates and therefore are generally not affected by fluctuations in market rates. The District does not account for any fixed rate financial instruments at fair value through profit or loss or as available-for-sale. Therefore, for these financial instruments, a change of interest rates would not affect profit or loss or equity. A reasonably possible change of +/-1% is used consistent with current trends in interest rates. The basis will be reviewed annually and amended where there is a structural change in the level of interest rate volatility. The District's exposure to interest rate risk is set out below.

	Carrying Amount \$'000	-1% Profit	Equity	Profit	+1% Equity
2013					
Financial Assets					
Cash and Cash Equivalents	9,508	(95)	(95)	95	95
Receivables	11,978	----	----	----	----
Financial Liabilities					
Payables	42,494	----	----	----	----
Borrowings	336	----	----	----	----
Other	167	----	----	----	----
2012					
Financial Assets					
Cash and Cash Equivalents	18,626	(186)	(186)	186	186
Receivables	11,617	----	----	----	----
Financial Liabilities					
Payables	40,292	----	----	----	----
Borrowings	818	----	----	----	----
Other	731	----	----	----	----

**Northern NSW Local Health District
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37. Events after the Reporting Period

There are no events after the reporting period that require amendment to the financial statements.

END OF AUDITED FINANCIAL STATEMENTS