

Annual Financial Report



Derbarl Yerrigan Health Service Inc.

ABN 60 824 221 416

30 June 2016

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Derbarl Yerrigan Health Service Inc.

Executive Committee Members Report

Your executive committee members present this report on the entity for the financial year ended 30 June 2016.

Directors

The name of each person who was a member of the board of directors during and since the end of the financial year are:

Name	Position	Qualifications/ Experience	Period of tenure (Board)
Edward Wilkes	President (Part Yr.) Board Member	AO, BArtsSocSc	22/11/14 – 28/07/2015 13/02/16 - Present
Dorothy Bagshaw	President (Part Yr.)	Community Leader	21/01/14 – 13/02/16
Laurence Riley	Secretary (Part Yr.) & Board Member (Part Yr.)	Community Leader	21/01/14 – 22/09/16
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	Community Leader	22/11/14 – 10/11/16
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	Cert IV Career Development; Employment Services; Project Management; Mentoring; Governance	22/11/14 – Present
Michelle Nelson- Cox	Board Member	BArtsComm Mgmt, BSocScIndigServ	22/11/14 – Present
Doreen Nelson	Board Member	Community Leader	21/01/14 - 13/02/16
Colin Garlett	Board Member (Part Yr.) & Vice President (Part Yr.)	BAppSc; BHlthSci	22/11/14 – Present
Sharon Bushby	Board Member	BAppSc; MPH	22/11/14 – Present
Margaret Culbong	Board Member	Community Leader	21/01/14 - 13/02/16
Ted Hart	Board Member	Community Leader	21/01/14 - Present
Robert Smith	Board Member	AssocDIIndigContArt	21/01/14 – 13/02/16
Patrick Smith	Board Member	AssocDIIndigCommMgmtDev	11/09/15 - Present
Deanne Lewis	Vice President	BAppScIndCommHealth	13/02/16 - Present
Charne Hayden	Secretary	AssDIIndCommMgmtDev, Cert IV BusGov, Cert IV TAA	13/02/16 - Present
Kevin Cox	Board Member	Community Leader	13/02/16 - Present

Principal Activities

The principal activity of the entity during the financial year was the provision of primary health care services and associated health programs to the Aboriginal Community.

No significant changes in the nature of these activities occurred during the financial year.

Operating Results

The entity recorded a deficit of \$303,210 (2015: Surplus \$570,064) as reported in the statement of profit or loss and other comprehensive income.

Significant Changes in State of Affairs

There were no significant changes in state of affairs during the period.

Derbarl Yerrigan Health Service Inc.

Future Developments

There is no future development to this report.

Environmental Issues

The entity's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

Derbarl Yerrigan Health Service Inc.

Information on Board of Directors

Note that information on eligibility to attend meetings is provided only for full Board meetings and meetings of the Executive Committee. Attendance of other meetings is varied and dependent on selection for committees as well as availability. Therefore for these other meetings only attendance has been shown.

The number of Board meetings held for the year ended 30 June 2016 were 16.

Name	Position	Current Period of tenure (Board)	Meetings July'15- Jun '16	
			No. eligible to attend	Number attended
Edward Wilkes	President (Part Yr.) Board Member	22/11/14 – 28/07/2015 13/02/16 - Present	6	1
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	11	11
Laurence Riley	Secretary (Part Yr.) & Board Member (Part Yr.)	21/01/14 – 22/09/16	16	14
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	16	16
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	16	15
Michelle Nelson- Cox	Board Member	22/11/14 – Present	16	14
Doreen Nelson	Board Member	21/01/14 - 13/02/16	11	10
Colin Garlett	Board Member (Part Yr.) & Vice President (Part Yr.)	22/11/14 – Present	16	13
Sharon Bushby	Board Member	22/11/14 – Present	16	7
Margaret Culbong	Board Member	21/01/14 - 13/02/16	11	11
Ted Hart	Board Member	21/01/14 - Present	16	15
Robert Smith	Board Member	21/01/14 – 13/02/16	11	11
Patrick Smith	Board Member	11/09/15 - Present	14	14
Deanne Lewis	Vice President	13/02/16 - Present	5	3
Charne Hayden	Secretary	13/02/16 - Present	5	2
Kevin Cox	Board Member	13/02/16 - Present	5	2

The dates for these meetings are: 24/07/2015 ; 01/09/2015 ; 06/10/2015 ; 27/10/2015 ; 03/12/2015 ; 09/12/2015 ; 21/12/2015 ; 13/01/2016 ; 27/01/2016 ; 01/02/2016 ; 08/02/2016 ; 24/02/2016 ; 30/03/2016 ; 29/04/2016 ; 06/05/2016 ; 28/06/2016

Derbarl Yerrigan Health Service Inc.

The number of Executive meetings held for the year ended 30 June 2016 were 15. The President, Vice President, Secretary and Treasurer are ordinarily eligible to attend Executive meetings. In some instances where the usual Executive Committee Members were not available an ordinary Board Member may have been nominated to attend one of these meetings.

Name	Position	Current Period of tenure (Board)	Meetings July'15- Jun '16	
			No. eligible to attend	Number attended
Edward Wilkes	President (Part Yr.) Board Member	22/11/14 – 28/07/2015 13/02/16 - Present	1	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	13	13
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	14	12
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	15	14
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	12	10
Colin Garlett	Vice President (Part Yr. & Board Member Part Yr.)	22/11/14 – Present	2	2
Ted Hart	Board Member	21/01/14 - Present	-	1

The dates for these meetings are: 28/07/2015 ; 04/08/2015 ; 06/08/2015 ; 10/09/2015 ; 05/10/2015 ; 19/10/2015 ; 30/10/2015 ; 10/11/2015 ; 02/12/2015 ; 15/12/2015 ; 05/01/2016 ; 20/01/2016 ; 04/02/2016 ; 01/04/2016 ; 28/04/2016

The number of Finance Sub- Committee meetings held for the year ended 30 June 2016 were 9.

Name	Position	Current Period of tenure (Board)	Meetings July'15- Jun '16
			Number attended
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	1
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	7
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	8
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	4
Colin Garlett	Vice President (Part Yr) & Board Member (Part Yr.)	22/11/14 – Present	1
Charne Hayden	Secretary	13/02/16 - Present	1

The dates for these meetings are: 23/07/2015 ; 31/08/2015 ; 01/10/2015 ; 22/10/2015 ; 01/12/2015 ; 21/01/2016 ; 26/02/2016 ; 14/04/2016 ; 22/04/2016.

Derbarl Yerrigan Health Service Inc.

The number of Swan Districts Hospital meetings held for the year ended 30 June 2016 were 6.

Name	Position	Current Period of tenure (Board)	Meetings July'15- Jun '16
			Number attended
Edward Wilkes	President (Part Yr.) Board Member	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	1
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	-
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	5
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	4
Michelle Nelson-Cox	Board Member	22/11/14 – Present	3
Doreen Nelson	Board Member	21/01/14 - 13/02/16	-
Colin Garlett	Vice President (Part Yr. & Board Member (Part Yr.)	22/11/14 – Present	-
Sharon Bushby	Board Member	22/11/14 – Present	-
Margaret Culbong	Board Member	21/01/14 - 13/02/16	--
Ted Hart	Board Member	21/01/14 - Present	3
Robert Smith	Board Member	21/01/14 – 13/02/16	-
Patrick Smith	Board Member	11/09/15 - Present	-
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for these meetings are: 31/07/2015; 27/08/2016; 16/09/2015; 30/11/2015; 04/04/2016; 05/05/2016

Derbarl Yerrigan Health Service Inc.

The number of Aboriginal Health T-shirt Launch meetings held for the year ended 30 June 2016 were 6.

			Meetings July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	5
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	6
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	1
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	5
Michelle Nelson-Cox	Board Member	22/11/14 – Present	1
Doreen Nelson	Board Member	21/01/14 - 13/02/16	4
Colin Garlett	Vice (Part Yr.) & Board Member (Part Yr.)	22/11/14 – Present	-
Sharon Bushby	Board Member	22/11/14 – Present	-
Margaret Culbong	Board Member	21/01/14 - 13/02/16	2
Ted Hart	Board Member	21/01/14 - Present	2
Robert Smith	Board Member	21/01/14 – 13/02/16	1
Patrick Smith	Board Member	11/09/15 - Present	1
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for the meetings are: 06/08/2015; 07/09/2015; 21/09/2015; 02/10/2015; 08/10/2015; 12/10/2015

Derbarl Yerrigan Health Service Inc.

The number of Meetings in relation to the Constitution held for the year ended 30 June 2016 were 15.

Name	Position	Current Period of tenure (Board)	Meetings July'15- Jun '16
			Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	14
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	12
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	4
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	11
Michelle Nelson-Cox	Board Member	22/11/14 – Present	6
Doreen Nelson	Board Member	21/01/14 - 13/02/16	12
Colin Garlett	Vice President (Part Yr.) & Board Member (Part Yr.)	22/11/14 – Present	1
Sharon Bushby	Board Member	22/11/14 – Present	3
Margaret Culbong	Board Member	21/01/14 - 13/02/16	7
Ted Hart	Board Member	21/01/14 - Present	3
Robert Smith	Board Member	21/01/14 – 13/02/16	10
Patrick Smith	Board Member	11/09/15 - Present	2
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for the meetings are: 20/07/2015 ; 21/07/2015 x 2; 10/08/2015 ; 20/08/2015 ; 31/08/2015 ; 16/09/2015 ; 23/09/2015 ; 16/10/2015; 02/11/2015 ; 04/11/2015 ; 05/11/2015 ; 09/11/2015 ; 11/11/2015 ; 21/12/2015

Derbarl Yerrigan Health Service Inc.

The number of workshop days paid for the year ended 30 June 2016 were 9. The number of workshops held were 6.

			Workshop Days July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.) Board Member	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	5
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	8
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	9
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	7
Michelle Nelson-Cox	Board Member	22/11/14 – Present	6
Doreen Nelson	Board Member	21/01/14 - 13/02/16	4
Colin Garlett	Vice President (Part Yr.) & Board Member (Part Yr.)	22/11/14 – Present	7
Sharon Bushby	Board Member	22/11/14 – Present	5
Margaret Culbong	Board Member	21/01/14 - 13/02/16	5
Ted Hart	Board Member	21/01/14 - Present	8
Robert Smith	Board Member	21/01/14 – 13/02/16	5
Patrick Smith	Board Member	11/09/15 - Present	4
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	3
Kevin Cox	Board Member	13/02/16 - Present	-

The dates of these workshops were: 31/10/2015 - 01/11/2015; 23/01/2016; 08/02/2016; 15-17/03/2016; 15-17/04/2016; 30/04/2016 - 01/05/2016.

Derbarl Yerrigan Health Service Inc.

The number of conference days requiring travel from Perth for the year ended 30 June 2016 were 16. This consisted of 7 conferences.

			Conference Days July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number Of Days
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	3 Conf. 2 Travel
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	8 Conf. 4 Travel
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	4 Conf. 4 Travel
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	7 Conf. 6 Travel3
Michelle Nelson-Cox	Board Member	22/11/14 – Present	-
Doreen Nelson	Board Member	21/01/14 - 13/02/16	3 Conf. 1 Travel
Colin Garlett	Vice President (Part Yr.) & Board Member (Part Yr.)	22/11/14 – Present	1 Conf.
Sharon Bushby	Board Member	22/11/14 – Present	-
Margaret Culbong	Board Member	21/01/14 - 13/02/16	-
Ted Hart	Board Member	21/01/14 - Present	2 Conf. 2 Travel
Robert Smith	Board Member	21/01/14 – 13/02/16	
Patrick Smith	Board Member	11/09/15 - Present	4 Conf. 2 Travel
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for the conferences are: 11-14/08/2015; 02-04/09/2015; 28/09/2015; 15/10/2015; 19-24/10/2015; 14/04/2016; 26/04/2016

Derbarl Yerrigan Health Service Inc.

The number of meetings held in relation to the review of the CEO performance for the year ended 30 June 2016 were 6.

			Meetings July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	5
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	6
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	5
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	4
Michelle Nelson-Cox	Board Member	22/11/14 – Present	-
Doreen Nelson	Board Member	21/01/14 - 13/02/16	-
Colin Garlett	Vice President (Part yr. & Board Member (Part Yr.)	22/11/14 – Present	-
Sharon Bushby	Board Member	22/11/14 – Present	-
Margaret Culbong	Board Member	21/01/14 - 13/02/16	-
Ted Hart	Board Member	21/01/14 - Present	-
Robert Smith	Board Member	21/01/14 – 13/02/16	-
Patrick Smith	Board Member	11/09/15 - Present	-
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for the meetings are: 06/08/2015 ; 28/08/2015 ; 10/09/2015 ; 02/10/2015 ; 05/10/2015 ; 20/03/2016

Derbarl Yerrigan Health Service Inc.

The number of meetings held with legal representatives for the year ended 30 June 2016 were 5.

			Meetings July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	3
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	5
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	4
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	3
Michelle Nelson-Cox	Board Member	22/11/14 – Present	-
Doreen Nelson	Board Member	21/01/14 - 13/02/16	-
Colin Garlett	Vice President (Part yr. & Board Member (Part Yr.)	22/11/14 – Present	-
Sharon Bushby	Board Member	22/11/14 – Present	-
Margaret Culbong	Board Member	21/01/14 - 13/02/16	1
Ted Hart	Board Member	21/01/14 - Present	1
Robert Smith	Board Member	21/01/14 – 13/02/16	1
Patrick Smith	Board Member	11/09/15 - Present	-
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for these meetings are: 16/07/2015; 12/11/2015; 21/01/2016; 04/03/2016; 18/03/2016

Derbarl Yerrigan Health Service Inc.

The number of meetings held with Ministers for the year ended 30 June 2016 were 5.

			Meetings July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	3
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	4
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	2
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	2
Michelle Nelson-Cox	Board Member	22/11/14 – Present	-
Doreen Nelson	Board Member	21/01/14 - 13/02/16	-
Colin Garlett	Vice President (Part yr. & Board Member (Part Yr.)	22/11/14 – Present	-
Sharon Bushby	Board Member	22/11/14 – Present	-
Margaret Culbong	Board Member	21/01/14 - 13/02/16	2
Ted Hart	Board Member	21/01/14 - Present	1
Robert Smith	Board Member	21/01/14 – 13/02/16	3
Patrick Smith	Board Member	11/09/15 - Present	-
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for these meetings are: 02/07/2015; 03/07/2015; 06/08/2015; 18/01/2016; 09/02/2016

Derbarl Yerrigan Health Service Inc.

The number of NAIDOC meetings held for the year ended 30 June 2016 were 3.

			Meetings July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	1
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	2
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	2
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	-
Michelle Nelson-Cox	Board Member	22/11/14 – Present	-
Doreen Nelson	Board Member	21/01/14 - 13/02/16	-
Colin Garlett	Vice President (Part yr. & Board Member (Part Yr.)	22/11/14 – Present	-
Sharon Bushby	Board Member	22/11/14 – Present	-
Margaret Culbong	Board Member	21/01/14 - 13/02/16	-
Ted Hart	Board Member	21/01/14 - Present	-
Robert Smith	Board Member	21/01/14 – 13/02/16	-
Patrick Smith	Board Member	11/09/15 - Present	-
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for these meetings are: 09/07/2015; 05/04/2016; 04/05/2016

Derbarl Yerrigan Health Service Inc.

The number of meetings held that were in relation to the internal review of the entity, during the year ended 30 June 2016 were 3.

			Meetings July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	3
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	2
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	2
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	2
Michelle Nelson-Cox	Board Member	22/11/14 – Present	1
Doreen Nelson	Board Member	21/01/14 - 13/02/16	2
Colin Garlett	Vice President (Part yr. & Board Member (Part Yr.)	22/11/14 – Present	-
Sharon Bushby	Board Member	22/11/14 – Present	2
Margaret Culbong	Board Member	21/01/14 - 13/02/16	2
Ted Hart	Board Member	21/01/14 - Present	1
Robert Smith	Board Member	21/01/14 – 13/02/16	2
Patrick Smith	Board Member	11/09/15 - Present	1
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for these meetings are: 04/08/2015; 15/10/2015 ; 19/10/2015

Derbarl Yerrigan Health Service Inc.

The number of special general meetings held during the year ended 30 June 2016 were 2.

			Meetings July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	2
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	1
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	1
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	2
Michelle Nelson-Cox	Board Member	22/11/14 – Present	2
Doreen Nelson	Board Member	21/01/14 - 13/02/16	2
Colin Garlett	Vice President (Part yr. & Board Member (Part Yr.)	22/11/14 – Present	2
Sharon Bushby	Board Member	22/11/14 – Present	2
Margaret Culbong	Board Member	21/01/14 - 13/02/16	2
Ted Hart	Board Member	21/01/14 - Present	1
Robert Smith	Board Member	21/01/14 – 13/02/16	2
Patrick Smith	Board Member	11/09/15 - Present	1
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

The dates for these meetings are: 12/12/2015; 18/01/2016

The number of other meetings held during the year ended 30 June 2016 were 20. These meetings were held to discuss the following matters:

Round Table Supreme Court meeting -17/09/2015
 Telecom – Swan District Meeting – Bus case 13/08/2015
 Acacia Prison Service Provider Meeting -22/09/2015
 Sub-Committee Review – Dr - 25/09/2015
 Dumbartung 30 Years Meeting - 27/10/2015
 Funeral of founding member of DYHS at Kalgoorlie 12-13/11/2015 (4 parties attended)
 Staff meeting - 04/12/2015
 Stolen Generation Workshop - 07/12/2015
 Drug Action Committee Meeting - 15/12/2015
 SWAMs Opening Bunbury - 18/12/2015
 Suicide Launch - 18/01/2016
 Western Desert - Re Boomerang House - 28/01/2016
 Interview panel - 17/02/2016
 Ochre Day Planning - 03/03/2016
 HR Matters - 10/03/2016; 05/04/2016; 08/04/2016
 SWALC Meeting - 19/08/2015; 28/04/2016
 Suicide Prevention Conference - 02-06/05/2016

Derbarl Yerrigan Health Service Inc.

			Meetings July'15- Jun '16
Name	Position	Current Period of tenure (Board)	Number attended
Edward Wilkes	President (Part Yr.)	22/11/14 – 28/07/2015 13/02/16 - Present	-
Dorothy Bagshaw	President (Part Yr.)	21/01/14 – 13/02/16	7
Laurence Riley	Secretary (Part Yr.) & Member (Part Yr.)	21/01/14 – 22/09/16	6
Reginald Yarran	Treasurer (Part Yr.) & President (Part Yr.)	22/11/14 – 10/11/16	11
John Penny	Vice President (Part Yr.) & Treasurer (Part Yr.)	22/11/14 – Present	9
Michelle Nelson-Cox	Board Member	22/11/14 – Present	4
Doreen Nelson	Board Member	21/01/14 - 13/02/16	4
Colin Garlett	Vice President (Part yr. & Board Member (Part Yr.)	22/11/14 – Present	2
Sharon Bushby	Board Member	22/11/14 – Present	1
Margaret Culbong	Board Member	21/01/14 - 13/02/16	6
Ted Hart	Board Member	21/01/14 - Present	6
Robert Smith	Board Member	21/01/14 – 13/02/16	3
Patrick Smith	Board Member	11/09/15 - Present	4
Deanne Lewis	Vice President	13/02/16 - Present	-
Charne Hayden	Secretary	13/02/16 - Present	-
Kevin Cox	Board Member	13/02/16 - Present	-

Secretary during the year was as follows:

Name	Position	Period of tenure
Laurence Riley	Secretary	21/01/14 – 13/02/16 and 30/03/16 – 27/06/16
Charne Hayden	Secretary	14/02/16 – 29/03/16 and 28/06/16 - Present

Indemnifying Officers or Auditor

No indemnities have been given or agreed to be given or insurance premiums paid or agreed to be paid, during or since the end of the financial year, to any person who is or has been an officer or auditor of the entity.

Derbarl Yerrigan Health Service Inc.

Proceedings on Behalf of the Entity

No person has applied for leave of Court to bring proceedings on behalf of the entity or intervene in any proceedings to which the entity is a party for the purpose of taking responsibility on behalf of the entity for all or any part of those proceedings.

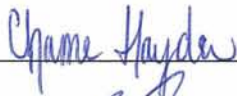
The entity was not a party to any such proceedings during the year.

Distributions

No distributions have been paid to members during the year.

Signed in accordance with a resolution of the Executive Committee.

Chairperson



Member



Dated this 9th day of February 2017

Derbarl Yerrigan Health Service Inc.

Executive Committee Declaration

Derbarl Yerrigan Health Service Inc.
Statement by members of the Committee
For the year ended 30 June 2016

In the opinion of the Executive Committee of Derbarl Yerrigan Health Service Inc.

- (a) the association is a reporting entity;
- (b) the financial statements and notes, set out on pages 18 to 50, are in accordance with the Associations Incorporations Act (WA) 1987 and the ACNC Act 2012 including:
 - (i) present fairly the financial position of the association as at 30 June 2016 and of its performance, as represented by the results of its operations, for the financial year ended on that date; and
 - (ii) complying with the Australian Accounting Standards (including the Australian Accounting Interpretations) the Associations Incorporation Act (WA) 1987 and the ACNC Act 2012; and
- (c) as set out in Note (c) to the financial statements, at the date of this statement, there are reasonable grounds to believe that Derbarl Yerrigan Health Service Inc. will be able to pay its debts as and when they fall due.

Dated at Perth this 9th day of February 2017

This statement is made in accordance with a resolution of the Executive Committee and is signed for and on behalf of the Executive Committee by:

Name

Chame Hayden

Position

Acting President

Derbarl Yerrigan Health Service Inc.

Statement of profit or loss and other comprehensive income

For the year ended 30 June 2016

	Note	2016	2015
Medicare income		3,448,120	3,045,793
Grant revenue	1	12,951,314	12,608,343
Financial income	2	110,188	79,947
Other income	3	271,221	494,636
Net gain on disposal of property, plant and equipment		19,123	85,777
Administration expenses	4	(4,329,844)	(3,580,919)
Personnel expenses	5	(11,337,930)	(10,658,982)
Rent and other property expenses		(803,815)	(776,160)
Motor vehicle expenses		(141,570)	(164,148)
Depreciation and amortisation expense		(490,017)	(564,223)
Surplus /(Deficit) for the period		(303,210)	570,064
Other Comprehensive income for the year		-	-
Total comprehensive income for the year		(303,210)	570,064

The statement of profit or loss and other comprehensive income is to be read in conjunction with the notes to the financial statements.

Derbarl Yerrigan Health Service Inc.

Statement of financial position

As at 30 June 2016

	Note	2016	2015
Assets			
Cash and cash equivalents	7	4,474,556	3,709,341
Trade and other receivables	8	110,941	165,546
Investments	9	-	1,000,000
Prepayments	10	343,805	230,927
Total current assets		4,929,302	5,105,814
Property, plant and equipment	11	2,966,276	3,291,439
Total non-current assets		2,966,276	3,291,439
Total assets		7,895,578	8,397,253
Liabilities			
Trade and other payables	12	1,359,256	1,249,519
Unexpended grants	13	370,473	495,047
Employee benefits	14	1,074,803	1,240,007
Total current liabilities		2,804,532	2,984,573
Employee benefits	14	110,718	129,142
Total non-current liabilities		110,718	129,142
Total liabilities		2,915,250	3,113,715
Net assets		4,980,328	5,283,538
Equity			
Accumulated funds		4,980,328	5,283,538
Total equity		4,980,328	5,283,538

The statement of financial position is to be read in conjunction with the notes to the financial statements.

Derbarl Yerrigan Health Service Inc.

Statement of changes in equity

For the year ended 30 June 2016

	2016	2015
Balance at beginning of the year	5,283,538	4,713,474
Surplus/(Deficit) for the period	(303,210)	570,064
Balance at the end of the year	4,980,328	5,283,538

The statement of changes in equity is to be read in conjunction with the notes to the financial statements.

Derbarl Yerrigan Health Service Inc.

Statement of cash flows

For the year ended 30 June 2016

	Note	2016	2015
Cash flows from operating activities			
Receipts from customers		3,789,170	3,645,945
Grant receipts		12,601,991	12,425,868
Donations received		-	1,500
Payments to suppliers and employees		(16,539,408)	(14,412,660)
Interest received		110,118	79,947
Net cash from operating activities	22(b)	(38,129)	1,740,600
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		684,082	749,710
Payments for the acquisition of property, plant and equipment		(880,738)	(929,535)
Payments for the purchase of investments (Term deposits)		-	(1,000,000)
Proceeds from disposal of investments (Term Deposits)		1,000,000	-
Net cash from investing activities		803,344	(1,179,825)
Net increase in cash and cash equivalents		765,215	560,775
Cash and cash equivalents at 1 July 2015		3,709,341	3,148,566
Cash and cash equivalents at 30 June 2016	7	4,474,556	3,709,341

The statement of cash flows is to be read in conjunction with the notes to the financial statements.

Derbarl Yerrigan Health Service Inc.

Notes to the financial statements

Significant Accounting Policies

Derbarl Yerrigan Health Service Inc. (the "Service") is an incorporated association domiciled in Australia. Derbarl Yerrigan Health Service Inc. is a not for profit organisation established to provide health services to the Aboriginal community. The Executive Committee have determined that the Service is a reporting entity.

The financial report was authorised for issue by the Executive Committee on the 6th of February 2017.

(a) Basis of Preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards (AASBs) (including Australian Interpretations) adopted by the Australian Accounting Standards Board (AASB) and the Associations Incorporation Act (WA) 1987.

The financial report is prepared on the historical cost basis.

Amounts in the financial report have been rounded off to the nearest Australian dollar, unless otherwise stated.

New and revised AASB's affecting amounts reported and/or disclosures in the financial report

The Association has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to their operations and are effective for the current financial reporting period beginning 1 July 2015. Significant new and revised standards and interpretations effective for the current financial reporting period that are relevant to The Association are:

Reference	Title	Description	Applicable date of Standard	Application date for Corporation
AASB 2015-3	Amendments to Australian Accounting Standards arising from the Withdrawal of AASB 1031 Materiality	AASB 2015-3 completes the AASB's project to remove Australian Guidance on materiality from Australian Accounting Standards	1 January 2015	1 July 2015

The adoption of these standards has not had an impact on the Association.

The following standards and interpretations have been issued by the AASB but are not yet effective for the period ending 30 June 2016.

Reference	Title	Description	Applicable date of Standard	Application date for Corporation
AASB 9	Financial Instruments	AASB 9 (December 2014) is a new standard which replaces AASB 139. This new version supersedes AASB 9 issued in December 2009 (as amended) and AASB 9 (issued in December 2010) and includes a model for classification and measurement, a single, forward-looking 'expected loss' impairment model and a substantially-reformed approach to hedge accounting. AASB 9 is effective for annual periods beginning	1 January 2018	1 July 2018

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Reference	Title	Description	Applicable date of Standard	Application date for Corporation
		<p>on or after 1 January 2018. However, the Standard is available for early adoption. The own credit changes can be early adopted in isolation without otherwise changing the accounting for financial instruments.</p> <p>Classification and measurement</p> <p>AASB 9 includes requirements for a simpler approach for classification and measurement of financial assets compared with the requirements of AASB 139. There are also some changes made in relation to financial liabilities.</p> <p>The main changes are described below.</p>		
AASB 9	Financial Instruments	<p>Financial assets</p> <ol style="list-style-type: none"> Financial assets that are debt instruments will be classified based on (1) the objective of the entity's business model for managing the financial assets; (2) the characteristics of the contractual cash flows. Allows an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument. Financial assets can be designated and measured at fair value through profit or loss at initial recognition if doing so eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities, or recognising the gains and losses on them, on different bases. <p>Financial liabilities</p> <p>Changes introduced by AASB 9 in respect of financial liabilities are limited to the measurement of liabilities designated at fair value through profit or loss (FVPL) using the fair value option.</p> <p>Where the fair value option is used for financial liabilities, the change in fair value is to be accounted for as follows:</p> <p>The change attributable to changes in credit risk are presented in other comprehensive income (OCI)</p>	1 January 2018	1 July 2018

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Reference	Title	Description	Applicable date of Standard	Application date for Corporation
		<p>The remaining change is presented in profit or loss</p> <p>AASB 9 also removes the volatility in profit or loss that was caused by changes in the credit risk of liabilities elected to be measured at fair value. This change in accounting means that gains or losses attributable to changes in the entity's own credit risk would be recognised in OCI. These amounts recognised in OCI are not recycled to profit or loss if the liability is ever repurchased at a discount.</p>		
AASB 9	Financial Instruments	<p>Impairment</p> <p>The final version of AASB 9 introduces a new expected-loss impairment model that will require more timely recognition of expected credit losses. Specifically, the new Standard requires entities to account for expected credit losses from when financial instruments are first recognised and to recognise full lifetime expected losses on a timelier basis.</p> <p>Hedge accounting</p> <p>Amendments to AASB 9 (December 2009 & 2010 editions and AASB 2013-9) issued in December 2013 included the new hedge accounting requirements, including changes to hedge effectiveness testing, treatment of hedging costs, risk components that can be hedged and disclosures.</p> <p>Consequential amendments were also made to other standards as a result of AASB 9, introduced by AASB 2009-11 and superseded by AASB 2010-7, AASB 2010-10 and AASB 2014-1 – Part E.</p> <p>AASB 2014-7 incorporates the consequential amendments arising from the issuance of AASB 9 in Dec 2014.</p> <p>AASB 2014-8 limits the application of the existing versions of AASB 9 (AASB 9 (December 2009) and AASB 9 (December 2010)) from 1 February 2015 and applies to annual reporting periods beginning on after 1 January 2015.</p>	1 January 2018	1 July 2018

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Reference	Title	Description	Applicable date of Standard	Application date for Corporation
AASB 2014-4	Clarification of Acceptable Methods of Depreciation and Amortisation (Amendments to AASB 116 and AASB 138)	<p>AASB 116 Property Plant and Equipment and AASB 138 Intangible Assets both establish the principle for the basis of depreciation and amortisation as being the expected pattern of consumption of the future economic benefits of an asset.</p> <p>The IASB has clarified that the use of revenue-based methods to calculate the depreciation of an asset is not appropriate because revenue generated by an activity that includes the use of an asset generally reflects factors other than the consumption of the economic benefits embodied in the asset.</p>	1 January 2016	1 July 2016
AASB 2015-6	Amendments to Australian Accounting Standards – Extending Related Party Disclosures to Not-for-Profit Public Sector Entities [AASB 10, AASB 124 & AASB 1049]	This Standard makes amendments to AASB 124 <i>Related Party Disclosures</i> to extend the scope of that Standard to include not-for-profit public sector entities.	1 July 2016	1 July 2016
AASB 2015-7	Amendments to Australian Accounting Standards – Fair Value Disclosures of Not-for-Profit Public Sector Entities [AASB 13]	This Standard makes amendments to AASB 13 <i>Fair Value Measurement</i> to exempt not-for-profit public sector entities from certain requirements of the Standard.	1 July 2016	1 July 2016
AASB 16	Leases	<p>The key features of AASB 16 are as follows:</p> <p>Lessee accounting</p> <ul style="list-style-type: none"> • Lessees are required to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. • A lessee measures right-of-use assets similarly to other non-financial assets and lease liabilities similarly to other financial liabilities. • Assets and liabilities arising from a lease are initially measured on a present value basis. The measurement includes non-cancellable lease payments (including inflation-linked payments), and also includes payments to be 	1 January 2019	AASB 16

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Reference	Title	Description	Applicable date of Standard	Application date for Corporation
		<p>made in optional periods if the lessee is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease.</p> <ul style="list-style-type: none"> AASB 16 contains disclosure requirements for lessees. 		
AASB 16	Leases	<p>Lessor accounting</p> <ul style="list-style-type: none"> AASB 16 substantially carries forward the lessor accounting requirements in AASB 117. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently. AASB 16 also requires enhanced disclosures to be provided by lessors that will improve information disclosed about a lessor's risk exposure, particularly to residual value risk. <p>AASB 16 supersedes:</p> <p>(a) AASB 117 Leases</p> <p>(b) Interpretation 4 Determining whether an Arrangement contains a Lease</p> <p>(c) SIC-15 Operating Leases—Incentives</p> <p>(d) SIC-27 Evaluating the Substance of Transactions Involving the Legal Form of a Lease</p> <p>The new standard will be effective for annual periods beginning on or after 1 January 2019. Early application is permitted, provided the new revenue standard, AASB 15 Revenue from Contracts with Customers, has been applied, or is applied at the same date as AASB 16.</p>	1 January 2019	AASB 16
2016-4**	Amendments to Australian Accounting Standards – Recoverable Amount of Non-Cash-Generating Specialised Assets of Not-for-Profit Entities [AASB 136]	<p>This Standard amends AASB 136 to remove references to depreciated replacement cost as a measure of value in use for not-for-profit entities and clarify that not-for-profit entities holding non-cash-generating specialised assets at fair value in accordance with AASB 13 [under the revaluation model in AASB 116 and AASB 138] no longer need to consider AASB 136.</p> <p>Not-for-profit entities holding such assets at cost will determine recoverable amounts using current replacement cost in AASB 13.</p>	1 January 2017	1 July 2017

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Reference	Title	Description	Applicable date of Standard	Application date for Corporation
AASB 2015-1	Amendments to Australian Accounting Standards – Annual Improvements to Australian Accounting Standards 2012–2014 Cycle	AASB 119 <i>Employee Benefits</i> : Discount rate: regional market issue - clarifies that the high quality corporate bonds used to estimate the discount rate for post-employment benefit obligations should be denominated in the same currency as the liability. Further it clarifies that the depth of the market for high quality corporate bonds should be assessed at the currency level.	1 January 2016	1 July 2016

(b) Use of estimates and judgements

The preparation of a financial report in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Impairment

The organisation assesses impairment at the end of the reporting period by evaluating the conditions and events specific to the organisation that may be indicative of impairment triggers.

These accounting policies set out below have been consistently applied by the Service.

(c) Going concern

The financial statements have been prepared on a going concern basis which contemplates the realisation of assets and extinguishment of liabilities in the ordinary course of business. The Executive Committee believes that this is appropriate.

(d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses. Where fair value was unable to be ascertained, the assets have been recorded at zero value and remain on the asset register at zero value.

Any revaluation surplus arising upon appraisal of property is recognised in other comprehensive income and credit to the revaluation reserve in equity. To the extent that any revaluation decrease or impairment loss has previously been recognised in profit or loss, a revaluation increase is credited to profit and loss with the remaining part of the increase recognised in other comprehensive income. Downward revaluations of and are recognised upon appraisal or impairment testing, with the decrease being charged to other comprehensive income to the extent of any revaluation surplus in equity relating to this asset and any remaining decrease recognised in profit or loss. Any revaluation surplus remaining in equity on disposal of the asset is transferred to retained earnings

Plant and equipment is measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Significant Accounting Policies (continued)

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to The Association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

Depreciation

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is available for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Asset	Depreciation Rate
Land and Buildings	0%
Building Improvements	20%
Furniture and fittings	20%
Plant and equipment	20%
Motor vehicles	20%

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised in profit or loss when the item is derecognised. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

(e) Trade and other receivables

Accounts receivable and other debtors include amounts due from grants in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment.

(f) Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less.

(g) Impairment

The carrying amounts of the Service's assets are reviewed at each balance date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. See accounting policy g (i).

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the statement of comprehensive income, unless an asset has previously been revalued, in which case the impairment loss is recognised as a reversal to the extent of that previous revaluation with any excess recognised through profit or loss.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Significant Accounting Policies (continued)

Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to cash-generating units (group of units) and then, to reduce the carrying amount of other assets in the unit (group of units) on a pro-rata basis.

(i) Calculation of recoverable amount

Impairment of receivables is not recognised until objective evidence is available that a loss event has occurred. Receivables are individually assessed for impairment.

The recoverable amount of other assets is the greater of their fair value less costs to sell and value in use. Value in use is calculated as the depreciated replacement cost of an asset. Depreciated replacement cost is the current replacement cost of an asset less accumulated depreciation.

(ii) Reversals of impairment

An impairment loss in respect of a receivable carried at amortised cost is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(iii) Derecognition of financial assets and liabilities

A financial asset (or, where applicable, a part of a financial assets or part of a group of similar financial assets) is derecognised when:

- the rights to receive cash flows from the asset have expired; or
- the Service has transferred its right to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.
- A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in profit and loss.

(h) Employee benefits

(i) Long-term service benefits

The Service's net obligation in respect of long-term service benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods. The obligation is calculated using expected future increases in wage and salary rates including related on-costs and expected settlement dates, and is discounted using the rates attached to the Government bonds which have maturity dates approximating to the terms of the Service's obligations.

(ii) Wages, salaries, annual leave and non-monetary benefits

Liabilities for employee benefits for wages, salaries and annual leave that are expected to be settled within 12 months of the reporting date represent present obligations resulting from employees' services provided to reporting date, are calculated at undiscounted amounts based on remuneration wage and salary rates that the Service expects to pay as at reporting date including related on-costs, such as workers compensation insurance.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Significant Accounting Policies (continued)

Non-accumulating non-monetary benefits, such as medical care, housing, cars and free or subsidised goods and services, are expensed based on the net marginal cost to the Service as the benefits are taken by the employees.

(i) Trade and other payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by The Association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(j) Revenue

Non-reciprocal grant revenue is recognised in profit or loss when The Association obtains control of the grant and it is probable that the economic benefits gained from the grant will flow to The Association and the amount of the grant can be measured reliably.

If conditions are attached to the grant which must be satisfied before it is eligible to receive the contribution, the recognition of the grant as revenue will be deferred until those conditions are satisfied.

When grant revenue is received whereby The Association incurs an obligation to deliver economic value directly back to the contributor, this is considered a reciprocal transaction and the grant revenue is recognised in the statement of financial position as a liability until the service has been delivered to the contributor, otherwise the grant is recognised as income on receipt.

The Association receives non-reciprocal contributions of assets from the government and other parties for zero or a nominal value. These assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in the statement of profit or loss and other comprehensive income.

Donations and bequests are recognised as revenue when received.

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

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

All revenue is stated net of the amount of goods and services tax.

(k) Expenses

(i) Operating lease payments

Payments made under operating leases are recognised in the statement of comprehensive income on a straight-line basis over the term of the lease. Lease incentives received are recognised in the statement of comprehensive income as an integral part of the total lease expense and spread over the lease term.

(ii) Finance lease payments

Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

(iii) Net financing costs

Interest income is recognised as it accrues in the statement of comprehensive income, using the effective interest rate method. The interest expense component of finance lease payments is recognised in the statement of comprehensive income using the effective interest method.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Significant Accounting Policies (continued)

(l) Goods and services tax

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

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

(m) Income tax

The Service is exempt from income tax under Sub-section 50-5 of the Income Tax Assessment Act 1997.

(n) Provisions

Provisions are recognised when The Association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(o) Comparatives

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Where The Association has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

(p) Leases

Leases of property, plant and equipment, where substantially all the risks and benefits incidental to the ownership of the asset (but not the legal ownership) are transferred to the Association, are classified as finance leases.

Finance leases are capitalised by recognising an asset and a liability at the lower of the amount equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over their estimated useful lives where it is likely that The Association will obtain ownership of the asset over the term of the lease.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Significant Accounting Policies (continued)

(q) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that The Association commits itself to either purchase or sell the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs except where the instrument is classified “at fair value through profit or loss”, in which case transaction costs are expensed to profit or loss immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised cost using the effective interest method, or cost. Fair value represents the amount for which an asset could be exchanged or a liability settled between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

(i) Financial assets at fair value through profit and loss

Financial assets are classified at “fair value through profit or loss” when they are held for trading for the purpose of short-term profit taking, derivatives not held for hedging purposes, or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a group of financial assets is managed by key management personnel on a fair value basis in accordance with a documented risk management or investment strategy. Such assets are subsequently measured at fair value with changes in carrying amount included in profit or loss.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets that have fixed maturities and fixed or determinable payments, and it is the Association’s intention to hold these investments to maturity. They are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial asset is derecognised.

Available-for-sale investments

Available-for-sale investments are non-derivative financial assets that are either not capable of being classified into other categories of financial assets due to their nature or they are designated as such by management. They comprise investments in the equity of other entities where there is neither a fixed maturity nor fixed or determinable payments.

They are subsequently measured at fair value with any remeasurements other than impairment losses and foreign exchange gains and losses recognised in other comprehensive income. When the financial asset is derecognised, the cumulative gain or loss pertaining to that asset previously recognised in other comprehensive income is reclassified into profit or loss.

Available-for-sale financial assets are classified as non-current assets when they are not expected to be sold within 12 months after the end of the reporting period. All other available-for-sale financial assets are classified as current assets.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Significant Accounting Policies (continued)

Financial liabilities

Non-derivative financial liabilities other than financial guarantees are subsequently measured at amortised cost. Gains or losses are recognised in profit or loss through the amortisation process and when the financial liability is derecognised.

Impairment

At the end of each reporting period, The Association assesses whether there is objective evidence that a financial asset has been impaired. A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

In the case of available-for-sale financial assets, a significant or prolonged decline in the market value of the instrument is considered to constitute a loss event. Impairment losses are recognised in profit or loss immediately. Also, any cumulative decline in fair value previously recognised in other comprehensive income is reclassified to profit or loss at this point.

In the case of financial assets carried at amortised cost, loss events may include: indications that the debtors or a group of debtors are experiencing significant financial difficulty, default or delinquency in interest or principal payments; indications that they will enter bankruptcy or other financial reorganisation; and changes in arrears or economic conditions that correlate with defaults.

For financial assets carried at amortised cost (including loans and receivables), a separate allowance account is used to reduce the carrying amount of financial assets impaired by credit losses. After having taken all possible measures of recovery, if management establishes that the carrying amount cannot be recovered by any means, at that point the written-off amounts are charged to the allowance account or the carrying amount of impaired financial assets is reduced directly if no impairment amount was previously recognised in the allowance account.

When the terms of financial assets that would otherwise have been past due or impaired have been renegotiated, The Association recognises the impairment for such financial assets by taking into account the original terms as if the terms have not been renegotiated so that the loss events that have occurred are duly considered.

Derecognition

Financial assets are derecognised where the contractual right to receipt of cash flows expires or the asset is transferred to another party, whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability extinguished or transferred to another party and the fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

(r) Grant Acquittals

For the purpose of acquitting grants provided by funding bodies, The Association has adopted the following policies;

Grant income is acquitted after allowing for the following costs:

- Cost including labour and on-costs directly associated with a specific grant;
- Administration and other related overhead costs (after excluding costs which are abnormal both in nature and value and therefore not representative of an appropriate level of costs that would be expected to be incurred) not related to a specific grant are allocated over the relevant grants, based on a proportion of the level of each grant and related income compared to total income.

Such allocations are reduced to take into consideration the lower level administrative burden a grant is likely to produce, such as in the case of capital grants. Representations of management and internal documentation are used in determining to which grant a cost may directly or indirectly be attributed.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Significant Accounting Policies (continued)

In cases where grant agreements are made without conditions to be monitored, liabilities are recognised on signing the agreement.

Grants relating to the purchase of property plant and equipment are recognized at fair value and treated as an asset and as income when the Association gains control of the contribution. This is in accordance with the treatment of grants under AASB 1004 of the Australian Accounting Standards.

	2016 \$	2015 \$
1. Grant revenue		
Grants received – recurrent	13,071,433	12,445,517
Grants received – other	250,325	251,817
Unexpended grants b/forward – recurrent	-	399,535
Unexpended grants c/forward	(370,444)	(488,526)
	<u>12,951,314</u>	<u>12,608,343</u>
2. Net financing costs		
Interest income	110,188	79,947
Net financing costs	<u>110,188</u>	<u>79,947</u>
3. Other income		
Employee car contribution	20,260	29,740
Medical income	9,960	11,082
Rent Received	104,494	83,022
Sundry income	18,375	44,262
Training subsidy	6,975	105,652
PATS Income	93,460	186,430
Other	17,697	34,448
	<u>271,221</u>	<u>494,636</u>

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

4. Administration expenses

Operational

	2016 \$	2015 \$
Agency staff	989,455	839,561
AGM expenses	161	3,382
Audit and compliance expenses	39,500	38,093
Compliance	25,647	-
Bad and doubtful debts	908	2,280
Catering	30,492	24,781
Cleaning	163,317	174,838
Consultants fees (i)	55,150	27,169
Consumables	1,123	1,366
Dental Services & Dental Supplies	111,104	74,530
Events (iii)	101,326	24,717
Food assistance / vouchers for Clients	116,854	115,663
Food – residents / clients	76,025	90,729
Fringe Benefits Tax (Refund)	7,669	(28,209)
Hire of plant and equipment	7,709	10,719
Insurance – general	75,848	71,417
Insurance – workers compensation	161,396	148,530
Internet fees	138,694	118,338
Legal fees (ii)	-	30
Medical supplies	185,640	187,167
Minor equipment and software purchases	96,557	69,720
NAIDOC day expenses	16,496	51,528
Other emergency assistance for Clients	5,403	6,103
Pharmacy expenses	46,008	42,801
Postage	16,182	10,740
Printing and stationery	70,642	69,720
Promotional products	70,667	186,408
Rates and taxes	66,230	65,548
Records management	15,907	11,215
Repairs and maintenance	36,456	40,461
Security	321,219	304,501
Software licenses	136,324	48,566
Sponsorship/donation	8,245	6,500
Staff amenities	32,658	27,568
Staff recruitment	5,835	7,099
Staff training	163,538	133,443
Subscriptions & Publications	16,699	17,851
Telephone	166,555	121,715
Travel & accommodation	19,610	2,353
Travel and transport assistance	91,491	69,405
Workshops & seminars	-	2,610
Advertising	1,277	-
Bank Charges	1,392	1,470
Blue Telephone Expenses	458	458
Licences & Fees	2,620	929
Sundry Expenses	594	1,486
Uniform Expenses	5,176	10,136
Support Staff Services	8,803	17,907
Residents Activities	407	2,065
Ambulance Cover	12,045	2,245

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

	2016 \$	2015 \$
Client Expenses	615	3,443
Household Items	-	153
Home Maintenance	13,076	9,936
Function Expenses	79	-
Christmas Function	12,097	6,955
Sponsorship/Donation Expenses	8,245	6,500
Drug Testing Cost	14,728	-
Total Operational Administration Expenses	3,772,352	3,284,638
Board Related		
Agency Staff (Minute taker)	275	469
AGM expenses	25,120	16,210
Board conferences	10,291	26,018
Board travel cost & accommodation	51,786	1,153
Board travel to meetings	21,188	19,632
Catering	11,109	5,605
Christmas function	1,568	-
Consultants fees (i)	79,493	19,535
Honorariums	6,123	6,400
Legal fees (ii)	109,489	34,574
Sitting fees	241,050	166,500
Staff Amenities	-	185
Total Board Related Administration Expenses	557,492	296,281
Total Administration Expenses	4,329,844	3,580,919

- (i) During the period the service engaged consultants for a number of purposes which are scheduled out below:

Operational Related		
Supplier	Description	Amt
Chamber of Commerce	Occupational Safety & Health Workshop	1,850
Community Matters	Boomerang House	2,306
Dr Terry Pitsikas	Medical Director	30,000
Institute for Healthy Community	ISO surveillance audit	6,073
Keith Howard Piper Surveyor	Boomerang House	150
Keith Howard Piper Surveyor	Mirrabooka	171
Koomal Consultancy	Review SEWB program	7,800
Qwest Paterson	Boomerang House - valuation	1,800
Qwest Paterson	Valuation - East Perth	5,000
Total		55,150

Board Related		
Supplier	Description	Amt
Australis Health Advisory	Review of clinical governance framework, SMO role and Health Service Manager role	59,400
	Swan District Hospital - Proposal	4,800
Brennan & Associates	Investigation - Bullying	5,243
Glove Communications	Grant submission	3,750
Knight Frank	Swan District Hospital - Proposal	4,500
Planning Solutions	Swan District Hospital - Proposal	1,800
Total		79,493

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

- (ii) Legal fees paid to Fletcher Law during the period are detailed below.

Description	Total
AGM Planning	7,579
Associations Act	2,173
Commercial - Property Title Boomerang House	440
Commercial advice	108
Constitution Review and Update	28,963
Defamation advice (Facebook petition for reinstatement of Dr who had not been terminated)	270
General Commercial - Caveat Mirrabooka	4,632
IR advice re bullying	689
Response to members request for SGM	5,477
Special General Meeting	5,740
Validity of Directors	53,418
Total	109,489

- (iii) During the period the following events were held: Aboriginal Health Day 8th October 2015 (T-shirt launch); Mooditj Moort Festival 11th March 2016 (Smoking Prevention); Stolen Generation Men's Camps and Stolen Generation Women's Camps.

Event	Total
Aboriginal Health Day	39,545
Board Dinner	513
Clinical Review Presentation	2,024
Community Event	390
Funeral Attendance	2,294
Health Promotion Events	8,995
Heart Health Excursion	712
Moorditj Moort Festival	19,852
Staff Event	245
Stolen Generation Event	27,465
Reimbursement Board Ball Tickets	(709)
Total	101,326

5. Personnel expenses

Wages and salaries
Contributions to defined contribution superannuation funds
Other personnel expenses

2016 \$	2015 \$
9,963,428	9,583,891
866,824	832,222
507,678	242,869
11,337,930	10,658,982

Notes to the Financial Statements (continued)

Credit risk

The following table details the Association's accounts receivable and other debtors exposed to credit risk (prior to collateral and other credit enhancements) with ageing analysis and impairment provided for thereon. Amounts are considered as "past due" when the debt has not been settled within the terms and conditions agreed between The Association and the customer or counterparty to the transaction. Receivables that are past due are assessed for impairment by ascertaining solvency of the debtors and are provided for where there are specific circumstances indicating that the debt may not be fully repaid to the Association.

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Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

	Gross amount	Past due and impaired	Past due but not impaired (Days overdue)				Within initial trade terms
	\$	\$	<30 \$	31-60 \$	61-90 \$	>90 \$	\$
2016							
Accounts receivable	110,941	3,161	8,422	415	-	1,648	97,295
Total	110,941	3,161	8,422	415	-	1,648	97,295
2015							
Accounts receivable	165,546	3,161	34,622	3,287	-	25,747	98,729
Total	165,546	3,161	34,622	3,287	-	25,747	98,729

Collateral held as security

No collateral is held as security for any of the accounts receivable or other debtor balances.

Financial assets classified as loans and receivables

	2016 \$	2015 \$
Accounts receivable and other receivables		
- Total current	110,941	165,546
9. Investments		
Term Deposits with maturity greater than 3 months	-	1,000,000
	-	1,000,000
10. Prepayments		
Prepayments	343,805	219,639
Bonds & Deposits	-	11,288
	343,805	230,927

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

11. Property, plant and equipment

	Land	Buildings	Motor vehicles	Office equipment	Plant & equipment	Artworks	Total
Cost							
Balance at 1 July 2014	1,127,188	2,810,649	736,199	903,474	1,072,102	16,333	6,665,945
Acquisitions	-	39,515	776,550	19,950	93,520	-	929,535
Disposals	-	-	(749,711)	-	-	-	(749,711)
Balance at 30 June 2015	1,127,188	2,850,164	763,038	923,424	1,165,622	16,333	6,845,769
Balance at 1 July 2015	1,127,188	2,850,164	763,038	923,424	1,165,622	16,333	6,845,769
Acquisitions	-	-	807,774	13,591	59,373	-	880,738
Disposals	-	-	(819,643)	-	(16,291)	-	(835,934)
Balance at 30 June 2016	1,127,188	2,850,164	751,169	937,015	1,208,704	16,333	6,890,573
Depreciation and impairment losses							
Balance at 1 July 2014	-	1,552,326	130,191	646,059	755,608	16,333	3,100,517
Depreciation charge for the year	-	182,598	151,101	104,832	125,998	-	564,529
Disposals	-	-	(110,716)	-	-	-	(110,716)
Balance at 30 June 2015	-	1,734,924	170,576	750,891	881,606	16,333	3,554,330
Balance at 1 July 2015	-	1,734,924	170,576	750,891	881,606	16,333	3,554,330
Depreciation charge for the year	-	182,923	121,397	63,836	121,861	-	490,017
Disposals	-	-	(120,050)	-	-	-	(120,050)
Balance at 30 June 2016	-	1,917,847	171,923	814,727	1,003,467	16,333	3,924,297
Carrying amounts							
At 1 July 2014	1,127,188	1,258,323	606,008	257,415	316,494	-	3,565,428
At 30 June 2015	1,127,188	1,115,240	592,462	172,533	284,016	-	3,291,439
At 1 July 2015	1,127,188	1,115,240	592,462	172,533	284,016	-	3,291,439
At 30 June 2016	1,127,188	932,317	579,246	122,288	205,237	-	2,966,276

Land and buildings are subject to encumbrances (caveat and easement burden) and as such, these may not be sold by the Service.

For the purpose of the financial statements land and buildings are measured at cost less any accumulated depreciation and impairment.

Valuations of land and buildings

Independent valuations of the Service's land and buildings at Bulwer Street, Perth (Boomerang House) and Wittenoom St, East Perth were carried out on 27 April 2016 on the basis of open market values, resulting in valuations as is of \$1,250,000 and \$10,250,000 respectively, collectively \$11,500,000.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

	2016 \$	2015 \$
12. Trade and other payables		
Trade payables and accrued expenses	1,359,256	1,221,247
Net GST payable	-	28,272
	<u>1,359,256</u>	<u>1,249,519</u>

Financial liabilities at amortised cost classified as accounts payable and other payables

Accounts payable and other payables:

Total current	<u>1,359,256</u>	<u>1,249,519</u>
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The average credit period on accounts payable and other payables (excluding GST payable) is one month. No interest is payable on outstanding payables during this period.

	2016 \$	2015 \$
13. Unexpended grants		
Recurrent	370,473	446,069
Other	-	48,978
	<u>370,473</u>	<u>495,047</u>
14. Employee benefits		
Current		
Annual leave	480,616	596,378
Long service leave	594,187	643,629
	<u>1,074,803</u>	<u>1,240,007</u>
Non-current		
Long service leave	<u>110,718</u>	<u>129,142</u>

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

15. Related party information

The following were key management personnel of the Service at any time during the reporting period and unless otherwise indicated were key management personnel for the entire period.

Executive Committee:

Edward Wilkes – President (Part year)
 Dorothy Bagshaw – President (Part year); Vice President (Part Year)
 John Penny – Treasurer
 Reginald Yarran – Treasurer (Part Year); President (Part Year)
 Laurence Riley – Secretary (part year)
 Deanne Lewis - Vice President (Part year)
 Colin Garlett - Vice President (Part year)
 Margaret Culbong
 Charne Hayden - Secretary (part year)
 Michelle Nelson-Cox
 Doreen Nelson
 Patrick Smith
 Robert Smith
 Ted Hart
 Sharon Bushby
 Kevin Cox

Details of payments to Committee Members during the year:

		2016	2015
Dot Bagshaw:	Meeting fees	32,400	16,100
	Superannuation	3,045	-
	Travel allowance	1,658	1,567
	Honorariums	1,314	1,600
		<u>38,417</u>	<u>19,267</u>
Laurence Riley:	Meeting fees	38,300	21,550
	Superannuation	3,667	-
	Travel allowance	3,261	3,858
	Honorariums	1,314	1,600
		<u>46,542</u>	<u>27,008</u>
Sharon Bushby:	Meeting fees	7,100	5,500
	Superannuation	651	-
	Travel allowance	288	358
	Honorariums	-	-
		<u>8,039</u>	<u>5,858</u>
Colin Garlett:	Meeting fees	10,750	7,650
	Superannuation	1,021	-
	Travel allowance	1,811	1,533
	Honorariums	79	-
		<u>13,661</u>	<u>9,183</u>

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

		2016	2015
Margaret Culbong	Meeting fees	12,500	13,900
	Superannuation	936	-
	Travel allowance	514	1,831
	Honorariums	-	-
		13,950	15,731
Charne Hayden:	Meeting fees	2,700	3,400
	Superannuation	223	-
	Travel allowance	325	150
	Honorariums	207	-
		3,455	3,550
Daniel Morrison	Meeting fees	-	2,450
	Superannuation	-	-
	Travel allowance	-	19
	Honorariums	-	-
		-	2,469
Doreen Nelson:	Meeting fees	14,200	13,400
	Superannuation	1,349	-
	Travel allowance	322	420
	Honorariums	-	-
		15,871	13,820
Michelle Nelson-Cox:	Meeting fees	12,600	17,550
	Superannuation	1,183	-
	Travel allowance	1,844	2,657
	Honorariums	-	954
		15,627	21,161
Patrick Smith:	Meeting fees	12,200	3,950
	Superannuation	1,126	-
	Travel allowance	813	124
	Honorariums	-	-
		14,139	4,074
Reginald Yarran	Meeting fees	34,100	21,350
	Superannuation	3,240	-
	Travel allowance	3,255	2,790
	Honorariums	1,600	1,600
		42,195	25,740
Edward Wilkes:	Meeting fees	-	2,625
	Superannuation	-	-
	Travel allowance	-	100
	Honorariums	400	646
		400	3,371
Robert Smith:	Meeting fees	12,050	11,000
	Superannuation	1,145	-
	Travel allowance	2,115	978
	Honorariums	-	-
		15,310	11,978

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

		2016	2015
Ted Hart:	Meeting fees	15,000	11,225
	Superannuation	-	-
	Travel allowance	2,977	1,004
	Honorariums	-	-
		<u>17,977</u>	<u>12,229</u>
John Penny:	Meeting fees	35,300	14,850
	Superannuation	3,354	-
	Travel allowance	1,949	2,242
	Honorariums	1,002	-
		<u>41,605</u>	<u>17,092</u>
Deanne Lewis:	Meeting fees	1,000	-
	Superannuation	48	-
	Travel allowance	33	-
	Honorariums	207	-
		<u>1,288</u>	<u>-</u>
Kevin Cox:	Meeting fees	850	-
	Superannuation	48	-
	Travel allowance	22	-
	Honorariums	-	-
		<u>920</u>	<u>-</u>
TOTAL	Meeting fees	241,050	166,500
	Superannuation	19,853	-
	Travel allowance	20,526	19,631
	Honorariums	7,967	6,400
	TOTAL	<u>289,396</u>	<u>192,531</u>

Executives:

Barbara Henry (Chief Executive Officer)

Key management personnel have the authority and responsibility for planning, directing and controlling the activities of the Service, and include members of the Executive Committee and other executives. Compensation levels for executive employees of the Service are competitively set to attract and retain appropriately qualified and experienced personnel.

In addition to their salaries, the Service also provides non-cash benefits to its executive employees and contributes to a post-employment defined contribution superannuation plan on their behalf.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

The Chief Executive Officer's compensation included in "personnel expenses" is as follows:

	2016 \$	2015 \$
**Short-term employee benefits	256,261	220,907
Post-employment benefits (Superannuation)	19,207	33,621
	<u>275,468</u>	<u>254,528</u>

**These amounts include an accrual/allowance for termination payments made in Financial Year 2016/2017

The number of executives whose income from the Service or any related party falls within the following bands:

\$ 10,000 – \$ 199,900	-	-
\$ 200,000 – \$ 224,999	-	-
\$ 225,000 – \$ 249,999	-	-
\$ 250,000 – \$ 274,999	-	1
\$ 275,000 – \$ 299,999	1	-

Members of the Executive Committee (Board Members) are paid meeting fees, honorariums and a travel allowance. The details of these payments are listed in the tables above.

16. Financial Risk Management

Overview

This note presents information about the Service's exposure to credit, liquidity and market risks, their objectives, policies and processes for measuring and managing risk, and the management of capital.

The Service does not use any form of derivatives as it is not at a level of exposure that requires the use of derivatives to hedge its exposure. Exposure limits are reviewed by management on a continuous basis. The Service does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

The Executive Committee has overall responsibility for the establishment and oversight of the risk management framework. Management monitors and manages the financial risks relating to the operations of the Service through regular reviews of the risks. Exposure to credit and interest rate risks arises in the normal course of the entity's business.

Credit risk

Credit risk is the risk of financial loss to the Service if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Service's receivables from customers which are principally government departments.

At the balance sheet date there were no significant concentrations of credit risk.

Cash and cash equivalents

The Service limits its exposure to credit risk by only investing in liquid securities and only with counterparties that have an acceptable credit rating.

Trade and other receivables

As the Service operates in delivering quality health services to its clients, it does not have large trade receivables and therefore is only marginally exposed to credit risk in relation to trade receivables.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Exposure to credit risk

The carrying amount of the Service's financial assets represents the maximum credit exposure. The Service's maximum exposure to credit risk at the reporting date was

In AUD

		Carrying amount	
	Note	2016	2015
Trade and other receivables		114,103	168,708
Provision for doubtful debts		(3,162)	(3,162)
Trade and other receivables net	8	110,941	165,546
Cash and cash equivalents	7	4,474,556	3,709,341
Investments (Term Deposits)	9	-	1,000,000

Liquidity risk

Liquidity risk is the risk that the Service will not be able to meet its financial obligations as they fall due. The Service's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Service's reputation.

The Service manages liquidity risk by maintaining adequate cash reserves from funds received from the funding providers and by continuously monitoring forecast and actual cash flows. The Service does not have any external borrowings.

The following are the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements:

30 June 2016

<i>In AUD</i>	Carrying amount	Contractual cash flows	6 mths or less	6-12 mths	1-2 years	2-5 years
Trade and other payables	1,359,256	1,359,256	1,359,256	-	-	-

30 June 2015

<i>In AUD</i>	Carrying amount	Contractual cash flows	6 mths or less	6-12 mths	1-2 years	2-5 years
Trade and other payables	1,249,519	1,249,519	1,249,519	-	-	-

Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Service's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

Currency risk

The Service is not exposed to currency risk and at balance sheet date the Service holds no financial assets or liabilities which are exposed to foreign currency risk.

Other Market Price Risk

Other market price risk is the risk that the value of the instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market.

The Service has no investments and is therefore not exposed to other market price risks.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

Commodity Price Risk

The Service operates primarily in the health care industry and accordingly the Service's financial assets and liabilities are not subject to commodity price risk.

Interest rate risk

Interest rate risk is the risk that a financial instrument's value will fluctuate as a result of changes in the market interest rates on interest-bearing financial instruments.

The Service holds most of its cash & cash equivalents in an interest bearing bank account at variable interest rates. A 100 basis points variation in interest rates would lead to a \$34,740 variation.

Fair Values

Fair value estimation

The fair values of financial assets and financial liabilities are presented in the following table and can be compared to their carrying amounts as presented in the statement of financial position. Fair value is the amount at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

Fair value may be based on information that is estimated or subject to judgement, where changes in assumptions may have a material impact on the amounts estimated. Areas of judgment and the assumptions have been detailed below. Where possible, valuation information used to calculate fair value is extracted from the market, with more reliable information available from markets that are actively traded. In this regard, fair value for listed securities are obtained from quoted market bid prices.

	Note	2016		2015	
		Carrying amount \$	Fair value \$	Carrying amount \$	Fair value \$
Financial assets					
Cash on hand	(i)	4,474,556	4,474,556	3,709,341	3,709,341
Accounts receivable and other debtors	(i)	110,941	110,941	165,546	165,546
Investments (Term Deposits)		-	-	1,000,000	1,000,000
Total financial assets		4,474,667	4,474,667	4,874,887	4,874,887
Financial liabilities					
Accounts payable and other payables	(i)	1,359,256	1,359,256	1,249,519	1,249,519
Total financial liabilities		1,359,256	1,359,256	1,249,519	1,249,519

The fair values disclosed in the above table have been determined based on the following methodologies:

- (i) Cash on hand, accounts receivable and other debtors and accounts payable and other payables are short-term instruments in nature whose carrying amount is equivalent to fair value. Accounts payable and other payables exclude amounts relating to the provision for annual leave, which is outside to scope of AASB 139.

17. Fair value Measurements

Fair value hierarchy

AASB 13: Fair Value Measurement requires the disclosure of fair value information according to the relevant level in the fair value hierarchy. This hierarchy categorises fair value measurements into one of three possible levels based on the lowest level that a significant input can be categorised into. The levels are outlined below:

Level 1 - Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 - Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3 - Measurements based on unobservable inputs for the asset or liability.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

The fair value of assets and liabilities that are not traded in an active market is determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

Valuation techniques

The Association selects valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by The Association are consistent with one or more of the following valuation approaches:

- Market approach: uses prices and other relevant information generated by market transactions involving identical or similar assets or liabilities.
- Income approach: converts estimated future cash flows or income and expenses into a single current (i.e. discounted) value.
- Cost approach: reflects the current replacement cost of an asset at its current service capacity.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, The Association gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data are not available and therefore are developed using the best information available about such assumptions are considered unobservable.

There are no assets carried at fair value within the financial statements however during the financial year a valuation was performed of land and building held. Refer note 11.

18. Segment Reporting

The Organisation operates predominantly in one business and geographical segment, being the health sector providing health services to Aboriginal members of the community.

19. Operating leases

Leases as lessee

Non-cancellable operating lease rentals are payable as follows:

	2016	2015
Less than one year	308,129	308,129
Between one and five years	88,515	477,948
Greater than five year	-	-
	<u>396,644</u>	<u>786,077</u>

The Service leases a number of office premises and other facilities under operating leases. The leases typically run for a period of 3 years, with an option to renew the lease after that date. Lease payments are increased annually to reflect increases in the Consumer Price Index (CPI). None of the leases include contingent rentals.

During the year ended 30 June 2016, \$472,953 (2015: \$428,494) was recognised as an expense in the statement of comprehensive income included in rent and property expenses in respect of operating leases.

20. Contingent Liabilities

There are no contingent liabilities existing at 30 June 2016.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

21. Capital commitments

The Service has no capital commitments in place as at the balance sheet date.

22. Reconciliation of cash flows from operating activities

	2016 \$	2015 \$
(a) Reconciliation of Cash		
Cash at the end of financial year as included in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
Bank Balances	3,474,031	2,708,391
Term Deposits	1,000,000	1,000,000
Petty Cash	525	950
	<u>4,474,556</u>	<u>3,709,341</u>
(b) Reconciliation of Cash flows from operating activities with (loss) for the period		
Surplus/(Deficit) for the period	(303,210)	570,064
<i>Adjustments for non- cash flows in surplus/(deficit)</i>		
Depreciation and amortisation	490,017	564,227
Impairment	-	-
Gain on sale of property, plant and equipment	(19,213)	(85,777)
<i>Changes in assets and liabilities</i>		
(Increase)/decrease in trade and other receivables	54,605	630,404
(Increase)/decrease in prepayments	(112,878)	125,690
Increase/(decrease) in trade and other payables	160,752	(90,863)
Increase/(decrease) in unexpended grants	(124,574)	52,112
Increase/(decrease) in employee benefits balances	(183,628)	(25,257)
Net cash from operating activities	<u>(38,129)</u>	<u>1,740,600</u>

23. Economic dependency

The Service is dependent on funding received from its principal funding agencies, Department of Health and Ageing and the Health Department of Western Australia. The future operations of the Service are dependent on the continued receipt of funding from these agencies.

24. Events subsequent to balance date

During July 2016 the Aboriginal Health Council of Western Australia (AHCWA) were appointed as co-administrators of Derbarl Yerrigan Health Service (DYHS) by the Board of Directors. The Board of Directors of DYHS have agreed by majority to engage AHCWA to undertake the following broad scope of work:

- Manage, coordinate and oversee an independent third party internal review of the management of DYHS.
- Manage, coordinate and oversee any investigation, recommendations and subsequent actions arising out of the work performed.
- Advise on any matters that arise in the course of the discharge of the work identified above.

The Chief Executive Officer of DYHS resigned from her position in October 2016.

Derbarl Yerrigan Health Service Inc.

Notes to the Financial Statements (continued)

25. Organisation details

The principal place of business and address of the Service is:

Derbarl Yerrigan Health Service Inc.
156 Wittenoom Street
East Perth WA 6004
Telephone: 08 9421 3888
Fax: 08 9421 3883
Website: www.dyhs.org.au

Independent Auditor's Report

To the Members of Derbarl Yerrigan Health Service Inc.

We have audited the accompanying financial report of Derbarl Yerrigan Health Service Inc. ("the Entity"), which comprises the statement of financial position as at 30 June 2016, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of accounting policies, other explanatory notes and the directors' declaration.

Executive Committee's Responsibility for the Financial Report

The executive committee of the Derbarl Yerrigan Health Service Inc is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards; the *Associations Incorporation Act 1987* (WA) and the *Australian Charities and Not-for-profits Commission ("ACNC") Act 2012* and for such internal control as the executive committee determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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Independent Auditor's Report

To the Members of Derbarl Yerrigan Health Service Inc. (Continued)



Opinion

In our opinion the financial report of Derbarl Yerrigan Health Service Inc. has been prepared in accordance with the *Associations Incorporation Act 1987 (WA)* and *Division 60 of the Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the registered entity's financial position as at 30 June 2016 and of its financial performance and cash flows for the year ended on that date; and
- (b) complying with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

BENTLEYS
Chartered Accountants

DOUG BELL CA
Director

Dated at Perth this 9th day of February 2017