



Government of **Western Australia**  
**North Metropolitan Health Service**



# Annual Estimates

for Financial Year **2020 - 2021**

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# Introduction

The North Metropolitan Health Service is required to prepare annual estimates of its financial operations, in accordance with s40 Financial Management Act 2006. This requirement enhances accountability, stewardship and financial transparency for resources allocated to agencies in achieving government objectives and desired outcomes.

Treasurer's Instruction 953 Publication and Presentation of Estimates provides that the annual estimates are to be approved by the Minister for Health and must comprise:

- a Statement of Comprehensive Income
- a Statement of Financial Position and
- a Statement of Cash Flows.

# Statement of Comprehensive Income

STATEMENT OF COMPREHENSIVE INCOME		
	Note	2020/2021 Estimate \$000s
<b>COST OF SERVICES</b>		
<b>Expenses</b>		
Employee benefits expense		1,138,738
Fees for visiting medical practitioners		-
Contracts for services		473,685
Patient support costs		320,952
Grants and subsidies		-
Finance costs		622
Depreciation and amortisation expense		68,482
Depreciation expense - leases		5,269
Repairs, maintenance and consumable equipment		57,745
Other supplies and services		64,918
Other expenses		52,911
<b>Total cost of services</b>		<b>2,183,323</b>
<b>INCOME</b>		
<b>Revenue</b>		
Patient charges		69,987
Other fees for services		71,811
Commonwealth grants and contributions		674,499
Other grants and contributions		176,639
Donation revenue		13
Interest revenue		-
Commercial activities		-
Other revenue	3	22,316
<b>Total revenue</b>		<b>1,015,265</b>
<b>Gains</b>		
Loss (Gain) on disposal of non-current assets	1	-
Gain on disposal of other assets	1	-
Other gains	1	-
<b>Total Gains</b>		<b>-</b>
<b>Total income other than income from State Government</b>		<b>1,015,265</b>
<b>NET COST OF SERVICES</b>		<b>1,168,058</b>
<b>INCOME FROM STATE GOVERNMENT</b>		
Service appropriations		1,082,012
Assets transferred		-
Services received free of charge		85,636
Royalties for Regions Fund		410
<b>Total income from State Government</b>		<b>1,168,058</b>
<b>SURPLUS / (DEFICIT) FOR THE PERIOD</b>		<b>0</b>
<b>OTHER COMPREHENSIVE INCOME</b>		
<b>Items not reclassified subsequently to profit or loss</b>		
Changes in asset revaluation reserve		-
Gains/(losses) recognised directly in equity	4	-
<b>Total other comprehensive income</b>		<b>-</b>
<b>TOTAL COMPREHENSIVE (LOSS) / INCOME FOR THE PERIOD</b>		<b>0</b>

# Statement of Financial Position

STATEMENT OF FINANCIAL POSITION		
	Note	2020/2021 Estimate \$000s
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents		56,620
Restricted cash and cash equivalents		47,700
Inventories		7,067
Receivables		61,047
Amounts receivable for services		-
Other current assets	3	2,084
Non-current assets classified as held for sale		-
<b>Total Current Assets</b>		<b>174,518</b>
<b>Non-Current Assets</b>		
Restricted cash and cash equivalents	2	22,516
Amounts receivable for services		905,470
Receivables		-
Property, plant and equipment		1,384,181
Right of use assets		17,553
Intangible assets		500
Other non-current assets	1	-
<b>Total Non-Current Assets</b>		<b>2,330,219</b>
<b>Total Assets</b>		<b>2,504,737</b>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Payables		169,703
Contract liabilities		2,903
Provisions		243,067
Borrowings		-
Lease liabilities		2,437
Other current liabilities		1,989
<b>Total Current Liabilities</b>		<b>420,099</b>
<b>Non-Current Liabilities</b>		
Provisions		61,326
Borrowings		-
Lease liabilities		18,664
Other non-current liabilities	1	-
<b>Total Non-Current Liabilities</b>		<b>79,990</b>
<b>Total Liabilities</b>		<b>500,089</b>
<b>NET ASSETS</b>		<b>2,004,648</b>
<b>EQUITY</b>		
Contributed equity		1,831,045
Reserves		173,603
Accumulated (deficit)/surplus		-
<b>TOTAL EQUITY</b>		<b>2,004,648</b>

# Statement of Cash Flows

STATEMENT OF CASH FLOWS		
	Note	2020/2021 Estimate \$000s Inflows / (Outflows)
<b>CASH FLOWS FROM STATE GOVERNMENT</b>		
Service appropriations		1,008,261
Capital appropriations		101,240
Equity contribution		-
Holding account drawdown		-
Royalties for Regions Fund		410
<b>Net cash provided by State Government</b>		<b>1,109,911</b>
<i>Utilised as follows:</i>		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
<b>Payments</b>		
Employee benefits		(1,134,178)
Supplies and services		(884,575)
Grants and subsidies		-
Finance costs		(622)
GST payments on purchases		-
Other payments	1	-
<b>Receipts</b>		
Receipts from customers		77,357
Commonwealth grants and contributions		674,499
Other grants and contributions		176,639
Interest received		-
Donations received		13
GST receipts on sales		-
GST refunds from taxation authority		-
Other receipts		94,127
<b>Net cash used in operating activities</b>		<b>(996,741)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
<b>Payments</b>		
Payment for purchase of non-current physical and intangible assets		(101,240)
<b>Receipts</b>		
Proceeds from sale of non-current physical assets	1	-
Receipts from term deposits		-
Purchase of term deposits		-
<b>Net cash used in investing activities</b>		<b>(101,240)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of lease liabilities	4	(2,671)
Repayment of borrowings	1	-
Repayment of other liabilities	1	-
<b>Net cash used in financing activities</b>		<b>(2,671)</b>
<b>Net increase in cash and cash equivalents</b>		<b>9,259</b>
Cash and cash equivalents at the beginning of the period		122,137
Cash transferred from Department of Health		-
Cash and cash equivalents transferred to other agencies	2	(4,560)
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>		<b>126,836</b>

# Statement of Changes in Equity

STATEMENT OF CHANGES IN EQUITY		
	Note	2020/2021 Estimate \$000s
<b>CONTRIBUTED EQUITY</b>		
Balance at start of period		1,831,045
Transactions with owners in their capacity as owners:		
Contributions by owners		-
Other contributions by owners		-
Distributions to owners		-
<b>Balance at end of period</b>		<b>1,831,045</b>
<b>RESERVES</b>		
<b>Asset Revaluation Reserve</b>		
Balance at start of period		173,603
Other comprehensive income for the period		-
<b>Balance at end of period</b>		<b>173,603</b>
<b>ACCUMULATED SURPLUS</b>		
Balance at start of period		-
Correction of prior period errors		-
Changes in accounting policy		-
Restated balance at start of period		-
(Deficit)/Surplus for the period		-
<b>Balance at end of period</b>		<b>-</b>
<b>TOTAL EQUITY</b>		
Balance at start of period		2,004,648
Total comprehensive income/(loss) for the year		-
Transactions with owners in their capacity as owners		-
<b>Balance at end of period</b>		<b>2,004,648</b>

# Notes

## NOTES

### Note 1

No balance forecasted at this point in time.

### Note 2

Funds held in the special purpose account (SPA) at Treasury for the purpose of meeting the 27th pay in a financial year that typically occurs every 11th year.

### Note 3


Volunteer services are NOT included in revenue and non-current assets as the benefit from those services cannot be measured reliably (AASB 1058).

### Note 4

Impact of AASB 16 Leases.



# Approval by the Minister for Health

APPROVED BY THE MINISTER FOR HEALTH	
<b>NORTH METROPOLITAN HEALTH SERVICE</b>	
<b>Annual Estimates for FY 2020/21</b>	
Comprising the Statement of Comprehensive Income, Statement of Financial Position, Statement of Cash Flows and Statement of Changes in Equity.	
Signed 	Date <u>16/12/20.</u>
MINISTER FOR HEALTH	