



Mala'la Health Service Aboriginal Corporation



**2019
2020
ANNUAL REPORT**

MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION

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CHAIRPERSON'S REPORT



Chairperson's Report



The 2019 / 2020 financial year has been very busy particularly with the transition work associated with bringing Mala'la and the clinic together as the one entity. I would like to take this opportunity to thank my fellow board members and staff for their support throughout the year; the following is provided for your information:

- Lowry's Accountants: I would like to thank Lowry's for their continued support throughout the financial year. I am pleased that we continue our association with them; the board has endorsed a working arrangement with them through to 2021.
- The board attended governance training in Darwin; the facilitator Danny Keep was an excellent resource in this training and board members benefited from his knowledge and expertise. We anticipate using Danny again for further training in 2021.
- Our organizational Strategic Plan 2018/2022 has been reviewed to ensure we remain on track to achieve our goals; the plan provides a clear pathway into the future concerning our vision and goals.
- Operational Plans have been developed; Managers are responsible for monitoring the key performance indicators within the plan and they report to the

board on a monthly basis regarding progress against the plan. Plans have been developed for the 2020 / 2021 year.

- The board has committed itself in supporting the Regionalisation of services within Maningrida that will see Mala'la Health Service and the Maningrida Clinic combined as the one entity with effect from 1st February 2021. The process has the support of the Commonwealth Health Department and Northern Territory Health Department. A working party comprising representatives from these entities and Mala'la have been working together to address the various components that will enable the transition to occur; this is a work in progress. All major programs have been transferred from the clinic to Mala'la along with all the Aboriginal Workforce.
- We received funding of \$1.5M to tackle Rheumatic Heart Disease and Syphilis. Much needed accommodation has been acquired to support these programs as well as additional staff. The RHD facility has been expanded to accommodate a doctor and other visiting allied health professionals.
- The financial position of the organization is strong and this is highlighted in the audit report. Medicare fees have increased significantly due to the support received from the clinic in relation to accessing back claiming processes and the close monitoring by our



Manager, Medicare Services. The fees generated for the financial year was \$1.4M.

- We are delighted that services are now being provided to homelands consistently three days per week. This is possible because of the medical consultancy van that we have acquired. On a weekly basis a mixture of nursing staff, community workers, doctor and allied health staff travel to provide much needed support to our homelands community.
- We have been fortunate to secure the employment of additional General Practitioners on a permanent part time basis and another on a full time basis. This means we have a full complement of doctors which ensures that community members are being provided with continuity of care by the same doctor; we recently secured the employment of a fourth doctor. We are currently advertising to replace a Senior Medical Officer role that has recently become vacant.
- The visiting services provided by the NT Primary Health Care network have brought significant benefit to the community; additional services in the areas of Physiotherapy, Nutrition, Diabetes Education, Podiatry and Cardiac Education are being provided. The board has also secured additional services in Nutrition, Physiotherapy and Podiatry. We continue to support an additional twenty weeks of adult dental care. The CEO works closely with a workforce team from NT Primary Health Network to ensure that visiting services are being provided equitably across the Arnhem region.
- Mala'la continues to provide funding to the Maningrida Health Centre for a visiting full time Pharmacist and Women's Health Practitioner. We also provide 20kg of fruit each week to be handed out to patients who visit the clinic. We are also funding the position of a Community Nurse who is assisting in the area of Women's Health and School Nurse support.
- We have negotiated with NTGPE for the appointment of Registrars (doctors) at the clinic to assist with their training. Under this arrangement NTGPE pay the

salary of the Registrar and Mala'la assist with the provision of accommodation. Placement of a Registrar is for six months initially with an option to extend for a further six months. Having a Registrar provides further support to the current doctors at the clinic. We have a full quota of Registrars in place until the end of 2021.

- The development of the Mala'la Community Wellness Support Service continues; a stronger working relationship has been developed with the clinic, Team Health (Darwin) and Top End Mental Health over the past 12 months. In addition, we have assumed responsibilities for an Alcohol and Drug program which is funded by the NT Government. The Youth Diversion program has secured additional funding and the program is now more robust than in previous years.
- Mala'la Aged Care had a major review to ensure we are compliant with the new standards set by the Commonwealth in relation to Aged Care; we are now fully compliant with all standards. In addition, a significant upgrade in power and water facilities has been completed along with the refurbishment of the kitchen facilities.
- We are now a registered provider for the National Disability Insurance Scheme with approximately 30 clients on our books. Our Coordinator works closely with clients to ensure they receive the services that they have requested.
- The board has concern about the lack of support for men in the community, on this basis we are endeavouring to secure a suitable meeting place for them within the community; current building options within the community are under consideration for this purpose.
- The Morgue is another issue for the community. The Morgue has been transferred over to Mala'la control, we are keen to have a refrigeration option added to the morgue. We have secured support from the NT government for this purpose and are seeking funding options to assist with this upgrade.
- The board entered into an agreement with Orange Sky to provide a free mobile washing service to community members, this has been well received and the uptake from the community has been encouraging.
- The COVID virus has had a significant impact on the community, we are well placed to address the virus should it enter Maningrida. We have received \$110,000 in funding for resources to assist in this regard.



Charlie Gunabarra
Chairperson



CHIEF EXECUTIVE OFFICER'S REPORT



Chief Executive Officer's Report



I would like to thank board members and staff for another productive year and their ongoing support; Mala'la has continued to develop its Primary Health Care service delivery over the past twelve months with a number of key initiatives pursued that have enhanced services to the Maningrida community.

The board were involved in a governance training session facilitated by Danny Keep, consultant, the session was held in Darwin and the facilitator worked well with board members in discussing the key components of organizational governance.

The four year Strategic Plan (2018/2022), has been reviewed to ensure that the organization remains on track to meet established goals; there are seven key areas that underpin the plan and it will be useful in directing the corporation in achieving established key performance indicators. Managers have also developed operational plans for their respective areas of responsibility, these plans are closely aligned to the strategic plan and are reported to at the monthly board meetings.

Our ongoing association with Lowrys Accountants (Darwin) whereby they monitor our financial progress and reporting requirements to ensure that we are

compliant in all aspects of financial management continues. Financially, the organization is in a sound position, all funds are acquitted on a regular basis and the respective funding bodies are satisfied with our progress.

The increase in services has been pronounced over the past twelve months; visiting services provided by the NT Primary Health Care Network includes Physiotherapy, Nutrition, Diabetes Education, Podiatry and Cardiac Education. Mala'la continues to provide funding for a visiting Pharmacist who works at the clinic full time, a Women's Health Practitioner, an additional doctor and Community Nurse; all these positions are working out of the Maningrida Health Centre. In addition, we have employed staff linked to our Rheumatic Heart Disease and Syphilis programs. The ongoing support for adult dental services continues with an additional twenty weeks in service delivery being provided.

We have secured the ongoing employment of two part time doctors and also filled another full time position, we now have a full complement of doctors which ensures continuity for community members in terms of the doctor they visit; having a stable doctor workforce also assists in generating Medicare fees at an optimal level; a fourth doctor has also been recently appointed.

With the support of our Manager, Medicare Services and the Maningrida Clinic there has been a significant increase in our claiming of Medicare fees, realizing \$1.4M in the 2019/2020 financial year; this has an obvious flow

on affect which enables additional staff to be employed and new program options to be considered.

Having received Commonwealth funding for Rheumatic Heart Disease and Syphilis we have developed services that enable us to be proactive in addressing these diseases within the community. We also received funding to address nurse safety in the community with a suite of new security measures being implemented.

It is also positive that we have negotiated with NTGPE and NT Health for the placement of Registrars (doctors) at the clinic, these positions provide much needed support to the clinic doctors whilst supporting the Registrar to develop their medical skills; we have Registrar placements planned until the end of 2021.

The Mala'la Community Wellness Support Service has been developed over the past twelve months; services are more expansive and community based. Receiving funding from the NT Government for a specific Alcohol and Other Drugs program is a good outcome for the community. The Youth Diversion program has received a funding boost and is now under the auspice of Community Wellness. Our working relationship with TEHMS and mental health at the clinic continue to develop.

Our Aged Care services have been reviewed comprehensively over the past twelve months to ensure we adhere to the compliance standards set by the Commonwealth in relation to specific Aged Care standards, we are now at the cutting edge of service delivery given that we satisfy compliance in this regard. The \$300,000 redevelopment on the upgrade of power and water services at the Aged Care facility has been completed and this has enabled the kitchen to be refurbished with excellent cooking facilities.

Our services in the NDIS space have developed over



the past twelve months, we have approximately 30 clients on our books and the Coordinator has been very active in supporting clients to ensure their individual needs are being met; good working relationships with external agencies has also been developed.

Youth Services continues to provide a range of programs for young people; the kids have been actively involved in painting the internal walls of the centre with community / cultural themes; a working relationship with both Aged Care and Community Wellness is also being developed which has included bush trips; a music theme has also been developed whereby a number of budding musicians are plying their skill on a variety of musical instruments.

Having secured the support of the Commonwealth Health Department and NT Health we are working towards community control of Primary Health Care services whereby both Mala'la and the Maningrida Health Centre will become the one entity, this is a work in progress and it is anticipated that transition will be finalised on 1st February 2021. A number of key programs have transferred across from the clinic to Mala'la along with the Aboriginal Workforce and additional staff employed to support the programs. In particular, services are now being provided to the homelands via our medical consultancy van; the van along with nursing staff, doctor and allied health professionals travels to homelands three days per week.

We have secured additional office and staff accommodation space with the acquisition of three new demountable buildings placed behind our Primary Health Care Office, this will relieve the lack of space available for service delivery, it also provides us with more flexibility.

In addition, we have acquired the use of the Team Health building situated across from the Post Office. This building is being utilised for our Rheumatic Heart Disease program and extra Consulting rooms.

The Board have entered into an agreement with Orange Sky to provide a free mobile washing service to community members. The service has been well received within the community.

The COVID pandemic has provided the community with significant challenges; we have received \$110,000 in funding to assist with the acquisition of much needed resources to assist in combatting the disease should it come to Maningrida.

I look forward to another productive year working with board members and staff to ensure we continue to provide optimal quality Primary Health Care support to the Maningrida community.

Ray Matthews
Chief Executive Officer





HEALTH AND COMMUNITY SERVICES REPORT



Health and Community Services Report



Mala'la has undergone significant changes over the past 12 months through the transition of health services from Top End Health Service to Mala'la Health Service. The Transition was planned as a four phase transition. Initially, the management of the Mortuary transitioned early in 2019, followed by four programs - Rheumatic Heart Disease, Child Health, Men's Health and the Outstation program - transitioning in October 2019. Women's Health, Maternal Health and Chronic Disease transitioned in July 2020. The general workforce also transitioned at this time. The final stage of the transition will take place in February 2021, when the remainder of the clinic – Acute & Emergency Services move to community control.

The transition of these Health Programs has allowed Mala'la to implement some of the changes that the Board had supported such as the acquisition of the Brolga Outstation Truck, which has provided visits to the various outstations for health checks.

The Rheumatic Heart Disease Program has been enhanced with additional Community Workers and where possible, an additional Registered Nurse. They have also relocated in the building that was previously used for Team Health and this has meant a dedicated service with minimal waiting times. Renovations to the building has also allowed for additional consulting space, which means weekly consultations can be carried out by one of the Doctors resulting in cuts down on waiting times.

Child Health services have been enhanced with the inclusion of a Kids Clinic, which deals with children who attend the Health Centre, as well as follow up for the children who have or are at risk of developing a chronic disease.



The Healthy Under Five Program continues at the Child & Family Centre, and while there has been some staff turnover, we have seen an increase in attendance and health checks.

The School Health Program continues to run at the school. This has provided the opportunity for a more comprehensive service to the children who attend school, including health education, health checks, skin checks, Rheumatic Heart treatment, immunizations and general check-ups where necessary. The program has also provided support to teachers in their health education sessions.

The community is hoping to secure a men's space soon in order to provide better opportunities for men to engage with health services. Once a suitable space has been secured and a clinical space has been established, men can be seen there for their regular health checks. There will also be sufficient area for a variety of other activities to be carried out. Regular meetings are being held to determine how to best utilise such area.

The Chronic Disease Program is being reviewed and enhanced with the plan to increase staffing in the program to better work with patients in providing a more targeted approach to their care through care planning, preventative care and a targeted approach to those with more complex chronic disease.

Maternal Health Program continues to be busy with a high number of women presenting for ante-natal care as does the Women's Health Program.

In October 2019, a Visiting Services Nurse was employed to focus on and co-ordinate all visiting and telehealth services. The development of this service was important to support the smooth running of outreach clinics, and to ensure specialist visits were coordinated to maximise the number of patients that were attending the clinics. This service has proved highly successful and has resulted in a significant increase in telehealth services.

Lesley Woolf

Manager, Health and Community Services





AGED CARE & COMMUNITY SERVICES REPORT



Aged Care & Community Services Report



Mala'la Aged Care and Community Services continues to grow and we have seen a significant increase in requests for services over the past 12 months.

We have had a number of staff changes this past year. Unfortunately, we have had to say farewell to some staff, particularly over the past 6 months. However, we have been very lucky to recruit replacements who have already become valuable members of our team.

Our maintenance team continue to maintain our Aged Care Facility and all of Mala'la's buildings.

We provide a range of services to people in the community under the Home Care Packages and the Community Home Support Program. These services include support with Medications, Transport, Meals and Laundry. The Aged Care Facility has five permanent residents and we are providing services to five people in the community under the NATSIFLEXI Home Care funding.

We also provide Palliative and End of Life Support at the facility or in the home.

Furthermore, we are also providing services to 21 NDIS clients. Their services are based on their NDIS goals. Some of the activities we are currently providing include cooking, art, fishing, bike riding and learning new skills.

We currently have three staff who are supporting our NDIS clients.

We were successful in securing Commonwealth grant funding which allowed us to:

- Purchase new equipment
- Complete earthworks around the facility to level areas that were unsafe
- Fund for new fencing around the perimeter of the facility

COVID – 19

In March, we were unfortunately affected by the Global Pandemic. The Commonwealth Government gave direction to all Residential Aged Facilities across Australia to implement a range of restrictions to protect our Residents. These restrictions were difficult for our Residents as they also included limited visits from family. The restrictions also changed the way we delivered services into the community. All of our group activities were cancelled and all supports were provided on a 1 to 1 basis.

All of the staff undertook specific training on COVID -19 to ensure understanding and safe practices. In August, we were able to lift some of the restrictions and return to some normality, however we are still practicing physical distancing, handwashing and maintaining a high level of infection control with robust cleaning schedules.



Since March, all staff and visitors were required to have had a flu vaccination prior to entering the facility. This has had its challenges, however there has been an increased understanding in the community; primarily thanks to our local staff who have been instrumental in passing this important message on. It has been a stressful time for everyone, especially for staff who have not been able to see their families for a number of months due to border restrictions. I would like to take this opportunity to thank the staff for their commitment to protecting our Aged Care clients and their continuous support. We are all mindful that we will need to live with COVID until we have a vaccine.

Staff Training has been ongoing. Staff have completed First Aid, CPR, Manual Handling, Food Safety and specific COVID Infection Control. There are also a number of staff who are still studying Certificate III – Individual Support.

Changes to funding on training now mean that the funding for training is provided to the Service Provider, who can then design and engage their own trainers. This means that training can be tailored to meet the needs of the service and staff, and to also ensure that it is culturally safe.

Even though COVID-19 restricted our ability to celebrate some important events, we did manage to have some highlights. Some of our highlights over the past 12 months have included:

- The celebration of International Men's Day at Aged Care in November 2019
- A Community Christmas Lunch at Aged Care
- A Christmas School Holiday Program at Aged Care, in collaboration with West Arnhem Regional Council's Youth Sport and Recreation team
- Reconciliation Week which was celebrated by our Residents & staff with a bush tucker lunch and the movie "The Rainmakers".

We now have new uniforms for all Aged Care staff. The design was provided by a local artist and the feedback from community has been very positive.

Even though this year has presented some unforeseen challenges, staff have maintained their focus on what is important and have continued to provide a high level of care and support to our Residents and Clients. On behalf of our Residents and Clients I would like to say, 'thank you'.

Thank you also to the Mala'la Board and CEO – Ray Matthews for your ongoing support to Aged Care and Community Services.

Toni Roberts

Manager, Aged Care and Community Services



MEDICARE SERVICES REPORT



Medicare Services Report



Mala'la Health Service had a very successful year with the Medicare Revenue exceeding all other years. This was due to permanent doctors being employed, nurses claiming well, Medicare education to all new staff, back claiming, administration staff and dedicated Medicare Services staff. A great team effort.

The graph, top right, shows the comparison from the last two years (blue and red columns) as well as our successful financial year (green column).

Having permanent doctors employed at the clinic makes an enormous difference to the consistency in patient care. Patients get to know the doctors and have confidence in them and in return doctors are able to follow up results efficiently and deliver best practice medicine. We employ the same locum doctors when our permanent doctors go on holidays so the consistency continues. Our doctors are kind, caring people who are here because they want to help Maningrida community get healthier.

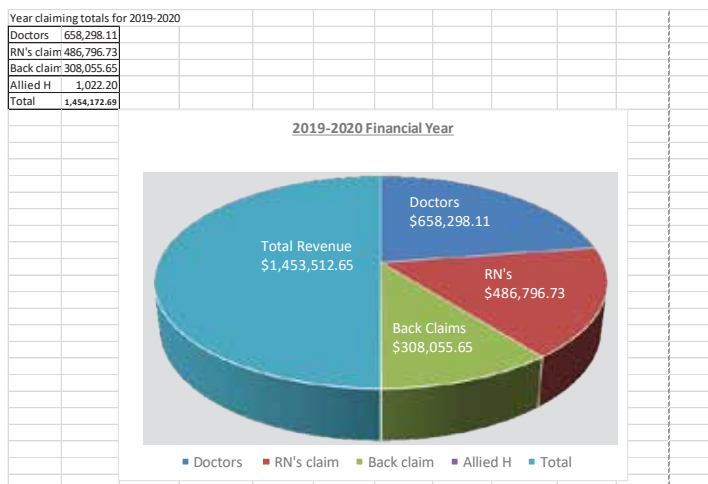
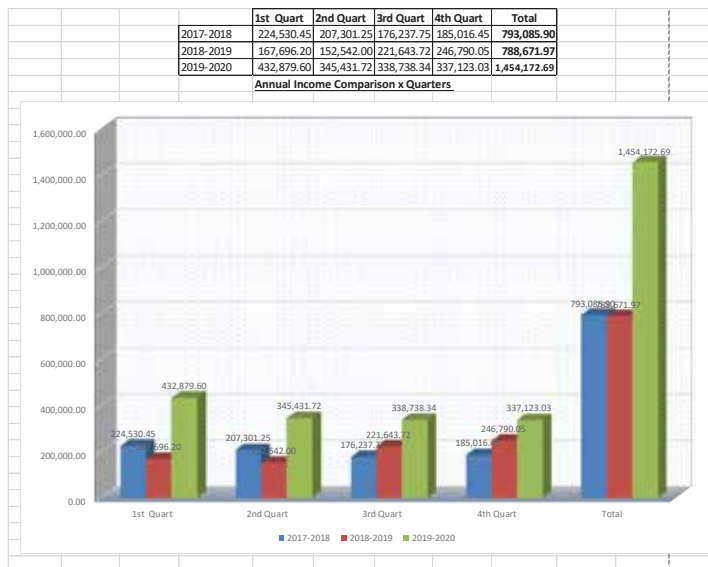
The nurses employed by Mala'la have an amazing amount of knowledge and are very skilled in remote area medicine, acute and chronic. As Mala'la took over part of the clinic programs in the latter part of the year, leading towards community control, we were able to employ specifically trained nurses to fill special roles within Mala'la. These nurses are highly qualified and are very experienced in their roles.

The Medicare Services team, consisting of Rosalie as manager and Russell in an admin claimer role, has been working very hard this year, not only claiming all consults in an efficient manner but also back claiming missed Medicare revenue from the previous two years.

As you can see in the pie graph, bottom right, the back claiming was successful in reclaiming quite a large amount which has the added advantage for Mala'la to be able to employ more staff and buy more equipment for the clinic.

Rosalie Gale

Manager, Medicare Services



REGIONAL EYE HEALTH REPORT



Regional Eye Health Report

It has now been over 5 years of service delivery as Darwin Regional Eye Health Manager, supporting outreach Optometry services to 14 Remote Communities.

The last 5 years have been both stimulating and rewarding on many levels, with numerous but not insurmountable challenges occurring. I am continually delighted to be part of the NT Indigenous Eye Health Program delivery.

The Visiting Optometry Scheme (VOS) funds allocation was finalised in July 2019 and has now been extended for a further 3 years from 1st July 2020. Unfortunately the COVID-19 pandemic has led to the cancellation of 5 weeks of Community visits as shown in the service delivery statistics. Despite these cancellations we were able to increase the number of clients seen from the year before.

We continue to work with the two new service providers in the Top End Darwin Region: *Optical Super Store West Daly Region* (Wadeye, Palumpa, Peppimenarti & Nauiyu) and *North Australia Health Katherine* region which includes Borroloola and Robinson River.

We continue our successful relationship with Brien Holden Vision Institute (BHVI), who now deliver services to the remaining eight Communities in the Darwin Region. The Darwin office of BHVI, who are responsible for the delivery of the Top End Outreach Optometry Service, are an especially dedicated team and it is a pleasure to work alongside them to support "closing the gap in Indigenous Eye Health".

We remain a member of the Top End Integrated Eye Health Strategy Committee (TEIEHS), meeting bi-monthly, being formed with the vision: 'To support



SERVICE DELIVERY

REGIONAL	July 2018 – June 2019 25.6 Weeks Outreach		July 2019 – June 2020 26.2 Weeks Outreach	
Clients	880	7.1 per day average	1098	8.5 per day av
Days of Optometry service	128	- 5	131	-2.5 travel & closures
Aboriginal & TSI	798	91 %	970	88 %
Never had eye exam	207	24 %	222	20 %
Glasses	597	68 %	766	70 %
Diabetic clients seen	433	49 %	407	37 %
Diagnosed Retinopathy	68	8 %	93	8 %
Referred to Specialist	143	16 %	158	14 %



comprehensive and integrated eye health and vision support services for all people living in the Top End of the Northern Territory (NT), with a particular emphasis on achieving equity in eye health for Aboriginal and Torres Strait Islander people'. I also participate in the data sub group & diabetic eye sub group.

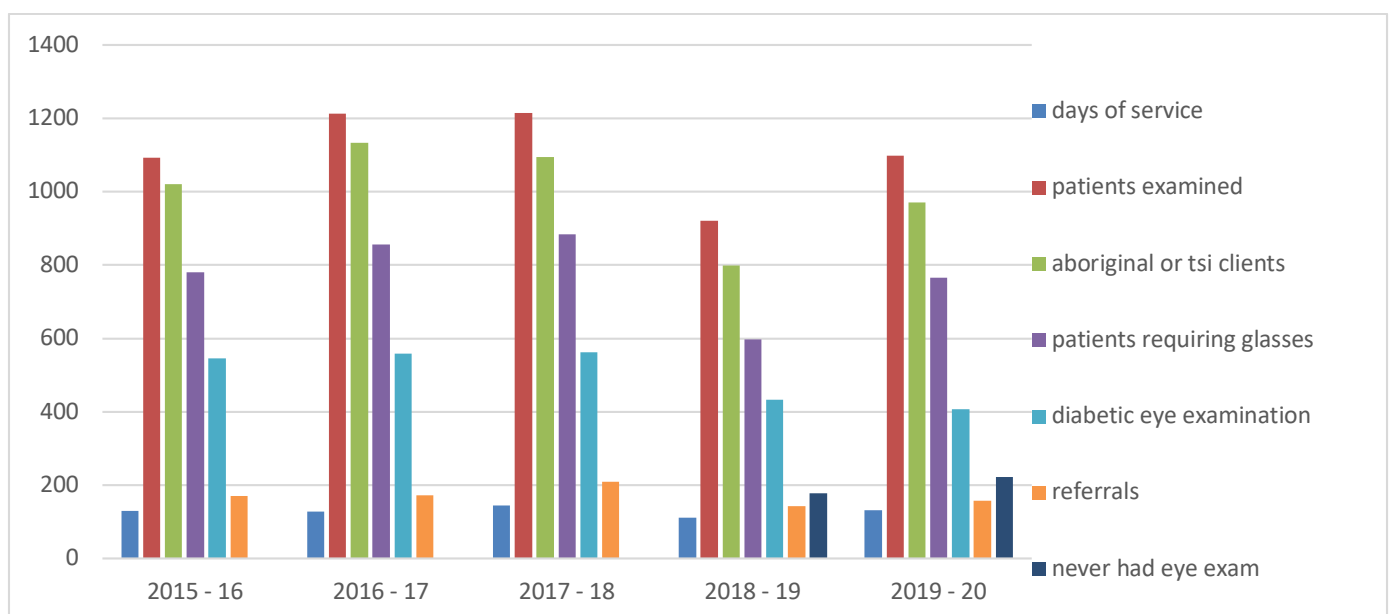
Activities

- Brien Holden Vision program review meetings
- Top End Integrated Eye Health Strategy Committee meetings

- Regional Eye Health Coordinator meetings with Miwatj
- National rollout of Retinal Cameras as support trainer
- Advocacy for Community members re changes in NT concessions
- National Eye Health Conference Adelaide - cancelled

Nadia Clements

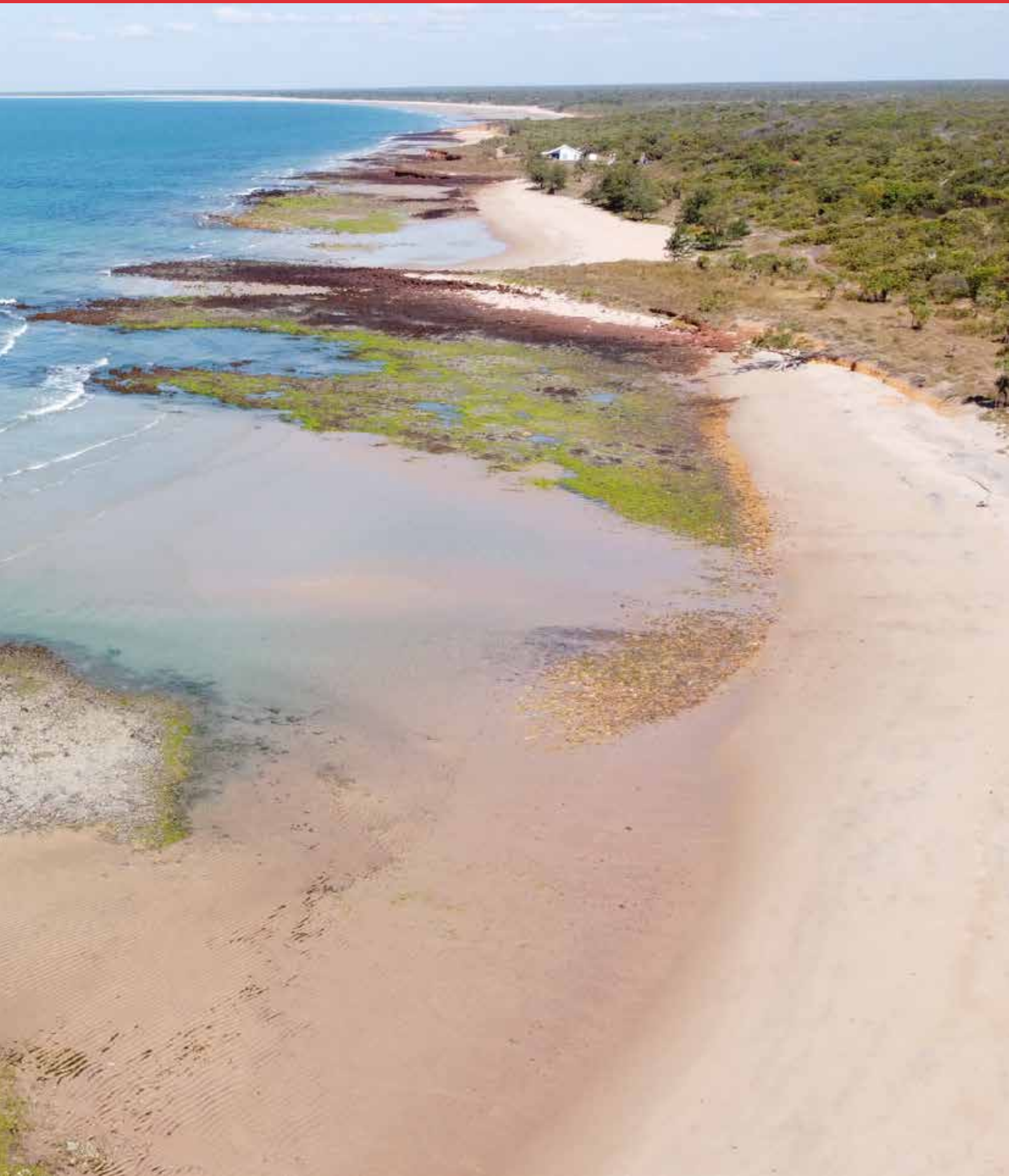
Manager, Regional Eye Health



	Circuit locations 2020 / 2021	Frequency per year	Client recall numbers	VOS provider
5 day trip	Belyuen [1d], Gunbalanya [4d]	4	41 / 298	BHVI
3 day trip	Waruwi [3],	3	81	BHVI
1 day trip	Minjilang [1]	4	41	BHVI
5 day trip	Milikapiti [3d], Pirlangimpi [2]	3	109 / 107	BHVI
5 day trip	Maningrida [5d]	5	370	BHVI
5 day trip	Nguiu [5d],	4	345	BHVI
1 day	Naiyu [1d] of 3 day trip	4	a95	Op SS
2 day trip	Peppimenarti [2d]	3	62	Op SS
1 day	Palumpa [1d]	4	57	Op SS
5 day trip	Wadeye [5d]	4	339	Op SS
5 day trip	Borrooloola [4d],	5	254	NAH
	Robinson River [1d]	4	58	NAH
	TOTALS	30.4 wks		



COMMUNITY WELLNESS SERVICES REPORT



Community Wellness Services Report



Mala'la Community Wellness Services include Remote Alcohol and other Drugs, the Social Emotional Wellbeing Service and Youth Diversion. All of them have seen a year of service innovation and expansion. Against the background of the COVID-19 infection and the consequent restrictions, all services adapting themselves with creativity and success.

Mala'la Community Wellness Services have worked hard to support service gaps that have come about due to restricted travel for Allied Health professionals. This has made the year a challenging and busy one. The dedication and passion of the team, consisting of Scott Williams, Stephanie Ali, Jayde Preston, Maddy Mackay, Barrie Peattie and Kate Chatterton, have made meeting the challenges possible. The team deliver quality services tailored to the needs of the community and have received over 128 referrals from multiple stakeholders and self-referrals.

Mala'la welcomed its first Therapy Dog, "Frankie" to Community Wellness Services. The impact he made was astounding. Frankie quickly became a trusted and loved member of the Mala'la team and this appreciation seemed to stretch to the whole Maningrida community. Frankie has been able to offer supports

to vulnerable clients of the service through his natural empathic intuition.

Jayde Preston, Senior Counsellor and Kate Chatterton, have delivered talking therapies in various modalities to suit the needs of each client. The range of underpinning frameworks in which therapies are delivered include Culturally Competent Practice, Trauma-informed Care, Recovery-orientated Practice and Strength-based Practice. These frameworks are fundamental in the delivery of all Wellness Services.

April saw the new Youth Diversion Grant model build momentum with Mala'la successfully securing four years increased funding from Territory Families Youth Services Directorate. Youth Diversion engages young people in formal police diversion, but with new funding is also aimed at engaging young people who are considered 'at risk' due to issues including school disengagement, grief, low self-esteem, abuse of drugs or alcohol, living in a troubled home or in troubled relationships. With this funding, the team welcomed a full-time youth worker, Maddy Mackay, who has already made an impression on service delivery with her ability to engage so positively with young people.

Self-expression, sense-of-self and identity are a key part of healthy development for young people. The Girls' Group have been learning new ways to express themselves through art, dance and photography. The girls took photos, modelled in them, choosing location,



lighting and positioning. The girls were extremely excited when they entered the photos into the West Arnhem Regional Council's photography competition and won prizes.

Youth Diversion has already received 32 referrals for young people since April. Engagement includes case management and delivering different activities such as fishing and bush trips, camping, 'Tuesday Tucker' at the Youth Centre, dancing, boys' and girls' groups and supporting engagement in other agencies' activities including Women's football run by AFL NT and school holiday programs delivered by Remote School Attendance Strategy and the West Arnhem Regional Council Youth, Sport and Recreation team.

A key component of what Community Wellness Services offer is the facilitation of Camps. These camps encourage a sense of shared purpose and responsibility, social and emotional wellbeing through connection with country, self and others. Learning on country through Traditional Owners in Nardilmuk and Ji-bena has been invaluable to this experience for young people. As part of the camps, young people have been given the opportunity to take part in First Aid on Country. This has been a big success, enabling young people to learn important life-saving skills and receive their First Aid and/or CPR certificates.

Community Wellness Services look forward to another year of achievement and will continue to adapt and develop with the community's needs with passion and dedication.

Kate Chatterton

Manager, Community Wellness Services



QUALITY AND SAFETY REPORT



Mala'la Health Service is committed to quality improvement, always looking to do things in a better way.

To strengthen the organisation culture around quality, Mala'la Health Service Aboriginal Corporation has implemented the LOGIQC Quality Management System (QMS) software to manage quality, safety and risk within the organisation. This LOGIQC QMS software is easy for staff to use and all information about the organisation is easy to access.

The system provides governance support through control of documents and managing risk. With all our documents in one place, the main benefit is having a system that will support us with accreditation requirements and process.

Management support is provided through the ability to schedule critical tasks related to staff licencing, credentialing and education requirements, ensuring we have qualified and well trained staff. Quality improvement is supported through LOGIQC QMS, being used extensively for feedback (whether it is a compliment, complaint or a dispute) and monitoring incidents, near misses and hazards. Review and analysis of trends in clinical incidents and feedback allows us to monitor practice and management processes to improve our service delivery.

Lorraine Harry

Quality and Safety Officer



NDIS SUPPORT SERVICES REPORT



Mala'la NDIS services have grown in Maningrida over the past 12 months. In part because there is a permanent Coordinator living in Maningrida, which is a big help to those that are on the scheme.

There are a dedicated team of Allied Health Professionals that come to Maningrida to see the clients on a regular basis. COVID-19 disrupted this a little out here, but now it is back to normal and the therapies are underway again.

New equipment has been scripted to make life easier and respite can go ahead in Darwin for some fun, shopping and to give some much needed time to the carers at home.

We need to make sure as a community that those who may be eligible for the scheme are supported to find out what NDIS can offer them. If you are under 65, have Australian residency and you need support because of a permanent or significant disability, you will be eligible to apply. All you have to do is see your Doctor and fill out an Access Request form.

When NDIS have this relevant information, they will send someone to talk to you and your family about your needs and wants and they will taper a plan to suit your needs.

This can make life so much easier from getting equipment, therapies and help in the workplace and at school.

Mala'la provide direct support to NDIS participants on a day to day basis with transport, linen and domestic support, community access and meals.

Respite breaks are always a fun time and there are more scheduled in the coming months.

Dianne Soloman
Coordinator, NDIS Support Services



GREATS YOUTH SERVICES REPORT



GREATS Youth Services Report



It has been another very busy year at the Youth Centre! All programs are going really well and all the kids are getting into the various activities with a lot of enthusiasm and energy.

Mala'la GREATS Youth Services continues to offer a variety of programs that young people in the community can tap into and in doing so, they really seem to benefit from them. The programs contribute considerable value to all young people in the community by allowing them to engage with different and interesting activities. We also organise cultural activities for young people that help in raising their awareness and understanding in relation to their Aboriginal heritage. We achieve this by working closely with families, stakeholders and the traditional land owners, so that cultural activities are taught correctly and are culturally appropriate for the kids to learn. We will continue to run these programs with all young people in the community, as they were enjoyed by all who participated in them and are beneficial to their learning.

We have a Gym and Gymnastics Program for the community's youth, which is a joint initiative with Maningrida College to keep young people active and feeling positive. We would like to give a special thanks to Sunia for running this fitness program. The program is run with the theme of "Healthy Minds and Healthy

Bodies" so that all young people understand the benefits of exercise. The program incorporates several discussions about living and eating healthy and exercising daily. All youth are able to participate in gym activities, which help them improve their hand-eye coordination and increase their fitness levels. The kids are also taught the importance of self-esteem, confidence, discipline and respecting those around them. The Gym and Gymnastics Program has also helped increase the flexibility of youths, as many were unable to complete simple stretching exercises prior to participating in the program.

The Disco Nights have been continuing every Friday night and the youth seem to enjoy the social interaction, being able to dance and talk with others, allowing for a fun and safe night. The Disco Nights are popular with kids of all ages and will continue throughout the year and in the school holidays.

Our Basketball drop-in sessions have been really helpful for young people who have been experimenting with volatile substances in the community. It helps these kids understand the importance of staying healthy and fit, rather than fall victim to Volatile Substance Abuse. Youths of all ages participate in the basketball drop-in and competitions are frequently held. We also get some of the staff members from the Youth Centre to participate in the games, as the kids are quite competitive and enjoy a game against them.

The Movie Nights, which are held every Wednesday,



remain popular and continue to draw in large groups of kids. It's a nice way to break up the week and share some fresh popcorn with friends. The kids have a say in which movie choices are available on the night and we offer a variety of genres including comedy, family and science fiction. Movies are not only fun, they can be educational too. We aim to show at least one animal documentary each week and the kids have been fascinated and eager to learn more.

Although the Movie Nights are very popular with all the youth, it's also a great opportunity for staff to participate in an enjoyable social event with each other.

Our Cooking Programs, for both boys and girls, have given kids better cooking skills as well as increased their knowledge of locally available foods. We try to create meals that are healthy and delicious, while incorporating bush foods. The kids are given the opportunity to participate in cooking competitions, which they all seem to love. They are able to showcase their creativity and skills in the kitchen, while also being competitive and coming up with some delicious dishes for everyone to enjoy. The Cooking Program will continue to run for the remainder of the year.

The Fishing and Hunting activities have been extremely successful in recent months thanks to the hard work of Youth Centre staff, and the assistance and guidance from several traditional land owners. The expeditions are thoroughly enjoyed as the kids are given the opportunity to brush up their fishing skills, and using the fishing methods that were utilised for centuries by their elders. In addition to this, they also learn important hunting skills which are essential for survival in the bush. The bush skills learnt on the fishing and hunting trips teach the kids the importance of patience and discipline. At the end of the day, there is often plenty of fish to bring home for their families.

The Youth Centre has a number of TV's, games and computers available for kids to use. They can access games and do activities that develop their coordination, increase their knowledge about other parts of the world, or simply complete some of their school work.

On Friday afternoons, kids are invited to join us for walks along the beach. These walks allow everyone to relax and breathe in some fresh beach air, as well as reflect on the week that has been. We hope to have some local elders join us on our walks in the near future. Staff at the Youth Centre are hoping to organise small picnic hampers to take on our beach walks, so that everyone can enjoy afternoon tea near the water. Kids of all ages enjoy the walks and they will definitely continue every Friday for the rest of the year.

Melisango Dube
Manager, GREATS Youth Services



STRONGER COMMUNITIES FOR CHILDREN REPORT



Stronger Communities for Children Report



We are nearing the end of our fifth year of the Stronger Communities for Children program in Maningrida, funded by the National Indigenous Australians Agency (NIAA).

For the past five years, Stronger Communities for Children, together with our stakeholders, have aimed to give children and young people the best possible start in life by:

- Making families and communities safer
- Nurturing young children
- Provide children, young people and families opportunities to participate in cultural events
- Supporting children to be school-ready
- Supporting young people to attend school and gain an education
- Building community capacity to lead, plan and prioritise services that children and families need
- Building the capacity of Indigenous organisations to deliver these services

This past year has been our quietest, yet most challenging and creative, year to date.

We can see a clear difference between the before COVID-19 and the pandemic.

Before the pandemic hit and social distancing became the norm, we celebrated a number of events such as R U OK Day and International Women's Day.

R U OK Day was held at the pool and included fitness games with marathon runner Juan Darwin, mindfulness crafting, water activities and a sausage sizzle.

International Women's Day was a celebration of women's achievements. Our guest speaker, Cindy Jinmarabynana, shared her story and some of her greatest achievements. Being inspired by her story, other women stood up and shared some of their achievements or goals they would still like to achieve. The celebration included lunch, as well as a performance by the *Maningrida Girls Dance Troupe*, which placed 2nd in the Evolution Dance Competition on the Gold Coast the previous year.

We also provided the opportunity for community members to participate in First Aid training, including CPR, which was attended by 38 people. We also had 20 community members participate in a Mental Health First Aid course.

Our Local Community Board members attended Governance training in Darwin. The Governance training focused on the role of the Local Community Board within the Stronger Communities for Children program how they present themselves, the program and their community at seminars and conferences.

Members of our Local Community Board also attended



the bi-annual Knowledge Sharing Seminar in Darwin in late 2019. The SCfC Knowledge Sharing Seminars, organized by Ninti One, are a great way for Local Community Board members to connect with members from other communities as well as discuss and share ideas. The second seminar of the year was postponed due to COVID-19.

The arrival of the COVID-19 pandemic saw some of our activities temporarily halted, while for others it was the perfect opportunity to get creative.

- Need to practice social distancing? Activities are moved outside!
- Can't come to school? Alternative school programs will come to you!
- No work because your employment has come to a halt? We'll find temporary work elsewhere!

Our stakeholders adjusted, they thought outside of the box and found great opportunities in the obstacles. We would like to thank our partners and stakeholders for being passionate, committed, creative and resilient this year.

The total number of SCfC activities has decreased from 22 down to 15. Some of our short term activities have finished and others were no longer supported by the National Indigenous Australians Agency (NIAA) in 2020.

The remaining 15 activities are continuing to thrive, engaging a lot of children and their families through the Big Sky Classroom, BodyFit program, Attendance Programs and cultural activities.

Furthermore, we've also had 21 people employed this past year through various SCfC activities such as the AFL Program, the Preconception Program, the Lurra Language & Culture Resource Production program, Kids Care Coaching & Mentoring program, the Healthy Homes project and the Start Right Eat Right program at the Manayingkarirra Child & Family Centre.

The National Indigenous Australians Agency has approved a further 2 years of funding for the Stronger Communities for Children program until the 31st of December 2022.

We look forward to continuing to work with our Local Community Board and our stakeholders to provide activities that benefit the children and families of Maningrida.

Lesley Woolf
Manager, Health and Community Services





Mala'la Health Service Aboriginal Corporation

ABN: 89 357 836 457

ICN 3228

**General Purpose Financial Report
Reduced Disclosure Requirements**

For The Year Ended 30 June 2020

**2019
2020**

ANNUAL REPORT



Denise Ashworth
Accountant

MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION

ABN 89 357 836 457

**GENERAL PURPOSE FINANCIAL REPORT - REDUCED DISCLOSURE REQUIREMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

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MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION

ABN 89 357 836 457

DIRECTORS' REPORT

The Directors present their report together with the general purpose financial statements of Mala'la Health Service Aboriginal Corporation (the Corporation) for the financial year ended 30 June 2020 and the auditor's report thereon.

OPERATING AND FINANCIAL REVIEW

The surplus from ordinary activities of the Corporation amounted to \$897,393 (2019: \$64,714).

PRINCIPAL ACTIVITIES

The principal activities of the Corporation are primarily aimed at eliminating poverty, sickness, destitution, helplessness, distress, suffering and misfortune among Aboriginal residents of the Maningrida community.

There were no significant changes in the nature of the activities of the Corporation during the year.

EVENTS SUBSEQUENT TO REPORTING DATE

There has not arisen in the interval between the end of the financial year and the date of this report any matter or circumstance that has significantly affected or may significantly affect the operations of the Corporation, the results of those operations, or the state of affairs of the Corporation, in future financial years.

LIKELY DEVELOPMENTS

The Corporation has previously committed to undertake a staged transition to transfer services from the Maningrida Clinic to Aboriginal community control. Community control refers to the principal that an aboriginal community has the right to participate in decision making that affects their lives - namely their health and wellbeing. It is anticipated that this journey will be complete in February 2021.

ENVIRONMENTAL REGULATION

The Corporation's operations are not subject to any significant environmental regulations under either Commonwealth or Territory legislation. However, the Directors believe that the Corporation has adequate systems in place for the management of its environmental requirements and is not aware of any breach of those environmental requirements as they apply to the Corporation.

DISTRIBUTIONS

The Corporation's rule book precludes it from distributing any surpluses to members. Accordingly, no distributions were paid, recommended or declared by the Corporation during the year.

DIRECTORS

The Directors of the Corporation at any time during or since the end of the financial year are:

Name	Position	Community/Outstation	Local Descent Group
Charlie Gunabarra	Chairperson	Mankorlod	Djinang
Reggie Wuridjal	Director	Maningrida	Ndjebbana
Kevin Juwugurra	Director	Yilan	Martay/Burarra
Director	Director	deceased 27/7/2020	Djinang
Norman Winter	Director	Maningrida	Ndjebbana
Valda Bokamarray	Director	Djinang	Nakkara
Camila Hayes	Director	Maningrida	Ndjebbana
Marissa Stewart	Director	Maningrida	Nakkarra
Matthew Ryan	Director	Maningrida	Yilan/Burarra
Maria Scarlett	Independent Director	Maningrida	Kriol
Kathleen Cole	Independent Director		

MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION

ABN 89 357 836 457

DIRECTORS' REPORT (continued)**DIRECTORS' MEETINGS**

The number of directors' meetings and the number of meetings attended by each of the directors of the Corporation during the financial year are:

Director	No of meetings held	No of meetings attended
Charlie Gunabarra	9	9
Reggie Wuridjal	9	3
Kevin Juwugurra	9	6
Director, deceased	9	8
Norman Winter	9	9
Valda Bokamarray	9	6
Camila Hayes	9	6
Marissa Stewart	9	8
Matthew Ryan	9	3
Maria Scarlett	9	6
Kathleen Cole	9	6

AUDITOR'S INDEPENDENCE DECLARATION

At no time during the financial year ended 30 June 2020 was an officer of the Corporation the auditor, a partner in the audit firm, or a director of the audit company that undertook the audit of the Corporation for that financial year.

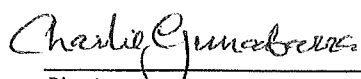
The lead auditor's independence declaration forms part of the directors' report for the financial year ended 30 June 2020.

PROCEEDINGS ON BEHALF OF THE CORPORATION

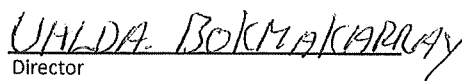
During the year, no person has made application for leave in respect of the Corporation under section 169-5 of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* (the Act).

During the year, no person has brought or intervened in proceedings on behalf of the Corporation with leave under section 169-5 of the Act.

This report is made in accordance with a resolution of the directors and is signed for and on behalf of the Board of Directors by:



Director
Date: 30/10/2020



Director
Date: 30/10/2020

MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION
ABN: 89 357 836 457

**DECLARATION OF INDEPENDENCE BY CLIVE GARLAND TO THE DIRECTORS OF MALA'LA
HEALTH SERVICE ABORIGINAL CORPORATION**

As auditor of Mala'la Health Service Aboriginal Corporation For the year ended 30 June 2020, I declare that, to the best of my knowledge and belief, there have been:

1. no contraventions of the auditor independence requirements of the Corporations (Aboriginal and Torres Strait Islander) Act 2006 and the Australian Charities and Not-for-profits Commission Act 2012 in relation to the audit; and; and
2. no contraventions of any applicable code of professional conduct in relation to the audit.



Clive Garland
Partner

BDO Audit (NT)
72 Cavenagh Street, Darwin NT 0800

Darwin, 30th October 2020

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Mala'la Health Service Aboriginal Corporation, the Directors declare that:

1. The financial statements and notes, as set out on pages 5-31, are in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*, the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with Australian Accounting Standards; and
 - b. give a true and fair view of the financial position of the Corporation as at 30 June 2020 and of its performance for the year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Corporation will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors and is signed for and on behalf of the Board of Directors by:

Charlie Gunabovos
Director
Date: 30/10/2020

VALDIA. BOKMAKARRAY
Director
Date: 30/10/2020

MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION

ABN 89 357 836 457

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020	2019
		\$	\$
Income			
Revenue from grants and contributions	2A	7,743,377	6,267,406
Interest received	2B	28,180	60,580
Other revenue	2C	3,559,921	2,330,282
Gain on disposal of property, plant and equipment	2D	-	6,182
Total Contribution		11,331,478	8,664,450
Expenses			
Employee benefits expense	3A	6,027,739	4,032,840
Depreciation and amortisation	3B	667,154	527,958
Interest expense on lease liabilities	3C	42,280	-
Other expenses	3D	3,696,912	4,038,938
Total Expenses		10,434,085	8,599,736
Net surplus for the year		897,393	64,714
Other Comprehensive Income			
Other comprehensive income for the year		-	-
Total comprehensive income for the year		897,393	64,714

The accompanying notes form part of these financial statements.

MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION

ABN 89 357 836 457

**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2020**

	Note	2020	2019
		\$	\$
ASSETS			
Current assets			
Cash and cash equivalents	4	7,454,604	6,386,228
Trade and other receivables	5	337,816	490,090
Other current assets	6	153,291	136,637
Total current assets		<u>7,945,711</u>	<u>7,012,955</u>
Non-current assets			
Property, plant and equipment	7	1,823,475	1,264,555
Lease assets	8	974,831	-
Total non-current assets		<u>2,798,306</u>	<u>1,264,555</u>
Total assets		<u>10,744,017</u>	<u>8,277,510</u>
LIABILITIES			
Current liabilities			
Trade and other payables	9	1,555,211	1,253,235
Grant liabilities	10	-	1,360,786
Lease liabilities	8	255,384	-
Provisions	11	495,009	240,457
Total current liabilities		<u>2,305,604</u>	<u>2,854,478</u>
Non-current liabilities			
Lease liabilities	8	730,692	-
Provisions	11	35,756	6,963
Deposits	12	7,313	2,480
Total non-current liabilities		<u>773,761</u>	<u>9,443</u>
Total liabilities		<u>3,079,365</u>	<u>2,863,921</u>
Net Assets		<u>7,664,652</u>	<u>5,413,589</u>
ACCUMULATED FUNDS			
Retained surplus		7,664,652	5,413,589
Total accumulated funds		<u>7,664,652</u>	<u>5,413,589</u>

The accompanying notes form part of these financial statements.

MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION

ABN 89 357 836 457

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2020**

	Accumulated Surplus
ACCUMULATED FUNDS	\$
Balance at 1 July 2018	5,348,875
Surplus for the year	64,714
Other comprehensive income for the year	-
Closing Balance at 30 June 2019	5,413,589
Balance at 1 July 2019	5,413,589
Cumulative adjustment upon adoption of new accounting standard AASB 16	(7,116)
Cumulative adjustment upon adoption of new accounting standard AASB 1058	1,360,786
Balance at 1 July 2019 restated	6,767,259
Surplus for the year	897,393
Other comprehensive income for the year	-
Closing Balance at 30 June 2020	7,664,652

The accompanying notes form part of these financial statements.

MALA'LA HEALTH SERVICE ABORIGINAL CORPORATION

ABN 89 357 836 457

STATEMENT OF CASH FLOWS**FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020	2019
		\$	\$
Cash flows from operating activities			
Grants and contributions received		7,743,377	6,804,152
Other receipts		3,633,699	2,232,859
Interest received		28,180	60,580
Payments to suppliers and employees		(9,072,655)	(7,840,239)
Finance charges		(42,280)	-
Net cash flows from operating activities	18	<u>2,290,321</u>	<u>1,257,352</u>
Cash flows used in investing activities			
Proceeds from sale of property, plant and equipment	2D	-	6,182
Acquisition of property, plant and equipment	7	(913,162)	(424,316)
Net cash flows used in investing activities		<u>(913,162)</u>	<u>(418,134)</u>
Cash flows used in financing activities			
Payment of lease liabilities		(308,783)	-
Net cash flows used in financing activities		<u>(308,783)</u>	<u>-</u>
Net increase in cash and cash equivalents		1,068,376	839,218
Cash and cash equivalents at the beginning of the year		<u>6,386,228</u>	<u>5,547,010</u>
Cash and cash equivalents at the end of the year	4	<u><u>7,454,604</u></u>	<u><u>6,386,228</u></u>

The accompanying notes form part of these financial statements.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

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**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

The financial statements cover Mala'la Health Service Aboriginal Corporation as an individual entity, incorporated and domiciled in Australia. Mala'la Health Service Aboriginal Corporation is a Corporation registered under the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and the *Australian Charities and Not-for-profits Commission Act 2012* (the Acts).

Principal place of business and registered office

Lot 480
Maningrida NT 0822

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

The financial statements are required by the Acts and are general purpose financial statements - Reduced Disclosure Requirements as set out in AASB 1053: *Application of Tiers of Australian Accounting Standards*.

The financial statements have been prepared in accordance with:

- *Corporations (Aboriginal and Torres Strait Islander) Regulations 2017* and the *Australian Charities and Not-for-profits Commission Regulations 2013*; and
- Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that apply for the reporting period.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

Accounting Policies

(a) Revenue

The Corporation has applied AASB 15: *Revenue from Contracts with Customers* (AASB 15) and AASB 1058: *Income of Not-for-Profit Entities* (AASB 1058) using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118: *Revenue* and AASB 1004: *Contributions*. The details of accounting policies under AASB 118 and AASB 1004 are disclosed separately since they are different from those under AASB 115 and AASB 1058, and the impact of changes is disclosed in Note 1.

In the current year

Operating Grants, Donations and Bequests

When the entity receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (continued)

(a) Revenue (continued)

When both these conditions are satisfied, the Corporation:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Corporation:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (for example AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being contributions, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

Capital Grant

When the Corporation receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The Corporation recognises income in profit or loss when or as the Corporation satisfies its obligations under terms of the grant.

Interest Income

Interest income is recognised using the effective interest method.

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

In the comparative period

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

If conditions are attached to the grant which must be satisfied before the entity 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 Corporation 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 Corporation 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 profit or loss.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (continued)

(a) Revenue (continued)

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.

(b) Property, Plant and Equipment

Each class of property, plant and equipment is carried at cost or fair value as indicated, less, where applicable, accumulated depreciation and any impairment losses.

Buildings, plant and equipment

Buildings, plant and equipment are 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 the 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 (refer Note 1(e) for details of impairment).

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 Corporation and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss in 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 to the Corporation commencing from the time the asset is held ready for use.

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

<u>Class</u>	<u>Rate</u>
Buildings and improvements	5% - 25%
Plant and equipment	8-33½%
Furniture and fittings	8-40%
Motor vehicles	8-50%
Information technology	10-40%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (continued)

(c) Leases

The Corporation as lessee

At inception of a contract, the Corporation assesses if the contract is, or contains, a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Corporation where the Corporation is a lessee. However all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Corporation uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- lease payments under extension options of lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Corporation anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

(d) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Corporation becomes a party to the contractual provisions to the instrument. For financial assets, this is equivalent to the date that the Corporation commits itself to either purchase or sell the asset.

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs except where the instrument is classified 'at fair value through profit and loss' in which case transaction costs are recognised as expenses in profit or loss immediately.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain significant financing component or if the practical expedient was applied as specified in AAST 15: *Revenue from Contracts with Customers*.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (continued)

(d) Financial Instruments (continued)

Classification and subsequent measurement

Financial Liabilities

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit or loss.

A financial liability is measured at fair value through profit or loss if the financial liability is:

- a contingent consideration of an acquirer in business combination to which AASB 3: *Business Combinations* applies;
- held for trading; or
- initially designed as at fair value through profit or loss.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

A financial liability cannot be reclassified.

Financial Assets

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss.

Measurement is on the basis of two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset that meets the following conditions is subsequently measured at amortised cost:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (Continued)

(d) Financial Instruments (continued)

A financial asset that meets the following conditions is subsequently measured at fair value through other comprehensive income:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates; and
- the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the measurement conditions of amortised cost and fair value through other comprehensive income are subsequently measured at fair value through profit or loss.

The Corporation initially designates a financial instrument as measured at fair value through profit or loss if:

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as an "accounting mismatch") that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance with the documented risk management and information about the groupings is documented appropriately, so the performance of the financial liability that is part of a group of financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

The initial designation of financial instruments to measure at fair value through profit or loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

Derecognition

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

Derecognition of financial liabilities

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

Derecognition of financial assets

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (Continued)

(d) Financial Instruments (continued)

All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the entity no longer controls the asset (ie has no practical ability to make unilateral decision to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

The Corporation recognises a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other comprehensive income; and
- lease receivables.

Loss allowance is not recognised for:

- financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The Corporation uses the simplified approach to impairment, as applicable under AASB 9.

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times. This approach is applicable to trade receivables and lease receivables.

In measuring the expected credit loss, a provision matrix for trade receivables is used, taking into consideration various data to get to an expected credit loss (i.e. diversity of its customer base, appropriate groupings of its historical loss experience, etc).

Recognition of expected credit losses in financial statements

At each reporting date, the Corporation recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to the asset.

Assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at every reporting period.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (Continued)

(e) Impairment of Non Financial Assets

At the end of each reporting period, the Corporation reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows the recoverable amounts are expected to be materially the same as fair value.

Where it is not possible to estimate the recoverable amount of an individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

(f) Employee Benefits

Short-term employee benefits

Provision is made for the Corporation's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and annual leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Corporation's obligations for short-term benefits such as wages, salaries and sick leave are recognised as part of current trade and other payables in the statement of financial position.

Other long-term employee provisions

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the remeasurement of obligations for other long-term employee benefits, the net change in the obligation is recognised in profit or loss as a part of employee benefits expense.

The Corporation's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the Corporation does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

(g) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. The Corporation did not have an overdraft during the year.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020****Note 1: Summary of Significant Accounting Policies (Continued)****(h) Trade and Other Receivables**

Trade and other receivables include amounts receivable from clients for accommodation and food provided 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. Refer to Note 1(d) for further discussion of impairment of financial assets.

(i) Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are included in the cash flow statement on a net basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(j) Income tax

The Corporation is a Public Benevolent Institution and is endorsed by the Australian Taxation Office to access income tax exemption under Subdivision 50-A of the Income Tax Assessment Act 1997.

(k) Fringe Benefits Tax

The Corporation, as a Public Benevolent Institution, is also endorsed by the Australian Taxation Office to access the FBT exemption.

(l) Provisions

Provisions are recognised when the Corporation 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.

(m) Comparative Figures

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

(n) Critical Accounting Estimates and Judgements

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

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (Continued)

(n) Critical Accounting Estimates and Judgements (continued)

Key estimates

Impairment of property, plant and equipment

The Corporation assesses impairment of property, plant and equipment at each reporting date by evaluating conditions specific to the Corporation and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs to sell or value-in-use calculations, which incorporate a number of key estimates and assumptions. There was no provision for impairment of property, plant and equipment at 30 June 2020 (2019: \$Nil).

Impairment of accounts receivable

The Corporation uses the simplified approach to assess impairment as applicable under AASB 9. This approach does not require tracking of changes in credit risk in every reporting period, but instead requires the recognition of lifetime expected credit loss at all times. In measuring the expected credit loss a provision matrix for trade receivables has been used, taking into consideration various data to get to an expected credit loss (eg diversity of its debtor base, appropriate groupings of its historical loss experience, etc). Impairment at 30 June 2020 \$6,580 (2019: \$10,255).

Useful lives of property, plant and equipment

As described in Note 1(b), the Corporation reviews the estimated useful lives of property, plant and equipment at the end of each annual reporting period.

Key judgements

Employee benefits

For the purpose of measurement, AASB 119: *Employee Benefits* defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. As the Corporation expects that most employees will use all of their annual leave entitlements in the same year in which they are earned or during the 12-month period that follows the directors believe that obligations for annual leave entitlements satisfy the definition of short-term employee benefits.

(o) Economic Dependency

The continued operation of the Mala'la Health Service Aboriginal Corporation is dependent on funding from the Commonwealth and Northern Territory Governments. At the date of this report, the Board of Directors has no reason to believe the support will not continue.

(p) Fair Value of Assets and Liabilities

The Corporation measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard.

Fair value is the price the Corporation would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 1: Summary of Significant Accounting Policies (Continued)

(p) Fair Value of Assets and Liabilities (continued)

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market value may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

(q) New and Amended Accounting Policies Adopted

Initial adoption of AASB 16

The Corporation has adopted AASB 16: *Leases* retrospectively with the cumulative effect of initially applying AASB 16 recognised at 1 July 2019. In accordance with AASB 16 the comparatives for the 2019 reporting period have not been restated.

The Corporation has recognised a lease liability and right-of-use asset for all leases (with the exception of short term and low value leases) recognised as operating leases under AASB 117: *Leases* where the Corporation is the lessee. The lease liabilities are measured at the present value of the remaining lease payments. The Corporation's incremental borrowing rate as at 1 July 2019 was used to discount the lease payments.

The right-of-use assets for motor vehicles was measured at its carrying amount as if AASB 16: *Leases* had been applied since the commencement date, but discounted using the Corporation's weighted average incremental borrowing rate on 1 July 2019.

The following practical expedients have been used by the Corporation in applying AASB 16 for the first time:

- for a portfolio of leases that have reasonably similar characteristics, a single discount rate has been applied;
- leases that have remaining lease term of less than 12 months as at 1 July 2019 have been accounted for in the same way as short-term leases;
- the use of hindsight to determine lease terms on contracts that have options to extend or terminate; and
- not applying AASB 16 to leases previously not identified as containing a lease under AASB 117 and Interpretation 4.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**Note 1: Summary of Significant Accounting Policies (Continued)****(q) New and Amended Accounting Policies Adopted (continued)**

The following table presents the impact for each financial statement line item of adopting AASB 16 at initial date of application, 1 July 2019.

	Carrying amount as originally presented under AASB 117	Reclassification AASB 16	Carrying Amount 1 July 2019
<i>Assets</i>			
Right-of-use asset	-	939,764	939,764
<i>Liabilities</i>			
Lease liabilities - current	-	253,787	253,787
Lease liabilities - non-current	-	693,093	693,093
Net impact on total liabilities	-	946,880	946,880

The adjustment to right-of-use assets and lease liabilities as at 1 July 2019 is as follows:

Right-of-use asset	939,764
Lease liabilities	(946,880)
Effect on accumulated surplus	(7,116)

The following table reconciles the carrying value of right-of-use assets

	Land and Buildings \$	Motor Vehicle \$	Total \$
Carrying amount at 30 June 2019	-	-	-
Additions	822,368	689,793	1,512,161
Accumulated amortisation	(196,012)	(376,385)	(572,397)
Carrying amount at 1 July 2019	626,356	313,408	939,764

The Corporation's weighted average incremental borrowing rate on 1 July 2019 applied to the lease liabilities was 3.68%.

Initial adoption of AASB 15 and AASB 1058

The Corporation has applied AASB 15: *Revenue from Contracts with Customers* and AASB 1058: *Income of Not-for-Profit Entities* using the cumulative effective method of initially applying AASB 15 and AASB 1058 as an adjustment to the opening balance of equity at 1 July 2019. Therefore, the comparative information has not been restated and continues to be presented under AASB 118: *Revenue* and AASB 1004: *Contributions*.

The following table presents the impact for each financial statement line item of adopting AASB 15 and AASB 1058 at initial date of application, 1 July 2019.

	AASB 15/ AASB 1058	Previous Standard	Increase/ Decrease
Statement of profit or loss at 1 July 2019			
Revenue	1,360,786	-	1,360,786
Statement of financial position			
<i>Current liabilities</i>			
Contract liabilities	-	1,360,786	(1,360,786)
<i>Equity</i>			
Accumulated surplus	1,360,786	-	(1,360,786)

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
Note 2: Revenue and Other Income		
Note 2A Revenue from government and other grants and contributions		
<i>Commonwealth government grants - recurrent</i>		
Primary Health Care	3,847,463	4,098,649
National Indigenous Australians Agency	1,148,059	1,057,438
Department of Health	987,316	917,143
	<u>5,982,838</u>	<u>6,073,230</u>
<i>Commonwealth government grants - non-recurrent</i>		
Primary Health Care	150,000	-
Department of Health	165,489	-
	<u>315,489</u>	<u>-</u>
<i>Territory government grants - recurrent</i>		
Primary Health Network	177,735	177,735
Department of Health	753,309	686,680
Territory Families	129,132	125,764
Top End Health Service	384,874	-
	<u>1,445,050</u>	<u>990,179</u>
Total government grants	<u>7,743,377</u>	<u>7,063,409</u>
Other grants	-	21,630
Total grants received	<u>7,743,377</u>	<u>7,085,039</u>
Unexpended grants -movement for the year	-	(536,746)
Grants returned	-	(280,887)
Total revenue from grants and contributions	<u><u>7,743,377</u></u>	<u><u>6,267,406</u></u>
Note 2B Interest		
Interest received from financial institutions	<u>28,180</u>	<u>60,580</u>
Note 2C Other revenue		
Medicare fees	1,454,792	795,738
Aged care disability client service fees	1,115,029	750,010
Home care service fees	427,222	369,586
Aged care client service fees	42,610	22,886
Other service fees	60,244	216,740
Vehicle hire	15,933	58,487
Other income	444,091	116,835
Total other revenue	<u><u>3,559,921</u></u>	<u><u>2,330,282</u></u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Note 2: Revenue and Other Income (continued)			
Note 2D Gain on disposal of property, plant and equipment			
<i>Plant and equipment</i>			
Written down value		-	-
Proceeds from disposal		-	6,182
Gain from disposal of property, plant and equipment		<u>-</u>	<u>6,182</u>
Note 3: Expenses			
Note 3A Employee benefits expense			
Salaries and wages		5,354,510	3,672,548
Superannuation contributions		450,690	295,651
Leave entitlements		183,550	33,155
Employee benefits		16,868	1,019
Workers compensation insurance		22,121	30,467
Total employee benefits expense		<u>6,027,739</u>	<u>4,032,840</u>
Note 3B Depreciation and amortisation			
<i>Depreciation</i>			
Buildings and improvements		99,308	302,680
Plant and equipment		108,209	85,038
Furniture and fittings		22,581	21,777
Motor vehicles		18,972	16,715
Information technology		105,172	101,748
	7	<u>354,242</u>	<u>527,958</u>
<i>Amortisation</i>			
Property		94,142	-
Motor Vehicles		218,770	-
	8	<u>312,912</u>	<u>-</u>
Total depreciation and amortisation		<u>667,154</u>	<u>527,958</u>
Note 3C Interest Expense on Lease Liabilities			
Properties		18,591	-
Motor Vehicles		23,689	-
	8	<u>42,280</u>	<u>-</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Note 3: Expenses (continued)			
Note 3D Other expenses			
Accounting and bookkeeping fees		305,925	252,833
Advertising		-	8,105
Accreditation		4,914	-
Audit fees		23,254	13,774
Aged Care expenses		156,924	159,601
Board meeting costs		18,138	15,059
Conferences and training		85,379	39,220
Consultants and contractors		227,841	191,575
Bad and doubtful debts expense		10,219	10,255
Electricity, water, sewerage and gas		157,259	117,408
Freight		41,904	83,051
Fringe benefits tax		84,773	64,340
Furniture, fittings and small equipment		95,639	63,881
Insurance expense		210,774	140,526
Information technology costs		117,258	89,137
Lease - short term	8	71,460	-
Legal fees		22,926	16,580
Medical services and supplies		670,624	894,781
Motor vehicle expenses		100,439	115,178
Motor vehicle leases		-	269,041
Postage, printing and stationery		43,673	34,888
Program expenses		505,387	559,399
Rates and taxes		15,954	11,080
Recruitment and relocation costs		32,001	82,609
Rent		-	114,078
Repairs and maintenance		148,610	139,104
Sponsorships		6,205	-
Staff amenities		50,018	37,804
Subscriptions		8,469	7,710
Telephone		80,622	76,924
Travel and accommodation		357,891	408,205
Uniforms		19,941	10,056
Other expenses		22,491	12,736
Total other expenses		3,696,912	4,038,938
Note 4: Cash and Cash Equivalents			
Cash at bank		7,454,604	6,384,066
Cash on hand		-	2,162
Total cash and cash equivalents		7,454,604	6,386,228

Of the amounts stated above, \$1,397,630 is restricted (2019: \$1,360,786) as funding bodies may make a claim against the funds should the terms and conditions of the funding agreements not be satisfied.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Note 5: Trade and Other Receivables			
Trade receivables		341,266	400,620
Provision for impairment		(6,580)	(10,255)
Total trade receivables		<u>334,686</u>	<u>390,365</u>
Other receivables			
Accrued income		-	93,221
Sundry receivables		3,130	6,504
Total other receivables		<u>3,130</u>	<u>99,725</u>
Total current trade and other receivables		<u>337,816</u>	<u>490,090</u>

The Corporation does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.

No collateral has been pledged for any of the current or non-current trade and other receivable balances.

Net receivables are aged as follows:	Expected loss rate		
Not overdue		205,032	185,191
Overdue:			
30 to 60 days		495	3,645
60 to 90 days		4,143	6,231
More than 90 days	5%	131,596	205,553
Total trade receivables		<u>341,266</u>	<u>400,620</u>

a. Financial assets at amortised cost classified as accounts receivable and other debtors

Accounts receivable and other debtors:			
- total current		337,816	490,090
- total non current		-	-
Financial assets as accounts receivable and other debtors	19	<u>337,816</u>	<u>490,090</u>

Note 6: Other Current Assets			
Prepayments		<u>153,291</u>	<u>136,637</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
Note 7: Property, Plant and Equipment		
Buildings and improvements, at cost	4,426,363	4,148,782
Less: Accumulated depreciation	<u>(3,468,554)</u>	<u>(3,372,547)</u>
	957,809	776,235
Plant and equipment, at cost	1,198,908	774,711
Less: Accumulated depreciation	<u>(596,554)</u>	<u>(528,264)</u>
	602,354	246,447
Furniture and fittings, at cost	293,189	279,445
Less: Accumulated depreciation	<u>(256,237)</u>	<u>(233,656)</u>
	36,952	45,789
Motor vehicles, at cost	231,966	198,452
Less: Accumulated depreciation	<u>(173,307)</u>	<u>(176,524)</u>
	58,659	21,928
Information technology, at cost	288,968	288,968
Less: Accumulated depreciation	<u>(219,984)</u>	<u>(114,812)</u>
	68,984	174,156
Work in progress	<u>98,717</u>	<u>-</u>
Total property, plant and equipment	<u><u>1,823,475</u></u>	<u><u>1,264,555</u></u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

Note 7: Property, Plant and Equipment (continued)

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Building and improvements at cost	Plant and equipment at cost	Furniture and fittings at cost	Motor vehicles at cost	Information technology at cost	Work in progress at cost	Total
As at 1 July 2018	\$	\$	\$	\$	\$	\$	\$
Gross book value	3,909,674	635,989	267,678	198,452	254,249	-	5,266,042
Accumulated depreciation	(3,069,867)	(443,226)	(211,879)	(159,809)	(13,064)	-	(3,897,845)
Net book value 1 July 2018	839,807	192,763	55,799	38,643	241,185	-	1,368,197
Additions	239,108	138,722	11,767	-	34,719	-	424,316
Depreciation	(302,680)	(85,038)	(21,777)	(16,715)	(101,748)	-	(527,958)
Net book value 30 June 2019	776,235	246,447	45,789	21,928	174,156	-	1,264,555

Net book value as of 30 June 2019 represented by:

Gross book value	4,148,782	774,711	279,445	198,452	288,968	-	5,690,358
Accumulated depreciation	(3,372,547)	(528,264)	(233,656)	(176,524)	(114,812)	-	(4,425,803)
Net book value 30 June 2019	776,235	246,447	45,789	21,928	174,156	-	1,264,555

As at 1 July 2019

Gross book value	4,148,782	774,711	279,445	198,452	288,968	-	5,690,358
Accumulated depreciation	(3,372,547)	(528,264)	(233,656)	(176,524)	(114,812)	-	(4,425,803)
Net book value 1 July 2019	776,235	246,447	45,789	21,928	174,156	-	1,264,555
Additions	280,882	464,116	13,744	55,703	-	98,717	913,162
Depreciation	(99,308)	(108,209)	(22,581)	(18,972)	(105,172)	-	(354,242)
Net book value 30 June 2020	957,809	602,354	36,952	58,659	68,984	98,717	1,823,475

Net book value as of 30 June 2020 represented by:

Gross book value	4,426,363	1,198,908	293,189	231,966	288,968	98,717	6,538,111
Accumulated depreciation	(3,468,554)	(596,554)	(256,237)	(173,307)	(219,984)	-	(4,714,636)
Net book value 30 June 2020	957,809	602,354	36,952	58,659	68,984	98,717	1,823,475

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

Note 8: Lease Assets and Lease Liabilities

The Corporation's lease portfolio includes property and motor vehicles. These leases have an average of 4 years as their lease term.

Options to extend or terminate

The option to extend or terminate are contained in the property leases. There were no extension options for motor vehicle leases. These clauses provide the Corporation opportunities to manage leases in order to align with its strategies. All of the extension or termination options which were probable to be exercised have been included in the calculation of the Right of use asset.

i) Amounts recognised in the Statement of Financial Position

	2020
	\$
Carrying value of lease assets by class of underlying asset:	
Land and buildings	885,028
Accumulated amortisation	(290,154)
	<u>594,874</u>
Motor vehicles	975,112
Accumulated amortisation	(595,155)
	<u>379,957</u>
Total lease assets	<u><u>974,831</u></u>
 Movement in carrying amount of lease assets:	
<i>Leased property</i>	
Carrying amount at 1 July 2019	626,356
Additions	62,660
Amortisation	(94,142)
Carrying amount at 30 June 2020	<u>594,874</u>
<i>Leased motor vehicles:</i>	
Carrying amount at 1 July 2019	313,408
Additions	285,319
Amortisation	(218,770)
Carrying amount at 30 June 2020	<u>379,957</u>
<i>Total lease assets:</i>	
Carrying amount at 1 July 2019	939,764
Additions	347,979
Amortisation	(312,912)
Carrying amount at 30 June 2020	<u><u>974,831</u></u>
 Lease Liabilities	
Current	255,384
Non-current	730,692
	<u><u>986,076</u></u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Note 8: Lease Assets and Lease Liabilities (continued)			
ii) AASB 16 related amounts recognised in the statement of profit or loss			
Amortisation charge related to right of use assets	3B	312,912	-
Interest expense on lease liabilities	3C	42,280	-
Short-term lease expense	3D	71,460	-
Note 9: Trade and Other Payables			
Accounts payable		680,233	518,690
Accrued expenses		404,501	269,033
Payroll liabilities		177,214	156,464
GST payable		107,618	80,049
Deferred income		-	78,496
Contract liabilities		136,377	-
Other payables		49,268	150,503
Total trade and other payables		1,555,211	1,253,235
Settlement of trade creditors is generally net 30 days.			
No interest is payable on outstanding payables.			
a. Financial liabilities at amortised cost classified as accounts payable and other payables			
Accounts payable and other payables:			
- total current		1,555,211	1,253,235
- total non current		-	-
		<u>1,555,211</u>	<u>1,253,235</u>
Less GST payable		(107,618)	(80,049)
Less deferred income		-	(78,496)
Less contract liabilities		(136,377)	-
Financial liabilities as accounts payable and other payables	19	<u>1,447,593</u>	<u>1,094,690</u>
b. Contract liabilities			
Balance at the beginning of the year		-	-
Reclassified from deferred income on initial application of AASB 15		-	-
Additions:			
Grants for which performance obligations will only be satisfied in subsequent years		136,377	-
Closing balance at the end of the year		<u>136,377</u>	<u>-</u>
If grants are enforceable and have sufficiently specific performance obligations in accordance with AASB 15 the amount received at that point in time, is recognised as a contract liability until the performance obligations have been satisfied.			
Note 10: Grant Liabilities			
Unexpended grants		<u>-</u>	<u>1,360,786</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020 \$	2019 \$
Note 11: Provisions		
Current		
Employee benefits - annual leave entitlements	495,009	240,457
Total current provisions	<u>495,009</u>	<u>240,457</u>
Non Current		
Employee benefits - long service leave entitlements	35,756	6,963
Total non current provisions	<u>35,756</u>	<u>6,963</u>
Total provisions	<u>530,765</u>	<u>247,420</u>

Note 12: Deposits		
Non-current		
Staff rental bonds	<u>7,313</u>	<u>2,480</u>

Note 13: Commitments for Expenditure		
(a) There were no capital commitments at 30 June 2020 (2019: \$Nil).		
(b) Operating Leases:		
Non-cancellable operating leases contracted for but not recognised in the financial statements.		
Minimum Lease payments payable:		
Less than 1 year	29,900	283,452
1-5 years	-	332,151
	<u>29,900</u>	<u>615,603</u>

The property lease commitments are non-cancellable operating leases contracted for but not recognised in the financial statements with a one year term (2019: either a two or five-year term). Increases in lease commitments may occur in line with the consumer price index (CPI).

The motor vehicle lease commitments are non-cancellable operating leases contracted for but not recognised in the financial statements in prior years with either a four or five-year term. Increases in lease commitments may occur in line with increased mileage. In accordance with AASB 16 all motor vehicle leases are now capitalised.

(c) There were no finance lease commitments at 30 June 2020 (2019: \$Nil).

Note 14: Contingent Liabilities and Contingent Assets	
A number of the Corporation's funding programs are currently under review by the funding bodies in accordance with the funding agreements. Neither the outcome or financial impact can be reliably estimated at the time these financial statements were authorised. There were no other contingent assets or liabilities at 30 June 2020 (2019: \$Nil).	

Note 15: Events After the Reporting Period	
The directors are not aware of any significant events that have occurred since the end of the reporting period which have an effect on the presentation or require disclosure to the financial statements.	

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020 \$	2019 \$
Note 16: Key Management Personnel Compensation			
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Corporation, directly or indirectly, including any director (whether executive or otherwise) is considered key management personnel.			
Key management personnel compensation:			
- short-term employee benefits - current year		569,684	463,154
- post-employment benefits - current year		48,593	59,382
		<u>618,277</u>	<u>522,536</u>
Note 17: Other Related Party Transactions			
No remuneration or benefits were paid to the directors during the year other than wages included in the key management personnel compensation (Note 16).			
There were no loans to directors either this year or last year nor was there any outstanding balances from prior years.			
Note 18: Cash Flow Information			
Reconciliation of Cash Flow from Operating Activities with Current Year Surplus			
Current year surplus		897,393	64,714
<i>Non-cash flows:</i>			
Gain from disposal of property, plant and equipment		-	(6,182)
Depreciation and amortisation		667,154	527,958
<i>Changes in assets and liabilities:</i>			
<i>(Increase) / Decrease in assets:</i>			
Trade and other receivables		152,274	(116,501)
Other current assets		(16,654)	(42,479)
<i>Increase/(decrease) in liabilities:</i>			
Trade and other payables		301,976	261,691
Grant liabilities		-	536,746
Employee provisions		283,345	33,155
Deposits		4,833	(1,750)
Net cash from operating activities		<u>2,290,321</u>	<u>1,257,352</u>
Note 19: Financial Risk Management			
The Corporation's financial instruments consist mainly of deposits with banks, receivables and payables and lease liabilities.			
The carrying amounts for each category of financial instruments, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows:			
Financial assets			
Cash and cash equivalent	4	7,454,604	6,386,228
Trade and other receivables	5	337,816	490,090
Total financial assets		<u>7,792,420</u>	<u>6,876,318</u>

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

			2020	2019
		Note	\$	\$
Note 19:	Financial Risk Management (continued)			
	Financial liabilities			
	Trade and other payables	9a	1,447,593	1,094,690
	Lease liabilities	8	986,076	-
	Total financial liabilities		<u>2,433,669</u>	<u>1,094,690</u>

Fair values

Unless otherwise stated, the directors consider the financial assets and financial liability carrying amount to also be its fair value.

Fair value hierarchy

AASB 13: *Fair Value Measurement* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurements into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised.

INDEPENDENT AUDITOR'S REPORT

To the members of Mala'la Health Service Aboriginal Corporation

Opinion

We have audited the financial report of Mala'la Health Service Aboriginal Corporation (the "Corporation"), which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion, the financial report of Mala'la Health Service Aboriginal Corporation is in accordance with the financial reporting requirements of *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and the *Australian Charities and Not-For-profit Commission Act 2012*, including:

- a) giving a true and fair view of the Corporation's financial position as at 30 June 2020 and its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards and the *Corporations (Aboriginal and Torres Strait Islander) Regulations* and the *Australian Charities and Not-For-profit Commission Act 2012*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of matter

Without modifying our opinion, we draw attention to the following matter:

Internal controls over non-grant income

The Corporation records amounts received for non-grant income when these amounts are received by management. It is not practical to establish control over the collection of such receipts prior to their initial entry in the accounting records. Accordingly, as the evidence available to us regarding non-grant income was limited, our audit procedures had to be restricted to the amounts recorded in the financial records.

Responsibilities of management and directors for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Corporation or to cease operations, or has no realistic alternative but to do so.

Directors are responsible for overseeing the Corporation's financial reporting process.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit (NT)



Clive Garland
Audit Partner

Darwin, 30 October 2020



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