



EAST HEALTH TRUST
primary health organisation

**EAST HEALTH TRUST BOARD
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

EAST HEALTH TRUST BOARD

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016

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East Health Trust Board

Trust Directory As at 30 June 2016

Registered Charity No	CC21764
Registered Office	260 Botany Road Howick Auckland
Trustees	J H Betteridge D P Bryant K Chiu R J Coleman B C A Hyland D Lee S Alexander
Bank	ASB Bank Limited Auckland
Business Activity	Primary Health Organisation
Auditor	RSM Hayes Audit Auckland
Solicitors	Malloy Goodwin Harford Auckland

Independent Auditor's Report

To the Trustees of East Health Trust Board

We have audited the financial statements of East Health Trust Board ("The Trust") on pages 4 to 18 which comprise the statement of financial position as at 30 June 2016, and the statement of comprehensive revenue and expenses, statement of cash flows and statement of changes in net assets/equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

This report is made solely to the trustees, as a body, in accordance with the Trust Deed. Our audit has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the trust and the trustees as a body, for our work, for this report, or for the opinions we have formed.

Trustees' Responsibility for the Financial Statements

The trustees are responsible for the preparation and fair presentation of these financial statements in accordance with Public Benefit Entity Accounting Standards Reduced Disclosure Regime and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand).

Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Other than in our capacity as auditor we have no relationship with, or interests in, East Health Trust Board.

Opinion

In our opinion, the financial statements on pages 4 to 18 present fairly, in all material respects, the financial position of East Health Trust Board as at 30 June 2016, and its financial performance and cash flows for the year then ended in accordance with Public Benefit Entity Accounting Standards Reduced Disclosure Regime.

RSM

30 November 2016

East Health Trust Board

**Statement of Comprehensive Revenue and Expenses
For the Year Ended 30 June 2016**

	<u>Note</u>	<u>2016</u>	<u>2015</u> (Restated)
Revenue			
Revenue from Non-Exchange Transactions			
Provider Funding		14,996,615	13,656,434
Health Projects		5,201,223	4,771,286
Management Fees		673,066	642,213
Revenue from Exchange Transactions			
Other Income	4a	300	8,075
Total Revenue		<u>20,871,204</u>	<u>19,078,008</u>
Direct Costs of Services			
Provider Funding		(14,996,188)	(13,658,296)
Health Projects		(4,858,195)	(4,007,676)
Management Fees		(586,893)	(526,615)
Total Direct Costs of Services		<u>(20,441,276)</u>	<u>(18,192,587)</u>
Gross Surplus		<u>429,928</u>	<u>885,421</u>
Expenses	4b	(237,109)	(265,276)
Operating Surplus		<u>192,819</u>	<u>620,145</u>
Finance Income		98,729	89,761
Net Finance Income	5	<u>98,729</u>	<u>89,761</u>
Share of profit of associates	6	66,863	58,365
Total Surplus for the year		<u>358,411</u>	<u>768,271</u>
Total Comprehensive Revenue and Expenses for the year		<u>\$358,411</u>	<u>\$768,271</u>


The accompanying notes form part of and should be read in conjunction with the Financial Statements.

East Health Trust Board


Statement of Financial Position As at 30 June 2016

	<u>Note</u>	<u>2016</u>	<u>2015</u> (Restated)
<u>Assets</u>			
Current Assets			
Cash and Cash Equivalents		351,851	388,214
Short Term Deposits		2,622,025	2,009,512
Trade and Other Receivables from non-exchange transactions		341,919	934,515
		<u>3,315,795</u>	<u>3,332,241</u>
Non Current Assets			
Investment in Associates	6	389,762	330,421
		<u>389,762</u>	<u>330,421</u>
Total Assets		<u>3,705,557</u>	<u>3,662,662</u>
<u>Liabilities</u>			
Current Liabilities			
Trade and Other Payables from non-exchange transactions		612,335	868,367
Accruals		5,500	2,000
Eastern Locality Partnership		-	62,984
		<u>617,835</u>	<u>933,351</u>
Total Liabilities		<u>617,835</u>	<u>933,351</u>
Net Assets		<u>\$3,087,722</u>	<u>\$2,729,311</u>
<u>Equity</u>			
Corpus		10	10
Retained Earnings		3,087,712	2,729,301
Total Equity		<u>\$3,087,722</u>	<u>\$2,729,311</u>

For and on behalf of the Board, who authorised the issue of these statements on 25 November 2016.



Trustee



Trustee

East Health Trust Board

Statement of Changes in Net Assets / Equity
For the Year Ended 30 June 2015

	Note	Corpus	Accumulated comprehensive income	Total Equity
As at 1 July 2014 (As previously reported)		10	621,641	621,651
Impact of changes in accounting policies	3	-	1,339,389	1,339,389
Restated Balance at 1 July 2014		10	1,961,030	1,961,040
Restated profit for the year		-	768,271	768,271
Total comprehensive Revenue and Expenses for the year restated		-	768,271	768,271
Restated Balance at 30 June 2015		\$10	\$2,729,301	\$2,729,311

The accompanying notes form part of and should be read in conjunction with the Financial Statements.

East Health Trust Board

**Statement of Changes in Net Assets / Equity
For the Year Ended 30 June 2016**

	Note	Corpus	Retained Earnings	Total Equity
<u>As at 1 July 2015 restated</u>				
Profit for the year	10		2,729,301	2,729,311
			358,411	358,411
Total comprehensive Revenue and Expenses for the year			358,411	358,411
Balance at 30 June 2016		\$10	\$3,087,712	\$3,087,722

The accompanying notes form part of and should be read in conjunction with the Financial Statements.

East Health Trust Board
Statement of Cash Flows
For the Year Ended 30 June 2016

	<u>Note</u>	<u>2016</u>	<u>2015</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>			
<u>Cash was received from:</u>			
Customers		21,495,597	18,954,650
Interest		98,729	89,761
Goods & Services Tax		-	16,843
		<u>21,594,326</u>	<u>19,061,254</u>
<u>Cash was applied to:</u>			
Suppliers & Employees		20,993,602	18,631,425
Goods & Services Tax		32,096	-
		<u>21,025,698</u>	<u>18,631,425</u>
Net cash received from operating activities		568,628	429,829
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
<u>Cash was received from</u>			
Dividends from associates	6	7,522	7,522
		<u>7,522</u>	<u>7,522</u>
<u>Cash was applied to:</u>			
Investments in term deposits		612,513	559,164
		<u>612,513</u>	<u>559,164</u>
Net cash applied for investing activities		(604,991)	(551,642)
Net cash received (paid) for the year		<u>(36,363)</u>	<u>(121,813)</u>
Cash and cash equivalent balance at 1 July		388,214	510,027
Cash and cash equivalent balance at 30 June		<u>\$351,851</u>	<u>\$388,214</u>

The accompanying notes form part of and should be read in conjunction with the Financial Statements.

East Health Trust Board

**Statement of Cash Flows
For the Year Ended 30 June 2016**

RECONCILIATION OF NET SURPLUS TO CASH FLOWS FROM OPERATING ACTIVITIES

	<u>Note</u>	<u>2016</u>	<u>2015</u>
Reported Surplus for the year		358,411	768,271
Non-cash items: - Share of loss (profit) of associates	6	(66,863)	(58,365)
		<u>291,548</u>	<u>709,906</u>
Movements in working capital items:			
Accounts Receivable		624,692	(123,358)
Accounts Payable		(315,516)	(173,562)
Net GST		(32,096)	16,843
		<u>277,080</u>	<u>(280,077)</u>
Net cash received from operating activities		<u>\$568,628</u>	<u>\$429,829</u>

The accompanying notes form part of and should be read in conjunction with the Financial Statements

East Health Trust Board

Notes to the Financial Statements For the Year Ended 30 June 2016

1.0 Statement of Accounting Policies

Reporting Entity

The reporting entity is East Health Trust Board ("East Health Trust"). East Health Trust was established by trust deed dated 17 June 2003. It is a registered charity under the Charities Act 2005. DIA Charities Service Registration number CC21764.
These are the individual financial statements for East Health Trust.

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with the New Zealand Generally Accepted Accounting Practice (NZ GAAP). They comply with Public Benefit Entity International Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. The trust is a public benefit not-for-profit entity and it is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Board has elected to report in accordance with Tier 2 Not-For-Profit PBE accounting standards and in doing so has taken advantages of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions.

Changes in Accounting Policy

For the year ended 30 June 2015, East Health Trust presented special purpose financial statements. These have now been restated to Not-For-Profit PBE IPSAS - RDR. An explanation of the transition to PBE IPSAS and a reconciliation of Net Assets is provided in Note 3.

2.0 Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

2.1 (a) Basis of Measurement

The financial statements have been prepared on the basis of historical cost, as modified by the fair value measurement of non-derivative financial instruments.

(b) Functional and Presentational Currency

The financial statements are prepared in New Zealand dollars (\$). All numbers presented have been rounded to the nearest dollar.

2.2 Accounting for Associates

Associates are entities over which the trust has significant influence but not control, generally being a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting. Under the equity method the investment is initially recognised at cost and the carrying amount is increased or decreased to recognise the investors share of the profit or loss after acquisition. Dividends received from associates are recognised as a reduction to the carrying amount of associate's.

The Trust's share of the profit or loss is recognised in the profit or loss.

The board determines at each reporting date whether there is any evidence that the investment in the associate is impaired. Any such impairment is recognised in the profit or loss statement.

East Health Trust Board

Notes to the Financial Statements For the Year Ended 30 June 2016

2.3 Financial Assets

The Trust classifies its investments in the following categories: financial assets at fair value through the profit or loss, loans and receivables, held to maturity investments and available for sale financial assets. The classification depends on the purpose for which the investments were acquired. The board determines the classification of its investments at initial recognition and reconsiders this designation at every reporting date.

Financial assets at fair value through profit or loss

This category has two sub categories: financial assets held for trading, and those designated at fair value through profit or loss at inception. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management. Derivatives are also categorised as held for trading unless they are designated as hedges. Assets in this category are classified as current assets if they are either held for trading or are expected to be realised within 12 months of balance date.

The Trust does not have any financial assets classified as fair value through profit or loss.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the trust provides money, goods or services directly to a debtor with no intention of selling the receivable. They are included in current assets, except for those maturities greater than 12 months after balance date, which are classified as non-current assets.

The Trust's loans and receivables comprise trade and other receivables, short term deposits and cash and cash equivalents.

Held to maturity investments

Held to maturity investments are non-derivatives financial assets with fixed or determinable payments and fixed maturities that the trust's management has the positive intention and ability to hold to maturity.

The trust does not have any financial assets classified as held to maturity.

Available for sale financial assets

Available for sale financial assets are non-derivatives, principally equity securities, that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of balance date.

Purchases and sales of investments are recognised on trade date - the date on which the trust commits to purchase or sell the asset. Investments are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in profit or loss. Investments in equity instruments that do not have a quoted market price in an active market and whose fair values cannot be reliably measured are recognised and subsequently carried at cost.

Investments are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the trust has transferred substantially all the risks and rewards of ownership.

Available for sale financial assets and financial asset at fair value through profit or loss are subsequently carried at fair value. Loan and receivables and held to maturity investments are carried at amortised cost using the effective interest method. Realised and unrealised gains and losses arising from changes in the fair value of financial assets at fair value of financial assets at fair value through profit or loss are included in profit or loss in the period in which they arise. Unrealised gains and losses arising from changes in the fair value of securities classified as available for sale are recognised in other comprehensive income, except for foreign exchange movements on monetary assets, which are recognised in profit or loss. When securities classified as available for sale are sold or impaired, the accumulated fair value adjustments are included in profit or loss as gains and losses from investment securities.

**Notes to the Financial Statements
For the Year Ended 30 June 2016**

2.3 Financial Assets (continued)

The Trust assesses at each balance date whether there is objective evidence that a financial asset or a group of financial assets is impaired. In the case of equity securities classified as available for sale, a significant or prolonged decline in the fair value of the security below its cost is considered in determining whether the securities are impaired. If any such evidence exists for available for sale financial assets, the cumulative loss - measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit or loss - is removed from equity and recognised in profit or loss. Impairment losses recognised in profit or loss on equity instruments are not reversed through profit or loss.

2.4 Cash and cash equivalents

Cash and cash equivalents includes cash in hand and deposits held at call with banks.

2.5 Trade and other receivables

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

Collectability of receivables is reviewed on an ongoing basis. Individual debts which are known to be uncollectible are written off. A provision for impairment of receivables is established when there is objective evidence that the trust will not be able to collect all amounts due according to the original terms of the receivables. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial recognition, and default or delinquency in payments (more than 30 days overdue) are considered objective evidence of impairment.

The amount of provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate. The amount of the provision is recognised in profit or loss.

If, in a subsequent period, the amount of impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as an improvement in the debtor's credit rating), the previously recognised impairment loss is reversed and the reversal is recognised in profit or loss.

Subsequent recoveries of amounts written off are recognised in profit or loss.

2.6 Financial Liabilities

Trade and other payables

These amounts represent unsecured liabilities for goods and services provided to the trust prior to the end of the financial year which are unpaid. Trade and other payables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method. As trade and other payables are usually paid within 30 days, they are carried at face value.

2.7 Revenue recognition

Revenue is recognised to the extent that is probable that the economic benefit will flow to the Trust and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

East Health Trust Board

Notes to the Financial Statements For the Year Ended 30 June 2016

2.7 Revenue recognition (Continued)

Revenue from non-exchange transactions

Income from contract funding

Income from contract funding is recognised when received, unless there is a clear use or return condition. In this case, revenue is recognised when the conditions attached to the contract have been complied with. Where there are unfulfilled conditions of the contract, the amount relating to the unfulfilled condition is recognised as a liability and released to revenue as the conditions are fulfilled.

Revenue from exchange transactions

Interest income

Interest income is recognised on a time-proportion basis using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of financial assets to be the net carrying amount of the financial asset.

Dividend income

Dividend income is recognised when the right to receive payment is established.

2.8 Goods and services tax

All amounts are shown exclusive of Goods and Services Tax ("GST"), except for receivables and payables, which are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, Inland Revenue, is included as part of receivables or payables in the statement of financial position.

2.9 Critical Accounting Estimates and Judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Trust makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

(a) Carrying Value of Investments in Associates

The Trust assesses the carrying value in an equity investment shown in an associate to ensure it does not exceed its fair value. This determination requires significant judgement. In making this judgement the trust evaluates relevant factors such as cashflow, business outlook, financial health and any other relevant information available to the trust.

East Health Trust Board

Notes to the Financial Statements For the Year Ended 30 June 2016

3.0 First Time Adoption of PBE IPSAS

The financial statements for the year ended 30 June 2016 are the first annual financial statements prepared in accordance with PBE IPSAS. The Trust has applied PBE FRS 47 "First-time adoption of PBE standards by entities other than those previously applying NZ IFRSs" in preparing these financial statements

The Trust's transition date is 1 July 2014 and it has prepared its opening PBE IPSAS Statement of Financial Position as at that date.

Previously the investment in associates was recognised at cost. Equity accounting for investments in associates in line with PBE IPSAS 7 has now been applied. The share of surplus in the associates is recognised in profit or loss. Distributions received from the associates reduce the carrying amount of the investments.

Previously the unspent funding from CMDHB was recognised as a committed liability in the statement of financial position. Under PBE IPSAS 23 - Revenue from non-exchange transactions, an inflow of resources from a non-exchange transaction recognised as an asset shall be recognised as revenue, unless there is a clear use or return condition that is unfulfilled.

The surplus for the year reported for the year ended 30 June 2015 has increased from \$123,043 to \$768,271 being a net increase of \$645,228.

Changes in Surplus: Non-exchange revenue recognised, previously deferred	594,385
Share of Profit in Associate	58,365
Dividend received from Associate	(7,522)
	<u>645,228</u>

Impact on assets, liabilities and equity as at 30 June 2015

	Previously Reported	PBE IPSAS restatements	Restated
Investment in Associates	13,340	317,081	330,421
Committed Funding	(1,667,536)	1,667,536	-
		<u>1,984,617</u>	
Equity	744,694	<u>1,984,617</u>	2,729,311

Impact on assets, liabilities and equity as at 30 June 2014

	Previously Reported	PBE IPSAS restatements	Restated
Investment in Associates	13,340	266,238	279,578
Committed Funding	(1,073,151)	1,073,151	-
		<u>1,339,389</u>	
Equity	621,651	<u>1,339,389</u>	1,961,040

4. Income and Expenses

a) <u>Other Income</u>	<u>2016</u>	<u>2015</u>
Governance Contribution	300	8,075
	<u>\$300</u>	<u>\$8,075</u>
b) <u>Expenses</u>		
Administration	48,357	35,513
Audit Fees	6,760	5,267
Conference Expense	10,029	22,193
Governance - Clinical & Community	38,495	65,963
Insurance	2,700	2,700
Subscription	36,842	40,156
Trustees Remuneration	95,926	93,484
Total administrative costs	<u>\$237,109</u>	<u>\$265,276</u>

East Health Trust Board

Notes to the Financial Statements For the Year Ended 30 June 2016

5. Net Finance Costs

Interest income on Bank Deposits
Total Finance Income

	<u>2016</u>	<u>2015</u>
Interest income on Bank Deposits	98,729	89,761
Total Finance Income	<u>\$98,729</u>	<u>\$89,761</u>
Net finance costs recognised in profit or loss	<u>\$98,729</u>	<u>\$89,761</u>

6. Investments in Associates

The trust has interests in the following associates:

Name	Principal Activity	Country of Incorporation	% equity interest	
			<u>2016</u>	<u>2015</u>
East Health Services Ltd	Administration of Health Funding	NZ	21.28%	21.28%

At 1 July 2014

Impact of changes in accounting policies

East Health
Service Ltd

13,340

266,238

At 1 July 2014 restated

279,578

Dividend received from associate

(7,522)

Share of (loss) or profit in associate

58,365

At 30 June 2015 restated

\$330,421

Dividend received from associate

(7,522)

Share of (loss) or profit in associate

66,863

At 30 June 2016

\$389,762

7. Commitments for Expenditure

Capital Commitments

There is no committed capital expenditure at reporting date (2015: \$Nil).

8. Contingent Liabilities

There are no known contingencies at reporting date. (2015: \$Nil).

East Health Trust Board

Notes to the Financial Statements For the Year Ended 30 June 2016

9. Related Party Transactions and Balances

- a) R Coleman, B Hyland and D Lee are trustees and also operate as General Practitioners. They received funding from the trust on the same terms and conditions as all other general practitioners, through their respective medical practices.
- b) Botany Junction Medical Limited is a related party as D Lee is a director. The medical centre receives funding from the trust on the same terms and conditions as all other medical centres.
- c) Millhouse Medical Centre Limited is a related party as R Coleman is a director. The medical centre receives funding from the trust on the same terms and conditions as all other medical centres.
- d) Pakuranga Medical Centre Limited is a related party as D Lee is a shareholder. The medical centre receives funding from the trust on the same terms and conditions as all other medical centres.
- e) Highland Park Medical Centre Limited is a related party as B Hyland is a director. The medical centre receives funding from the trust on the same terms and conditions as all other medical centres.
- f) East Care Limited is a related party as B Hyland is a director and shareholder. R Coleman, D Lee and John Betteridge Medical Ltd are also shareholders in East Care Limited.
- g) PHO Alliance is a related party as D Lee is an executive committee member.
- h) J Betteridge, B Hyland and D Lee are directors of East Health Services Ltd. J Betteridge, B Hyland, D Lee and R Coleman are shareholders of East Health Services Ltd.
- i) Key management are remunerated by the related party - East Health Services Ltd.

The following transactions were carried out with related parties:

	2016	2015
i) Sales of goods and services		
Botany Junction Medical Ltd	30,065	2,799
Millhouse Medical Centre Ltd	2,022	3,437
Pakuranga Medical Centre Ltd	5,536	5,088
East Health Services Ltd	-	285
	<u>\$37,623</u>	<u>\$11,609</u>
j) Management fee from Associates		
East Health Services Ltd	586,893	526,615
	<u>\$586,893</u>	<u>\$526,615</u>
k) Purchases of goods and services		
East Care Ltd	-	7,500
Millhouse Medical Centre Ltd	1,285,980	1,208,681
Pakuranga Medical Centre Ltd	2,308,092	2,166,063
Highland Park Medical Centre Ltd	1,029,489	982,933
PHO Alliance	9,989	9,345
East Health Services Ltd	2,458,132	2,182,339
Botany Junction Medical Ltd	1,498,532	1,189,410
	<u>\$8,590,214</u>	<u>\$7,746,271</u>

East Health Trust Board

Notes to the Financial Statements For the Year Ended 30 June 2016

9. Related Party Transactions and Balances (Continued)

	<u>2016</u>	<u>2015</u>
l) Trustees Remuneration		
During the year the board approved the following remuneration for the trustees:		
J H Betteridge	10,000	10,939
D P Bryant	11,565	9,900
K Chiu	10,000	9,000
R J Coleman	10,000	10,890
B C A Hyland	12,724	11,625
D Lee	30,274	30,255
S Alexander	11,363	10,875
	<u>\$95,926</u>	<u>\$93,484</u>
m) Trade Receivables from related parties		
Botany Junction Medical Ltd	128	1,4
Millhouse Medical Centre Ltd	1,363	1,525
Pakuranga Medical Centre Ltd	64	2,629
	<u>1,555</u>	<u>\$5,604</u>
Payables to related parties		
Botany Junction Medical Ltd	9,923	3,905
Betteridge Trading Trust	2,875	2,588
East Care Ltd	-	8,625
East Health Services Ltd	257,355	521,395
Highland Park Medical Centre Ltd	18,273	20,021
Hyland Services Trust	2,875	2,588
Millhouse Medical Centre Ltd	9,357	4,763
Pakuranga Medical Centre Ltd	25,181	20,621
Pakuranga Family Medical Trust	6,440	5,175
	<u>\$332,279</u>	<u>\$589,681</u>

The receivables from related parties arise mainly from sale transactions and are due the month after the date of sale. The receivables are unsecured in nature and bear no interest. No provisions are held against receivables from related parties.

The payables to related parties arise mainly from purchase transactions and are due the month after the date of purchase. The payables bear no interest.

n) Associates	<u>2016</u>	<u>2015</u>
Dividends received during the year		
East Health Services Ltd	7,522	7,522

East Health Trust Board

Notes to the Financial Statements For the Year Ended 30 June 2016

10 Eastern Locality Partnership

East Health Trust holds funds on behalf of the Eastern Localities Partnership. These funds are to facilitate the ministry directive for the provision of localities based health services. Funds received are held on behalf of the Eastern Locality Partnership and applied against locality related expenses as they are incurred. The criteria on which funds are to be utilised is set out in detail in the service specifications. The localities related services were completed by 30 June 2015.

Fees paid to trustees for work performed on behalf of the Eastern Localities Partnership are as follows. These are in addition to their normal trustees fees.

	2016	2015
J H Betteridge	-	50
D P Bryant	-	900
B C A Hyland	300	2,175
D Lee	-	3,075
S Alexander	-	1,875
	<u>\$300</u>	<u>\$8,075</u>

At balance date the following balances related to the Eastern Localities Partnership have been recorded in the Statement of Financial Position of the Trust:

	2016	2015
-Accounts Receivable due from Counties Manukau District Health Board (including GST)	\$ -	\$ 197,225
-Eastern Localities Partnership Liability (excluding GST)	\$ -	\$ 62,984

11 Financial asset and liability categorisation

	Loans & Receivables	Total
Financial Assets		
30-Jun-16		
Cash & Cash Equivalents	351,851	351,851
Short Term Deposits	2,622,025	2,622,025
Trade & Other Receivables	341,919	341,919
	<u>3,315,795</u>	<u>\$3,315,795</u>
30-Jun-15		
Cash & Cash Equivalents	388,214	388,214
Short Term Deposits	2,009,512	2,009,512
Trade & Other Receivables	934,515	934,515
	<u>\$3,332,241</u>	<u>\$3,332,241</u>
Financial Liabilities	At Amortised Cost	Total
30-Jun-16		
Trade & other payables	<u>\$612,335</u>	<u>\$612,335</u>
30-Jun-15		
Trade & other payables	<u>\$868,367</u>	<u>\$868,367</u>

12. Events after the reporting period

There are no events subsequent to balance date that require disclosure.