

### IN CONFIDENCE

### **MEDICAL BOARD OF AUSTRALIA**

Meeting Number: 21 Meeting Date: July 2011

Agenda Item: 7.1 Monthly/ YTD Results

### **June 2011 FINANCIAL REPORT**

#### RECOMMENDATIONS

That members:

- 1. Note the unaudited June 2011 actual income and expenditure reports for the Board.
- 2. Note the unaudited June 2011 actual income and expenditure reports for AHPRA Consolidated.

#### **BACKGROUND**

Part A reports on financial performance of the Board. Expenditure included in the HPA is reported directly to the Board.

Part B reports on the overall financial performance of AHPRA. Expenditure from the consolidated report is shared by the National Boards in the agreed proportion.

The June 2011 results are compared to the budget for the month and year to date. The full year budget for AHPRA is shown in the attached Income and Expense Statement (Attachment B).

#### PART A – JUNE 2011 INCOME AND EXPENDITURE REPORTS FOR THE BOARD

#### Overall

The June 2011 net result is \$257K negative to budget.

The 10/11 net result is \$395K positive to budget.

The June 2011 results are compared to the budget for the month and year to date. The financial results for AHPRA are shown in the consolidated Income and Expense Statement.

#### **Receipts**

In June 2011 the Board received \$6.105M in cash receipts with \$47.368M now received on an YTD basis. This includes application, registration and renewal fees.

#### **Registration Income**

Registration Income for June 2011 was \$3.829M with \$43.433M YTD. Of this \$454K was application fees in June 2011 and \$3.701M YTD.

#### **Interest Income**

In June 2011 the Board received \$132K of interest income with \$1.193M now received for YTD.

The percentages used in June 2011 are as follows:

			MED							
Opening Equity Reserve			12,256,935							
Adjustment for major assets not yet sold*										
Net Result at 31 May 2011			(6,499,937)							
Adjusted Equity Reserve			5,756,998							
June 2011 Percentage for Interest			23.95%							
*NMBA building in WA										

#### Other Income

Please see the AHPRA consolidated financial report in relation to 'Other Income'.

#### **Indirect Cost Allocation**

The indirect cost allocation percentage for the Board is 39.00%.

Each month allocations are made from the following financial reports to the Boards:

- National Office indirect allocation
- State/Territory office indirect allocations
- Decommissioning/transition allocation

#### Legal

Legal expenses include the following amounts by State/Territory in June 2011:

	ACT	NSW	NT	QLD	SA	TAS	VIC	WA	Total
TOTAL	21,249	0	0	119,944	15,535	18,500	407,119	146,558	728,905

#### **Decommissioning**

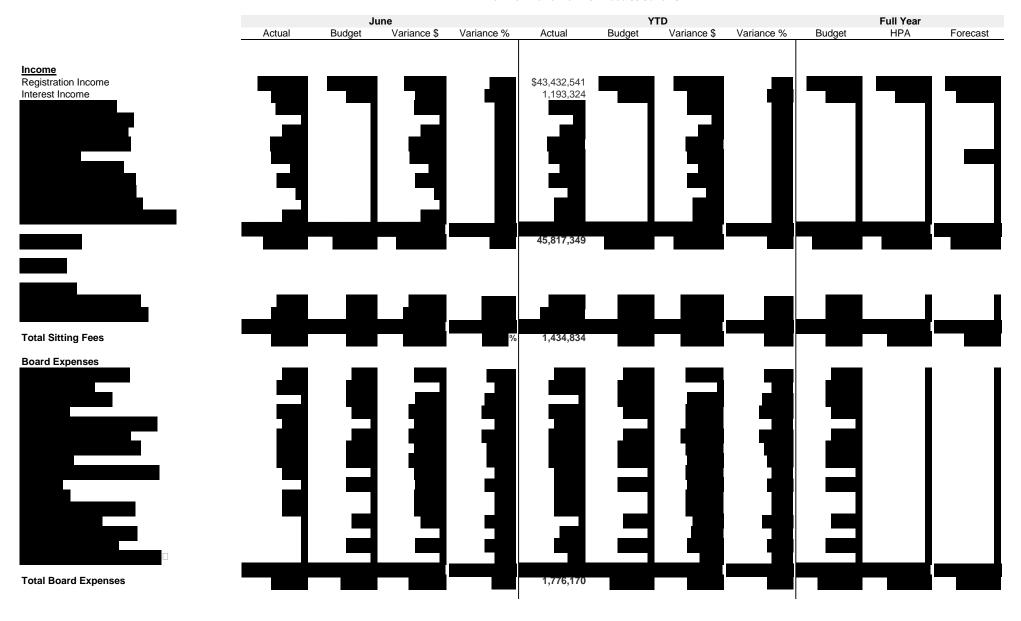
The credit of \$28K relates to the reversal of an accrual at 30 June 2010 from a former Medical Board. This amount has been reviewed and a new accrual was not deemed necessary as all known accruals have been accounted for the Finance Managers in each State.

#### **Medical Board**

#### Income & Expense Report

Actual Budget Variance

For the Twelve Months Ended 30 June 2011

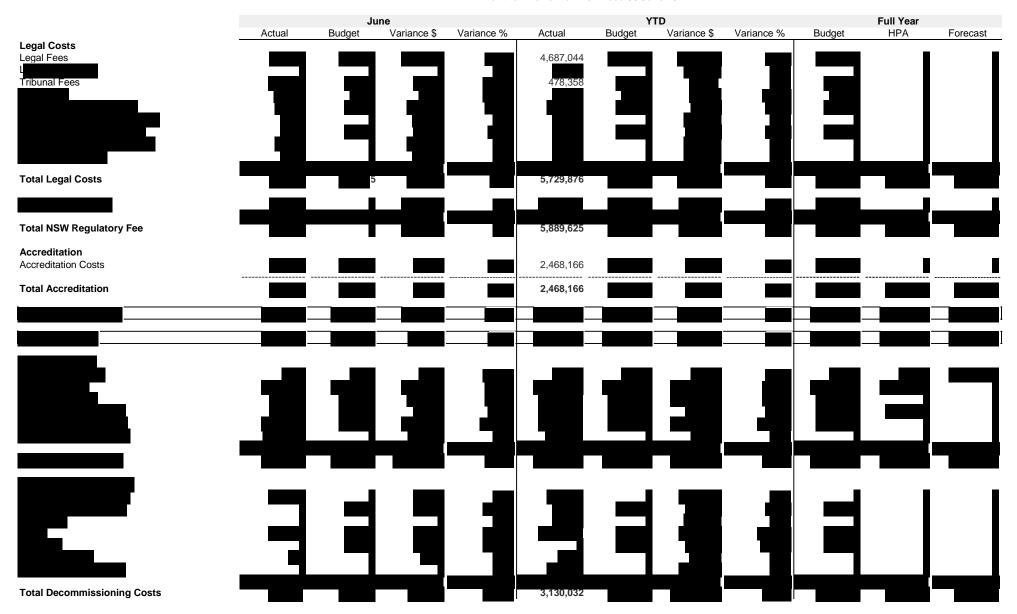


#### **Medical Board**

#### Income & Expense Report

Actual Budget Variance

For the Twelve Months Ended 30 June 2011



#### **Medical Board**

Income & Expense Report
Actual Budget Variance
For the Twelve Months Ended 30 June 2011

	June				YTD				Full Year		
	Actual	Budget	Variance \$	Variance %	Actual	Budget	Variance \$	Variance %	Budget	HPA	Forecast
	_=		_				3				
Total Transition Costs					938,817						