

ANNUAL REPORT

OF THE

TASMANIAN BRANCH

OF THE

AUSTRALIAN MEDICAL ASSOCIATION

(ACN 11 009 484 931)

31 DECEMBER 2010

President's Report 2011

The last year has been an incredibly busy one for me. There always seems to be so much happening. The big picture issues have been Local Hospital Networks and the primary health care organizations. AMA Tasmania developed positions on both of these, involving the general membership along the way. Our preferred three local hospital networks position for Tasmania was accepted by the State Health Minister but that on our three primary health care organizations was rejected by the Federal Health Minister.

We lobbied both sides of politics in the State and Federal elections with frequent media releases advising you and the general public of our various positions. Some lobbying was successful with wins in ensuring stringent collaborative care arrangements with Nurse Practitioners and Midwives. On the other hand, despite strong lobbying, we were not successful in matters such as radiotherapy services and the Australian Health Practitioners Regulation Authority legislation.

A major disappointment was the failure to secure funding for a new Royal Hobart Hospital on a greenfields site. However, funding had been approved for a new Women's and Children's building.

Another major achievement has been the development of a new constitution which will streamline our operations by reducing the load of Directors' duties to a few Board members while allowing Councillors to meet less frequently and to make policy recommendations to the Board.

Finally, I would like to thank our hard working CEO, Tony Steven, and our Council for their support and hard work over the year. In particular, I would like to acknowledge the extremely hard work of our past President and current Chairman of Council, for his sterling efforts in pulling us from the abyss in his year of presidency.



Dr Michael Aizen

MBBS (Melb), BHA (NSW), FRACGP, FRACMA, FACRRM

President

AMA Tasmania

State Office Report

Introduction

We have had a strong year in 2010 especially with advocacy; the AMA has been represented in many areas in both the public and private sectors of health.

We have had stable administration with no staff changes throughout the year and once again AMA house is fully leased.

Branch Council has worked well although attendances have been down on occasion, Dr. Middleton took up the reigns as Chairman and the video links have saved considerable time and travel for delegates.

The Southern Division continues to grow due to the good work of Dr. Gerry McGushin and the Division Assistant in the south Ms Ngairi Pirere.

The strength of numbers at the Northern Division is a testament to the long time commitment of Rosemary Armitage and the current chair Dr. Glen Richardson.

In the North West we are still trying to re-establish Divisional meetings.

TasTalk and Members Briefing have been regular features this year, well supplemented by the hard copy issues of MJA and Australian Doctor produced by AMA Federally and AMPCo.

Industrial Relations Issues

It has been very quiet on the industrial front this year except for the occasional inquiry regarding personal issues; however in the next 12 to 18 months we have the VMO and Rural Doctors negotiations and finally the Salaried Doctors agreement in 2012.

Membership Services

AMA Tasmania has worked with AMA Federal and AMA Victoria to ensure the level of member services is raised to the same available in all other states. On our website you can see a full list of benefits and corporations that are in a great position to assist members with all sorts of discounts and added value.

AMA Tasmania Website

The website has dramatically expanded and now hosts a full range of information for members, non members, the media and the general public; we receive well over 1000 unique visitors a month. This makes the AMA Tasmania Website a highly visible and influential document for advocacy and member's information.

Representations

Meetings have been held with the Minister Hon. Michelle O'Byrne throughout the year but not as regularly as the previous Minister Lara Giddings.

Members and the CEO represent the AMA at many different forums and we are always looking to increase the level of involvement and activity. This year we have been represented at:

- Ministerial Meetings
- NW Regional Joint Consultative Committee Meeting, (JCC)
- RHH Joint Unions and Management Committee (JUMIC)
- Clarence Health centre- Joint Unions and Management Committee (JUMIC)
- LGH Unions Management Committee

- DHHS Secretary David Roberts/Alice Burchill
- Postgraduate Medical Education Council of Tasmania
- Tasmanian Breastfeeding Coalition Meeting
- AHPRA
- General Practice Advisory Council Tasmania (GPACT)
- Statewide Immunization Reference Group (SIRG)
- Department of Veterans Affairs Advisory Committee
- Prevocational Medical Workforce Working Group
- Health Complaints Commission
- State wide and Mental Health Services
- Diabetes Tasmania
- Dangerous Drugs (DORA)
- AMACGP
- AMA Rural Doctors

Membership

I am pleased to say that we have had an increase in the number of interns joining us this year and there is a constant flow of new members joining us from other states. Salaried doctor numbers have slowed as is normal mid way between IR agreement negotiations. Overall our numbers have remained the same with a significant but normal number of unfinancial members at this time of the year. I strongly advise members to become financial and continue to lend their support to the AMA and the work we do.

Events

In September 2010 we re-introduced the Parliamentary Dinner; it was a great success with well over 40 people in attendance both AMA members and Parliamentarians. This is a great exercise in ensuring all members of Parliament are fully informed about the state of the health sector and the real view of doctors. We are booked in again for 2011 on the 20th September.

Administration

Operations at the state office continue to go smoothly and once again I would like to express my gratitude to Ms April Saccoccio for the professional manner she has conducted her work in membership administration. Bookkeeping and accounting has been steadily improving with the continued involvement of Ms Kerith Nicholson and Mr. Steve Nieuwhof, both of Derwent Valley Accounting.

I would also like to thank Mr. Frank Sainsbury for his IT expertise and Ms Rebecca Skeers for the website maintenance.

Finally I would like to thank Dr. Michael Aizen for his leadership and easy and professional way of interacting with the staff and thanks to the Executive and Branch Council for their valued input.



Tony Steven
CEO

Hon Treasurer's Report 2010

I am pleased to report that Branch has had a solid year financially following the recovery and consolidation of the previous two years. Branch has remained strongly solvent. We achieved a Net Profit of nearly \$61 thousand ('k') and a final Net Current Assets (excluding the Federal AMA loan which can be regarded as a long-term liability) of around \$43k. Current assets (cash) exceeded current liabilities (short-term debt) to a ratio of 2 to 1.

This good result can be attributed to:

- Careful management of expenditures
- Charging more realistic subscription fees of local members
- Receipt of a federal AMA 'grant' of \$80k over the past two years

Members will note however that total expenses has risen by a factor of around one-quarter; mainly in the Administration category. This reflects a return to a more realistic wages and support costs profile that is needed to sustain and increase the activity level of Branch.

I can assure members that continuing attention will be paid to keeping costs controlled to the maximum extent possible. But it must be realised that our Branch annual turnover at around \$236k (excluding federal grant) – less than the annual income of many of our colleagues – is, in budgetary terms 'a shoe-string' given what we aspire to achieve. It is also worth reminding ourselves that no Branch Councillor is paid, with some working hundreds of hours a year for the benefit of members.

Further, as one of the smaller Branches we do not have the economies of scale that drive interstate powerhouses such as the Victorian and NSW Branches. This means two things. We must charge a realistic subscription fee to members that enables us to continue in the long term, but our Branch must also continue to be in receipt of a sensible 'grant' from federal AMA.

Recent prudent management of our financial affairs means that we can now recommend to federal AMA that our annual small-state grant be reduced but only to a level that maintains satisfactory working capital and keeps financial risk manageable. As your Honorary Treasurer I will recommend a substantial \$30k reduction in the grant to \$50k annually over the next triennium.

I feel confident over 2011 that, with maintenance of a satisfactory system of grants from federal AMA, we will have another strong financial year enabling us to continue to meet our Branch objectives.



Dr Andrew Jackson
Honorary Treasurer

Branch Council 2010

President	Dr. Michael Aizen
Hon Medical Secretary	Dr. Don Rose
Honorary Treasurer	Dr. Andrew Jackson
Federal Area Councilor	Dr. Chris Middleton
University Representative	A/Prof Kim Rooney
Salaried Doctor Representative	Dr. Stuart Day
Doctors in Training Representative	Dr. Michael Lumsden-Steel
Student Representative	Ms. Victoria Trubody
Northern Division Representatives	Dr. Glenn Richardson
	Dr. Duncan Cooke
North West Division Representative	Dr. Kim Dobromilsky
Southern Division Representatives	Dr. Gerard McGushin
	Dr. Bob Walker
	Prof Ray Lowenthal
	Dr. Jane Tolman

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Financial Statements

For the year ended 31 December 2010

As reviewed by

Michael J Müller

Chartered Accountant

1st Floor 175 Collins Street Hobart TAS 7000

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AMA

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

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The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Independent Auditor's Review Report

Report on the Financial Report

I have reviewed the Financial Report of The Tasmanian Branch of the Australian Medical Association, being the Councillors' Declaration, the Income Statement, the Statement of changes in Equity, the Balance Sheet, the Statement of Cash Flows and the Notes to and forming part of the accounts for the year ended 31 December, 2010.

Councillor's Responsibility for the Financial Report

The Councillors' of the company are responsible for the preparation and presentation of the Financial Report and the information contained therein. The Councillors' have determined that the accounting policies used and described in Note 1 to the Financial Statements which form part of the Financial Report are appropriate to give a true and fair view, meet the requirements of the Corporations Act 2001 and are appropriate to meet the needs of the Members. The Councillors' responsibilities also include establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express a conclusion on the financial report based on my review. I conducted my review in accordance with Auditing Standard on Review Engagements "ASRE 2415 Review of a Financial Report - Company Limited by Guarantee," in order to state whether, on the basis of the procedures described, I have become aware of any matter that makes me believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2010 its performance for the year ended on that date and complying with the Australian Accounting Standards and *Corporations Regulations 2001*. ASRE 2415 requires that I comply with the ethical requirements relevant to the review of the financial report.

A review of a financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

The Tasmanian Branch of the Australian Medical Association

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Independent Auditor's Review Report

Independence

In conducting my review, I have complied with the independence requirements of the Corporations Act 2001. I confirm that the independence declaration required by the Corporations Act 2001, provided to the Councillors of The Tasmanian Branch of the Australian Medical Association on 11 April 2011, would be in the same terms if provided to the Councillors' as at the time of this Auditor's Review Report.

Conclusion

Based on my review, which is not an audit, I have not become aware of any matter that makes me believe that the financial report of The Tasmanian Branch of the Australian Medical Association is not in accordance with the Corporations Act 2001, including:

- i) giving a true and fair view of the company's financial position as at 31 December, 2010 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1; and
- ii) complying with Accounting Standards in Australia to the extent described in Note 1 and complying with the Corporations Regulations 2001; and



Michael J Müller

Chartered Accountant

Dated at Hobart this *29th* day of April, 2011.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

**Auditor's Independence Declaration
Under Section 307C of the Corporations Act 2001**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2010 there has been:

- (a) no contraventions of the auditor's independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.



Michael J Müller
Chartered Accountant

Dated at Hobart this 11/11 day of April, 2011.

The Tasmanian Branch of the Australian Medical Association

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Councillors' Report

Your councillors submit the financial accounts of the company for the twelve months ended 31 December, 2010.

Councillors

The names of the councillors holding office at any time during or since the end of the year are:

(Name)	(Special responsibilities)	(Dates)
Dr. M Aizen	President	
Dr. D Rose	Honorary Medical Secretary	
Dr. A Jackson	Honorary Treasurer	
Dr. C Middleton	Federal Area Representative	
Prof. R Lowenthal		
Prof. J Vial		Resigned 24th April 2010
Assoc/Prof. K Rooney		Resigned 17th February 2011
Dr. S Day		
Dr. M Lumsden-Steel		
Dr. E Foster	(Alternate)	
Dr. R Walker		
Dr. G McGushin		
Dr. J Tolman		Appointed 18th November 2010
Dr. G Richardson		Resigned 17th February 2011
Dr. A Saha		Resigned 24th April 2010
Dr. D Cooke		Resigned 17th February 2011
Ms. V Trubody		Resigned 18th November 2010
Mr. Hayden Farquhar		Appointed 18th November 2010
Mr. A Steven	Company Secretary	

Councillors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Members' Guarantee

The councillors are also members of the company.

Being a company limited by guarantee as at the date of this report, the liability of the members is limited by its Memorandum to an amount not exceeding \$100.00 per member.

At the date of this report the number of financial members was 428 (423 financial members in 2009).

The Tasmanian Branch of the Australian Medical Association

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Councillors' Report

Company Secretary

Mr A Steven held the position of company secretary at the end of the financial year and has been performing this task since his appointment on 15 July 2009.

Principal activities

The principal activities of the company during the year were to act as a branch of the Australian Medical Association and promote medical and allied services.

There has been no significant change in the nature of these activities during the year.

Operating Results

The net result of the company for the financial year after provision for income tax was:

	Year ended 31 December 2010	Year ended 31 December 2009
Operating profit/(loss) after income tax	\$60,816	\$ 65,632

Dividends paid or recommended

The Memorandum of Association prohibits the company from distributing any surplus as a dividend.

Review of operations

The operations of the company during the financial year and the results of those operations found that, during the financial year, the company continued to engage in its principal activity, the results of which are disclosed in the financial statements.

- 1) Long term objectives are to maintain the AMA as the peak advocacy body for doctors with the aim to:
 - a) Improve the working environment and conditions for doctors;
 - b) Promote strong ethical values;
 - c) Maintain the independence of the doctor/patient relationship;
 - d) Contribute to the development of the best possible health system for all Australians; and,
 - e) Inform, educate and create policy on key public health issues to improve the health of the community.
- 2) Short term objectives are to remain financially capable to achieve the above.
- 3) The strategy for achieving the above objectives include: membership recruitment and retention, active advocacy and providing member benefits.
- 4) Principle activities include membership administration and recruitment, event management, proactive advocacy and providing resources for members.
- 5) These activities assisted towards the objectives by enabling the AMA to be well resourced, facilitating the flow of information between the membership and Branch Council, the Government and AMA at a federal level and involving outside organisation to assist members.

Significant changes in the state of affairs

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

The Tasmanian Branch of the Australian Medical Association

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Councillors' Report

After balance date events

There are no matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company, in future years.

Future developments

The councillors expect no significant changes to the operations of the company in the immediately succeeding financial periods.

Environmental issues

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

Information on Councillors

The information on councillors is as follows:

Name Qualifications

Dr. M Aizen MBBS BHA FRACGP FRACMA FACRRM

Dr. D Rose MBBS

Dr. A Jackson MBBS Grad Dip Bus

Dr. C Middleton MBBS FRACP

Prof. R Lowenthal AO MBBS MD FRCP FRACP FACHPM.

Dr. R Walker MBBS

Dr. G McGushin MBBS

Dr. S Day MBBS

Prof. J Vial MBBS BMedSc MD FRACP

Assoc/Prof. K Rooney MBBS

Dr. M Lumsden-Steel MBBS BMedSc

Dr. E Foster MBBS (Alternate)

Dr. J Tolman MBBS BMedSc

Dr. G Richardson MBBS BMedSc

Dr. A Saha MBBS FRACS

Dr. D Cooke MBBS BMedSc FRACP

Ms. V Trubody

Mr. H Farquhar

Mr. A Steven DipBusMgt

The Tasmanian Branch of the Australian Medical Association

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Councillors' Report

Councillors' meetings

Details of councillors' meetings held and attended were as follows:

Councillor	Eligible to attend	Attended
Dr. M Aizen	10	10
Dr. D Rose	10	10
Dr. A Jackson	10	8
Dr. C Middleton	10	7
Prof. R Lowenthal	10	5
Dr. R Walker	10	8
Dr. G McGushin	10	6
Dr. S Day	10	8
A/Prof. K Rooney	7	1
Prof. J Vial	3	1
Dr. M Lumsden-Steel	9	5
Dr. E Foster (Alternate)	1	2
Dr. A Saha	3	1
Dr. G Richardson	3	1
Dr. D Cooke	7	1
Ms. V Trubody	10	4
Mr. H Farquhar	0	0
Mr. A Steven CEO	10	10

Councillors' interests in shares of the company

The councillors are also members of the company.

Being a company limited by guarantee as at the date of this report, the liability of the members is limited by its Memorandum to an amount not exceeding \$100.00 per member.

Options

No options were granted nor shares issued as a result of the exercise of options during the financial year or since the end of the financial year. No unissued shares are subject to options at the date of this report.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is included in the financial report.

The Tasmanian Branch of the Australian Medical Association

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Councillors' Report

Indemnifying Officers or Auditor

The company has not, during or since the financial year, in respect of any person who is or has been an officer or auditor of the company or a related body corporate:

- indemnified or made any relevant agreement for indemnifying against a liability, including costs and expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against a liability for the costs or expenses to defend legal proceedings.

Proceedings on Behalf of Company

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

The company was not part of any such proceedings during the year.

Councillors Benefits

No Councillor has received or has become entitled to receive, during or since the financial year, a benefit because of a contract made by the company, controlled entity or related body corporate with a Councillor, a firm which a Councillor is a member or an entity in which a Councillor has a substantial financial interest. This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by councillors shown in the company's accounts, or the fixed salary of a full-time employee of the company, controlled entity or related body corporate.

Signed in accordance with a resolution of the Board of Councillors at Hobart on this 29th day of April 2011.



Dr Andrew Jackson
Councillor



Dr Michael Aizen
Councillor

The Tasmanian Branch of the Australian Medical Association

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Councillors' Declaration

The councillors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The councillors of the company declare that:

1. The financial statements and notes, being the Councillors' Report, the Income Statement, the Statement of changes in Equity, the Balance Sheet, the Statement of Cash Flows and the Notes to and forming part of the financial statements are in accordance with the Corporations Act 2001:
 - a) comply with accounting standards as described in Note 1 to the Financial Statements, and the Corporations Regulations 2001; and
 - b) give a true and fair view of the company's financial position as at 31 December 2010 and of its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements.
2. In the councillors opinion there are reasonable grounds to believe that the company 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 Board of Councillors.



Dr Andrew Jackson
Councillor



Dr Michael Aizen
Councillor

Dated at Hobart this 29th day of April 2011

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

**Income Statement
for the year ended 31 December 2010**

Income	2010	2009
Membership Subscriptions		
Joining Fees	\$ 1,227	\$ -
Current Year Subs	\$ 170,201	\$ 145,414
Federal Merchant / Service	\$ 8,269	\$ 2,570
Membership Rebate	\$ -	\$ - 282
	\$ 179,697	\$ 147,702
Property Income		
Tenancies	\$ 33,021	\$ 36,864
Divisions Income		
Events	\$ 1,273	
Southern Division	\$ 5,095	\$ 400
Northern Division	\$ 1,718	\$ 2,262
	\$ 8,086	\$ 2,662
Sponsorships & Grants		
Federal AMA Grant	\$ 80,000	\$ 80,000
Sponsorships	\$ 6,500	\$ 1,932
BESB Grant	\$ -	\$ -
	\$ 86,500	\$ 81,932
Sundry Income		
Tastalk Advertising	- \$ 164	\$ 1,682
Commissions Received	\$ 3,738	\$ 3,484
Health Training Solutions	\$ -	\$ -
Interest Received	\$ 5,128	\$ 1,049
Member Services	\$ -	\$ -
RACP Secretariat	\$ -	\$ -
Capital gain on sale of myState Shares	\$ -	\$ 968
	\$ 8,703	\$ 7,183
Total Income	<u>\$ 316,007</u>	<u>\$ 276,343</u>
Expenses		
Building		
Cleaning	\$ 3,763	\$ 3,683
Insurance	\$ 5,574	\$ 5,407
Maintenance	\$ 179	\$ 922
Mortgage costs	\$ 1,195	\$ 106
Depreciation of Building Improvements	\$ 3,908	\$ 4,261
Rates & Taxes	\$ 9,515	\$ 7,160
Tenancies	\$ 2,020	\$ -
	\$ 26,153	\$ 21,539

The accompanying notes form part of these financial Statements.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Income Statement for the year ended 31 December 2010

	2010	2009
Expenses continued		
Branch Council		
Functions & Events	\$ 3,557	\$ 748
Meeting Expense	\$ 615	\$ 186
	\$ 4,172	\$ 934
Divisions Expenses		
Northern	\$ 5,688	\$ 5,972
North-West	\$ 480	\$ -
Southern	\$ 6,108	\$ 97
	\$ 12,276	\$ 6,069
Industrial Relations		
Awards Subscriptions	\$ 44	\$ 132
ASMOF/TSMPS	\$ 2,760	\$ 1,820
Industrial Relations - Other	\$ 3,777	\$ 8,941
	\$ 6,581	\$ 10,893
Tastalk Expenses		
Postage	\$ 210	\$ -
Printing	\$ 4,872	\$ 3,875
Website	\$ 991	\$ 1,306
IT & Communications Other	\$ 206	\$ 974
	\$ 6,278	\$ 6,155
Operational Expenses		
Advertising	\$ 526	\$ 4,283
Bank Charges	\$ 3,802	\$ 2,827
Electricity	\$ 3,789	\$ 4,216
Fuel	\$ -	\$ -
Insurance - General	\$ -	\$ -
Interest Paid AMA Loan	\$ 5,734	\$ 3,658
Internet Charges	\$ 870	\$ -
IT Maintenance	\$ 4,285	\$ 3,773
Mobile Phone	\$ 1,956	\$ 434
Photocopier - usage	\$ 2,663	\$ 913
Postage / Courier	\$ 2,470	\$ 1,216
Depreciation of Office Equipment	\$ 2,146	\$ 3,055
Rental Photocopier	\$ 3,840	\$ 3,840
Stationery	\$ 1,553	\$ 907
Telephone/Fax	\$ 4,828	\$ 5,914
	\$ 38,463	\$ 35,035

The accompanying notes form part of these financial Statements.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Income Statement for the year ended 31 December 2010

	2010	2009
Expenses continued		
Administration Expenses		
Accounting	\$ 9,392	\$ 12,665
Auditing	\$ 6,600	\$ 6,400
Filing Fees	\$ 65	\$ 206
Legal Costs	\$ -	\$ 820
Petty Cash	\$ -	\$ 152
Professional Development	\$ 1,747	\$ 1,643
Provision for Annual Leave	\$ 3,300	\$ -
Staff Supplies	\$ 191	\$ -
Superannuation	\$ 9,259	\$ 8,345
Travel & Accommodation	\$ 10,427	\$ 5,163
Wages	\$ 112,113	\$ 83,159
Workers Compensation Insurance	\$ 878	\$ 1,279
	\$ 153,972	\$ 119,832
Sundry Expenses		
AMA Tas Foundation	\$ 1,000	\$ 2,266
Annual General Meeting Expense	\$ 2,274	\$ 547
Bad Debts	\$ -	\$ -
BESB Expenses	\$ -	\$ 980
Donations	\$ -	\$ 1,250
General Expenses	\$ 1,381	\$ -
Medical Students Support	\$ 2,050	\$ 273
Member Service	\$ -	\$ -
	\$ 6,705	\$ 5,315
Total Expenses	\$ 254,600	\$ 205,772
Profit (Loss) from ordinary activities before income tax	\$ 61,407	\$ 70,571
Income tax revenue relating to ordinary activities	\$ 591	\$ 4,939
Net Profit (Loss) attributable to the association	\$ 60,816	\$ 65,632
Opening Members Funds	\$ 586,949	\$ 521,317
Add Prior Year Adjustment - Provision for Income Tax	\$ 2,588	\$ -
	\$ 589,537	\$ 521,317
Net profit (loss) attributable to the Association	\$ 60,816	\$ 65,632
Closing Members Funds	\$ 650,353	\$ 586,949

The accompanying notes form part of these financial Statements.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

**Statement of changes in Equity
for the year ended 31 December 2010**

	Accumulated Profits (Losses)	Total
Balance at 1 January 2009	\$ 521,317	\$ 521,317
Accumulated profit (Accumulated losses) attributable to entity	\$ <u>65,632</u>	\$ <u>65,632</u>
Balance at 31 December 2009	\$ 586,949	\$ 586,949
Ajustment attributable to prior years - Provision for Income Tax Accumulated profit (Accumulated losses) attributable to entity	\$ 2,588 \$ <u>60,816</u>	\$ 2,588 \$ <u>60,816</u>
Balance at 31 December 2010	<u>\$ 650,353</u>	<u>\$ 650,353</u>

The accompanying notes form part of these financial Statements.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Balance Sheet for the year ended 31 December 2010

	2010	2009
ASSETS		
Current Assets		
Cash Assets		
AMA Trading Account	\$ 3,711	\$ 57,585
Business Online Account	\$ 67,827	\$ 51,265
Petty Cash	\$ 174	\$ 230
BESB-Medical Continuity Project		\$ -
	<u>\$ 71,713</u>	<u>\$ 109,080</u>
Receivables		
Sundry Debtors	\$ 7,881	\$ 7,946
	<u>\$ 7,881</u>	<u>\$ 7,946</u>
TOTAL CURRENT ASSETS	\$ 79,594	\$ 117,026
Non-current Assets		
Property, Plant and Equipment		
Land and Buildings		
Freehold Land - Independent valuation	\$ 300,000	\$ 300,000
Building at 147 Davey Street - Independent valuation	\$ 400,000	\$ 400,000
Less Accumulated Depreciation	- \$ 15,985	- \$ 12,077
	<u>\$ 684,015</u>	<u>\$ 687,923</u>
Plant & Equipment		
Equipment at cost	\$ 18,248	\$ 19,328
Less Accumulated Depreciation	- \$ 11,853	- \$ 10,637
	<u>\$ 6,395</u>	<u>\$ 8,691</u>
Other Assets		
Mortgage Costs	\$ 2,514	\$ 3,708
	<u>\$ 2,514</u>	<u>\$ 3,708</u>
TOTAL NON-CURRENT ASSETS	\$ 692,924	\$ 700,322
TOTAL ASSETS	\$ 772,517	\$ 817,348

The accompanying notes form part of these financial Statements.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Balance Sheet for the year ended 31 December 2010

	2010	2009
LIABILITIES		
Current Liabilities		
Accounts Payable		
AMA Federal Subscriptions	\$ 2,676	\$ 32,546
Subscriptions in advance	\$ 2,402	\$ 33,361
Trade Creditors	\$ 16,786	\$ 35,337
AMA MasterCard	\$ -	\$ -
Superannuation payable	\$ 813	\$ 1,587
	<u>\$ 22,677</u>	<u>\$ 102,831</u>
Financial Liabilities - Secured		
Loan from Federal AMA	\$ 85,847	\$ 109,847
	<u>\$ 85,847</u>	<u>\$ 109,847</u>
Current Tax Liabilities		
Income Tax	\$ 591	\$ 3,845
PAYG Withholding	\$ 2,376	\$ 2,568
Goods and Services Tax	- \$ 428	\$ 8,508
	<u>\$ 2,540</u>	<u>\$ 14,921</u>
Provisions		
Employee entitlements	\$ 11,100	\$ 2,800
	<u>\$ 11,100</u>	<u>\$ 2,800</u>
TOTAL CURRENT LIABILITIES	<u>\$ 122,164</u>	<u>\$ 230,399</u>
TOTAL LIABILITIES	<u>\$ 122,164</u>	<u>\$ 230,399</u>
NET ASSETS	<u>\$ 650,353</u>	<u>\$ 586,949</u>
MEMBERS FUNDS		
Opening Members Funds	\$ 589,537	\$ 521,317
Net Income (Loss) attributable to the Association	\$ 60,816	\$ 65,632
TOTAL MEMBERS FUNDS	<u>\$ 650,353</u>	<u>\$ 586,949</u>

The accompanying notes form part of these financial Statements.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Statement Cash Flows for the year ended 31 December 2010

	2010	2009
Cash Flow from operating Activities		
Members Subscriptions	\$ 179,697	\$ 147,703
Members Services	\$ -	\$ -
Tas Talk Income	- \$ 164	\$ 1,682
Divisions Income	\$ 8,086	\$ 2,662
Sponsorships	\$ 6,500	\$ 1,932
Health Training Scholarships	\$ -	\$ -
Secretariat Income	\$ -	\$ -
Rental Income	\$ 33,021	\$ 36,864
Federal AMA Grant	\$ 80,000	\$ 80,000
Commissions Received	\$ 3,738	\$ 3,484
Payments to Suppliers and Employees	- \$ 334,564	- \$ 179,519
Interest Received	\$ 5,128	\$ 1,049
Capital Gain on Sale of Shares	\$ -	\$ 968
Income Tax Paid	\$ 1,257	\$ -
	<u>- \$ 17,300</u>	<u>\$ 96,825</u>
Cash Flow from Investing Activities		
Payments for: Property, Plant and Equipment	\$ -	\$ -
Net Cash Provided (used in) investing activities	<u>\$ -</u>	<u>\$ -</u>
Cash Flow from Financing Activities		
Payments for borrowings	- \$ 24,000	- \$ 3,708
Proceeds of borrowings	\$ -	\$ 3,658
Net Cash provided by (used in) financing activities	<u>- \$ 24,000</u>	<u>- \$ 50</u>
Net Increase (decrease) in Cash held	- \$ 37,367	\$ 96,587
Cash at the beginning of the year	\$ 109,080	\$ 12,494
Cash at the end of the year (note 1)	<u>\$ 71,713</u>	<u>\$ 109,080</u>

The accompanying notes form part of these financial Statements.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

**Statement Cash Flows
for the year ended 31 December 2010**

	2010	2009
Note 1 - Reconciliation of Cash		
For the purpose of cash flows, cash includes cash on hand and in banks, investments in money market instruments, net of outstanding bank overdrafts.		
Cash on hand	\$ 174	\$ 230
Cash at bank	\$ 3,711	\$ 57,585
Business Online Bank Account	\$ 67,827	\$ 51,265
BESB Account	\$ -	\$ -
	<u>\$ 71,713</u>	<u>\$ 109,080</u>

Note 2 - Reconciliation of Net Cash Provided by or Used in Operating Activities to Net Profit

Operating Profit (Loss) after Tax	\$ 60,816	\$ 65,632
Depreciation - plant and equipment	\$ 2,145	\$ 3,055
Depreciation - buildings	\$ 3,908	\$ 4,261
Bad Debts	\$ -	\$ -
Changes in Assets and Liabilities		
(increase) decrease in debtors	- \$ 2,378	\$ 17,357
(increase) decrease in prepayments	\$ -	\$ -
Increase (decrease) in payables	- \$ 76,937	- \$ 2,099
Increase (decrease) in employee entitlements	\$ 7,526	- \$ 10,650
Increase (decrease) in Tax Liabilities	- \$ 12,381	\$ 19,269
Net cash provided by operating activities	<u>- \$ 17,300</u>	<u>\$ 96,825</u>

The accompanying notes form part of these financial Statements.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Notes to and forming part of the Financial Statements For the year ended 31 December, 2010

Note 1 - Summary of Significant Accounting Policies

The financial report is a special purpose financial report prepared to satisfy the financial report preparation requirements of the *Corporations Act 2001*. The councillors have determined that the company is not a reporting entity.

The financial report is for the entity, The Tasmanian Branch of the Australian Medical Association, as an individual entity. The Tasmanian Branch of the Australian Medical Association is a company limited by guarantee, incorporated and domiciled in Australia.

Basis of Preparation

The report has been prepared in accordance with the requirements of the *Corporations Act 2001*, and the following applicable Australian Accounting Standards and Urgent Issues Group Interpretations:

AASB 101: Presentation of Financial Statements;

AASB 107: Cash Flow Statements;

AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors;

AASB 110: Events after the Balance Sheet Date;

AASB 116: Property, Plant and Equipment;

AASB 1031: Materiality; and

AASB 1048: Interpretation and Application of Standards.

As the councillors have determined that the company is not a reporting entity, no other Accounting Standards, Urgent Issues Group Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Notes to and forming part of the Financial Statements For the year ended 31 December, 2010

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets.

Cost is based on the fair values of the consideration given in exchange for assets.

The accounting policies have been consistently applied, unless otherwise stated.

The principal accounting policies adopted by the company are stated to assist in understanding the financial statements. The following is a summary of the significant accounting policies adopted by the company in the preparation of the financial statements:

Income tax

In accordance with the provisions of mutuality set out in the Income Tax Assessment Act 1997, income tax is only payable on income received from third parties.

Revenue

Subscription income is recognized in the period to which subscriptions relate.

Revenue from the sale of goods and provision of services is recognised upon the delivery of goods to customers or when the right to be compensated for the services has been attained.

Interest revenue is recognised over the period for which the funds are invested.

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

Investments

Investments brought to account are at cost or at councillors' valuation. The carrying amount of investments is reviewed annually by councillors to ensure it is not in excess of the recoverable amount of these investments. The recoverable amount is assessed from the investment' current market value or the underlying net assets in the particular entities. The expected net cash flows from investments have not been discounted to their present value in determining the recoverable amounts, except where stated.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Notes to and forming part of the Financial Statements For the year ended 31 December, 2010

Property, plant and equipment

Property, plant and equipment are bought to account at cost or at independent valuation less, where applicable, any accumulated depreciation or amortisation.

The carrying amount of all fixed assets are reviewed annually by the councillors to ensure that the carrying values in the financial statements of the company are not in excess of their recoverable amount to the company as a going concern. These annual reviews take into account commercial and technical obsolescence as well as normal wear and tear.

The useful lives of property, plant and equipment are reassessed on a regular basis and if found to be different to those previously used, the balances of the related provisions for depreciation at the beginning of the year are adjusted and the adjustment amount included in the profit reported.

The carrying amounts of non-current assets do not exceed the net amounts that are expected to be recovered through the cash inflows and outflows arising from continued use and subsequent disposal.

The expected net cash flows included in determining the recoverable amounts have not been discounted to their present values.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. The difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

Depreciation

Items of the property, plant and equipment are depreciated over their estimated useful lives using the straight line and diminishing value methods of depreciation.

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

Class of Fixed Asset	Depreciation Rates
Buildings	2.5%, 5%
Furniture and Fittings	9%, 13%, 20%,
Plant and Equipment	10%, 20%, 25%, 40%

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Notes to and forming part of the Financial Statements For the year ended 31 December, 2010

Depreciation continued

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

Employee Benefits

Provision is made for the company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Unexpended Grants

The Association receives grant monies to fund projects either for contracted periods of time or for specific projects irrespective of the period of time required to complete those projects. It is the policy of the Association to treat grant monies as unexpended grants in the balance sheet where the Association is contractually obliged to provide the services in a subsequent financial period to when the grant is received or in the case of specific project grants where the project has not been completed.

The Tasmanian Branch of the Australian Medical Association

A.B.N. 11 009 484 931

Notes to and forming part of the Financial Statements For the year ended 31 December, 2010

Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of changes in accounting policy.

Critical Accounting Estimates and Judgments

The councillors evaluate estimates and judgments incorporated into the financial report 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 company.

Note 2 – Membership Subscriptions

Total membership income of \$ 326,937 was collected during the 2010 financial year and this income is comprised as follows:

State AMA Component	\$ 170,201
GST on State Component	\$ 17,020
Federal AMA Component	\$ 156,737 (includes GST)

The Tasmanian Branch collects the federal component of membership on behalf of the national body and remits these funds accordingly.

Honorary Medical Secretaries

BMA	1949 – 1955	F R Fay
	1956	J Dobson
	1957 – 1963	K M Kelly
AMA	1963 – 1965	J D H Muir
	1965 – 1974	W McL Thomson
	1974 – 1983	J McP Cartledge
	1984 – 1987	P J Beaumont
	1987 – 1991	B G Walpole
	1991 – 1994	PT Sexton
	1994 – 1998	D J W Law
	1998 – 2003	R I Walker
	2003 – 2004	D R Cooke
	2004 – 2005	M J Mackinnon
	2005 – 2007	C Middleton
	2007 – 2010	R M Lowenthal
	2010 –	D Rose

AMA Fellows

1963	F.R. Fay L.N. Gollan K.M. Kelly J.B.G. Muir
1964	C. Craig F.W. Fay B. Hillier
1965	T. Giblin J.L. Grove A. McL. Miller
1966	W.W. Wilson
1967	K.J. Friend R.A. Lewis
1968	R. Wall
1969	W. McL. Thomson
1970	J.F. Correy
1975	P.F. Gill
1977	J.McL. Hunn D.J. Walters
1982	J.C.H. Morris D.A. Tilsley
1983	J.McP. Cartledge
1984	D.D.E. Evans
1989	P.J. Beaumont R. Edmond
1990	C.J. Castellino
1991	M.J.H. Hodgson G.N. Flaherty
1992	B.G. Walpole
1993	M. Cook
1994	R.A. Pargiter
1995	BJ. Nelson F. Cook
1996	J.M.B. Wane
2002	P.T. Sexton
2003	J.A. Davis R.I. Walker
2007	M.R.J. Claxton
2008	R.M. Lowenthal

Presidents

1911 – G. Sprott	1959 – L.H. Wilson
1912 – G. Sprott	1960 – R.A. Lewis
1913 – F. Allwork	1961 – H.J.C. Engisch
1914 – G.H. Hogg	1962 – W.W. Wilson
1915 – R.G. Scott	1963 – H.M. Fisher
1916 – G.E. Clemons	1964 – K.J. Friend
1917 – B.A. Anderson	1965 – R. Wall
1918 – D.H.E. Lines	1966 – C.W. Clarke
1919 – W.W. Giblin	1967 – H.B. Gatenby
1920 – J. Sprent	1968 – K.M. Kelly
1921 – R.G. Scott	1969 – L.N. Gollan
1922 – G.H. Hogg	1970 – F.R. Fay
1923 – G. Sprott	1971 – D.B. Nathan
1924 – G.E. Clemons	1972 – J.F. Correy
1925 – J. Ramsay	1973 – D.A. Tilsley
1926 – E.B. Moore	1974 – P.F. Gill
1927 – G. H. Hogg	1975 – D.A.T. Farrar
1928 – D.H.E. Lines	1976 – W. McL. Thomson
1929 – G.E. Clemons	1977 – J.C.H. Morris
1930 – T.C. Butler	1978 – J. McL. Hunn
1931 – J.A. Newell	1979 – A.H. Woodhall
1932 – F.W. Fay	1980 – D.J. Walters
1933 – W.K. McIntyre	1981 – R. Edmond
1934 – W.E.L.H. Crowther	1982 – T.S. Kirkland
1935 – G.E. Clemons	1983 – J.R. Lauder
1936 – E.B. Moore	1984 – D.D.E. Evans
1937 – A. Pryde	1985 – J. McP. Cartledge
1938 – R. Wishaw	1986 – J.R. Grove
1939 – W.P. Holman	1987 – R.W. Macintyre Smith
1940 – A.W. Shugg	1988 – C.J. Castellino
1941 – C. Craig	1989 – M.J.H. Hodgson
1942 – W.E.L.H. Crowther	1990 – 1 B.J. Nelson
1943 – A. Pryde	1992 – 3 M. Cook
1944 – B. Hiller	1994 – 5 P.T. Sexton
1945 – G.M.W. Clemons	1996 – 8 R.M. Lowenthal
1946 – T.H. Goddard	1998 – 0 B.G. Walpole
1947 – J.L. Grove	2000 – 3 J.A. Davis
1948 – J.B. Hamilton	2003 – 4 A.J. Lawler
1949 – T.G.H. Hogg	2004 – 7 M.G. Aizen
1950 – S.G. Gibson	2007 – 8 E.H. Walters
1951 – G.M.W. Clemons	2008 – 10 C. M. Middleton
1952 – T. Giblin	2010 – 11 M.G. Aizen
1953 – A. Pryde	
1954 – J.B.G. Muir	
1955 – W.K. McIntyre	
1956 – A.O. Green	
1957 – M.W. Fletcher	
1958 – A. McL. Millar	