



Department for Health and Wellbeing

2017-18 Annual Report

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2017-18 ANNUAL REPORT for the Department for Health and Wellbeing

To:

Hon Stephen Wade MLC

Minister for Health and Wellbeing

This annual report is to be presented to Parliament to meet the statutory reporting requirements of *Public Sector Act 2009* and the *Public Finance and Audit Act 1987* and meets the requirements of Premier and Cabinet Circular *PC013 Annual Reporting*.

This report is verified to be accurate for the purposes of annual reporting to the Parliament of South Australia.

Submitted on behalf of the Department for Health and Wellbeing by:

Dr Christopher McGowan

Chief Executive

Signature



Date

28/9/18

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Section A: Reporting required under the *Public Sector Act 2009*, the *Public Sector Regulations 2010* and the *Public Finance and Audit Act 1987*

Agency purpose or role

The Department for Health and Wellbeing (the Department) assists the Minister for Health and Wellbeing to set the policy framework and strategic directions for SA Health. The Department supports the delivery of public health services, formulates health and wellbeing policy and programs, facilitates public and consumer consultation on health issues, and monitors the performance of South Australia's health system by providing timely advice, research and administrative support.

It also has an interface role with central agencies and a policy and regulatory role. The Department's role includes direct service provision, developing statewide plans, and commissioning services from Local Health Networks (LHNs) and SA Ambulance Service (SAAS) and other providers.

Objectives

In 2017-18, SA Health released the *SA Health Strategic Plan 2017 to 2020*. This plan provides a vision for SA Health's priorities as an organisation with a particular focus on 'how' the organisation and its staff work together.

SA Health performs three roles in the health system:

Lead – SA Health enables, protects, guides and supports the health and wellbeing of all South Australians.

Partner – SA Health collaborates with a diverse range of partners so that South Australians benefit from a full range of health and wellbeing services.

Deliver – SA Health directly provides evidence informed, high quality services across our communities from beginning to end of life.

The Plan articulates seven strategic objectives:

1. Reshape governance structures to deliver our objectives and foster internal collaboration.
2. Use evidence to inform clinical planning and policy to deliver safe and reliable care.
3. Create strategic and business plans to implement the SA Health strategic plan.
4. Cultivate a learning culture that is supportive and productive across SA Health.
5. Increase the roles of consumers and communities in policy, design, planning, delivery and practice.
6. Strengthen partnerships through a coordinated approach to relationship management.
7. Facilitate wider translation of research into practice and transfer of innovation across our business.

Key strategies and their relationship to SA Government objectives

In 2017-18, the Department committed to delivering services that produce positive outcomes to the health and wellbeing of all South Australians by:

1. providing leadership in reforming our health system, public health services, health and medical research, policy development and planning
2. managing growth and increasing demand on our health system, and providing our patients with the best possible care
3. improving the quality and safety of health care, through the provision of technology and information solutions that deliver better patient outcomes
4. improving mental health care
5. reducing and better managing health conditions and promoting Aboriginal community health and wellbeing; and
6. focusing on health promotion, illness prevention and early intervention to sustain good community health and wellbeing.

These areas of strategic focus strongly support the State Government's objectives to deliver real change in South Australia that creates better government services.

Agency programs and initiatives and their effectiveness and efficiency

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
Building a new Women's and Children's Hospital (WCH)	<p>A high-level Task Force was established to drive the project of building a new WCH, to be co-located with the Royal Adelaide Hospital (RAH) and to develop a fully costed plan. The Task Force met for the first time on 4 June 2018.</p> <p>Clinicians make up the majority of members of the Taskforce and other members include representatives from the Department of Planning, Transport and Infrastructure, Renewal SA and Treasury.</p> <p>Five reference groups were also established to provide input to the Task Force: A Clinical Reference Group, Aboriginal Reference Group, Education and Research Reference Group, Consumer Reference Group and Industrial Organisations Reference Group.</p>	<p>A new WCH co-located with the RAH will provide babies and children with better access to medical retrieval through close proximity to the helipad and reduce the need to separate sick mothers and babies.</p> <p>The Task Force will determine the overall clinical capacity, the area required to be built and the total cost for the new WCH and will result in the total project budget for the consideration of Government.</p>
Reactivation of the Repatriation General Hospital (RGH) site	<p>The contractual arrangements over the RGH site with the ACH Group were formally terminated on 2 May 2018.</p> <p>On 28 May 2018, SA Health reactivated the Repat hydrotherapy pool for access to rehabilitation patients from the ViTA complex and self-help community users.</p> <p>SA Health developed a staged stakeholder consultation and engagement process including clinical and health services leaders, health consumer groups, non-government organisations, external stakeholders and the local community.</p> <p>In June 2018 key stakeholders participated in workshops to generate ideas and test and develop options for potential health services on the site.</p>	<p>Assets and space on the site will provide more services and facilities to support the health and wellbeing of the southern community and South Australians more broadly.</p> <p>The use of the RGH pool will continue to grow to include patients from services across the south and community groups with a focus on health and wellness.</p> <p>SA Health has distilled these ideas and discussions into three concepts. Themes based on a number of core health services proposed for the RGH site have been released for public consultation.</p>

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
Transition to new RAH	<p>The new RAH opened on 5 September 2017.</p> <p>A significant effort was involved in the move to the new hospital that included support from LHNs and the SAAS.</p> <p>Since opening (to 5 July 2018), the RAH Emergency Department (ED) has seen more than 66 000 presentations and the hospital has admitted over 65 000 inpatients.</p> <p>This transition was not without its challenges. Significant work is underway to improve Central Adelaide Local Health Network's overall financial performance, with a focus on delivering better care, better quality and better outcomes.</p>	<p>The 800 bed new RAH was planned, designed and built around the needs of the patient.</p> <p>The new RAH provides a comprehensive range of complex care across medical, surgical, emergency, acute mental health, outpatient and diagnostic services.</p>
New ambulance stations	<p>On 19 November 2017, the new Seaford station opened with 12 new paramedic positions operating a 24/7 crew from the station.</p> <p>Development of two new ambulance stations at Glengowrie and Parafield was undertaken.</p> <p>In January 2018, a new \$12 million base (funded by the Motor Accident Commission) for SAAS specialist rescue and retrieval team was officially opened.</p>	<p>The location of the new ambulance stations meets the SAAS strategic operational requirements including response timeframes and accessibility to the major arterial road network.</p> <p>Relocating the base alongside the existing helipad used by medical teams reduces the time that it takes for crews to be in the air by up to 10 minutes.</p>

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
Redevelopment works at the Flinders Medical Centre (FMC)	<p>The construction of new, state of the art FMC facilities including a new car park, a 55-bed rehabilitation centre, a 30-bed Older Persons Mental Health unit and 15-bed palliative care unit was completed in September 2017.</p> <p>Construction fitout works also commenced in September 2017 to provide new facilities for the Anaesthesia Department, with Stage 1 Neonatal Unit works commencing in early 2018.</p>	<p>The upgrades allow SA Health to continue to provide world-class healthcare in purpose-built, modern facilities to the southern community.</p> <p>The new Neonatal Unit will provide improved infection control and isolation facilities along with expanded facilities for overnight parent accommodation, staff training and amenities. New facilities for the Anaesthesia Department were provided to allow the existing Neonatal Unit to expand into this location.</p>
Enterprise Patient Administration System (EPAS)	<p>On 30 March 2018, following clinical and community concern, deployments of EPAS were paused pending an independent review.</p> <p>On 26 June 2018, an independent Expert Panel was appointed to review the implementation of EPAS.</p>	<p>The scope of the review includes usability, value for money, and security of the system. It will also look at the impact of EPAS on productivity in hospitals, and whether the system can be improved or should be replaced.</p>
Deployment of Enterprise Pathology Laboratory Information System (EPLIS)	<p>EPLIS was implemented in all major metropolitan hospitals and regional hospitals where SA Pathology Laboratories are situated, including some Patient Collection Centres.</p> <p>Following a decline in response rates, a taskforce was established to drive improvements.</p>	<p>EPLIS replaced existing legacy and disparate systems, some of which have been in place for over 20 years and were at end-of-life, thus mitigating the risk of system failure.</p> <p>The taskforce report will continue to inform improvements.</p>

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
SA Health Winter Demand Management Plan	<p>Due to sustained demand during the 2017 winter period, additional strategies were developed including:</p> <ul style="list-style-type: none"> • increasing bed capacity • a private hospital ED providing treatment for low acuity patients • clinical telephone assessments. <p>The 2018 Plan was released on 29 June 2018 and included:</p> <ul style="list-style-type: none"> • free influenza vaccinations for children under five years of age • broader implementation of CapPlan predictive analytics tool • faster diagnosis and treatment for patients with respiratory viruses • a Transfer Coordination Service • partnering with community care providers. 	<p>The Winter Demand Management Plan strategies help free up beds and manage increased demand on services easing the pressure on our metropolitan hospitals in peak winter periods.</p>
Reducing elective surgery wait times	<p>SA Health is developing a range of strategies to reduce the overdue patient lists including working with the private sector to carry out some low complexity surgery, reopening parts of the RGH site and undertaking additional theatre lists.</p>	<p>Reductions in wait times will result in timely and equitable access to elective surgery for all South Australians with treatment prioritised based on clinical need.</p>
Publication of outpatient waiting times	<p>The first Specialist Outpatient Waiting Times Report was released on 1 July 2018 providing information on the average and maximum time a patient could wait for a non-urgent or 'routine' appointment as at 31 March 2018, for 37 outpatient specialties in a metropolitan hospital.</p> <p>Initial scoping work commenced to establish an outpatient performance reporting framework and system to be centrally managed by the Department.</p>	<p>The publication of quarterly reports will support all South Australians in making an informed decision when discussing care and treatment options with their health practitioner.</p>

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
Older Persons Mental Health Services	<p>In 2017-18, SA Health undertook significant actions in response to the Chief Psychiatrist's report on the Oakden Older Persons Mental Health Service and subsequent investigations and reports.</p> <p>The Oakden Report Response Plan Oversight Committee, aided by six Expert Working Groups established in July 2017, delivered its report to the Chief Executive, SA Health on 29 June 2018 which has provided important advice to government on the Models of Care for older persons mental health services.</p> <p>In July 2017, 23 clients were transitioned to the newly refurbished complex at Northgate House and mainstream aged care services and Makk and McLeay wards were closed.</p>	<p>The report submitted by the Oakden Report Plan Committee provides the frameworks to allow progression of recommendations in the development of a high quality Older Persons Mental Health Service in South Australia.</p> <p>This includes a framework to achieve a reduction in the use of restrictive practices, particularly restraint.</p>
Safeguarding vulnerable adults	<p>In 2017-18 significant consultation occurred with the community on responses to elder abuse in addition to community awareness raising through the 'Stop Elder Abuse' campaign.</p> <p>An Australian first, the Office for the Ageing (Adult Safeguarding) Amendment Bill 2018 was introduced into Parliament on 20 June 2018.</p>	<p>The consultation will contribute to further safeguarding the rights of older South Australians and strengthening the response to elder abuse prevention, awareness and response in South Australia.</p> <p>The new legislation represents an important next step to further safeguard the rights of older South Australians and provides for the establishment of a dedicated Adult Safeguarding Unit to respond to reports of abuse or neglect of vulnerable adults.</p>

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
Meningococcal B immunisation program	<p>SA Health set up an expert working group to review meningococcal disease in South Australia and to explore the feasibility of developing a targeted meningococcal B community vaccination program for South Australians.</p> <p>This working group comprised individuals from a broad range of sectors who are recognised experts and highly experienced clinicians in the field of immunisation. The working group provided a report to the Minister for Health and Wellbeing.</p>	<p>Over the last 18 years meningococcal B disease in South Australia has not declined (contrary to national experience).</p> <p>It is estimated the proposed program will assist in reversing this trend.</p>
South Australian influenza program	<p>SA Health is working with the Commonwealth Government to deliver the national influenza program for eligible South Australians.</p> <p>In addition, SA Health is also delivering two state funded influenza programs for South Australians focusing on children six months to less than five years of age and healthcare workers employed by SA Health.</p>	<p>As of 10 September 2018, SA Health had distributed a total of 521 298 doses of influenza vaccine, compared to 414 036 at the same point in the program in 2017 and 418 487 at the same point in the program in 2016.</p> <p>Of this total, 53 410 doses were distributed for the state funded influenza program for children less than five years of age.</p>
Education and early diagnosis of endometriosis	<p>South Australia has undertaken commercial clinical trials in conjunction with the Prevention and Recovery Care Unit at the RAH with two trials currently underway.</p> <p>In addition, an online Self-Assessment Tool for Endometriosis is currently being developed in collaboration with endometriosis support groups, clinicians, IT developers and researchers from across the country.</p> <p>A research initiative has been established to evaluate three models of care delivery for Physiotherapy services at the Women's and Children's Health Network for girls and women with pelvic pain.</p>	<p>Endometriosis is recognised as a clinical condition that affects around one in ten women with potentially serious outcomes for women if not identified and managed early. Early intervention is important to avoid fertility problems and is supported by the highest level of research evidence.</p> <p>Increasing awareness amongst young women about endometriosis and what is not normal pain is supported as an effective strategy to prevent the long-term impacts on the physical and mental health of women.</p>

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
Methamphetamine use and related harms in the community	<p>Approximately \$5.8 million is being invested over four years (2017-18 to 2020-21) in new alcohol and other drug services across the state:</p> <ul style="list-style-type: none"> • eighteen new rehabilitation beds were established in regional South Australia, with six beds each in Mount Gambier, the Riverland and Whyalla • fifty percent more non-government outpatient treatment appointments are now available in various metropolitan and regional locations • the Know Your Options website was launched in January 2018 • additional resourcing for family support groups in four new locations, three of which are in regional South Australia. 	<p>The South Australian Alcohol and Other Drug Strategy 2017-2021 is a whole of government response to reduce the harms related to alcohol and other drug use in the community. It ensures ongoing health and law enforcement collaboration to address alcohol and other drug use, including methamphetamine use, and includes over 90 actions to address key issues in the community.</p>
Smoking in outdoor dining areas	<p>There were more than 500 compliance inspections of smoke-free outdoor dining areas in 2017-18.</p> <p>Sixty-four complaints relating to the smoking ban from the public and business owners were received.</p> <p>A review of the tobacco legislation in South Australia recommended that the regulations 'should be amended in order to prevent persons taking meals into areas set aside for smoking'.</p>	<p>There is a high level of public support for either total bans or smoking restrictions in outdoor dining areas. Data from the South Australian Health and Medical Research Institute in 2017 showed that 94.5% of South Australians supported some form of smoking restriction in alfresco dining areas.</p> <p>A review of the effectiveness and scope of the current legislation will address any loopholes in the existing legislation.</p>
Regulation of e-cigarettes	<p>SA Health progressed the Tobacco Products Regulation (E-Cigarettes and Review) Amendment Bill which was introduced into Parliament on 26 July 2018.</p> <p>The Bill will regulate the sale, advertising and use of e-cigarettes under the <i>Tobacco Products Regulation Act 1997</i>.</p>	<p>South Australia's approach is consistent with the World Health Organization's report on e-cigarettes released in August 2016 which concluded that there are possible risks from active and passive exposure to electronic cigarette vapour and that electronic cigarettes may initiate young people in nicotine use and smoking.</p>

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
Statewide Mental Health Service Plan	<p>Work on a project plan to undertake the development of a Mental Health Services Plan commenced.</p> <p>The program of developing the Plan is occurring through a combined effort by SA Health and the SA Mental Health Commission using the networks, consultation, data analysis and writing capabilities of both organisations.</p>	<p>The Plan will improve and benefit the mental health and wellbeing of South Australians, enable staff to deliver best practice and identify the State's commitments to Australia's Fifth National Mental Health and Suicide Prevention Plan.</p>
National health reform	<p>The 2017 – 2020 Addendum to the National Health Reform Agreement commenced on 1 July 2017.</p> <p>In April 2018, a Heads of Agreement was signed setting the policy parameters for a new five year agreement for hospital funding and health reform, to commence on 1 July 2020.</p>	<p>The Addendum incorporated quality and safety into hospital pricing and funding to improve overall health outcomes and reduce instances of poor quality or unsafe care.</p> <p>The focus of this work has been across three key areas: sentinel events, hospital acquired complications and avoidable hospital readmissions.</p>
Governance reforms including Boards of Management	<p>In 2017-18, work commenced to support the new government's commitment to establish Boards of governance and devolve decision making to the local level.</p> <p>An expression of interest process for the positions of board Chairperson was undertaken during June 2018, in parallel with the passage of legislation through Parliament.</p> <p>The Health Care (Governance) Amendment Bill 2018 was introduced into Parliament on 7 June 2018.</p> <p>The Bill sought to amend the <i>Health Care Act 2008</i> to implement the Government's election commitment to establish a new governance and accountability framework for South Australia's public health system.</p>	<p>The appointment of Board Chairs and the passage of enabling legislation is the first step in changes to SA Health's governance providing for greater responsibility and accountability at the local level. It will provide for greater engagement of local communities and clinicians in decision making on the delivery of hospital and health services.</p>

Legislation administered by the agency

The Department plays a role in administering all legislation committed to the Minister for Health and Wellbeing with some legislation administered in conjunction with other public sector agencies.

Advance Care Directives Act 2013

Aged Citizens Clubs (Subsidies) Act 1963

Assisted Reproductive Treatment Act 1988

Blood Contaminants Act 1985

Consent to Medical Treatment and Palliative Care Act 1995

Controlled Substances Act 1984

Food Act 2001

Gene Technology Act 2001

Health and Community Services Complaints Act 2004

Health Care Act 2008

Health Practitioner Regulation National Law (South Australia) Act 2010

Health Professionals (Special Events Exemption) Act 2000

Health Services Charitable Gifts Act 2011

Mental Health Act 2009

Motor Vehicle Accidents (Lifetime Support Scheme) Act 2013

National Health Funding Pool Administration (South Australia) Act 2012

Office for the Ageing Act 1995

Prohibition of Human Cloning for Reproduction Act 2003

Public Intoxication Act 1984

Research Involving Human Embryos Act 2003

Retirement Villages Act 2016

Safe Drinking Water Act 2011

South Australian Public Health Act 2011

Tobacco Products Regulation Act 1997

Transplantation and Anatomy Act 1983

Organisation of the agency

The Department's organisational chart as at 30 June 2018 can be accessed at the [SA Health website](#).

Other agencies related to this agency (within the Minister's area/s of responsibility)

The public sector agencies listed below are responsible for reporting information about their activities and operations in their own annual report submitted to the Minister for Health and Wellbeing:

Central Adelaide Local Health Network

Central Adelaide Local Health Network Health Advisory Council (Governing Council)

Controlled Substances Advisory Council

Country Health SA Local Health Network

Country Health SA Local Health Network Health Advisory Council (Governing Council)

Country Health SA Health Advisory Councils (39 across South Australia)

Health and Community Services Complaints Commissioner

Health Performance Council

Health Services Charitable Gifts Board

Mental Health Commission

Northern Adelaide Local Health Network

Northern Adelaide Local Health Network Health Advisory Council (Governing Council)

Office for the Ageing

Pharmacy Regulation Authority of South Australia

SA Ambulance Service

SA Ambulance Service Volunteers' Health Advisory Council

SA Medical Education and Training Health Advisory Council

South Australian Public Health Council

Southern Adelaide Local Health Network

Southern Adelaide Local Health Network Health Advisory Council (Governing Council)

Women's and Children's Health Network

Women's and Children's Health Network Health Advisory Council (Governing Council)

Veterans' Health Advisory Council

Employment opportunity programs

Program name	Result of the program
Transition to Professional Practice Program (TPPP) for Registered Nurses and Registered Midwives	SA Health offered 529 positions for the nursing and midwifery TPPP for 2018 in country and metropolitan locations.
Aboriginal Employment Register	One Senior Project Officer position recruited to Aboriginal Health from the Aboriginal Employment Register.
Pharmacy Interns	Twenty positions across a number of sites in an annual intake.
2018 Medical interns	Appointed 255 medical interns for the 2018 intern training year.
Jobs 4 Youth	One trainee and one graduate were placed in Procurement and Supply Chain Management.

Agency performance management and development systems

Performance management and development system	Assessment of effectiveness and efficiency
Performance Review and Development	New processes for recording performance review development discussion were implemented during 2017-18.
2017-18 SA Study Assistance Program for Nurses and Midwives	With 132 recipients in 2017-18, this program supports SA Health nurses and midwives to ensure quality care delivery to patients/clients and to complete their post graduate study.
SA Health Leading Clinicians Program	In 2017, 78 clinicians (67 participants and 11 facilitators) completed the program and in March 2018, 84 clinicians (72 participants and 12 facilitators) commenced the program.
Leading Health Transformation Program	In October 2017, 150 executives and senior staff from across the Department and LHNs began this program.
Leadership and Development of the Allied Health and Scientific Professions within SA Health	The Allied Health Professional + Professional Development Reimbursement Program continued with funding support provided to 1607 Allied and Scientific Health Professionals in 2017-18.
Partner with the Universities, VET sector and health sites regarding clinical placements (non-medical), teaching, education standards, training and research	Expansion of the Clinical Placement Management System continued in 2017-18. Bookings for three million clinical placement hours (covering the majority of health professions) is now online. Implemented across 243 organisations with remaining professions to be rolled out during 2019-20.

Work health and safety and return to work programs of the agency and their effectiveness

Program name and brief description	Effectiveness
Manual Task Risk Management System	There are now around 900 Manual Tasks Local Facilitators (MTLFs) across SA Health providing training, induction and support to reinforce safe work practices. High risk areas where a MTLF was present had a 28% reduction in the number of claims per staff member.
Job Analysis Management System	Generic Job Analysis reports enabling the matching of worker capacity to job demands from the SA Health intranet were accessed over 600 times during 2017-18.
Slips, trips and falls prevention	There was an increase of five slip, trips and falls workers compensation claims received in 2017-18 in comparison with the previous year for the Department. There were three more claims compared to the previous year, however the average cost per new MSI claim decreased by 38%.
Psychological Health Strategy	In 2018, the SA Health Psychological Health Strategy was endorsed, managing psychological risks and promoting wellbeing, with an initial focus on building mental health literacy and strengthening supportive leadership skills.
Identification of psychological hazards	Reporting processes were improved to address confidentiality concerns. Training and resources were delivered via a new psychological health intranet page to strengthen mental health literacy and build capacity to identify psychological hazards.
Supportive leadership for team wellness program	This program won the Workplace Excellence Award through the Australian Psychological Society. It develops resilience skills, conflict management, supports staff through change and responding to psychological hazards in the workplace.
Resilience for health training program	<p>A total of 657 participants completed the two-day program which builds the personal resilience skills of participants and improves their ability to cope with difficult situations. Analysis of the program showed improvements in wellbeing and resilience and reductions in anxiety and stress for participants.</p> <p>Compared to 2016-17, the number of psychological claims in the Department halved in 2017-18 and the cost of new psychological claims decreased by 83%.</p>

Work health and safety and return to work performance

	2017-18	2016-17	% Change (+ / -)
Workplace injury claims			
Total new workplace injury claims	21	15	+40.0%
Fatalities	0	0	0.0%
Seriously injured workers*	0	0	0.0%
Significant injuries (where lost time exceeds a working week, expressed as frequency rate per 1000 FTE)	2.13	3.06	-30.4%
Work health and safety regulation			
Number of notifiable incidents (<i>WHS Act 2012, Part 3</i>)	1	1	0.0%
Number of provisional improvement, improvement and prohibition notices (<i>WHS Act 2012 Sections 90, 191 and 195</i>)	0	0	0.0%
Return to work costs**			
Total gross workers compensation expenditure (\$)	\$404 767	\$564 614	-28.3%
Income support payments – gross (\$)	\$134 014	\$297 274	-54.9%

*number of claimants assessed during the reporting period as having a whole person impairment of 30% or more under the *Return to Work Act 2014 (Part 2 Division 5)*

**before third party recovery

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/departments-for-health-and-wellbeing>

Fraud detected in the agency

Category/nature of fraud	Number of instances
There were no confirmed cases of fraud identified during 2017-18.	0

Strategies implemented to control and prevent fraud

The SA Health Fraud and Corruption Control Policy and Plan closely aligns with the SA Public Sector Fraud and Corruption Control Policy published in January 2016.

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/departments-for-health-and-wellbeing>

Whistle-blowers' disclosure

Number of occasions on which public interest information has been disclosed to a responsible officer of the agency under the Whistle-blowers' Protection Act 1993	3
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Data for previous years is available at: <https://data.sa.gov.au/data/dataset/department-for-health-and-wellbeing>

Executive employment in the agency

Executive classification	Number of executives
Executive Level F	1
SAES 1 Level	29
SAES 2 level	9

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/department-for-health-and-wellbeing>

The [Office of the Commissioner of Public Sector Employment](#) has a [data dashboard](#) for further information on the breakdown of executive gender, salary and tenure by agency.

Consultants

The following is a summary of external consultants that have been engaged by the agency, the nature of work undertaken and the total cost of the work undertaken.

Consultants	Purpose	Value
Deloitte Consulting Pty Ltd	Emergency Department Review - Improving Patient Flow in SA	\$ 1 955 645
KPMG	Developing a Supply Chain Model that will drive benefits through inventory and supply chain network optimisation across SA Health	\$ 533 342
KPMG	Independent review and assessment of SA Ambulance Service, proposed new service delivery options	\$ 309 857
Ernst & Young	Provide advice, guidance and assurance services to the Transforming Health Board	\$ 219 167
AssetVal Pty Ltd	Undertake asset re-valuations for Country Health SA LHN, SA Ambulance Service and Women's and Children's Health Network	\$ 216 364
JLL Public Sector Valuations Pty Ltd	Undertake asset re-valuations for Central Adelaide LHN, Southern Adelaide LHN, Northern Adelaide LHN, the Department for Health and Wellbeing, and major plant and equipment for all of SA Health	\$ 215 454

Consultants	Purpose	Value
Zed Consulting & Associates	Review of the State and Territory Health Capital Works process and develop capital works policy, procedures and forms	\$ 169 884
Lodestar Australia	Provide expert advice and support to SA Health End User Computer Agreement procurement process	\$ 151 000
Deloitte Touche Tohmatsu	Provide advice and support in the planning, design, implementation of the Transforming Health Program	\$ 96 278
Hardes & Associates	Provide an inpatient activity projection model for future demand and supply of acute hospital services	\$ 60 500
Moir Clay Consulting	Lead and facilitate the development of a shared campus-wide strategy, vision to 2025 and governance model for the South Australian Health and Biomedical Precinct	\$ 56 399
RixStewart Pty Ltd	Prepare and undertake the tender process for site specific hotel services at various SA Health hospitals	\$ 52 731
The Australian Centre for Social Innovation Inc.	State Ageing Plan mid-point implementation review and Statewide Conversations with older South Australians	\$ 52 000
Harris Orchard Services Pty Ltd	A stakeholder engagement process to capture lessons learned from the new Royal Adelaide Hospital	\$ 40 900
Mercer Consulting	Undertake Long Service Leave actuarial valuation as at 30 June 2017 for all SA Health entities	\$ 37 500
Hardes & Associates	Health Activity Modelling and Forecasting	\$ 36 500
The Checkley Group Pty Ltd	Pre and post implementation reviews of the Enterprise Patient Administration System for the Royal Adelaide Hospital	\$ 35 165
Grosvenor Management Consulting Pty Ltd	Review of strategic and operational governance for the management of contracts with non-government organisations	\$ 25 130
HRM Matters	Review of Administration Delivery Model across Public Health and Clinical Systems	\$ 20 700
Total all consultancies		\$ 4 284 516

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/department-for-health-and-wellbeing>

See also the Consolidated Financial Report of the Department of Treasury and Finance <http://treasury.sa.gov.au/> for total value of consultancy contracts across the SA Public Sector.

Contractors

The following is a summary of external contractors (excluding interhealth staff recharging) that have been engaged by the agency, the nature of work undertaken and the total cost of the work undertaken.

Contractors	Purpose	Value
Hays Specialist Recruitment (Australia) Pty Limited	Temporary labour hire	\$ 2 053 331
Talent International (SA) Pty Ltd	Temporary labour hire	\$ 1 507 926
Rexco People	Temporary labour hire	\$ 1 042 022
Ajilon Pty Ltd	Temporary labour hire	\$ 910 963
Peoplebank Australia Ltd	Temporary labour hire	\$ 748 333
Randstad Pty Limited	Temporary labour hire	\$ 721 072
Community Support Incorporated	Provision of home support services	\$ 625 528
Davies Stewart Recruitment & HR	Temporary labour hire	\$ 619 557
Frazer-Nash Consultancy Ltd	Temporary labour hire	\$ 582 999
DWS Advanced Business Solutions	Temporary labour hire	\$ 493 453
Manpower Services (Australia) Pty Ltd	Temporary labour hire	\$ 464 919
Paxus Australia Pty Ltd	Temporary labour hire	\$ 430 574
Chandler Macleod Group Ltd	Temporary labour hire	\$ 424 900
Talent Options	Temporary labour hire	\$ 393 636
Gus Commercial Consulting Pty Ltd	Temporary labour hire	\$ 282 325
FBE Pty Ltd	Temporary labour hire	\$ 277 780
Hudson Global Resources (Aust) Pty Limited	Temporary labour hire	\$ 272 169
Flinders University	Salary and on-costs for key medical executive	\$ 266 770
Uniting Care Wesley Bowden Incorporated	Provision of home support services	\$ 242 744
Business Aspect Pty Ltd	Architectural services	\$ 207 320
Harrison McMillan Pty Ltd	Temporary labour hire	\$ 163 738
SAICORP	Management of insurance claims	\$ 160 753

Contractors	Purpose	Value
Loftus IT	Temporary labour hire	\$ 158 587
KPMG	Professional services for the Imaging Business Case	\$ 155 823
MBMPL Pty Ltd	Provision of advice in relation to the Royal Adelaide Hospital project	\$ 131 431
DFP Recruitment Services	Temporary labour hire	\$ 126 306
Department of Planning, Transport and Infrastructure	Initial planning and scoping work for new capital projects	\$ 118 080
Allscripts Healthcare IT (Australia) Pty Ltd	Temporary labour hire	\$ 105 272
Fujitsu Australia Ltd	Temporary labour hire	\$ 104 058
Careerlink People Solutions	Temporary labour hire	\$ 103 096
Stillwell Select Recruitment	Temporary labour hire	\$ 101 763
Harris Orchard Services Pty Ltd	Facilitate and develop a new Strategic Plan 2017-2020 for SA Health	\$ 99 668
Labxcell Pty Ltd	Temporary labour hire	\$ 98 580
Maxima Tempskill / Recruitment	Temporary labour hire	\$ 94 675
ASG Group Ltd	Temporary labour hire	\$ 83 118
Edge Recruitment SA Pty Ltd	Temporary labour hire	\$ 82 902
BDO Advisory (SA) Pty Ltd	Data analysis and financial modelling to support the SA Community Care Services procurement	\$ 71 979
Cheesman Architects Pty Ltd	Architectural services	\$ 66 948
Deloitte Risk Advisory Pty Ltd	Undertake internal audit of payroll data analytics	\$ 64 806
Maxima Training Services	Temporary labour hire	\$ 60 785
C3 Business Solutions Pty Ltd	Work on SA Health Data Governance Framework	\$ 60 000
Kevin J Fjeldsoe	Undertake internal audit of SA Government Inpatient Mental Health Services	\$ 59 994
Ace Traffic Control Pty Ltd	Traffic control services, supply of personnel, vehicles, radios and signage	\$ 56 682
Department Of Health & Human Services (VIC)	Provision of Clinical Placement Management System	\$ 56 364
JK Crystal Services	Provision of home support services	\$ 55 300

Contractors	Purpose	Value
Department of Planning Transport and Infrastructure	Management fees	\$ 55 271
PriceWaterhouseCoopers Indigenous Consulting Pty Ltd	Aboriginal Community and Consumer Engagement - Strategy Review	\$ 55 000
Escient Pty Ltd	Temporary labour hire	\$ 54 782
System Solutions Engineering Pty Ltd	Investigation of Royal Adelaide Hospital condenser water failure	\$ 53 380
Hoban Recruitment	Temporary labour hire	\$ 53 042
Cognition	Provision of Employee Assistance Program services	\$ 50 510
Deloitte Risk Advisory Pty Ltd	Undertake internal audit of SA Ambulance Service ICT vulnerability	\$ 45 805
Alphawest Services Pty Ltd	Temporary labour hire	\$ 45 742
David McGrath Consulting	Development of a clinical governance framework for Older Persons Mental Health Services	\$ 44 800
Samantha Wilkinson Human Resource Consulting	Provision of human resources advice	\$ 40 959
Wallbridge And Gilbert Consulting	Provision of engineering staffing support	\$ 40 632
Silver Thomas Hanley (Aus) Pty Ltd	Port Augusta Hospital strategic site options analysis	\$ 40 482
FBE Pty Ltd	Temporary labour hire	\$ 39 879
Flinders University	Design, test and propose strategies to improve the patient experience at the Lyell McEwin Hospital Emergency Department by reducing waiting times and improving patient flow from the Emergency Department	\$ 39 750
O'Connor Marsden & Associates Pty Ltd	Provision of probity services for uniforms	\$ 35 341
Astal	Temporary labour hire	\$ 35 000
Architects Ink	Architectural services	\$ 33 870
ABFA Pty Ltd	Assisting with the financial management of the EPAS project	\$ 30 450
KPMG	Undertake internal audit of Key Performance Indicators used at SA Ambulance Service	\$ 30 175
Ernst & Young	SA Health Change and Project Management Review	\$ 30 000

Contractors	Purpose	Value
Square Peg Pty Ltd	Integration of Seniors Card Salesforce Customer Relationship Management with Marketing Cloud	\$ 29 000
Protop Project Management Services Pty Ltd	Project management of the Supply Chain Reform Program	\$ 26 640
Hendercare	Provision of home support services	\$ 25 447
Australian Medico-Legal Group Pty Ltd	Review of medical files on behalf of the Health and Community Services Complaints Commissioner	\$ 25 282
Peter Leonard Burnett	Undertake internal audit of SA Government Inpatient Mental Health Services	\$ 24 868
Uncharted Leadership Institute Pty Ltd	Undertake clinical engagement project	\$ 23 400
Specialised Dispute Management Pty Ltd	Contract Management assistance with the Royal Adelaide Hospital Project	\$ 23 000
KPMG	Undertake internal audit of procurement of uniforms and uniform services	\$ 22 714
BH Medical Equipment Services	Servicing of medical equipment	\$ 22 680
Chris Jones	Temporary labour hire	\$ 22 543
Aginic	Temporary labour hire	\$ 22 550
Kate Simpson	Age Friendly Government Services Resources and Training Package Pilot	\$ 22 500
Thomas J Meehan	Undertake internal audit of SA Government Inpatient Mental Health Services	\$ 22 300
Acurus Pty Ltd	Provision of software development and deployment services	\$ 22 254
KPMG	Facilitate workshop	\$ 21 141
Rider Levett Bucknall SA Pty Ltd	Initial planning and scoping work for new capital projects	\$ 20 370
Ernst & Young	Undertake internal audit of the delivery of the Southern Adelaide LHN Outpatient and Elective Surgery referral and Waitlist Management Internal Audit Project	\$ 19 556
Solutions Outsourced Pty Ltd	Website and data integration services	\$ 19 469
Arinex Pty Ltd	Management and administration of the South Australian Nursing and Midwifery Excellence awards	\$ 19 411
Insync Solutions	ICT implementation services	\$ 19 100

Contractors	Purpose	Value
Recruitment Solutions Group Australia Pty Ltd	Temporary labour hire	\$ 18 964
Lumin Collaborative	Undertake investigation on behalf of the Health and Community Services Complaints Commissioner	\$ 18 501
System Solutions Engineering Pty Ltd	Initial planning and scoping work for new capital projects	\$ 17 580
Helica Architecture Pty Ltd	Architectural services	\$ 17 100
Aurecon Australasia Pty Ltd	Mentoring of SA Health students	\$ 16 000
BDO Advisory (SA) Pty Ltd	Probity for SA Community Care Services	\$ 15 686
Adelaide OHS&W Consultants	Warehouse Safety Internal Audit services	\$ 15 004
Neodata Australia Pty Ltd	Temporary labour hire	\$ 14 900
KPMG	Undertake internal audit of medication management	\$ 14 253
KPMG Financial Advisory Services (Australia) Pty Ltd	Evaluation of the financial proposals for the Royal Adelaide Hospital outpatients department	\$ 13 545
BDO Advisory (SA) Pty Ltd	Financial Viability Review	\$ 12 463
Cognition	Facilitate workshop	\$ 12 042
RNA Consulting Pty Ltd	Review of Warehouse Management System	\$ 12 000
SurvCAD Drafting Services	Architectural services	\$ 12 000
Nijan Consulting	Provision of position classification reports	\$ 11 680
Crawshaw Consulting	Facilitate workshop	\$ 11 295
Torrens University Australia Ltd	Statistical analysis and support for an epidemiology project	\$ 11 250
Blue Crystal Solutions	Provision of staff to undertake Oracle system development work	\$ 10 020
Andrea Fraser	Production of a video relating to Aboriginal people living with disability	\$ 10 000
Australian & New Zealand College Of Anaesthetists	Administrative services for the South Australian Anaesthetic Mortality Committee	\$ 10 000
Total all contractors		\$ 16 592 407

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/departement-for-health-and-wellbeing>

The details of all South Australian Government-awarded contracts for goods, services, and works are displayed on the SA Tenders and Contracts website [here](#). The website also provides details of across-government contracts [here](#).

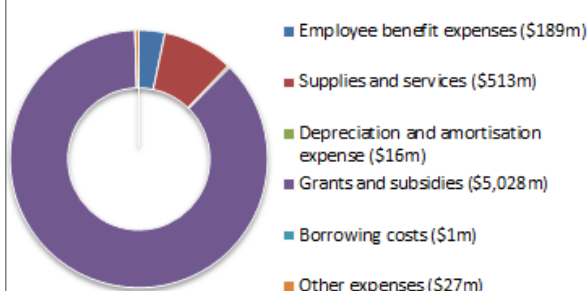
Financial performance of the agency

The following table and charts provide a brief summary of the overall financial performance of the Department. During 2017-18, the Department continued to streamline its financial statements in line with AASB 101 *Presentation of Financial Statement*. The information is unaudited. Full audited financial statements for 2017-18 are provided at Appendix 4.

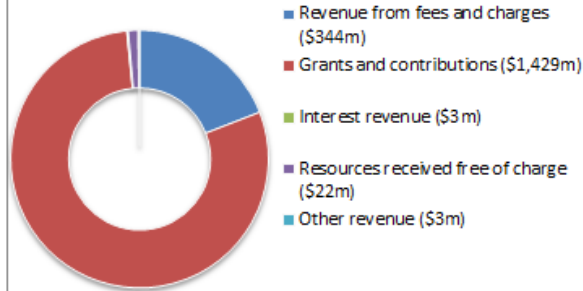
Department for Health and Wellbeing three-year financial summary

Three-year financial summary (\$000)	2017-18	% ↑↓	2016-17	% ↑↓	2015-16	% ↑↓
Total expenses	5 773 803	↑ 12.6%	5 128 526	↑ 3.6%	4 950 782	↑ 5.1%
Total income	1 800 805	↑ 3.4%	1 741 472	↑ 1.8%	1 711 290	↑ 8.3%
Net cost of providing services	3 972 998	↑ 17.3%	3 387 054	↑ 4.6%	3 239 492	↑ 3.4%
Revenues from/Payments to SA Government	3 986 313	↑ 17.2%	3 400 798	↑ 10.5%	3 076 892	↓ -2.8%
Net result for the period	13 315	↓ -3.1%	13 744	↑ 108.5%	(162 600)	↓ -596.9%
Net cash provided by operating activities	8 253	↓ -66.8%	24 885	↑ 112.3%	(202 994)	↓ -951.2%
Total assets	595 094	↓ -2.7%	611 705	↑ 11.3%	549 422	↑ 7.9%
Total liabilities	332 048	↓ -7.6%	359 228	↓ -2.3%	367 644	↑ 5.4%
Net assets	263 046	↑ 4.2%	252 477	↑ 38.9%	181 778	↑ 13.5%

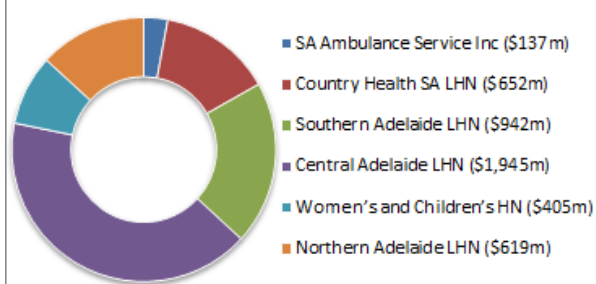
Expenses by category 2017-18



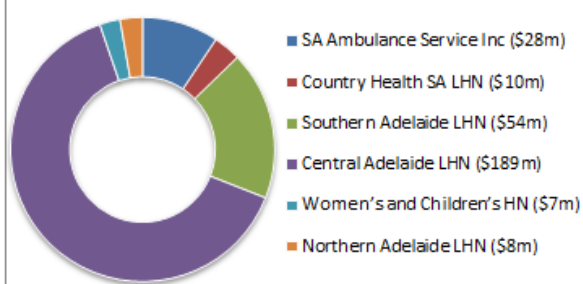
Income by category 2017-18



Recurrent funding to incorporated health services 2017-18 (\$4,700m)



Capital funding to incorporated health services 2017-18 (\$296m)



Other financial information

Nil to report

Other information requested by the Minister(s) or other significant issues affecting the agency or reporting pertaining to independent functions

N/A

Section B: Reporting required under any other act or regulation

Food Act 2001

Part 9 - Administration

Division 2 - Functions of enforcement agencies

S 93 - Reports by enforcement agencies

- (1) The head of an enforcement agency (other than the relevant authority) is to report to the relevant authority, at such intervals as the relevant authority requires, on the performance of functions under this Act by persons employed or engaged by the agency.

Division 4 – Agreement and consultation with local government sector on administration and enforcement of Act

S 96 – Agreement and consultation with local government sector

- (1) The Minister must take reasonable steps to consult with the LGA from time to time in relation to the administration and enforcement of this Act.
- (2) If the Minister and the LGA enter into an agreement with respect to the exercise of functions under this Act by councils, then the Minister must prepare a report on the matter and cause copies of the report to be laid before both Houses of Parliament.
- (3) A report under subsection (2) must be accompanied by a copy of any relevant written agreement between the Minister and the LGA.
- (4) The Minister must consult with the LGA before a regulation that confers any function on councils is made under this Act.
- (5) The annual report of the Minister under this Act must include a specific report on -
 - (a) the outcome of any consultation undertaken under subsection (1) or (4); and
 - (b) the operation of any agreement referred to in subsection (2).

Part 11 - Miscellaneous

S 109 - Annual report

- (1) The Minister must, on or before 30 September in each year, prepare a report on the operation of this Act for the financial year ending on the preceding 30 June.
- (2) The Minister must, within six sitting days after completing a report under this section, cause copies of the report to be laid before both Houses of Parliament.

The objectives of the *Food Act 2001* (the Act) are defined in Section 3 of the Act as:

- Ensuring that food for sale is safe and suitable for human consumption.
- Preventing misleading conduct in connection with the sale of food.
- Providing for the application of the Food Standards Code.

The Act closely follows the content and structure of national model food provisions, which provide for the consistent administration and enforcement of food legislation in Australia. This uniform approach to national food legislation was formalised by the Inter-Governmental Food Regulation Agreement 2002. Under the Agreement all states and territories have adopted the Australia New Zealand Food Standards Code (the Code) through their Food Acts. While the Act contains important legal and administrative issues, such as defining offences and penalties, the Code details the specific requirements with which food businesses must comply.

1. Activities of the Health Protection Operations branch

Health Protection Operations administers the regulatory functions of the Act in the 'Out-of-Council Areas' within South Australia ('unincorporated' and Aboriginal Lands; not serviced by a local council). These areas make up approximately 85% of the geographical area of South Australia and are typically very remote and often isolated making safety a paramount element of all operations. Health Protection Operations staff authorised under the Act are qualified Environmental Health Officers (EHOs) with extensive regulatory experience in rural, remote and Aboriginal communities.

Table 1: Authorised Officers

Authorised Officers	Environmental Health qualifications	Full-time
	6	6

Table 2: Food business and surveillance activity in 2017-18

Area of Operation	~ 837 000 km ² (≈ 85% of geographic area of South Australia)
Number of Businesses	129
Routine Inspections conducted	142
Follow-up Inspections conducted	14
Food Safety Audits conducted	7
Complaint Inspections conducted	2

Table 3: Enforcement actions

Business type	Prohibition order	Improvement notices	expiations
Supermarket	0	3	0
Total	0	3	0

2. Activities of the Food and Controlled Drugs Branch

Monitoring compliance with the *Food Act 2001*

The Food and Controlled Drugs Branch (FCDB) conducts sampling surveys of various foods that are of public health concern, or to confirm compliance with the compositional and labelling requirements of the Code. A key performance indicator has been established to analyse 800 food samples per year. For 2017-18, a total of 1012 food samples were taken consisting of 367 routine survey samples and 645 samples as part of food incident investigations. Information about past and current surveys can be found on the [SA Health website](#).

Investigation of food safety issues 2017-18

During 2017-18, a number of significant food safety related issues were investigated and are summarised further in this report. Issues come to the attention of FCDB from a variety of sources including routine food surveys, complaints from members of the public, reports from the food industry itself, EHOs in local government, other regulatory agencies, or notification of illness from the Communicable Disease Control Branch (CDCB).

The FCDB collaborated with local councils on a total of 15 foodborne illness investigations after notification from CDCB. Section 3 and Appendix 2 of this report provides details of some of the major outbreaks.

Post investigation review

FCDB regularly conducts post incident debriefs to review the effectiveness of policies and procedures applied during incident investigation.

Food recalls

Food recalls conducted by all food businesses are nationally coordinated by Food Standards Australia New Zealand (FSANZ). The food business undertaking a recall is responsible for ensuring that the recall is carried out as soon as an issue is identified. The Department informs EHOs state wide of the recall and requests that they check food businesses in their local council area to ensure food businesses are complying with the recall.

FSANZ acted as coordinator for 81 food recalls during 2017-18. This consisted of 13 trade level recalls, where the company has only provided product to distribution centres, wholesalers and food services. As the product has not been released in retail stores and could easily be retrieved a consumer level recall was not required. In five instances there were combined trade and consumer level recalls conducted because of the possibility a small amount of product may have been distributed.

A further 64 recalls were consumer level recalls, where it was necessary to recover product from retail outlets and/or consumers. In total, South Australia was affected by 35 recalls where recalled product had been distributed in this state.

SA Health acted as the sponsor for one consumer level recall related to undeclared allergens which was highlighted through a consumer complaint.

Table 4 Summary of recalls conducted during 2017-18

Type of recall	Reason for recall	SA not affected	National	SA and other States affected	SA only
Consumer 64	Undeclared allergens 40	45	17	32	3
Trade 13	Micro contamination 9				
Consumer/Trade (combined) 4	Chemical 2				
	Viral 1				
	Biotoxin 5				
	Foreign matter 18				
	Others 4				
	Labelling 2				
Total 81	Total 81				

Enforcement actions

The SA Health Public Health Services Enforcement Framework on the [SA Health website](#) provides Authorised Officers with guidance about the manner in which enforcement activities are to be undertaken.

Local Government is responsible for the conduct of routine food business inspections to verify compliance with chapter 3 of the Code (see Appendix 1).

Where FCDB identifies non-compliance issues in food businesses, corrective actions are addressed through a graduated and proportionate response. Once effective corrective action is confirmed no further enforcement action is undertaken. Should non-compliance remain unresolved, enforcement action can be escalated.

Table 5 Summary of enforcement activities undertaken by FCDB during 2017-18

Letters of warning	Expiations issued	Improvement notices	Emergency orders	Prosecutions
3	0	2	2	0

Note: Additionally, one Compliance Notice was issued under the *South Australian Public Health Act 2011* for a food related purpose to minimise the risk or perceived risk to public health.

Table 6 Nature of activities during 2017-18

Category	Number
Alleged Food Poisoning	44
Contamination	79
General Enquiries	406
Incidents	18
Labelling	132
CDCB Referrals	308
New Business Information	46
Food Recall enquiries	4
Food - Resources Required - General	42
Food - Standard 3.2.2	147
Food - Standard 3.2.3	21
Total	1247

Food safety management

Food safety programs have been mandated nationally for businesses providing food to vulnerable populations in hospitals, aged care facilities, childcare centres, and via delivered meals organisations such as Meals on Wheels.

National Food Safety Standard 3.3.1 (audited mandatory food safety programs for food services to vulnerable persons) became enforceable in SA in October 2008. The Department continued to liaise with industry, local government and food safety auditors to develop monitoring and review systems, to ensure effective management of the audit process in South Australian food businesses to whom the standard applies.

In 2017-18, the Department continued to conduct food safety audits of public hospitals, Department for Communities and Social Inclusion (DCSI) businesses such as Disability Services and Domiciliary Care and not-for-profit delivered meals organisations including Meals on Wheels. These facilities are audited at the frequency determined by the performance of individual sites, in line with the priority classification for these businesses.

Table 7: Food audit statistics

Risk classification	Number of businesses	Routine audits
Public hospitals	71	77
Not for profit delivered meals organisations	41	40
Aged care / childcare audited in regional areas/ DCSI	11	11

3. Food borne disease investigations in South Australia 2017-18

Epidemiological investigations into foodborne disease outbreaks within South Australia are coordinated by the Disease Surveillance and Investigation Section and OzFoodNet staff who are based within the CDCB of SA Health. OzFoodNet is a national network that conducts enhanced foodborne disease surveillance.

During 2017-18, SA Health investigated 15 outbreaks of gastrointestinal illness that were known or suspected to be foodborne and for which a common source was identified. The outbreak settings were varied and included four associated with primary production, three outbreaks each associated with restaurants and takeaway venues, and one outbreak each associated with a commercial caterer, private residence, aged care facility, a bakery and one mixed setting of a take away and commercial catering business. Additionally, one of the outbreaks that included cases from South Australia, was spread across multiple states and territories, and declared a multijurisdictional outbreak investigation (MJOI), where a contaminated produce item was widely distributed in the community.

In addition, eight clusters of potentially foodborne illness for which no common source could be identified were also investigated during 2017-18. Seven of these clusters were caused by *Salmonella* and one by *Yersinia enterocolitica*. Hypothesis generating interviews were conducted with the majority of cases. This summary does not include clusters or outbreaks that were suspected to be person-to-person transmission, animal-to-person transmission, or from an environmental source (including swimming pools). All investigation data is subject to change, as this is the nature of clusters and outbreaks.

Outbreak Investigations

Further details about outbreaks investigated during 2017-18 and their exposure settings can be found in Appendix 2.

Table 8: Summary of foodborne disease investigations in South Australia during 2017-18

No.	Month and year	Organism	Setting	Number ill	Number laboratory confirmed	Evidence
1	July 2017	<i>Cryptosporidium</i>	Primary production	7	7	D
2	Aug 2017	STm 135	Take away	4	4	D, M
3	Oct 2017	<i>Campylobacter</i>	Restaurant	13	2	D, M
4	Nov 2017	S. Newport	Take away	12	12	D
5	Dec 2017	STm 9	Take away	19	19	D
6	Dec 2017	STm 135	Bakery	73	69	D
7	Jan 2018	STm 9	Restaurant	7	7	D
8	Jan 2018	STm 135	Restaurant	8	8	D
9	Feb 2018	STm 44	Take away/ commercial caterer	27	27	D, M
10	Feb 2018	STm 12a	Private residence	5	3	D
11	Feb 2018	<i>Campylobacter jejuni</i>	Primary production	5	5	D
12	Apr 2018	STm 135a*	Aged care facility	7	6	D
13	Apr 2018	Hepatitis A ^a	Primary Production	2	2	D, M, S
14	Jun 2018	S. Havana	Primary production	31	31	D, M, S
15	Jun 2018	<i>Listeria monocytogenes</i>	Commercial caterer	3	3	D, M

D = Descriptive evidence (i.e. information obtained from interviewing cases and/or inspections of premises);

M = Microbiological evidence (i.e. the same bacteria/virus found in food or environmental samples as the unwell people);

S = Statistical evidence (i.e. a significant statistical association is found between an exposure and the illness by conducting an analytical study); STm – *Salmonella* Typhimurium; *Outbreaks with multiple types of *Salmonellae* detected in cases, but predominant strain named in this table; ^a This table includes SA cases only from the MJOI for Hepatitis A.

Cluster Investigations

All clusters were general increases in specific infections in the community without a common point source identified and only descriptive evidence was available for all of the investigations.

A **cluster** is defined as an increase in a specific infection in terms of time, person or place, where the source and mode of transmission remains unknown.

Table 9: Summary of cluster investigations in South Australia during 2017-18

No.	Month and year	Organism	Number ill
1	Jul 2017	<i>Yersinia enterocolitica</i>	12
2	Oct 2017	STm 135	11
3	Nov 2017	S. Saintpaul	3
4	Nov 2017	STm 9	9
5	Dec 2017	STm 108	7
6	Jan 2018	STm 135	10
7	Feb 2018	S. Saintpaul	6
8	Mar 2018	STm 44	60

STm – *Salmonella* Typhimurium

4. Biosecurity SA activities under the *Food Act 2001*

Biosecurity SA is a division of the Department of Primary Industries and Regions SA (PIRSA). The *Primary Produce (Food Safety Schemes) (Meat Industry) Regulations 2017* requires butcher shops to hold accreditation administered by PIRSA.

Under the Memorandum of Understanding (MoU) between SA Health and PIRSA, both agencies share risk management principles that minimises regulatory burden and duplication. In practice to avoid duplication, butcher shops that sell food (other than meat) and conduct activities regulated under the Act, are inspected by Biosecurity SA officers.

During 2017-18, 1027 audits were conducted by Biosecurity SA officers on 514 butcher shops including supermarkets, where a component of audits addressed other retail activities regulated under the Act. During the audits, 82 Corrective Action Requests were issued which related to their food safety program, hygiene or construction and required follow up visits. No expiation notices or penalties were issued.

Safe Drinking Water Act 2011

Part 8 - Miscellaneous

50 – Agreement and consultation with local government sector

- (1) The Minister must take reasonable steps to consult with the LGA from time to time in relation to the administration and enforcement of this Act.
- (2) If the Minister and the LGA enter into an agreement with respect to the exercise of functions under this Act by councils, then the Minister must prepare a report on the matter and cause copies of the report to be laid before both Houses of Parliament.
- (3) A report under subsection (2) must be accompanied by a copy of any relevant written agreement between the Minister and the LGA.
- (4) The Minister must consult with the LGA before a regulation that confers any function on councils is made under this Act.
- (5) The annual report of the Minister under this Act must include a specific report on—
 - (a) the outcome of any consultation undertaken under subsection (1) or (4); and
 - (b) the operation of any agreement referred to in subsection (2).

51 – Annual report by Minister

- (1) The Minister must, on or before 30 September in each year, prepare a report on the operation of this Act for the financial year ending on the preceding 30 June.
- (2) The Minister must, within six sitting days after completing a report under subsection (1), cause copies of the report to be laid before both Houses of Parliament.

52 – Annual reports by enforcement agencies

- (1) An enforcement agency (other than the Minister) must, on or before 30 September in each year, furnish to the Minister a report on the activities of the enforcement agency under this Act during the financial year ending on the preceding 30 June.
- (2) The Minister must, within six sitting days after receiving a report under subsection (1), cause copies of the report to be laid before both Houses of Parliament.

The objectives of the *Safe Drinking Water Act 2011* (the Act) and Safe Drinking Water Regulations 2012 (the Regulations) are to:

- ensure that drinking water supplied to the South Australian public is safe,
- provide direction on how to achieve a safe drinking water supply,
- implement principles of the *Australian Drinking Water Guidelines, 2011*.

The Act requires:

- registration of drinking water providers,
- development and implementation of risk management plans (RMPs) for individual drinking water supplies,
- audit or inspection of drinking water supplies,
- reporting of incidents to the Department for Health and Wellbeing
- provision of water quality results to the public on request.

The Department administers the Act with support from Local Government (activities outlined in council reports in Appendix 3). Within the Department, the Water Quality Unit is responsible for day to day administration of the Act with assistance from the Health Protection Operations and Food Safety and Audit sections.

Registration of drinking water providers

During 2017-18, the Department registered 14 new drinking water providers. Twelve drinking water providers cancelled their registration. At 30 June 2018, there were 177 drinking water providers registered with the Department. Some providers include multiple supplies under one registration. SA Water's registration includes 88 water supplies, while the Department for Education registration includes 61 schools and preschools.

As required under Section 11 of the Act, the Department maintains a list of registered drinking water providers on the [SA Health website](#). Councils are advised of drinking water providers within their area on a minimum annual basis.

Risk management plans

All drinking water providers must have a Risk Management Plan (RMP) that includes an approved monitoring program and an incident protocol.

During 2017-18 the Department reviewed RMPs for new drinking water providers and provided assistance as required.

Water quality incidents

Under Section 13 of the Act, a drinking water provider's RMP must include a procedure for identifying, notifying and responding to water quality incidents. The Department receives notification of incidents and provides advice and direction on remedial actions required to maintain safety of drinking water supplies.

Incidents reported by SA Water

SA Water incidents are reported according to the interagency Water/Wastewater Incident Notification and Communication Protocol (the Protocol). Under the Protocol the Department fulfils the role of the Water Incident Coordinator. Incidents are classified as Priority Type 1, Type 1 or Type 2 health incidents.

- Priority Type 1 incidents - likely to require an immediate interagency meeting to develop responses and consider possible issuing of public advice. In the absence of appropriate interventions these incidents could cause serious risk to human health.
- Type 1 water quality incidents - in the absence of appropriate intervention these incidents could cause serious risk to human health.
- Type 2 incidents - represents a low risk to human health, but may provide preliminary warnings of more serious incidents.

During 2017-18, the Department received notification of two Priority Type 1 incidents, 42 Type 1 incidents and 90 Type 2 incidents from SA Water.

The Department:

- coordinated communication and responses to all Priority Type 1 and Type 1 incidents;
- called interagency meetings and provided advice on operational responses for the two Priority Type 1 incidents. Both incidents involved the detection of potentially human infectious *Cryptosporidium parvum* at outlets of drinking water treatment plants;
- liaised with SA Water during Type 1 incidents to ensure remedial actions or responses were implemented in a timely manner.

The Department determined that responses to all Priority Type 1 and Type 1 incidents were effective and none represented a significant risk to public health. The Department determined that no public notifications were required for these incidents. Reported Type 2 incidents were determined to be low risk and to not require further action by the Department.

Incidents reported by other drinking water providers

In 2017-18 there were 19 drinking water incidents reported to the Department by providers other than SA Water. Thirteen of these incidents were due to the detection of *E.coli* in rainwater supplies. The Department provided advice on chlorination of water tanks and flushing of pipework with resampling of the water supply where required.

Other incidents reported were due to UV disinfection failure, loss of chlorine residual, reverse osmosis failure, high aluminium concentration and cross connection between treated drinking water supply and untreated source water. In each case appropriate responses were implemented.

Approval of auditors and inspectors

Auditors and inspectors are approved under Section 15 of the Act in line with established competency criteria. Approval as either a Level 1 or 2 Auditor or Level 3 Inspector is based on technical skills and experience. The types of drinking water supply that can be audited or inspected by an individual are defined in approval conditions.

In 2017-18 the Department:

- approved five Level 2 Auditors and three Level 3 Inspectors;
- conducted a training session for two Dairysafe auditors;
- provided access to on-line drinking water quality training for Local Government employees;
- provided support and on-site training for Local Government auditors and inspectors.

At 30 June 2018 there were 43 approved auditors and inspectors including independent auditors, Department staff, Local Government employees and officers from Dairysafe. A list of approved auditors and inspectors is available on the [SA Health website](#).

Audits and inspections

The Act requires that all drinking water providers are subject to an audit or inspection every year or every two years as described in a schedule published in the Government Gazette. Reports of all audits and inspections are required to be submitted to the Department within 21 days of the audit or inspection being undertaken.

Under Section 20(4) of the Act the drinking water provider is responsible for ensuring the audit or inspection is carried out in accordance with the published schedule.

The Water Quality Unit oversees the audit and inspection program and where possible coordinates drinking water audit and inspections with the activities of the Health Protection Operation and Food Safety and Audit sections to avoid duplication and cost to providers. Audits and inspections are also performed by Local Government and independent auditors. Dairysafe undertakes inspections of independent drinking water supplies used by nine dairy processors as part of existing food safety audit activities.

During 2017-18 a total of 40 audits and 36 inspections of drinking water supplies were undertaken. The Department also received copies of two audit and eight inspection reports from local Government and independent auditors and attended the SA Water audit outcome presentation.

Audits and inspections of small-medium sized drinking water providers conducted by the Department and other approved auditors/inspectors identified a number of non-compliances. These included incomplete or insufficient RMPs and gaps in documentation of maintenance activities and water quality monitoring. None of the non-compliances resulted in a drinking water supply being declared unsafe. The Department continued to provide advice and recommendations on improvements to documentation, operational practices and water treatment options for these providers.

Quality of water and provision of results

Under Section 27 of the Act, drinking water providers must make results of any monitoring program available to the public.

SA Water provides consumers with water quality information through publication of data on their website and in their annual report. Other drinking water providers can provide results to consumers on request by letter, email or telephone.

Approval of laboratories

No laboratories were approved during the reporting period. Approved water quality testing laboratories are listed on the Departmental website.

Administration and enforcement

The Act incorporates enforcement provisions including the appointment of authorised officers with appropriate qualifications and experience. Department officers may also be authorised to carry out expiation notices under the Act and Regulations.

In 2017-18 no new appointments were made within the Department. At 30 June 2018 there were 15 authorised officers and 13 officers authorised to issue expiations. Authorised officers appointed by Local Government are provided in council annual reports (Appendix 3).

Consultation with Local Government

Under Section 50 of the Act, the Minister must take reasonable steps to consult with the Local Government Association (LGA) from time to time in relation to the administration and enforcement of the Act.

During 2017-18 consultation between the Department and the LGA continued to formalise the roles and responsibilities of the Department and Local Government in administering and enforcing the Act. A working group was formed with representatives from the Department and four local Councils to facilitate a review of the roles and responsibilities of enforcement agencies, available resources and training and education requirements. Broader consultation occurred as part of this work including discussions with the SA Branch of the Environmental Health Australia Public Health Special Interest Group and Managers Forum and Public Health Forums in the Murray Mallee and Central Local Government regions. The Department continues to work with Local Government and provide support and training opportunities to facilitate the ongoing administration and enforcement of the Act.

Carers Recognition Act 2005

The *Carers' Recognition Act* is deemed applicable for the following: Department of Human Services, Department for Education, Department for Health and Wellbeing, Department of State Development, Department of Planning, Transport and Infrastructure, South Australia Police and TAFE SA.

Section 7: Compliance or non-compliance with section 6 of the Carers Recognition Act 2005 and (b) if a person or body provides relevant services under a contract with the organisation (other than a contract of employment), that person's or body's compliance or non-compliance with section 6.

SA Health continues to collaborate with Carers SA. The [SA Health Partnering with Carers Strategic Action Plan 2017-2020 and key priorities](#) were launched at the International Carers Conference in Adelaide in October 2017.

The Strategic Action Plan is underpinned by the *Carers Recognition Act 2005* and South Australian Carers Charter and oversees the state coordination and monitoring of the whole of health strategy which supports the SA Health Partnering with Carers Policy Directive.

The key priorities under the Strategic Action Plan include:

- early identification and recognition
- carers are engaged as partners in care
- carers provide comments and feedback
- carer friendly workplace
- celebrate carers during National Carers Week
- staff education and training.

In 2017-18, SA Health developed the 'Carers – Partnering with you' web page as a 'one stop' shop for carers and is available at www.sahealth.sa.gov.au/carers. Information includes the SA Health Partnering with Carers Policy Directive, Strategic Action Plan and key priorities, encouraging carers to provide feedback, and information on how carers can engage with health care sites in service planning, designing care, measuring and evaluating health services, and further information to local and national carer support services.

Work also commenced towards enabling the Department for Health and Wellbeing to become a Carer Friendly Workplace, as promoted by Carers Australia.

During National Carers Week in October 2017, SA Health recognised the invaluable contribution of unpaid carers with Facebook posts and Twitter tweets posted throughout the week. Carer information was displayed in all health sites on knowing your rights, medication safety, clinical communication, recognising and responding to clinical deterioration, pressure injury, falls, hand hygiene and infection control.

Statewide rollout and implementation of staff education and training commenced in June 2018. LHNs progressed the implementation of the Strategic Action Plan and a progress report is available on the SA Health Carers – Partnering with You website at www.sahealth.sa.gov.au/carers

Section C: Reporting of public complaints as requested by the Ombudsman

The information provided below is comprised of all SA Health complaints received (inclusive of LHNs and SAAS complaints).

In 2017-18, the number of SA Health complaints reported into the Safety Learning System (SLS) Consumer Feedback module was 7898. In some instances, one complaint may contain multiple complaint categories in addition to the primary complaint.

The table below shows the number of complaints received for each category of complaint.

Summary of complaints by subject

Public complaints received by SA Health	
Category of complaints by subject	Number of instances
Access	2 409
Communication	2 749
Treatment	2 695
Corporate services	1 044
Cost	548
Privacy / discrimination	510
Professional conduct	193
Consent	91
Grievances	89
TOTAL	10 328

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/departmant-for-health-and-wellbeing>

Further information is available in the SA Health Patient Safety Report and SA Health Patient Safety Report for Consumers and the Community which is available on the Safety and Quality website at www.sahealth.sa.gov.au/safetyandquality.

Complaint outcomes

SA Health encourages patients, consumer's families, carers and the community to provide feedback.

Feedback provides an opportunity for health services to observe the quality of health care from the perspective of patients, consumers, families, carers and the community. It also assists in directing improvement in the quality of these services.

SA Health provides consumers and the community with a step-by-step process for providing feedback including a list of contacts at individual health sites. This information is available on the [SA Health website](#).

Issues that cannot be resolved at the health care service may be forwarded to the Health and Community Services Complaints Commissioner (HCSCC).

In 2017-18, Departmental staff undertook LHN site visits to:

- review the [SA Health Consumer Feedback and Complaints Management Policy Directive, Guideline and Toolkit](#) which assists in addressing consumer feedback and complaints, and provides a consistent approach to complaints management and feedback at health care sites;
- understand the governance for consumer feedback management and local reporting mechanisms to Executive and Consumer and Community Advisory Groups; and
- identify strategies for improvement and best practice case studies which have been developed following consumer feedback.

In 2017-18 a consumer feedback dashboard was developed in the Quality Information and Performance Hub (QIP HUB) for use by clinical staff. The QIP HUB displays safety and quality key performance indicators on clinical, performance and support data in a format which assists in analysing and interpreting the data.

Key performance indicators	Target	Average result
Acknowledgement of feedback < two working days	90%	95.94%
Resolution of feedback < 35 working days	95%	96.94%

The consumer feedback dashboard also displays statewide LHN and hospital reporting in the SA Health Patient Safety Report and SA Health Patient Safety Report for Consumers and the Community available at www.sahealth.sa.gov.au/safetyandquality.

The Independent Commissioner Against Corruption (ICAC) Report on Oakden was released in February 2018. The State Government accepted in full all 13 recommendations contained in the ICAC report on the Oakden Older Persons Mental Health Service and provided a response on 1 March 2018 (*South Australian Government Response to the Independent Commissioner Against Corruption's Report 'Oakden: A Shameful Chapter in South Australia's History'*).

This plan describes the implementation of the ICAC recommendations, excluding those related to the implementation of the earlier Oakden Report by the Chief Psychiatrist which have been addressed through the Oversight Committee.

The implementation of ICAC recommendations will be led within the Office of the Chief Psychiatrist, which will take actions on behalf of that Office and the Chief Executive of SA Health.

Appendix 1: Local Government Activities under the Food Act 2001

Under the *Food Act 2001* (the Act) it is a mandatory requirement for Local Government to provide the Department for Health and Wellbeing with information on the performance and functions by each agency. For the purpose of this Annual Report, a request for information was circulated to all councils. Councils are empowered under Parts 4 and 5 of the Act to ensure that hygiene standards are maintained in relation to the manufacture, transportation, storage and handling of food for sale under Chapter 3 of the Australia and New Zealand Food Standards Code. They are also responsible for taking measures to prevent the sale of unfit food and to investigate complaints related to the sale of unfit food. Environmental Health Officers (EHOs) are authorised under the Act to issue orders and notices and take enforcement action for breaches.

Data provided in the tables below was provided by 62 councils. Two councils were unable to provide the data for the 2017-18 Food Act Report - Kangaroo Island Council and the District Council of Peterborough.

Authorised Officers

All EHOs must be authorised under Division 3, Section 94 of the Act to be able to enforce the Act. EHOs must have the necessary skills and knowledge to effectively perform their food related responsibilities to gain authorisation.

Table 1. Authorised Officers

Authorised Officers (Currently working in Local Government)	Full-time	Part-time
	102	78*

* Numbers may be duplicated where EHOs are employed in more than one council

Inspections

To gain a better understanding of how inspections are organised and undertaken by local government, it is necessary to establish the number and make up of food businesses across South Australia. The following tables establish how many food businesses exist and the proportion of businesses by food safety risk categories. These figures have been combined with the number of inspections conducted by local government to ensure that planning and inspection frequencies are appropriate and maintained.

All businesses are classified using the SA Food Business Risk Classification System (FBRC).

The FBRC allows council resources for monitoring and enforcement to be aligned with the inherent food safety risk of the business, taking into account the performance of the business. Refer to Table 2. During 2017-18, councils reported all inspection data as priority risk classification i.e. P1, P2, P3 and P4. Where some businesses were still to be classified at the time of reporting period, details have been reported as not risk classified.

Table 2. Food Business Risk Classification

Inspections	Food Safety Risk Classification					Total
	P1	P2	P3	P4	Not risk classified	
Number of businesses	6 313	4 690	2 923	1 543	74	15 543
Inspections conducted	5 131	3 093	1142	230	66	9 662
Follow-up inspections	2 323	841	111	12	12	3 299
Inspections from complaints	515	165	29	10	47	766

Inspection fees

The *Food Regulations 2002*, Part 4 Section 13 makes provision for enforcement agencies to impose an inspection fee. Following is a summary identifying the policy of Councils regarding imposing an inspection fee.

Table 3. Number of councils charging inspection fees

Council inspection fees	Number of councils
Charging fees	37
Not charging fees	25

Audits

Since 5 October 2008, businesses captured under Food Safety Standard 3.3.1 (Food Safety Programs for Food Services to Vulnerable Persons) have required regulatory food safety audits.

In 2017-18 Local Government food safety auditors have continued to conduct food safety audits of aged care, child care and private hospitals at a frequency determined by the performance of individual sites, in line with the priority classification for these businesses.

Table 4. Local Government audit of aged care, child care and private hospitals

	Number of captured businesses	Number of audits	
Aged care	286	274	95.8%
Child care	315	289	91.7%
Private hospitals	24	24	100.0%
Others	5	5	100.0%
Total	630	592	

*Businesses may receive > one audit per annum

The table below identifies the policy of councils regarding the charging of a fee for audits.

Table 5. Number of councils charging audit fees

Council audit fees*	Number of councils
Number of councils carrying out audits	21
Number of councils charging audit fee	41

*Not all councils conduct audits and as a result do not charge for audit services

Complaints

Consumer enquiries and reports of illness, and non-compliant businesses or food, constitute an important source of information. In addition, they provide opportunities for the public to interact with EHOs first hand and give EHOs the opportunity to promote food safety. All complaints are logged and generally risk classified to ensure that the most serious cases are dealt with as a priority. Table 6 has classified complaints/reports into a list of most likely sources, in addition to reporting on whether the complaint and investigation was found to be valid or verified by an authorised officer.

Table 6. Breakdown of activities by category

Type	Complaints/reports	Verified
Foreign Matter in Food	113	40
Micro Contamination	84	29
Chemical Contamination or Residue	4	1
Alleged Food Poisoning	217	27
Unclean Premises	146	51
Personal Hygiene or Food Handling	172	66
Pest Infestation	77	37
Refuse Storage	85	34
Labelling Issues	41	14
Others	107	79
Total	1049	378

Enforcement Actions

The *Food Act 2001* makes provision for authorised officers to apply enforcement actions to improve food safety outcomes for the public. Enforcement actions may take the form of written warnings, improvement notices, prohibition orders, expiations or prosecutions. These actions are applied using a graduated and proportionate response.

Tables 7 to 10 address enforcement actions relating to inspections conducted in food industry sectors defined in the Food Business Risk Classification. Written warnings make up the largest single action applied, progressing to improvement notices and expiations as food businesses fail to respond or issues became more serious. Table 11 contains collective totals of the enforcement actions taken by councils as a result of Food Safety Program audits conducted against Standard 3.3.2 of the Food Standards Code.

Table 7. Number of enforcement actions by retail sector

Retailer	Total businesses	No. of businesses inspected	No. of businesses requiring enforcement action	No. of written warnings issued	No. of improvement notices issued	No. of prohibition orders issued	No. of expiations issued	No. of prosecutions
Alcoholic beverages packaged	200	34	0	0	0	0	0	0
Bakery products	92	59	2	1	6	0	0	0
Bakery products, perishable fillings	164	133	13	9	8	0	1	0
Continental type delicatessen food	59	54	3	2	2	0	1	0
High risk food, perishable	593	474	37	25	11	0	14	1
Low risk packaged food	878	144	0	0	0	0	0	0
Medium risk food, perishable	803	405	9	6	5	0	3	0
Raw meat & poultry	49	20	0	0	0	0	0	0
Seafood (excludes processing of bivalve mollusc)	29	22	0	1	1	0	1	0
*Other Retailers – P1	15	3	0	0	0	0	0	0
*Other Retailers – P2	43	43	0	0	74	0	0	0
*Other Retailers – P3	45	37	0	0	68	0	0	0
*Other Retailers – P4	33	20	0	0	15	0	0	0
Total	3003	1448	64	44	190	0	20	1

*Others may include the businesses which has not been officially classified or council unable to retrieve the data based on above classification.

Table 8. Number of enforcement actions by food service sector

Food service	Total businesses	No. of businesses inspected	No. of businesses requiring enforcement action	No. of written warnings issued	No. of improvement notices issued	No. of prohibition orders issued	No. of expiations issued	No. of prosecutions
Catering offsite activity	183	127	2	2	0	0	0	0
Catering onsite	609	461	10	8	2	0	0	0
Medium risk foods perishable	677	305	11	8	2	0	0	0
Restaurants and takeaway ready to eat food - prepared in advance	4288	3477	358	171	273	17	55	3
Restaurants and take away food ready to eat food - express order	1957	1451	54	37	22	0	0	0
Restaurants and takeaway ready to eat food - no raw preparation	1069	720	13	9	7	0	1	0
*Other Food Service – P1	31	21	0	0	0	0	0	0
*Other Food Service – P2	173	27	0	0	0	0	0	0
*Other Food Service – P3	94	9	0	0	0	0	0	0
*Other Food Service – P4	77	4	0	0	0	0	0	0
Total	9158	6602	448	235	306	17	56	3

*Others may include the businesses which has not been officially classified or council unable to retrieve the data based on above classification.

blank cells indicate no offences requiring enforcement action

Table 9. Number of enforcement actions by processor / manufacturer sector

Processor / manufacturer	Total businesses	No. of businesses inspected	No. of businesses requiring enforcement action	No. of written warnings issued	No. of improvement notices issued	No. of prohibition orders issued	No. of expiations issued	No. of prosecutions
Bakery products Perishable fillings processing	306	235	20	16	9	0	4	0
Baby Food processing	2	2	1	0	1	0	0	0
Beverage processing	72	27	1	1	0	0	0	0
Canned food processing	8	6	0	0	0	0	0	0
Canned food processing very small producer & high acid food	31	11	0	0	0	0	0	0
Chocolate processing	7	3	0	0	0	0	0	0
Chocolate processing small producer	31	10	1	1	0	0	0	0
Cereal processing	405	171	8	8	0	0	0	0
Confectionary processing	122	39	1	1	0	0	0	0
Cook-Chill food Short shelf-life processing	14	9	0	0	0	0	0	0
Cook-chill food extended shelf life processing;	9	6	0	0	0	0	0	0
Cook-frozen food processing	13	7	0	0	2	0	0	0
Dairy processing (not including soft cheese)	16	9	1	1	0	0	0	0
Dairy processing - Soft cheese processing	2	0	0	0	0	0	0	0
Egg Processing	7	1	0	0	0	0	0	0
Fruit and Vegetables processing	24	17	1	0	3	0	0	0
Fruit and vegetable processing frozen	2	2	0	0	0	0	0	0
Fruit and vegetable processing frozen Blanch/small producer	26	8	4	4	0	0	0	0

Note. Table continued over

Table 9 cont. Number of enforcement actions by processor / manufacturer sector

Processor / manufacturer	Total businesses	No. of businesses inspected	No. of businesses requiring enforcement action	No. of written warnings issued	No. of improvement notices issued	No. of prohibition orders issued	No. of expiations issued	No. of prosecutions
Fruit and vegetable Juice Unpasteurised processing	4	4	0	0	1	0	0	0
Fruit juice, Pasteurisation processing, Shelf stable processing	0	0	0	0	0	0	0	0
Fruit juice Pasteurisation processing, Shelf stable processing Small producer	3	1	0	0	0	0	0	0
Meat Processing, Abattoir/ Boning Room	8	3	0	0	0	0	0	0
Meat Processing, Fermented meat Processing, Small Goods Processing	9	2	0	0	0	0	0	0
Oils and fats processing	32	7	0	0	0	0	0	0
Peanut Butter processing	0	0	0	0	0	0	0	0
Peanut Butter processing Small Producer	5	1	0	0	0	0	0	0
Poultry processing	4	2	1	2	0	0	1	0
Snack chips processing	5	4	0	0	0	0	0	0
Spices and dried herbs processing	9	2	0	0	0	0	0	0
Spices and dried herbs processing small producer	24	7	1	1	0	0	0	0
Sushi processing	17	13	2	0	2	0	0	0
Vegetables in oil processing	16	10	0	0	0	0	0	0

Note. Table continued over

Table 9 cont. Number of enforcement actions by processor / manufacturer sector

Processor / manufacturer	Total businesses	No. of businesses inspected	No. of businesses requiring enforcement action	No. of written warnings issued	No. of improvement notices issued	No. of prohibition orders issued	No. of expiations issued	No. of prosecutions
Other Processor/Manufacturers- P1	3	3	0	0	0	0	0	0
Other Processor/Manufacturers- P2	4	2	0	0	0	0	0	0
Other Processor/Manufacturers- P3	4	1	0	0	0	0	0	0
Other Processor/Manufacturers- P4	2	2	0	0	0	0	0	0
Total	1373	699	50	39	25	0	5	0

*Others may include the businesses which have not been officially classified or council unable to retrieve the data based on above classification.

Table 10. Number of enforcement actions by food transport sector

Food Transporter	Total businesses	No. of businesses Inspected	No. of businesses requiring enforcement action	No. of written warnings issued	No. of improvement notices issued	No. of prohibition orders issued	No. of expiations issued	No. of prosecutions
Bulk flour storage distributor	3	1	0	0	0	0	0	0
Bulk milk collection distributor	0	0	0	0	0	0	0	0
Dairy produce distributor	12	5	0	0	0	0	0	0
Dry goods and beverages distributor	54	5	0	0	0	0	0	0
Frozen food distributor	21	15	0	0	2	0	0	0
Fruit and vegetables distributor	20	5	0	0	0	0	0	0
Perishable ready to eat, packaged, medium risk food distributor	22	12	0	0	0	0	0	0
Perishable, ready to eat, packaged, high risk food distributor	34	22	0	0	0	0	0	0
Processed meat distributor	2	0	0	0	0	0	0	0
Seafood distributor	9	4	0	0	0	0	0	0
Other Food Transporters- P1	1	1	0	0	0	0	0	0
Other Food Transporters- P2	1	0	0	0	0	0	0	0
Other Food Transporters- P3	13	1	0	0	0	0	0	0
Other Food Transporters- P4	0	0	0	0	0	0	0	0
Total	192	71	0	0	2	0	0	0

**Table 11. Enforcement actions by number - referenced to Standard 3.2.1
(Food Safety Program)**

Reason for enforcement activity	Written warnings	Improvement notices	Prohibition orders	Expiations	Prosecutions
FSP not prepared, implemented, maintained and monitored	3	5			
FSP not audited at the frequency determined by the auditor					
FSP not revised so as to comply with the regulations					
FSP audit report not retained by business for four years	1				
Total	4	5			

blank cells indicate no offences requiring enforcement action

Prosecution Register

The [SA Health website](#) details businesses or individuals that have been found guilty by a Court of a breach of the *Food Act 2001*. The website provides information to the community about successful Food Act prosecutions undertaken by local councils and the Department - the most serious action available.

Since the last reporting period two additional businesses have been added to the prosecution register and two businesses removed as the period of notification has expired.

Appendix 2: Food Outbreak Investigations 2017-18

An **outbreak** is defined as an event where two or more people experience a similar illness after eating a common meal or food and epidemiological and/or microbiological evidence indicates the meal or food as the source of the illness.

Outbreak No. 1: Cryptosporidiosis – Primary Production

An increase in cases of cryptosporidiosis was noted in a metropolitan region of Adelaide, prompting investigation with hypothesis generating interviews. Seven cases of cryptosporidiosis reported consumption of raw (unpasteurised) milk in their incubation period; five of which named a common source for the milk (two declined to provide details). In a binomial probability analysis conducted comparing the proportion of unpasteurised milk consumption in South Australian cases of cryptosporidiosis interviewed between 1 June and 21 July 2017 with what would normally be expected in the general healthy population (using data from the Victorian Food Frequency survey), the likelihood (p value) that 7 of 50 cases consumed unpasteurised milk due to chance alone was 0.0001, or 1 in 10 000. Several samples of the raw milk were submitted for microbiological testing and standard plate counts, coliforms and *Escherichia coli* (*E. coli*) counts (indicator organisms) exceeded Standard 1.6.1 Microbiological limits in food, under the *Food Standards Australia New Zealand Act 1991*. No pathogens were identified. A South Australian consumer level recall of raw cow's milk was co-ordinated by Food Standards Australia New Zealand (FSANZ) on 22 July 2017 following online and farm gate sale of the milk. Orders were issued to the vendor under both the *Food Act 2001* (SA) and the *South Australian Public Health Act 2011* to mitigate the risk posed to public health from the sale of raw cow's milk.

Outbreak No. 2: *Salmonella* Typhimurium 135 – Take away

Four cases of *Salmonella* Typhimurium phage type 135 (STm 135) (MLVA 03-14-10-08-523) reported purchasing meals from the same take away vendor and consuming the meals at home. Meals included a variety of stir fry dishes including different meats, vegetables and rice or noodles. Three of the cases reported purchasing the meals in the same two day period and one case was unable to recall the date of purchase. Two cases purchased additional meals that they stored in their freezer at home. Two leftover frozen meals (a beef and black bean dish, and a chicken satay and rice dish) from two separate cases were submitted for testing. STm 135 (MLVA 03-14-10-08-523) was identified in the beef and black bean dish. The chicken satay dish did not detect *Salmonella*. The council environmental health officer (EHO) inspected the premises in response to the salmonellosis cases and identified cross contamination risks within the kitchen. The premises ceased the use of raw eggs in their kitchen.

Outbreak No. 3: *Campylobacter*– Restaurant

Reports of gastroenteritis were received from two separate groups that attended the same restaurant one day apart. Five of ten people were ill from one group and eight of nine were ill from the second group. Two of 13 ill people were confirmed with *Campylobacter* infection. Both groups ate shared platters with charcuterie, olives, duck terrine, chicken pate, cornichons and hummus. An inspection of the premises identified inadequate cooking of the chicken pate and *Campylobacter coli* was detected in pate collected from the premises.

Outbreak No. 4: *Salmonella* Newport – Take away

Twelve cases of *S. Newport* reported consumption of pork and/or chicken Vietnamese rolls from a take away restaurant. Cases ate food from the venue between 18 October and 27 November 2017. Several food and environmental samples were submitted and all were negative for *Salmonella*. The environmental inspection identified issues with cleaning, storage, and skills and knowledge around food handling.

Outbreak No. 5: *Salmonella* Typhimurium 9 – Take away

Nineteen cases of STm phage type 9 (MLVA 03-22-16-10-523) reported consumption of sushi from a single premises. The majority of cases (seventeen or 90%) consumed cooked tuna sushi rolls, with others reporting consumption of chicken sushi rolls. The median age of cases was seven years (range two to 49 years) and eight cases were hospitalised (42%). An EHO inspected the premises and issues were identified with cleaning, sanitisation, temperature control and cross contamination. Several food and environmental samples were submitted and all were negative for *Salmonella*. Eggs were the suspected source of the outbreak.

Outbreak No. 6: *Salmonella* Typhimurium 135 – Bakery

Seventy-three people with gastroenteritis were associated with an outbreak at a bakery. Sixty-nine of the cases were confirmed *Salmonella* cases; 67 typed as STm phage type 135, (65 with MLVA 03-14-11-08-523; one with MLVA 03-14-12-08-523 and one without an MLVA type); and specimens from two others were unable to be further typed. There was one secondary case reported, in a child who lived in the same household of three others who had consumed food from the bakery and tested positive for *Salmonella*. Thirteen cases (19%) were hospitalised. One confirmed case of STm 135 died during the outbreak and the cause of death not yet known. Sixty four of the 68 primary *Salmonella* cases (96%) consumed chicken contained in sandwiches/rolls/wraps. Cases consumed food from the bakery between 12 and 24 December 2017. The environmental inspection of the premises identified significant issues with skills and knowledge in food preparation and a lack of adequate cleaning and sanitisation. The source of the *Salmonella* is suspected cross contamination with eggs. Several food and environmental samples from the premises were submitted and all were negative for *Salmonella*. Two improvement notices were issued to the bakery.

Outbreak No. 7: *Salmonella* Typhimurium phage type 9 – Restaurant

Six cases of STm 9 (MLVA 03-24-11-10-523) reported consumption of food prepared or purchased from the same restaurant over a two week period in January 2018. One household member of a case was considered a secondary case of illness, and therefore also linked to this outbreak. Three of the six cases consumed meals containing eggs from the premises. An EHO inspected the premises and an improvement notice was issued to address cleaning and sanitising issues.

Outbreak No. 8: *Salmonella* Typhimurium phage type 135 – Restaurant

Eight cases of *Salmonella* (seven typed as STm 135 with MLVA 03-14-10-08-523 and one as *Salmonella* not further typed with no culture isolated for the case) reported consumption of food from the same restaurant over a one week period in January 2018. Cases consumed a variety of foods including seafood, steak, pork, chicken, vegetables and salads. Fifty per cent of cases were hospitalised. An EHO inspected the premises and identified cleaning and temperature control issues. Food and environmental samples were submitted with no *Salmonella* detected.

Outbreak No. 9: *Salmonella* Typhimurium phage type 44 – Take away/Commercial caterer

Twenty-seven cases of STm 44 (MLVA 03-10-08-09-523) reported consumption of food purchased from the same take away venue or attended events catered by the food business. Foods eaten by cases included sandwiches, wraps, salads and dipping sauces, all of which included raw egg mayonnaise as an ingredient. An EHO inspected the premises and identified issues with cleaning and sanitising. Several food and environmental samples were positive for STm 44. A prohibition order was served and the venue was closed between 5 and 13 March 2018. The business also reported that they would cease production of raw egg mayonnaise and use a commercial product instead.

Outbreak No. 10: *Salmonella* Typhimurium phage type 12a – Private residence

A foodborne outbreak was identified at a private residence with five people reporting gastroenteritis after a meal with common foods served on two consecutive nights in February 2018. Three attendees were confirmed with STm 12a (MLVA 05-15-17-09-490). Foods served at both meals included vegetarian lasagne, salad, roast capsicum and lemon parfait made with raw eggs.

Outbreak No. 11: *Campylobacter jejuni* – Primary production

Five people from the same institution were notified with *Campylobacter* in January and February 2018 (two cases had cultures isolated that were further typed as *C. jejuni*, and three were unable to be further typed). Routine EHO inspections of the main kitchen facility had not identified any issues and areas where individuals were able to prepare food were inspected and no issues identified. The institution had an on-site dairy where several residents worked and it was reported that unpasteurised cream was unaccounted for; it was suspected that residents were consuming unpasteurised milk and/or cream. Advice on the risks of consuming unpasteurised milk products were provided to the facility by an EHO.

Outbreak No. 12: *Salmonella* Typhimurium phage type 135a – Aged Care Facility

There were six cases of *Salmonella* in an aged care facility of 86 residents, all typed as *Salmonella* Typhimurium (STm) phage type 135a. Two confirmed cases had co-infections, one with STm 193 and one with STm 135. All seven STm isolates were the same MLVA pattern of 03-12-07-11-523. Onset dates ranged from 2 to 11 April 2018. A site visit was conducted by an epidemiologist and only one additional case of gastroenteritis was identified in the facility that did not have a specimen submitted at the time of their illness. Unwell cases were all on a normal diet and had some social links. Multiple food items were in common to the unwell cases as they ate from a common menu at the facility. Cases were spread in three of the four sections of the facility. Multiple environmental inspections were conducted that identified some potential issues in the kitchen with cross contamination, egg handling and hand washing. Multiple food and environmental samples were taken and *Salmonella* was not detected.

Outbreak No. 13: Hepatitis A genotype IB – Primary production

An increase in locally acquired hepatitis A was reported in several jurisdictions in Australia and a multijurisdictional outbreak investigation (MJOI) was undertaken, led by New South Wales. Nationally there were 30 confirmed cases linked to the outbreak with genotype IB and a common sequence type as determined by whole genome sequencing and phylogenetic analysis. Descriptive, microbiological (identification of hepatitis A virus in sampled product) and statistical evidence linked cases to consumption of frozen pomegranate arils and a national consumer level recall of the implicated product was undertaken on 7 April 2018. In South Australia, two cases of hepatitis A genotype IB were identified with the outbreak sequence. One South Australian case died and has been referred to the coroner.

Outbreak No. 14: *Salmonella* Havana – Primary production

Thirty-one cases of *Salmonella* Havana were notified in South Australian residents between 1 June and 16 July 2018. Thirteen cases reported eating at the same hotel and reported consumption of a variety of different hot meals and food from the salad bar. An environmental inspection of the hotel identified alfalfa sprouts were served as a garnish on all hot meals, along with snow pea shoots and mesculin lettuce. A further eight cases of *S. Havana* reported alfalfa sprouts as a common food item consumed prior to illness. A case-control study was conducted on 20 June 2018 (prior to a media release), including a total of 18 cases and 54 controls. Analysis of the case-control data identified an odds ratio of 26 (95% confidence intervals 2.62 – 1217.6, $p=0.001$) for exposure to alfalfa sprouts. Trace back identified two South Australian producers of alfalfa sprouts. Food and environmental sampling was conducted including samples from retail venues and at the sprout producer. Several alfalfa sprout samples from one sprout producer were positive for *S. Havana* and *S. Oranienburg*. A consumer level recall of one brand of alfalfa sprouts occurred on 20 June 2018 with a media release and public health alert issued.

Outbreak No. 15: *Listeria monocytogenes* sequence type 3 – Commercial caterer

National *Listeria monocytogenes* genomic analysis received in June 2018 reported that the most recent South Australian case from May 2018 was sequence type 3 and potentially related to two other South Australian case isolates from outside the previous six months; one in 2011 and one in 2014. There were no interstate human isolates related to this group. All three cases had consumed food from the same catering service. In 2011, a food isolate and three environmental isolates from the food service detected *Listeria monocytogenes* sequence type 3. The food and environmental isolates underwent whole genome sequencing and phylogenetic analysis in July 2018 and were also reported as potentially related to the three human isolates. An inspection of the food service was conducted and the investigation is ongoing at the time of reporting.

Appendix 3: Annual Reports by Enforcement Agencies under the *Safe Drinking Water Act 2011*

Reports commence page 56

City of Adelaide

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Adelaide Hills Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Kimberley Pearson Level 3	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Adelaide Plains Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
David Cowell Sect 34 Safe drinking water act	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Alexandrina Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Karen Rokicinski	General Manager Engineering and Environment	No
Cassie Tuck	Manager Health, Environment and Community Safety	No
Luke McCumiskey	Environmental Health Officer	No
Alison Kroner	Environmental Health Officer	No
Kye Rees	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
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Nil		
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6 Consultation and Education

Nil

7 Other activities

Nil

Barossa Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Gary Mavrinac Planning qualifications	Director Development & Environmental Services	No
Steve Carroll Associate Diploma in Health Surveying. SA Health Approved Food Safety Auditor (National).	Manager Health Services	No
Karen Watson Bachelor of Applied Science (Env. Health) Flinders University	Environmental Health Officer	No
Joel Bray Bachelor of Science University of Adelaide, Graduate Diploma Environmental Health Queensland University of Technology	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Booth Transport	21 June 2018	Steve Carroll
Valley Wine Tankers	22 June 2018	Steve Carroll

3 Fees for audits and inspections

\$118.00

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Barunga West Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Jan Truter- accredited Food Auditor	Environmental Health Officer	Yes- Copper Coast Council

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Berri Barmera Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Rebecca Burton	Environmental Health Officer	No
Chris Congdon	Environmental Health Officer	Yes, Tatiara District Council
Dara Clayton	Environmental Health Officer	Yes, District Council of Loxton Waikerie
Catie McCarthy	Environmental Health Officer	Yes, City of Mitcham

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Ceduna

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Denvir Moses ND Public Health NHD Environmental Health	Manager Environmental Services	Yes DC Streaky Bay, Wudinna DC, DC Elliston

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

City of Charles Sturt

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Clare and Gilbert Valleys Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Cleve

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Coober Pedy

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Lindsay de Veth 0408 890 150	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil	Nil	

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Coorong District Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Caroline Thomas Bachelor Degree in Environmental Health	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Copper Coast Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Jan Truter	Environmental Services Coordinator	Yes – District Council of Barunga West

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Eastern Health Authority
City of Norwood Payneham and St Peters
Campbelltown City Council
City of Burnside
City of Prospect
Town of Walkerville

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Elliston

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Denvir Moses ND Public Health NHD Environmental Health	Manager Environmental Services	Yes DC Streaky Bay, DC Ceduna, Wudinna DC

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Flinders Ranges Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Brian Sickles BAppSc(ENVH) Flinders	EHO	Yes Port Pirie Regional Council District Council of Orroroo Carrieton

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Franklin Harbour

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Paula Matters Approved Auditor – Level 2 under the Safe Drinking Water Act 2011	Environmental Health Officer	Yes – Casual only at District Council of Franklin Harbour (Full time City of Tea Tree Gully)

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Town of Gawler

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Regional Council of Goyder

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Grant

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nicole Dodds (Bachelor of Science – Env Health)	Environmental Health Manager	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Education given at time of normal food inspection or as required for new food premises.

7 Other activities

Nil

The City of Holdfast Bay

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Kangaroo Island Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Raimondo Pasetto	Environmental Health Officer	No
Steve Ryles	Environmental Health Officer & Building Surveyor	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Have advised several food businesses to contact the Water Quality Unit at SA Health for advice on the application of the SDW Act to their businesses.

7 Other activities

Regarding food businesses: Check documentation relating to water testing or exemptions from such, routinely when conducting Australian Food Safety Assessments.

District Council of Karoonda East Murray

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Julie Savill Bachelor of Environmental Health Authorised officer under the Safe Drinking Water Act 2011 Approved Auditor Level 2	Environmental Health Officer	Rural City of Murray Bridge and Mid Murray Council. Also provide EHO support to Southern Mallee Council.

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Kimba

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Paula Matters Approved Auditor – Level 2 under the Safe Drinking Water Act 2011	Environmental Health Officer	Yes – Casual only at District Council of Kimba (Full time City of Tea Tree Gully)

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Kingston District Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Ana Catarina Santos Bachelor of Applied Science – majoring in Environmental Health - Swinburne University	EHO	Yes. Full Time – job share with Robe and Kingston Councils. One (1) day a week in Kingston District Council

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

During the routine inspections of food businesses, fact sheets were provided to owners.

7 Other activities

Council owns buildings that have rainwater as their drinking water supply. These buildings include, Works Depot, Council Office, Council owned Caravan Park, Seniors Citizens Centre, Kingston Medical Clinic, airport, and sailing club.

Council has implemented an Annual Rainwater Testing Program.

Late January, Council undertook rainwater samples of all the rainwater tanks to determine suitability. A total of ten (10) samples were taken on 31st January 2018. All samples were sent to IMVS laboratory to check for potability. There were three (3) samples that were found to have *E.coli* counts. Readings varied from 3 to 2,400 organisms were detected. All four (4) tanks were decontaminated. Further testing was conducted on these rainwater tanks. The decontamination procedure was effective as no further reading of *E.coli* was detected on these samples.

Light Regional Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Consultation undertaken with proprietries of food business as required.

7 Other activities

Nil

District Council of Lower Eyre Peninsula

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Emma McDonald	Manager Environmental Services	Yes. Employed by the District Council of Tumby Bay and undertakes contract work for DCLEP as required.
Aaron Price	Environmental Health Officer	Yes. Employed by the City of Port Lincoln and undertakes contract work for DCLEP as required.

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Loxton Waikerie

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Council has responded to customer enquiries regarding the safety and supply of drinking water in consultation with SA Health.

7 Other activities

Nil

City of Marion

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Mid Murray Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Tom McKellar Graduate Diploma in Environmental Health Practice Authorised Officer under the Safe Drinking Water Act 2011	EHO	No
Julie Savill Bachelor of Environmental Health Authorised Officer under the Safe Drinking Water Act 2011 Approved Auditor Level 2	EHO	Yes – Rural City of Murray Bridge
Michael Wilkop Bachelor of Environmental Health Authorised Officer under the Safe Drinking Water Act 2011	EHO	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Advice regarding the care and maintenance of rainwater is provided upon request and also made available through the Councils three offices.
Safe Drinking Water Act also covered in all of Council's Food Safety Training sessions.

7 Other activities

Nil

City of Mitcham

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Mount Barker District Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Jamie Tann Bachelor applied Science (Environmental Health) (University of Western Sydney) RABQSA Level 4 High Risk Auditor	Manager, Health & Public Safety	No
Tony Pearson Diploma of Applied Science (Environmental Health) RABQSA Level 4 High Risk Auditor	Environmental Health Officer	No
Nicole Fox Bachelor of Health Science Nutrition/ Graduate Diploma Environmental Health Practice(Flinders University)	Environmental Health Officer	No
Alex Hodge Bachelor of (Environmental Health) (Flinders University)	Environmental Health Officer	No
Hannah Johansen Bachelor of (Environmental Health) (Flinders University) RABQSA Level 4 High Risk Auditor	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Meadows Hotel 83 Mawson Road Meadows SA 5201	10/05/2018	Tony Pearson
Longview Vineyards 154 Pound Road Macclesfield SA 5153	17/05/2018	Tony Pearson

Macclesfield Hotel 31 Venables Street Macclesfield SA 5153	22/06/2018	Tony Pearson
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3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

City of Mount Gambier

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Heather Reilly	EHO	No
Greg Andrews	Consulting EHO	Not is SA

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Information on Council website During Food Inspections

7 Other activities

Nil

District Council of Mount Remarkable

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Mark Smith DHA Approved Auditor No AWQ014. Pursuant to Section 15(1) of the Safe Drinking Water Act 2011)	Environmental Health Officer	Contracted to Peterborough Council one (1) day per week up to 28 th June 2018

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Mount View Homes (aged Care Facility) Booleroo Centre	27 th March 2018	Mark Smith

3 Fees for audits and inspections

As per Council's Scheduled Charges

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Council's EHO continues to provide information to guest accommodation and food business operators relating to the provision of safe and suitable water supplies.

Council's EHO continues to provide educational information to hotels, guest houses, caravan parks, etc. on the safe and suitable use of rainwater for drinking purposes.

7 Other activities

Council's EHO continues to support yearly educational sessions for food sector and public health sector businesses.

Food Safety and Public Health Information Sessions run by Council's EHO incorporates a learning segment in relation to the safe and suitable delivery of rainwater for drinking purposes. These information sessions outline the requirements of the Safe Drinking Water Act including capture, storage, maintenance and delivery of rainwater for drinking purposes.

Council currently have one (1) registered drinking water system in operation within the Township of Melrose. This is a Council driven 'Public Health Partnership' initiative working with the business community.

Naracoorte Lucindale Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Catherine McCarthy	Environmental Health Officer	Yes, Mitcham Council
Christopher Congdon	Environmental Health Officer	Yes, Tatiara Council

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Northern Areas Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Alan Thomson	Environmental Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil	Nil	Nil

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

City of Onkaparinga

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Stuart Dearden BSc (Environmental Health; Hons) & SA Health-approved Food Safety Auditor	Environmental Health Officer	No
Tricia Franks BSc, Graduate Diploma in Environmental Health Practice & SA Health-approved Food Safety Auditor	Environmental Health Officer, Food Safety Auditor (approved by SA Health)	No
Nicole Moore Bachelor of Environmental Health	Team Leader Community Health	No
Jodi-Anne Smith Bachelor of Environmental Health	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Chapel Hill Winery	Scheduled inspection; 14 May 2018	Tricia Franks (joint inspection with SA Health)
D'Arenberg Winery	Scheduled inspection; 16 May 2018	Tricia Franks

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Ongoing ad hoc education of affected businesses.
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7 Other activities

<p>Tricia Franks has been involved with Renay Cooke's Safe Drinking Water Act Working Group.</p> <p>Our council keeps a register of businesses that are exempt from registration.</p>

District Council of Orroroo Carrieton

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

City of Playford

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Stephanie Manuel (Graduate Diploma in Environmental Health Practice) *Inspector – Level 3 pursuant to Section 15(1) of the Safe Drinking Water Act 2011	Environmental Health Officer	No
Amy Colquhoun (Graduate Diploma in Environmental Health Practice) *Inspector – Level 3 pursuant to Section 15(1) of the Safe Drinking Water Act 2011	Environmental Health Officer	No
Callum Brady (Bachelor of Environmental Health)	Environmental Health Officer	No
Willbur Colaco (Graduate Diploma in Environmental Health Practice)	Environmental Health Officer	No
Tina Simos (Graduate Diploma in Environmental Health Practice)	Environmental Health Officer	No
Kate Knight (Bachelor of Environmental Health)	Environmental Health Officer	No
Amedeo Fioravanti (Associate Diploma in Environmental Health)	Manager – Health and Immunisation	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Monitoring food businesses during routine food inspections to determine if they are using alternative water sources and if necessary providing information on the requirements under the Safe Drinking Water Act.

7 Other activities

Nil

City of Port Adelaide Enfield

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Port Augusta City Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Scott Parsons	Manager Environmental Health Services	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

City of Port Lincoln

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Aaron Price Graduate Diploma in Environmental Health Practice	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
SA Water Corporation	26/06/2018	SA Water was notified of the complaint/concerns on the same day. The issue may not implicate the SA Water supply, as it could be a rainwater source. The matter is still under investigation.

6 Consultation and Education

Nil

7 Other activities

Nil

Port Pirie Regional Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Renmark Paringa Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Katina Nikas	EHO	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Robe

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Ana Catarina Santos Bachelor of Applied Science – majoring in Environmental Health - Swinburne University.	EHO	Yes. Full Time – job share with Robe and Kingston Councils. One (1) day a week in District Council of Robe

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

During the routine inspections of food businesses, fact sheets were provided to owners explaining the commencement of the Act and its requirements.

7 Other activities

There are a number of Council owned buildings such as the Works Depot, Council owned Caravan Park, Casuarina Lodges – rental units, sports grounds – netball, golf, football, that are connected to rainwater tanks.

Council has implemented an annual rainwater testing Program of all their rainwater tanks.

On 20th February 2018, a total of four (4) samples were taken and sent to IMVS laboratory to check for potability. Council has reduced the number of sampling required, as the units at Casuarina Lodge are no longer needed to be monitored, as rainwater tank has been declared for use only for the garden. The units are serviced by reticulated SA water mains.

There were four (4) rain tanks that were found empty at the time of collecting samples, these tanks will be re-visited and samples will be taken in due course.

Municipal Council of Roxby Downs

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Rural City of Murray Bridge

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Philip Eckert	Team Leader Regulation	No
Jeremy Byrnes	Senior Environmental Health Officer	No
Julie Savill	Environmental Health Officer	Yes, Mid Murray Council
Emily Smith	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Advice regarding the care and maintenance of rainwater is provided upon request and made available through the Local Government Centre and the Murray Bridge Library. Safe Drinking Water Act covered in all of Council's Food Safety Training sessions.

7 Other activities

Riverglen water supply

Weekly water samples (treated & untreated) are taken from the Riverglen water treatment plant and submitted to SA Pathology for analysis in accordance with the Australian Drinking Water Guidelines. Untreated river water and final treated water is taken for analysis. All results satisfactory.

Woodlane water supply

Monthly water samples taken from Woodlane reticulated supply at Mypolonga and submitted to SA Pathology for analysis. Water is supplied by SA Water to storage tanks and distributed via a reticulation system owned and operated by the Rural City of Murray Bridge. All results satisfactory.

City of Salisbury

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Southern Mallee District Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Philip Eckert	Team Leader Regulation	Yes – Rural City of Murray Bridge
Jeremy Byrnes	Senior Environmental Health Officer	Yes – Rural City of Murray Bridge
Julie Savill	Environmental Health Officer	Yes – Rural City of Murray Bridge & Mid Murray Council
Emily Smith	Environmental Health Officer	Yes – Rural City of Murray Bridge

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Advice regarding the care and maintenance of rainwater is provided upon request and made available through the Local Government Centres

7 Other activities

Nil

District Council of Streaky Bay

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Denvir Moses ND Public Health NHD Environmental Health	Manager Environmental Services	Yes Wudinna DC, DC Ceduna, DC Elliston

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Rick Matthews Ice Manufacturer Streaky Bay ricknjunemattthews@bigpond.com ; Mob 0407817441	25 Jan 2018	Followed up an Ice Manufacturer using rainwater who was not registered (30 Jan 2018).

6 Consultation and Education

Nil

7 Other activities

Nil

Tatiara District Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Chris Congdon BEnvHlth, Dip Bus National Food Safety Auditor Safe Drinking Water Act Auditor	Environmental Health Officer	Yes, Naracoorte Lucindale Council and Berri Barmera Council

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

\$191/hr

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

City of Tea Tree Gully

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council Tumby Bay

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

City of Unley

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Kelly Gregory Bachelor of Science (Environmental Health) - Flinders University Diploma of Quality Auditing	Senior Environmental Health Officer	No
David Sboro Bachelor of Science (Environmental Health) - Flinders University Diploma of Quality Auditing	Environmental Health Officer	No
Nada Kayal Graduate Diploma in Environmental Health Practices – Flinders University Diploma of Quality Auditing	Environmental Health Officer	No
Angela Sorger Bachelor of Science (Environmental Health) – Flinders University Diploma of Quality Auditing	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

City of Victor Harbor

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Julie Morton Bachelor Of Science in Environmental Science Post Graduate Diploma in Environmental Health Practice	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Wakefield Regional Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Kaylie Baker (Bachelor of Science and Graduate diploma in environmental health practices)	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Wattle Range Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Ana Catarina Santos Bachelor of Applied Science – majoring in Environmental Health - Swinburne University	EHO	Yes. Full Time – but job share with Robe and Kingston Councils. Three (3) days a week in Wattle Range Council

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

During the routine inspections of food businesses, fact sheets were provided to owners explaining the commencement of the Act and its requirements.

7 Other activities

Council has many owned buildings throughout the Region, such as all the Works Depots in various towns – Penola, Millicent, Beachport and Kalangadoo, caravan parks in Beachport and Southend, halls and sports grounds in various townships, all being connected to rainwater tanks.

Council has previously undertaken annual rainwater samples of all the rainwater tanks, to determine suitability of potable water. However, this year, there were no samples taken for testing.

City of West Torrens

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Nil		

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Whyalla City Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Samantha Bowman Bachelor of Environmental Health	Manager Environmental Health and Regulatory Services	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

Wudinna District Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Denvir Moses ND Public Health NHD Environmental Health	Manager Environmental Services	Yes DC Streaky Bay, DC Ceduna, DC Elliston

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Nil

District Council of Yankalilla

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Kim Vivian Inspector, Level 3	Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
JA & JL Solly Water Cartage	21 June 2018	Kim Vivian

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Accompanied SA Health Senior Scientific Officer on audit of Rapid Bay Primary School
--

Yorke Peninsula Council

Safe Drinking Water Act Annual Report 2017-2018

Activities under the Act

1 Appointment of authorised officers under the Safe Drinking Water Act

Name of authorised officer & qualifications (including auditing qualifications)	Position Title	Does the authorised officer work for more than one council? Provide details
Allan Cotton	Senior Development Officer/ Environmental Health Officer	No

2 Audits and inspections

Trading name of drinking water provider	Date of audit/inspection	Name of auditor/inspector
Nil		

3 Fees for audits and inspections

Nil

4 Enforcement activities

Nil

5 Drinking water related complaints

Trading name of drinking water provider	Date complaint received	Details of follow-up /investigation, etc
Nil		

6 Consultation and Education

Nil

7 Other activities

Advice on request

Appendix 4: Audited financial statements 2017-18

Audited Financial Statements commence page 141



Our ref: A18/078

21 September 2018

Dr C McGowan
Chief Executive
Department for Health and Wellbeing
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Dear Dr McGowan

**Audit of the Department for Health and Wellbeing for the year to
30 June 2018**

We have completed the audit of your accounts for the year ended 30 June 2018. Three key outcomes from the audit are the:

- 1 Independent Auditor's Report on your agency's financial report
- 2 opinion on your financial controls
- 3 audit management letters recommending you address identified weaknesses.

1 Independent Auditor's Report

We are returning the financial statements for the Department for Health and Wellbeing, with the Independent Auditor's Report. This report is unmodified.

My annual report to Parliament indicates that we have issued an unmodified Independent Auditor's Report on your financial statements.

2 Opinion on financial controls

In my opinion, the controls exercised by the Department for Health and Wellbeing in relation to the receipt, expenditure and investment of money, the acquisition and disposal of property and the incurring of liabilities, except for matters raised in relation to:

- procurement and contract management
- accounts payable
- governance and accountability
- medical officer professional development
- payroll
- IT general controls.

are sufficient to provide reasonable assurance that the financial transactions of the Department for Health and Wellbeing have been conducted properly and in accordance with law.

For official use only

3 Audit management letters

During the year, we sent you audit management letters detailing the weaknesses we noted and improvements we considered you need to make.

We have received responses to our letters and will follow these up in the 2018-19 audit.

I have also included summary comments about these matters in my annual report. These identify areas we assessed as not meeting a sufficient standard of financial management, accounting and control.

What the audit covered

Our audits meet statutory audit responsibilities under the *Public Finance and Audit Act 1987* and the Australian Auditing Standards.

Our audit covered the principal areas of the agency's financial operations and included test reviews of systems, processes, internal controls and financial transactions. Some notable areas were:

- payroll
- accounts payable
- procurement
- contract management
- cash
- general ledger
- funding to health services
- funding to non-government organisations
- interstate transfers
- non-current assets
- inventory management
- revenues from the Commonwealth
- insurance services
- IT systems controls
- professional development entitlements.

Particular attention was given to the key assumptions included in the revaluation of property, plant and equipment, staff benefits and workers' compensation as at 30 June 2018. We concluded that the financial report was prepared in accordance with the financial reporting framework in this respect.


Opportunities for improvement

We will write to you separately about areas for improvement regarding the financial report preparation process.

For official use only

I would like to thank the staff and management of your agency for their assistance during this year's audit.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Richardson', with a long horizontal flourish extending to the right.

Andrew Richardson
Auditor-General

enc



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To the Chief Executive Department for Health and Wellbeing

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987*, I have audited the financial report of the Department for Health and Wellbeing and the consolidated entity comprising the Department for Health and Wellbeing and its controlled entities for the financial year ended 30 June 2018.

Opinion

In my opinion, the accompanying financial report gives a true and fair view of the financial position of the Department for Health and Wellbeing and its controlled entities as at 30 June 2018, its financial performance and its cash flows for year then ended in accordance with the Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2018
- a Statement of Financial Position as at 30 June 2018
- a Statement of Changes in Equity for the year ended 30 June 2018
- a Statement of Cash Flows for the year ended 30 June 2018
- notes, comprising significant accounting policies and other explanatory information
- a Certificate from the Chief Executive and the Acting Chief Finance Officer.

Basis for opinion

I conducted the audit in accordance with the *Public Finance and Audit Act 1987* and Australian Auditing Standards. My responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial report' section of my report. I am independent of the Department for Health and Wellbeing and its controlled entities. The *Public Finance and Audit Act 1987* establishes the independence of the Auditor-General. In conducting the audit, the relevant ethical requirements of APES 110 Code of Ethics for Professional Accountants have been met.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of the Chief Executive for the financial report

The Chief Executive is responsible for the preparation of the financial report that gives a true and fair view in accordance with the Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and that is free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the audit of the financial report

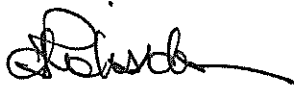
My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Chief Executive
- evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

My report refers only to the financial report described above and does not provide assurance over the integrity of electronic publication by the entity on any website nor does it provide an opinion on other information which may have been hyperlinked to/from the report.

I communicate with the Chief Executive about, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.

A handwritten signature in black ink, appearing to read 'Andrew Richardson', with a stylized flourish extending from the end.

Andrew Richardson

Auditor-General

21 September 2018

Certification of the financial statements

We certify that the:

- financial statements of the Department for Health and Wellbeing:
 - are in accordance with the accounts and records of the authority; and
 - comply with relevant Treasurer's instructions; and
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the authority at the end of the financial year and the result of its operations and cash flows for the financial year.
- Internal controls employed by the Department for Health and Wellbeing over its financial reporting and its preparation of the financial statements have been effective throughout the financial year.



Christopher McGowan
Chief Executive



Danny De Cesare
Acting Chief Finance Officer

Date 17/9/18.....

THE DEPARTMENT FOR HEALTH AND WELLBEING
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2018

		Consolidated		Parent	
	Note	2018	2017	2018	2017
		\$'000	\$'000	\$'000	\$'000
Expenses					
Employee benefits expenses	3	3,915,604	3,643,237	188,804	189,855
Supplies and services	4	1,914,955	1,736,082	513,844	479,347
Depreciation and amortisation expense	21,22	256,201	174,682	16,292	16,221
Grants and subsidies	5	42,897	39,199	5,027,564	4,403,396
Borrowing costs	6	263,186	15,106	760	1,059
Net loss from disposal of non-current and other assets	12	2,261	22,397	-	2,212
Other expenses	7	106,319	104,044	26,539	36,436
Total expenses		6,501,423	5,734,747	5,773,803	5,128,526
Income					
Revenues from fees and charges	8	588,538	592,498	343,716	360,208
Grants and contributions	9	1,768,798	1,709,031	1,427,958	1,350,022
Interest revenues	10	6,864	7,924	3,234	4,715
Resources received free of charge	11	49,865	26,484	22,486	23,616
Net gain from disposal of non-current and other assets	12	-	-	356	-
Other revenues/income	13	65,055	69,784	3,055	2,911
Total income		2,479,120	2,405,721	1,800,805	1,741,472
Net cost of providing services		4,022,303	3,329,026	3,972,998	3,387,054
Revenues from SA Government					
Revenues from SA Government	14	3,986,313	3,400,798	3,986,313	3,400,798
Total revenues from SA Government		3,986,313	3,400,798	3,986,313	3,400,798
Net result		(35,990)	71,772	13,315	13,744
Other Comprehensive Income					
Items that will not be reclassified to net result					
Changes in property, plant and equipment asset revaluation surplus		348,785	(5,980)	(2,746)	-
Items that will be reclassified subsequently to net result when specific conditions are met					
Gains or losses recognised directly in equity		2,218	39,946	-	-
Total other comprehensive income		351,003	33,966	(2,746)	-
Total comprehensive result		315,013	105,738	10,569	13,744

The net result and total comprehensive result are attributable to the SA Government as owner

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

THE DEPARTMENT FOR HEALTH AND WELLBEING
STATEMENT OF FINANCIAL POSITION
As at 30 June 2018

		Consolidated		Parent	
	Note	2018	2017	2018	2017
		\$'000	\$'000	\$'000	\$'000
Current assets					
Cash and cash equivalents	15	587,298	469,727	292,602	286,243
Receivables	16	309,078	303,981	173,569	170,200
Other financial assets	17	102,333	102,504	-	-
Inventories	18	47,995	51,599	16,053	20,999
Other assets		26	13	-	-
		1,046,730	927,824	482,224	477,442
Non-current assets classified as held for sale	19	506	18,519	506	2,594
Total current assets		1,047,236	946,343	482,730	480,036
Non-current assets					
Receivables	16	5,223	4,337	3,430	8,059
Other financial assets	17	6,088	5,999	-	-
Property, plant and equipment	21	6,042,101	5,725,336	49,853	55,298
Investment property	21	21,582	21,567	-	-
Intangible assets	22	117,606	138,336	59,081	68,312
Total non-current assets		6,192,600	5,895,575	112,364	131,669
Total assets		7,239,836	6,841,918	595,094	611,705
Current liabilities					
Payables	24	328,866	347,424	128,361	168,069
Borrowings	25	68,469	38,316	3,908	3,546
Employee benefits	26	533,059	489,189	23,204	24,517
Provisions	27	37,729	47,524	14,971	15,090
Other liabilities	28	86,958	74,928	512	461
Total current liabilities		1,055,081	997,381	170,956	211,683
Non-current liabilities					
Payables	24	25,212	28,570	19,038	13,321
Borrowings	25	2,712,733	2,770,301	3,007	6,915
Employee benefits	26	674,964	632,064	32,452	33,570
Provisions	27	189,789	146,062	105,052	91,739
Other liabilities	28	4,550	5,046	1,543	2,000
Total non-current liabilities		3,607,248	3,582,043	161,092	147,545
Total liabilities		4,662,329	4,579,424	332,048	359,228
Net assets		2,577,507	2,262,494	263,046	252,477
Equity					
Contributed capital		1,700,853	1,700,853	1,700,853	1,700,853
Asset revaluation surplus		607,377	271,797	31,163	35,401
Other reserves		46,114	43,896	-	-
Retained earnings		223,163	245,948	(1,468,970)	(1,483,777)
Total equity		2,577,507	2,262,494	263,046	252,477

The total equity is attributable to the SA Government as owner

Unrecognised contractual commitments	29
Contingent assets and liabilities	30

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

THE DEPARTMENT FOR HEALTH AND WELLBEING
STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2018
CONSOLIDATED

	Note	Contributed capital \$'000	Asset revaluation surplus \$'000	Other reserves \$'000	Retained earnings \$'000	Total equity \$'000
Balance at 30 June 2016		1,643,898	278,246	8,705	168,952	2,099,801
Net result for 2016-17		-	-	-	71,772	71,772
Gain/(loss) on revaluation of land and buildings	21	-	(5,980)	-	-	(5,980)
Gain/(loss) on revaluation of other financial assets		-	-	53	-	53
Gain/(loss) on revaluation of defined benefit fund liability		-	-	39,893	-	39,893
Total comprehensive result for 2016-17		-	(5,980)	39,946	71,772	105,738
Transfer between equity components		-	(469)	(4,755)	5,224	-
Transactions with SA Government as owner						
Equity contributions received		56,955	-	-	-	56,955
Balance at 30 June 2017		1,700,853	271,797	43,896	245,948	2,262,494
Net result for 2017-18		-	-	-	(35,990)	(35,990)
Gain/(loss) on revaluation of land and buildings	19,21	-	346,381	-	-	346,381
Gain/(loss) on revaluation of plant and equipment	21	-	2,404	-	-	2,404
Gain/(loss) on revaluation of other financial assets		-	-	127	-	127
Gain/(loss) on revaluation of defined benefit fund liability		-	-	2,091	-	2,091
Total comprehensive result for 2017-18		-	348,785	2,218	(35,990)	315,013
Transfer between equity components		-	(13,205)	-	13,205	-
Balance at 30 June 2018		1,700,853	607,377	46,114	223,163	2,577,507

PARENT

	Note	Contributed capital \$'000	Asset revaluation surplus \$'000	Other reserves \$'000	Retained earnings \$'000	Total equity \$'000
Balance at 30 June 2016		1,643,898	35,401	-	(1,497,521)	181,778
Net result for 2016-17		-	-	-	13,744	13,744
Total comprehensive result for 2016-17		-	-	-	13,744	13,744
Transactions with SA Government as owner						
Equity contributions received		56,955	-	-	-	56,955
Balance at 30 June 2017		1,700,853	35,401	-	(1,483,777)	252,477
Net result for 2017-18		-	-	-	13,315	13,315
Gain/(loss) on revaluation of land and buildings	21	-	(2,746)	-	-	(2,746)
Total comprehensive result for 2017-18		-	(2,746)	-	13,315	10,569
Transfer between equity components		-	(1,492)	-	1,492	-
Balance at 30 June 2018		1,700,853	31,163	-	(1,468,970)	263,046

All changes in equity are attributable to the SA Government as owner

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

THE DEPARTMENT FOR HEALTH AND WELLBEING
STATEMENT OF CASH FLOWS
For the year ended 30 June 2018

	Note	Consolidated		Parent	
		2018	2017	2018	2017
		\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities					
Cash outflows					
Employee benefits payments		(3,803,628)	(3,646,495)	(193,748)	(191,861)
Payments for supplies and services		(2,067,217)	(1,922,221)	(558,006)	(522,508)
Payments of grants and subsidies		(60,175)	(60,625)	(4,806,037)	(4,176,730)
Interest paid		(252,285)	(2,914)	(760)	(1,059)
Residential aged care bonds refunded		(14,698)	(16,299)	-	-
Other payments		(56,653)	(42,901)	(4,072)	(13,281)
Cash used in operations		(6,254,656)	(5,691,455)	(5,562,623)	(4,905,439)
Cash inflows					
Fees and charges		606,676	583,380	104,334	113,443
Grants and contributions		1,780,307	1,726,949	1,427,742	1,350,022
Interest received		4,624	6,301	2,568	3,736
Residential aged care bonds received		24,008	23,717	-	-
GST recovered from ATO		168,683	152,120	47,096	58,974
Other receipts		72,389	79,956	2,823	3,351
Cash generated from operations		2,656,687	2,572,423	1,584,563	1,529,526
Cash flows from SA Government					
Receipts from SA Government		3,986,313	3,400,798	3,986,313	3,400,798
Cash generated from SA Government		3,986,313	3,400,798	3,986,313	3,400,798
Net cash provided by operating activities		388,344	281,766	8,253	24,885
Cash flows from investing activities					
Cash outflows					
Purchase of property, plant and equipment		(231,616)	(303,988)	(2,464)	(9,738)
Purchase of intangibles		(4,955)	(14,958)	(1,993)	(3,967)
Purchase of investments		(4,713)	(17,561)	-	-
Cash used in investing activities		(241,284)	(336,507)	(4,457)	(13,705)
Cash inflows					
Proceeds from sale of property, plant and equipment		2,669	35,597	1,730	35,043
Proceeds from sale/maturities of investments		6,014	8,678	-	-
Cash generated from investing activities		8,683	44,275	1,730	35,043
Net cash provided by/(used in) investing activities		(232,601)	(292,232)	(2,727)	21,338
Cash flows from financing activities					
Cash outflows					
Repayment of finance leases		(34,770)	(3,320)	-	-
Repayment of borrowings		(3,546)	(3,033)	(3,546)	(3,032)
Cash used in financing activities		(38,316)	(6,353)	(3,546)	(3,032)
Cash inflows					
Capital contributions from government		-	56,955	-	56,955
Proceeds from borrowings		144	-	4,379	3,823
Cash generated from financing activities		144	56,955	4,379	60,778
Net cash provided by/(used in) financing activities		(38,172)	50,602	833	57,746

THE DEPARTMENT FOR HEALTH AND WELLBEING
STATEMENT OF CASH FLOWS
For the year ended 30 June 2018

	Note	Consolidated		Parent	
		2018	2017	2018	2017
		\$'000	\$'000	\$'000	\$'000
Net increase/(decrease) in cash and cash equivalents		117,571	40,136	6,359	103,969
Cash and cash equivalents at the beginning of the period		469,727	429,591	286,243	182,274
Cash and cash equivalents at the end of the period	15	587,298	469,727	292,602	286,243
Non-cash transactions	34				

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

THE DEPARTMENT FOR HEALTH AND WELLBEING
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2018

1. Basis of financial statements

1.1 Reporting entity

The Consolidated Entity – SA Health

The Consolidated Entity known as SA Health, consists of the following controlled entities:

- The Department for Health and Wellbeing (Parent);
- Central Adelaide Local Health Network Incorporated (includes the subsidiary Medvet Science Pty Ltd (Medvet));
- Country Health SA Local Health Network Incorporated (includes the Health Advisory Councils (HACs));
- Northern Adelaide Local Health Network Incorporated;
- Southern Adelaide Local Health Network Incorporated;
- Women's and Children's Health Network Incorporated; and
- SA Ambulance Service Inc (includes SA Ambulance Development Fund).

Refer to note 32 for information on the Consolidated Entity's joint arrangements (ventures and operations) and structured entity.

The Consolidated Entity operates within the *Public Sector Act 2009* and the *Health Care Act 2008*.

The consolidated financial statements have been prepared in accordance with AASB 10 *Consolidated Financial Statements*. Consistent accounting policies have been applied and all inter-entity balances and transactions arising within the Consolidated Entity have been eliminated in full.

The Department for Health and Wellbeing (the Department) – Parent Entity

The Department is a government department of the State of South Australia, established pursuant to the *Public Sector Act 2009*. The Department is an administrative unit acting on behalf of the Crown.

Administered items

The Department has administered activities and resources. Transactions and balances relating to administered resources are not recognised as Departmental controlled income, expenses, assets and liabilities. As administered items are insignificant in relation to the Department's overall financial performance and position, they are disclosed in the Schedule of Administered Financial Statements following the general purpose financial statements. Except as otherwise disclosed administered items are accounted for on the same basis and using the same accounting policies as for the Department and Consolidated Entity transactions.

1.2 Statement of compliance

These financial statements have been prepared in compliance with section 23 of the *Public Finance and Audit Act 1987*.

The financial statements are general purpose financial statements. The accounts have been prepared in accordance with relevant Australian Accounting Standards and comply with Treasurer's Instructions and accounting policy statements promulgated under the provisions of the *Public Finance and Audit Act 1987*.

The Consolidated Entity has applied Australian Accounting Standards that are applicable to not-for-profit entities, as the Consolidated Entity is a not-for-profit entity.

1.3 Basis of preparation

The financial statements have been prepared based on a 12 month period and presented in Australian currency. All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000). Any transactions in foreign currency are translated into Australian dollars at the exchange rates at the date the transaction occurs.

The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured on a different basis.

Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle even when they are not expected to be realised within 12 months after the reporting date have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

The Consolidated Entity did not voluntarily change any of its accounting policies during 2017-18.

The presentation and classification of items in the financial statements are consistent with prior periods except where specific accounting standards and/or accounting policy statements have required a change, or as otherwise noted. The restated comparative amounts do not replace the original financial statements for the preceding period.

Significant accounting policies are set out throughout the notes.

1.4 Taxation

The Consolidated Entity is not subject to income tax. The Consolidated Entity is liable for fringe benefits tax (FBT) and goods and services tax (GST). The Department is additionally liable for payroll tax and emergency services levy.

Income, expenses and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods or services is not recoverable from the Australian Taxation Office (ATO), in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item applicable; and
- receivables and payables, which are stated with the amount of GST included.

THE DEPARTMENT FOR HEALTH AND WELLBEING
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2018

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis, and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the ATO is classified as part of operating cash flows.

1.5 Continuity of operations

As at 30 June 2018, the Consolidated Entity had a working capital deficiency of \$7.845 million (\$51.038 million deficiency). The SA Government is committed and has consistently demonstrated a commitment to the ongoing funding of the Consolidated Entity to enable it to perform its functions.

1.6 Equity

The Consolidated Entity uses the asset revaluation surplus to record increments and decrements in the fair value of land, buildings and plant and equipment to the extent that they offset one another. Relevant amounts are transferred to retained earnings when an asset is derecognised.

Other reserves includes Branch Reserves, Country Capital Reserves, Defined Benefit Fund Remeasurement and investment revaluation reserve to record unrealised gains or losses on available for sale investments.

2. Objectives and activities

2.1 Objectives of the Department for Health and Wellbeing

SA Health is the brand name for the health portfolio of services and agencies (i.e. Consolidated Entity) responsible to the Minister for Health and Wellbeing.

SA Health is committed to protecting and improving the health of all South Australians by providing leadership in health reform, public health services, health and medical research, policy development and planning, with an increased focus on wellbeing, illness prevention, early intervention and quality care.

The Department (i.e. Parent Entity) assists the Minister for Health and Wellbeing to set the policy framework and strategic direction for SA Health.

The Department supports the delivery of public health services, formulates health policy, facilitates public and consumer consultation on health issues, and monitors the performance of South Australia's health system by providing timely advice, research and administrative support.

There are three divisions within the Department:

- Finance and Corporate Services;
- System Performance and Service Delivery; and
- Transforming Health.

2.2 Activities of the Consolidated Entity

In achieving its objectives, the Consolidated Entity provides a range of goods and services classified into the following activities:

Policy, Clinical Services, System Transformation and Administration

Responsible for health policy and promotion, clinical services and administration associated with the provision of health services across South Australia.

This Activity largely reflects the activities of the Department itself (refer to Parent column on the face of the Statements and also the notes accompanying the Statements).

Health Services

The provision of hospital-based tertiary care and other acute services as well as rehabilitation, mental health and other community health services within the metropolitan and country areas, the provision of grants to non-government organisations for the provision of health services, and responsibility for Aboriginal controlled primary health services in Ceduna, Port Augusta and surrounding areas.

This Activity largely reflects the activities of the Local Health Networks (LHNs) and SA Ambulance Service (SAAS), refer to the Consolidated Entity column less the Parent column on the face of the Statements and the notes accompanying the Statements.

Accordingly, additional disaggregated disclosure schedules by major class of income, expense, asset and liability have not been included in the financial statements, as information can be reliably determined from the face of the Statements and the notes accompanying the Statements. It is noted that there are minor and immaterial variances between the two Activities due to inter-entity eliminations upon consolidation, with the exceptions of supplies and services and grants (expenditure), fees and charges (income), inter-entity loans receivable (asset) and workers compensation payable (liability) - refer to notes 4, 5, 8, 16 and 24 respectively for further information.

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3. Employee benefits expenses

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Salaries and wages	3,095,211	2,943,378	134,924	136,035
Targeted Voluntary Separation Packages (refer below)	12,380	2,527	1,588	672
Long Service Leave	105,061	51,871	3,144	3,555
Annual leave	299,702	282,532	12,632	12,679
Skills and Experience Retention Leave	14,007	13,921	721	794
Employment on-costs - superannuation*	323,383	305,196	15,759	15,787
Employment on-costs - other	6,067	6,202	5,727	5,923
Workers compensation**	47,672	23,016	4,718	3,665
Board and committee fees	736	703	248	219
Other employee related expenses	11,385	13,891	9,343	10,526
Total employee benefits expenses	3,915,604	3,643,237	188,804	189,855

* The superannuation employment on-cost charge represents the Consolidated Entity's contribution to superannuation plans in respect of current services of employees. The Department of Treasury and Finance (DTF) centrally recognises the superannuation liability in the whole-of-government financial statements except for SAAS staff who are members of the SAAS defined benefit scheme.

Expenses recognised in profit and loss for the Consolidated Entity in respect of the SAAS defined benefit scheme was \$9.595 million (\$11.963 million), comprising current service cost of \$9.070 million (\$10.955 million) and interest cost of \$0.525 million (\$1.008 million).

** 2018 workers compensation expenditure includes statutory workers compensation obligations under the *Return to Work Act 2014* of \$32.758 million (Parent: \$4.667 million, including \$5.053 million self-insurer fee charged by ReturnToWorkSA) and the new workers compensation non-statutory liability introduced in 2017-18 via various enterprise bargaining agreements and awards \$14.914 million (Parent: \$0.051 million). Refer to note 27 for further information.

3.1 Targeted voluntary separation packages (TVSP)

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Amount paid to separated employees:				
Targeted Voluntary Separation Packages	12,380	2,527	1,588	672
Leave paid to those employees	3,659	1,269	679	370
	16,039	3,796	2,267	1,042
Recovery from the Department of Treasury and Finance (DTF)	9,868	-	237	-
Net cost to the entity	6,171	3,796	2,030	1,042
The number of employees who received a TVSP during the reporting period	199	32	20	9

3.2 Key Management Personnel

Key management personnel (KMP) of the Consolidated Entity includes the Minister*, the Chief Executive* and the two Deputy Chief Executives* of the Department and the six Chief Executive Officers of the Local Health Networks and SA Ambulance Service who have responsibility for the strategic direction and management of the Consolidated Entity.

The compensation detailed below excludes salaries and other benefits received by the Minister for Health and Wellbeing. The Minister's remuneration and allowances are set by the *Parliamentary Remuneration Act 1990* and the Remuneration Tribunal of South Australia, respectively, and are payable from the Consolidated Account (via DTF) under section 6 of the *Parliamentary Remuneration Act 1990*.

* are also key management personnel of the Department.

Compensation	2018	2017
	\$'000	\$'000
Salaries and other short term employee benefits	3,024	3,994
Post-employment benefits	599	708
Other long-term employment benefits	85	-
Termination benefits	177	579
Total	3,885	5,281

For those employees acting long term in KMP roles, only compensation for the period that they were acting is included.

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3.3 Remuneration of employees

	Consolidated		Parent	
	2018 Number	2017 Number	2018 Number	2017 Number
The number of employees whose remuneration received or receivable falls within the following bands:				
\$147,000 - \$149,000*	n/a	97	n/a	3
\$149,001 - \$159,000	466	494	18	21
\$159,001 - \$169,000	365	370	10	7
\$169,001 - \$179,000	290	254	6	6
\$179,001 - \$189,000	222	191	2	2
\$189,001 - \$199,000	166	145	3	2
\$199,001 - \$209,000	132	134	6	2
\$209,001 - \$219,000	118	107	2	1
\$219,001 - \$229,000	89	84	-	1
\$229,001 - \$239,000	80	84	1	4
\$239,001 - \$249,000	56	74	3	5
\$249,001 - \$259,000	65	49	6	1
\$259,001 - \$269,000	63	39	3	2
\$269,001 - \$279,000	46	46	1	2
\$279,001 - \$289,000	42	53	2	2
\$289,001 - \$299,000	38	42	1	2
\$299,001 - \$309,000	39	44	3	4
\$309,001 - \$319,000	30	46	-	-
\$319,001 - \$329,000	41	50	1	2
\$329,001 - \$339,000	54	57	-	1
\$339,001 - \$349,000	46	40	-	1
\$349,001 - \$359,000	40	44	-	1
\$359,001 - \$369,000	36	44	1	1
\$369,001 - \$379,000	56	51	2	1
\$379,001 - \$389,000	44	38	2	-
\$389,001 - \$399,000	44	34	1	-
\$399,001 - \$409,000	44	48	1	-
\$409,001 - \$419,000	43	34	-	-
\$419,001 - \$429,000	45	35	-	1
\$429,001 - \$439,000	25	32	-	1
\$439,001 - \$449,000	36	35	-	-
\$449,001 - \$459,000	41	24	-	-
\$459,001 - \$469,000	23	35	-	-
\$469,001 - \$479,000	26	27	-	-
\$479,001 - \$489,000	23	18	-	1
\$489,001 - \$499,000	19	22	-	-
\$499,001 - \$509,000	23	19	-	-
\$509,001 - \$519,000	25	26	-	-
\$519,001 - \$529,000	19	19	-	-
\$529,001 - \$539,000	19	12	-	1
\$539,001 - \$549,000	19	14	-	-
\$549,001 - \$559,000	14	13	-	1
\$559,001 - \$569,000	13	6	-	-
\$569,001 - \$579,000	11	8	1	-
\$579,001 - \$589,000	10	19	-	-
\$589,001 - \$599,000	10	9	-	-
\$599,001 - \$609,000	10	7	-	-
\$609,001 - \$619,000	12	8	-	-
\$619,001 - \$629,000	6	5	-	-
\$629,001 - \$639,000	7	4	-	-
\$639,001 - \$649,000	5	10	-	-
\$649,001 - \$659,000	7	4	-	-
\$659,001 - \$669,000	2	2	-	-
\$669,001 - \$679,000	5	4	-	-
\$679,001 - \$689,000	2	1	-	-
\$689,001 - \$699,000	6	-	-	-
\$699,001 - \$709,000	3	1	-	-
\$709,001 - \$719,000	-	1	-	-
\$719,001 - \$729,000	3	2	-	-
\$729,001 - \$739,000	2	1	-	-
\$739,001 - \$749,000	-	1	-	-
\$749,001 - \$759,000	1	1	-	-

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	Consolidated		Parent	
	2018	2017	2018	2017
	Number	Number	Number	Number
The number of employees whose remuneration received or receivable falls within the following bands:				
\$769,001 - \$779,000	1	1	-	-
\$779,001 - \$789,000	1	1	-	-
\$819,001 - \$829,000	1	1	1	-
\$829,001 - \$839,000	1	-	-	-
\$899,001 - \$909,000	1	-	-	-
\$959,001 - \$969,000	-	1	-	-
Total number of employees	3,232	3,222	77	79

*This band has been included for the purposes of reporting comparative figures based on the executive base level remuneration for 2016-17.

The table includes all employees who received remuneration equal to or greater than the base executive remuneration level during the year. Remuneration of employees reflects all costs of employment including salaries and wages, payments in lieu of leave, superannuation contributions, termination payments, salary sacrifice benefits and fringe benefits and any fringe benefits tax paid or payable in respect of those benefits.

3.4 Remuneration of employees by classification

The total remuneration received by these employees, included above:

	Consolidated				Parent			
	2018		2017		2018		2017	
	No.	\$'000	No.	\$'000	No.	\$'000	No.	\$'000
Executive	104	23,951	107	25,502	36	9,245	37	9,138
Non-Medical / Administration	136	24,286	136	24,062	25	4,501	31	5,605
Medical, Nursing and Operational	2,992	812,589	2,979	786,367	16	4,006	11	3,468
Total	3,232	860,826	3,222	835,931	77	17,752	79	18,211

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4. Supplies and services

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Administration	12,205	11,914	1,659	1,737
Advertising	6,777	6,328	2,685	2,992
Communication	26,662	24,751	14,076	13,291
Computing	109,096	81,814	97,493	75,185
Consultants	6,004	18,112	4,303	14,448
Contract of services	132,409	123,734	105,461	99,657
Contractors	22,914	28,812	4,365	4,431
Contractors - agency staff	99,389	68,547	22,910	23,600
Cost of goods sold	2,756	2,501	100,534	96,283
Drug supplies	225,502	249,658	1,345	1,206
Electricity, gas and fuel	54,486	34,639	143	102
Fee for service	169,143	137,275	-	-
Finance lease contingent rentals	2,462	2,393	-	-
Food supplies	31,767	34,450	60	72
Housekeeping	82,864	92,330	434	101
Insurance	54,849	30,678	52,695	28,493
Interstate patient transfers	37,140	45,345	37,119	45,306
Legal	8,660	10,000	5,992	4,040
Medical, surgical and laboratory supplies	308,606	297,699	66	134
Minor equipment	27,591	32,509	3,542	7,499
Motor vehicle expenses	13,590	14,280	484	569
Occupancy rent and rates	51,062	49,778	14,131	14,611
Patient transport	29,948	28,436	-	11
Services from Shared Services SA	26,748	32,006	2,028	2,706
Postage	17,862	14,448	2,526	2,319
Printing and stationery	19,031	17,595	1,465	1,458
PPP operating expenses	61,786	1,580	-	-
Rental expense on operating lease	11,833	10,614	414	316
Repairs and maintenance	99,817	94,485	21,437	19,925
Security	34,221	26,809	458	563
Employee training and development	43,159	34,826	4,020	3,659
Employee travel expenses	13,869	16,769	1,069	1,005
Other supplies and services	70,747	60,967	10,930	13,628
Total supplies and services	1,914,955	1,736,082	513,844	479,347

Due to inter-entity eliminations upon consolidation, supplies and services of \$11.326 million (\$12.167 million) between the Activities of the Department and the LHNs and SAAS were eliminated. Refer to note 2.2 for further information.

Operating Leases

Operating lease payments are recognised as an expense on a straight-line basis over the lease term as it is representative of the pattern of benefits derived from the leased assets. The aggregate benefit of lease incentives received by the Consolidated Entity in respect of operating leases have been recorded as a reduction of rental expense over the lease term, on a straight-line basis.

Consultancies

The number of consultancies and the dollar amount paid/payable (included in supplies and services expense) to consultants that fell within the following bands:

	Consolidated				Parent			
	2018		2017		2018		2017	
	No.	\$'000	No.	\$'000	No.	\$'000	No.	\$'000
Below \$10,000	19	99	14	76	4	18	3	19
Above \$10,000	38	5,905	67	18,036	19	4,285	26	14,429
Total paid/payable to consultants engaged	57	6,004	81	18,112	23	4,303	29	14,448

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5. Grants and subsidies

	Note	Consolidated		Parent	
		2018	2017	2018	2017
		\$'000	\$'000	\$'000	\$'000
Recurrent grants		-	19	-	-
Capital grants		-	14	-	-
Recurrent funding to incorporated Health Services	5.1	-	-	4,699,940	4,024,171
Capital funding to incorporated Health Services	5.1	-	-	295,690	350,605
Subsidies		6,930	5,370	6,831	5,077
Funding to non-government organisations		30,373	28,328	19,545	18,378
Other		5,594	5,468	5,558	5,165
Total grants and subsidies		42,897	39,199	5,027,564	4,403,396

5.1 Funding by the Department (Parent) to incorporated Health Services

	Recurrent		Capital	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
SA Ambulance Service Incorporated	137,313	130,231	27,730	19,218
Country Health SA Local Health Network Incorporated	651,526	604,221	9,950	14,009
Southern Adelaide Local Health Network Incorporated	942,284	868,446	53,907	146,429
Central Adelaide Local Health Network Incorporated	1,944,474	1,495,756	188,562	141,081
Women's and Children's Health Network Incorporated	405,062	377,862	7,451	5,893
Northern Adelaide Local Health Network Incorporated	619,281	547,655	8,090	23,975
Total funding to incorporated Health Services	4,699,940	4,024,171	295,690	350,605

Due to inter-entity eliminations upon consolidation, grants and subsidies of \$4,995.819 million (\$4,374.776 million) between the Activities of the Department and the LHNs and SAAS were eliminated. Refer to note 2.2 for further information.

The grants given are usually subject to terms and conditions set out in the contract, correspondence, or by legislation. Contributions payable will be recognised as a liability and an expense when the Consolidated Entity has a present obligation to pay the contribution and the expense recognition criteria are met.

6. Borrowing costs

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Finance lease costs	262,427	14,047	-	-
Interest paid/payable on borrowings	745	1,046	745	1,046
Other finance charges	14	13	15	13
Total borrowing costs	263,186	15,106	760	1,059

The total borrowing costs from financial liabilities not at fair value through profit and loss was \$263.186 million (\$15.106 million).

Included in finance lease costs is \$260.791 million (\$12.192 million) which relates to the Public Private Partnership (PPP) agreement for the Royal Adelaide Hospital, which is net of a reduction in contingent rental amounts of \$5.168 million (2017: nil)

7. Other expenses

	Note	Consolidated		Parent	
		2018	2017	2018	2017
		\$'000	\$'000	\$'000	\$'000
Bad and doubtful debts	16	15,680	25,560	40	(116)
Bank fees and charges		302	309	10	62
Donated assets expense		15,022	-	-	694
Donated drug vaccine expense		22,935	29,521	22,935	29,521
Impairment expense	21	13,837	26,747	-	-
Loss on revaluation of property, plant and equipment		17,617	-	-	-
Net loss on revaluation of investments		1,210	3	-	-
Royalty payments		9,831	10,998	-	-
Other*		9,885	10,906	3,554	6,275
Total other expenses		106,319	104,044	26,539	36,436

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* Includes audit fees paid or payable to the Auditor-General's Department relating to work performed under the *Public Finance and Audit Act 1987* of \$2.555 million (\$2.553 million). No other services were provided by the Auditor-General's Department. Other expenses paid or payable to Galpins Accountants, Auditors and Business Consultants were \$0.288 million (\$0.228 million) for other audit services.

Donated assets expense

Donated assets expense includes transfer of property, plant and equipment and intangible assets and is recorded as expenditure at their fair value. The Consolidated Entity provided various anti-viral and highly specialised drugs to health providers to distribute free of charge to the South Australian community.

8. Revenues from fees and charges

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Ambulance cover	26,953	24,679	-	-
Ambulance transport	66,998	67,486	-	-
Business services	1,325	895	1,325	895
Call Direct	1,156	1,195	-	-
Fines, fees and penalties	1,262	1,400	1,135	1,180
Insurance recoveries	261	300	34,342	34,256
Interstate patient transfers	72,072	86,407	72,072	86,407
Patient and client fees	261,774	250,707	20,097	19,565
Private practice fees	46,065	46,996	2,534	2,747
Recoveries	34,568	36,045	110,129	116,363
Residential and other aged care charges	26,968	27,628	-	-
Sale of goods - medical supplies	2,074	2,276	100,708	96,521
Other user charges and fees	47,062	46,484	1,374	2,274
Total revenues from fees and charges	588,538	592,498	343,716	360,208

Due to inter-entity eliminations upon consolidation, revenue from fees and charges of \$245.553 million (\$247.667 million) between the Activities of the Department and the LHNs and SAAS were eliminated. Refer to note 2.2 for further information.

9. Grants and contributions

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Commonwealth aged care subsidies	73,088	75,414	-	-
Pharmaceutical Benefits Scheme Commonwealth subsidy	157,918	181,540	-	-
Commonwealth National Health Reform Agreement	1,335,323	1,252,731	1,335,323	1,252,731
Department of Veterans' Affairs (Commonwealth)	43,052	49,003	43,052	49,003
Commonwealth Transition Care Program	23,819	23,184	23,819	23,184
Other Commonwealth grants and contributions	70,094	64,464	16,792	16,486
SA Government Community Development Fund	7,000	7,000	7,000	7,000
SA Government capital contributions	-	145	-	145
Other SA Government grants and contributions	20,679	21,646	696	537
Private sector capital contributions	626	174	-	-
Private sector grants and contributions	37,199	33,730	1,276	936
Total grants and contributions	1,768,798	1,709,031	1,427,958	1,350,022

Contributions are recognised as an asset and income when the Consolidated Entity obtains control of the contributions or obtains the right to receive the contributions and the income recognition criteria are met.

The grants received are usually subject to terms and conditions set out in the contract, correspondence, or by legislation.

Of the \$1,768.798 million (\$1,709.031 million) received during the reporting period \$1,580.189 million (\$1,494.547 million) was provided for specific purposes, including State and Commonwealth Health initiatives-Health reforms, research and other associated activities.

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10. Interest revenues

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Bank interest	4,985	6,081	2,432	3,577
Interest from SAFA	25	24	-	-
Interest on loans	-	-	802	1,132
Interest on Special Purpose Funds	1,854	1,813	-	-
Other	-	6	-	6
Total interest revenues	6,864	7,924	3,234	4,715

11. Resources received free of charge

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Land and buildings	2,326	-	-	1,276
Plant and equipment	672	4,112	-	-
Inventory	20,872	22,340	20,872	22,340
Services	25,995	-	1,614	-
Other	-	32	-	-
Total resources received free of charge	49,865	26,484	22,486	23,616

Resources received free of charge includes property, plant and equipment and immunisation drugs recorded at their fair value.

The Consolidated Entity receives Payroll, Accounts Payable and Accounts Receivable services from Shared Services SA free of charge, following Cabinet's approval to cease intra-government charging. Contributions of services are recognised only when a fair value can be determined reliably and the services would be purchased if they had not been donated.

12. Net gain/(loss) from disposal of non-current and other assets

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Land and buildings:				
Proceeds from disposal	213	307	-	-
Less net book value of assets disposed	(672)	(19,419)	-	-
Less other costs of disposal	(10)	(228)	-	-
Net gain/(loss) from disposal of land and buildings	(469)	(19,340)	-	-
Plant and equipment:				
Proceeds from disposal	992	455	-	-
Less net book value of assets disposed	(2,879)	(1,286)	(56)	(4)
Less other costs of disposal	(255)	(12)	-	-
Net gain/(loss) from disposal of plant and equipment	(2,142)	(843)	(56)	(4)
Intangibles:				
Proceeds from disposal	-	-	-	-
Less net book value of assets disposed	(61)	(6)	-	-
Net gain/(loss) from disposal of intangibles	(61)	(6)	-	-
Non-current assets held for sale:				
Proceeds from disposal	1,748	35,178	1,748	35,146
Less net book value of assets disposed	(1,318)	(37,283)	(1,318)	(37,251)
Less other costs of disposal	(19)	(103)	(18)	(103)
Net gain/(loss) from disposal of non-current assets held for sale	411	(2,208)	412	(2,208)
Total assets:				
Total proceeds from disposal	2,953	35,940	1,748	35,146
Less total value of assets disposed	(4,930)	(57,994)	(1,374)	(37,255)
Less other costs of disposal	(284)	(343)	(18)	(103)
Total net gain/(loss) from disposal of assets	(2,261)	(22,397)	356	(2,212)

Gains or losses on disposal are recognised at the date control of the asset is passed from the Consolidated Entity and are determined after deducting the net book value of the asset from the proceeds at that time. When revalued assets are disposed, the revaluation surplus is transferred to retained earnings.

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13. Other revenues/income

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Commissions revenue	231	177	16	20
Dividend revenue	274	274	-	-
Royalty income	15,540	17,193	-	-
Training revenue	1,451	1,046	559	339
Donations	13,303	13,621	30	-
Gain on revaluation of investment property	15	2,888	-	-
Car parking revenue	11,583	10,894	55	74
Other	22,658	23,691	2,395	2,478
Total other revenues/income	65,055	69,784	3,055	2,911

14. Revenues from SA Government

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Revenues from SA Government				
Contingency funds from Department of Treasury and Finance	105,217	47,075	105,217	47,075
TVSP recovery funds from Department of Treasury and Finance	9,868	-	9,868	-
Appropriations from Consolidated Account pursuant to the <i>Appropriation Act</i>	3,851,857	3,335,341	3,851,857	3,335,341
Commonwealth capital grants received via Treasury	-	500	-	500
Commonwealth recurrent grants received via Treasury	19,371	17,882	19,371	17,882
Total revenues from SA Government	3,986,313	3,400,798	3,986,313	3,400,798

The Department is the administrative unit of the Consolidated Entity and as such receives all appropriation from DTF. The Department provides recurrent and capital funding under a service level agreement to the LHNs and SAAS for the provision of services.

Appropriations from program funding are recognised as revenue when the Department obtains control over the assets. Control over the appropriations is normally obtained upon receipt and are accounted for in accordance with Treasurer's Instruction 3 *Appropriation*. Where money has been appropriated in the form of a loan, the Department has recorded a loan liability. Where money has been appropriated in the form of an equity contribution, the Treasurer has acquired a financial interest in the net assets of the Department and the contribution is recorded as contributed equity.

15. Cash and cash equivalents

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Cash at bank or on hand: non-government financial institutions	71,034	226,992	43,169	199,768
Deposits with Treasurer	516,106	242,501	249,433	86,475
Imprest account/cash on hand	158	234	-	-
Total cash	587,298	469,727	292,602	286,243

Cash is measured at nominal amounts. The Government has a policy to align agency cash balances with the appropriation and expenditure authority.

Deposits with the Treasurer

The Consolidated Entity has three deposit accounts with the Treasurer: a general operating account, an Accrual Appropriation Excess Funds account and a special purpose funds account. Although the Consolidated Entity controls the money in the Accrual Appropriation Account, its use must be approved by the Treasurer. The Consolidated Entity earns interest on the special purpose funds account.

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16. Receivables

	Note	Consolidated		Parent	
		2018	2017	2018	2017
Current		\$'000	\$'000	\$'000	\$'000
Patient/client fees: compensable		8,926	9,436	1,684	1,600
Patient/client fees: aged care		3,621	3,774	-	-
Patient/client fees: other		54,678	59,077	-	-
Debtors		57,960	66,128	1,842	6,940
Less: allowance for doubtful debts	16.1	(31,309)	(36,358)	(259)	(243)
Interstate patient transfers		129,051	128,197	129,051	128,197
Prepayments		25,874	24,645	13,803	12,869
Loans	16.2	-	144	4,621	4,375
Dividends		29	31	-	-
Interest		732	682	154	233
Grants		847	16	723	-
Sundry receivables and accrued revenue		32,561	28,448	209	211
GST input tax recoverable		26,108	19,761	21,741	16,018
Total current receivables		309,078	303,981	173,569	170,200
Non-Current					
Debtors		1,792	450	5	9
Prepayments		1,656	1,765	-	-
Loans	16.2	-	-	3,425	8,050
GST input tax recoverable		1,775	2,122	-	-
Total non-current receivables		5,223	4,337	3,430	8,059
Total receivables		314,301	308,318	176,999	178,259

16.1 Movement in the allowance for doubtful debts

The allowance for doubtful debts (allowance for impairment loss) is recognised when there is objective evidence that a receivable is impaired. An allowance for impairment loss has been recognised in other expenses for specific debtors and debtors assessed on a collective basis for which such evidence exists.

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	36,358	34,212	243	421
Amounts written off	(19,119)	(19,257)	(15)	(41)
Amounts recovered during the year	-	(18)	-	-
Increase/(Decrease) in allowance recognised in profit or loss	14,070	21,421	31	(137)
Carrying amount at the end of the period	31,309	36,358	259	243

The Consolidated Entity has recognised a bad and doubtful debt expense of \$15.680 million (\$25.560 million).

16.2 Reconciliation of loans receivable by the Parent and related movements

	Health Services		Back-to-Back	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Balance at 1 July	12,425	16,248	10,461	13,494
Principal repayments	(4,379)	(3,823)	(3,546)	(3,033)
Balance at 30 June	8,046	12,425	6,915	10,461

As at 30 June 2018 the Department has financed two Health Services with loans of \$1.131 million (\$1.964 million) for aged care housing and \$6.915 million (\$10.461 million) for the Flinders Medical Centre (FMC) carpark from departmental funds with a back-to-back loan arrangement with DTF for the FMC carpark loan.

Due to inter-entity eliminations upon consolidation, loans receivables of \$8.046 million (\$12.425 million) between the Activities of the Department and the LHNs and SAAS were eliminated. Refer to note 2.2 for further information.

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16.3 Interest rate and credit risk

Receivables arise in the normal course of selling goods and services to other agencies and to the public. The Consolidated Entity's trading terms for receivables are generally 30 days after the issue of an invoice or the goods/services have been provided under a contractual arrangement. Receivables, prepayments and accrued revenues are non-interest bearing.

Collectability of receivables is reviewed on an ongoing basis. An allowance for doubtful debts is raised when there is objective evidence that the Consolidated Entity will not be able to collect the debt. Other than as recognised in the allowance for doubtful debts, it is not anticipated that counterparties will fail to discharge their obligations. The carrying amount of receivables approximates net fair value due to being receivable on demand. There is no concentration of credit risk.

Refer to note 36 for further information on risk management.

17. Other financial assets

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Current				
Term deposits	95,773	92,939	-	-
Other investments	6,560	9,565	-	-
Total current financial assets	102,333	102,504	-	-
Non-current				
Term deposits	1,618	1,618	-	-
Other investments	4,470	4,381	-	-
Total non-current financial assets	6,088	5,999	-	-
Total financial assets	108,421	108,503	-	-

The Consolidated Entity measures financial assets and debts at historical cost, except for listed equities which are measured at market value.

Other investments

Also included in non-current other investments is the Consolidated Entity's share of beneficial entitlement of Flinders Reproductive Medicine Pty Ltd as trustee for Flinders Charitable Trust, trading as Flinders Fertility, which is the only joint arrangement in which the Consolidated Entity participates.

According to the terms of the joint venture, profit earned during the financial year is to be distributed to the beneficiaries, resulting in immaterial net assets being held by the trust. However, it has previously been agreed that rather than paying out these distributions, they be retained in Flinders Fertility as a liability to the beneficiaries to facilitate growth within the business. Therefore the Consolidated Entity recognises their ownership interest of the distribution as a financial asset. Refer to note 32 for further information on interests in other entities.

Refer to note 36 for further information on risk management.

18. Inventories

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Drug supplies	21,696	23,436	7,226	9,069
Medical, surgical and laboratory supplies	2,501	2,641	-	-
Food and hotel supplies	567	553	-	-
Engineering supplies	29	36	-	-
SA Health Distribution Centre and bulk warehouses	8,827	11,930	8,827	11,930
Inventory imprest stock	13,421	12,112	-	-
Other	954	891	-	-
Total current inventories - held for distribution	47,995	51,599	16,053	20,999

Inventories are held for distribution at no or nominal consideration and are measured at the lower of average weighted cost and replacement cost.

The amount of any inventory write-down to net realisable value/replacement cost or inventory losses are recognised as an expense in the period the write-down or loss occurred. Any write-down reversals are also recognised as an expense reduction.

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19. Non-current assets classified as held for sale

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Land	218	4,441	218	1,868
Buildings and improvements	288	14,078	288	726
Total non-current assets classified as held for sale	506	18,519	506	2,594

Non-current assets are classified as held for sale and stated at the lower of their carrying amount and fair value less costs to sell if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset's sale is expected to be completed one year from the date of classification.

During 2017-18 a decrement of \$0.770 million was recognised in other comprehensive income to reflect the agreed sale price for land and buildings held for sale.

20. Property, plant and equipment, investment property and intangible assets

20.1 Acquisition and recognition

Non-current assets are initially recorded at cost or at the value of any liabilities assumed, plus any incidental cost involved with the acquisition. Non-current assets are subsequently measured at fair value after allowing for accumulated depreciation. Where assets are acquired at no value, or minimal value, they are recorded at their fair value in the Statement of Financial Position. Where assets are acquired at no or nominal value as part of a restructure of administrative arrangements, the assets are recorded at the value held by the transferor public authority prior to the restructure.

The Consolidated Entity capitalises all non-current tangible property, plant and equipment and intangible assets that it controls value equal to or in excess of \$10,000. Assets recorded as works in progress represent projects physically incomplete as at the reporting date. Componentisation of complex assets is generally performed when the complex asset's fair value at the time of acquisition is equal to or in excess of \$5 million for infrastructure assets and \$1 million for other assets.

20.2 Depreciation and amortisation

All non-current assets, that have a limited useful life, are systematically depreciated/amortised over their useful lives in a manner that reflects the consumption of their service potential.

The useful lives, depreciation and amortisation methods of all major assets held by the Consolidated Entity are reassessed on an annual basis. Changes in expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the time period or method, as appropriate, which is a change in accounting estimate.

Land and non-current assets held for sale are not depreciated.

Lease incentives in the form of leasehold improvements are capitalised as an asset and depreciated over the remaining term of the lease or estimated useful life of the improvement, whichever is shorter.

Depreciation/amortisation is calculated on a straight line basis over the estimated or revised useful life of the classes of assets as follows:

<u>Class of asset</u>	<u>Useful life (years)</u>
Buildings and improvements including under finance lease	10 – 200
Leasehold improvements	Life of lease
Plant and equipment:	
• Medical, surgical, dental and biomedical equipment and furniture	2 – 25
• Computing equipment	3 – 5
• Vehicles	2 – 25
• Other plant and equipment	3 – 50
• Under finance lease	Life of lease
Intangibles	5 – 30

20.3 Revaluation

All non-current tangible assets are valued at fair value (written down cost).

The Consolidated Entity revalues all land, buildings and site improvements triennially via a Certified Practising Valuer. A triennial revaluation of other non-current assets by a Certified Practising Valuer is only performed when the asset's fair value at the time of acquisition is greater than \$1 million and the estimated useful life exceeds three years.

If at any time management considers that the carrying amount of an asset greater than \$1 million materially differs from its fair value, then the asset will be revalued regardless of when the last valuation took place.

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Non-current tangible assets that are acquired between revaluations are held at cost until the next valuation, where they are revalued to fair-value.

Revaluation increases and revaluation decreases relating to individual assets within a class of property, plant and equipment, are offset against one another within that class, but are not offset in respect of assets in different classes.

Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amounts of the assets and the net amounts are restated to the revalued amounts of the asset.

Upon disposal or derecognition, any asset revaluation surplus relating to that asset is transferred to retained earnings.

20.4 Impairment

The Consolidated Entity holds its property, plant and equipment and intangible assets for their service potential (value in use). All non-current tangible assets are valued at fair value. Specialised assets would rarely be sold and typically any costs of disposal would be negligible, accordingly the recoverable amount will be closer to or greater than fair value. Where there is an indication of impairment, the recoverable amount is estimated. The recoverable amount is determined as the higher of the asset's fair value less costs of disposal and depreciated replacement cost. The amount by which the asset's carrying amount exceeds the recoverable amount is recorded as an impairment loss. For revalued assets, an impairment loss is offset against the revaluation surplus for that class of assets, to the extent that the impairment loss does not exceed the amount in the respective asset revaluation surplus.

There were no indications of impairment of intangibles or investment properties as at 30 June 2018.

Impairment Events

Following the release of the Expression of Interest for Reactivating the Repat Health Precinct in 2018, certain buildings were identified that could potentially be demolished depending on the proposal adopted. As a consequence it was deemed appropriate that these buildings be impaired to nil value.

In September 2017, Cabinet approved a submission from the Minister for Housing and Urban Development for the transfer of a number of properties within the old Royal Adelaide Hospital (old RAH) site to the Urban Renewal Authority at nil consideration. These properties had been specifically excluded from the footprint of properties previously impaired at the old RAH site, and have been impaired to nil value as the carrying amount of the assets exceeds the amount recoverable on disposal to the Urban Renewal Authority.

20.5 Intangible assets

An intangible asset is an identifiable non-monetary asset without physical substance. Intangible assets are measured at cost and are tested for indications of impairment at each reporting date. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses.

The useful lives of intangible assets are assessed to be either finite or indefinite. The amortisation period and the amortisation method for intangible assets are reviewed on an annual basis.

The Consolidated Entity has intangibles with indefinite useful lives. Amortisation is not recognised against these intangible assets.

The acquisition of, or internal development of, software is capitalised only when the expenditure meets the definition criteria (identifiability, control and the existence of future economic benefits) and recognition criteria (probability of future economic benefits and cost can be reliably measured), and when the amount of expenditure is greater than or equal to \$10,000.

Capitalised software is amortised over the useful life of the asset.

20.6 Valuation of land and buildings

An independent valuation of land and buildings, including site improvements, was performed in March and April 2018 by Certified Practising Valuers from Jones Lang Lasalle (SA) Pty Ltd and AssetVal (JLT) Pty Ltd as at 1 June 2018.

The valuers arrived at the fair value of unrestricted land using the market approach. The valuation was based on recent market transactions for similar land and buildings (non-specialised) in the area and includes adjustment for factors specific to the land and buildings being valued such as size, location and current use.

The valuers used depreciated replacement cost for specialised land and buildings, due to there not being an active market for such land and buildings. The depreciated replacement cost considered the need for ongoing provision of government services; specialised nature of the assets, including the restricted use of the assets; and the size, condition, location and current use of the assets. The valuation was based on a combination of internal records, specialised knowledge and acquisitions/transfer costs.

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20.7 Valuation of plant and equipment

All items of plant and equipment that had a fair value at the time of acquisitions less than \$1 million have not been revalued in accordance with Accounting Policy Framework III *Asset Accounting Framework*. The carrying values of these items are deemed to approximate fair value. These assets are classified in Level 3 as there have been no subsequent adjustments to their value, except for management assumptions about the asset condition and remaining useful life.

The Consolidated Entity's plant and equipment assets with a fair value greater than \$1 million were revalued using the fair value methodology, as at 1 June 2018, based on independent valuations performed by a Certified Practicing Valuer from Jones Lang Lasalle (SA) Pty Ltd.

20.8 Valuation of investment property

Subsequent to initial recognition at cost, investment properties are revalued to fair value with changes in the fair value recognised as income or expense in the period that they arise. The properties are not depreciated and are not tested for impairment.

An independent valuation was performed on the investment property at Unit 1, 27 Kermode St North Adelaide by a Certified Practicing Valuer from AssetVal (JLT) Pty Ltd, as at 30 June 2018. Fair value has been determined by the income approach, where the net income is capitalised at an appropriate yield with recent experience in the local market and equivalent properties.

The valuation of investment property located at Dalglish St, Thebarton was performed by a Certified Practicing Valuer from Knight Frank Valuations, as at June 2017. The valuer arrived at a fair value based on recent market transactions for similar properties in the area taking in to account zoning and restricted use.

Where there is a recent market transaction for similar properties, the valuations are based on the amounts for which the properties could be exchanged between willing parties in an arm's length transaction, based on current prices in the active market for similar properties. These investment properties have been categorised as Level 2.

Amounts recognised in profit or loss

The Consolidated Entity recognised rental income from investment property during the period of \$2.320 million (\$2.345 million).

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21. Reconciliation of property, plant and equipment and investment property

The following tables show the movement:

Consolidated

2017-18

	Land and buildings:			Plant and equipment:					Investment property \$'000	Total \$'000
	Land \$'000	Buildings \$'000	Buildings under PPP \$'000	Capital works in progress land and buildings \$'000	Leasehold improve- ments \$'000	Medical/ surgical/ dental/ biomedical \$'000	Other plant and equipment \$'000	Plant and equipment under PPP \$'000	Capital works in progress plant and equipment \$'000	
Carrying amount at the beginning of the period	347,021	2,081,063	2,550,955	194,918	39,549	92,969	36,228	258,249	124,384	5,746,903
Additions	-	107	-	136,102	-	15,842	2,272	-	74,568	228,891
Assets received free of charge	-	2,326	-	-	-	650	22	-	-	2,998
Disposals	(28)	(187)	-	(293)	(164)	(1,689)	(754)	-	(436)	(3,551)
Donated assets disposal	(3,050)	(11,972)	-	-	-	-	-	-	-	(15,022)
Transfers between asset classes	-	223,179	59,342	(282,414)	4,436	134,578	43,633	-	(179,681)	3,073
Reclassified from held for sale	2,572	13,353	-	-	-	-	-	-	-	15,925
Subtotal:	346,515	2,307,869	2,610,297	48,313	43,821	242,350	81,401	258,249	18,835	5,979,217
Gains/(losses) for the period recognised in net result:										
Depreciation and amortisation	-	(112,990)	(38,160)	-	(3,317)	(50,454)	(21,329)	(7,400)	-	(233,650)
Revaluation increment / (decrement)	(17,617)	-	-	-	-	-	-	-	-	(17,602)
Impairment (losses) / reversals	-	(13,837)	-	-	-	-	-	-	-	(13,837)
Subtotal:	(17,617)	(126,827)	(38,160)	-	(3,317)	(50,454)	(21,329)	(7,400)	-	(265,089)
Gains/(losses) for the period recognised in other comprehensive income: **										
Revaluation increment / (decrement)	15,230	331,921	-	-	-	2,404	-	-	-	349,555
Impairment (losses) / reversals	-	-	-	-	-	-	-	-	-	-
Subtotal:	15,230	331,921	-	-	-	2,404	-	-	-	349,555
Carrying amount at the end of the period*	344,128	2,512,963	2,572,137	48,313	40,504	194,300	60,072	250,849	18,835	6,063,683

Gross carrying amount

Gross carrying amount	344,128	2,525,646	2,610,297	48,313	63,710	409,320	161,083	258,249	18,835	6,461,163
Accumulated depreciation / amortisation	-	(12,683)	(38,160)	-	(23,206)	(215,020)	(101,011)	(7,400)	-	(397,480)
Carrying amount at the end of the period	344,128	2,512,963	2,572,137	48,313	40,504	194,300	60,072	250,849	18,835	6,063,683

* Included in carrying amount at the end of the period is buildings under finance lease of \$74,998 million and plant and equipment under finance lease of nil.

** Total other comprehensive income for changes in asset revaluation surplus also includes decrement of \$0.770 million for land and buildings held for sale. Refer to note 19.

All property, plant and equipment are classified in the level 3 fair value hierarchy except for land valued at \$36.600 million, buildings valued at \$5.117 million (classified as level 2) and capital works in progress (not classified).

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Consolidated

2016-17

Land and buildings:

Plant and equipment:

	Land and buildings:		Plant and equipment:				Capital works in progress:		Investment property:		Total
	Land	Buildings	Buildings under PPP	Leasehold improvements	Medical/surgical/dental/ biomedical	Other plant and equipment	Plant and equipment under PPP	Capital works in progress plant and equipment	Investment property	\$'000	\$'000
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	383,307	2,157,568	-	40,990	90,983	38,020	-	55,485	18,679	2,937,982	
Additions	1,851	474	2,500,821	62	18,032	1,184	258,249	57,494	-	3,065,007	
Assets received free of charge	-	-	-	-	4,112	-	-	-	-	4,112	
Disposals	(280)	(79)	-	(47)	(829)	(401)	-	(56)	-	(20,705)	
Donated assets disposal	-	-	-	-	-	-	-	-	-	-	
Transfers between asset classes	-	55,021	50,134	1,633	9,152	8,031	-	11,511	-	(30,358)	
Reclassified to held for sale	(8,760)	(14,429)	-	-	-	-	-	-	-	(23,189)	
Other movements	-	-	-	-	-	-	-	(50)	-	(69)	
Subtotal:	376,118	2,198,555	2,550,955	42,638	121,450	46,834	258,249	124,384	18,679	5,932,780	
Gains/(losses) for the period recognised in net result:											
Depreciation and amortisation	-	(113,862)	-	(3,089)	(28,481)	(10,606)	-	-	-	(156,038)	
Revaluation increment / (decrement)	-	-	-	-	-	-	-	-	2,888	2,888	
Impairment (losses) / reversals	(23,117)	(3,630)	-	-	-	-	-	-	-	(26,747)	
Subtotal:	(23,117)	(117,492)	-	(3,089)	(28,481)	(10,606)	-	-	2,888	(179,897)	
Gains/(losses) for the period recognised in other comprehensive income:											
Revaluation increment / (decrement)	2,403	-	-	-	-	-	-	-	-	2,403	
Impairment (losses) / reversals	(8,383)	-	-	-	-	-	-	-	-	(8,383)	
Subtotal:	(5,980)	-	-	-	-	-	-	-	-	(5,980)	
Carrying amount at the end of the period*	347,021	2,081,063	2,550,955	39,549	92,969	36,228	258,249	124,384	21,567	5,746,903	
Gross carrying amount											
Gross carrying amount	347,021	2,307,582	2,550,955	61,107	318,072	138,977	258,249	124,384	21,567	6,322,832	
Accumulated depreciation / amortisation	-	(226,519)	-	(21,558)	(225,103)	(102,749)	-	-	-	(575,929)	
Carrying amount at the end of the period	347,021	2,081,063	2,550,955	39,549	92,969	36,228	258,249	124,384	21,567	5,746,903	

* Included in carrying amount at the end of the period is buildings under finance lease of \$105.039 million and plant and equipment under finance lease of \$0.009 million.

All property, plant and equipment are classified in the level 3 fair value hierarchy except for land valued at \$105.673 million (classified as level 2) and capital works in progress (not classified).

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Parent

2017-18

2017-18	Land and buildings:			Plant and equipment:							Total \$'000
	Land \$'000	Buildings \$'000	Buildings under PPP \$'000	Capital works in progress land and buildings \$'000	Leasehold improve- ments \$'000	Medical/ surgical/ dental/ biomedical \$'000	Other plant and equipment \$'000	Plant and equipment under PPP \$'000	Capital works in progress plant and equipment \$'000	Investment property \$'000	
Carrying amount at the beginning of the period	39,639	1,386	-	1,038	2,060	45	2,735	-	8,395	-	55,298
Additions	-	-	-	64	-	43	369	-	1,179	-	1,655
Disposals	-	-	-	-	-	-	(56)	-	-	-	(56)
Transfers between asset classes	-	-	-	(1,036)	1,012	14	9,042	-	(9,032)	-	-
Subtotal:	39,639	1,386	-	66	3,072	102	12,090	-	542	-	56,897
Gains/(losses) for the period recognised in net result:											
Depreciation and amortisation	-	(205)	-	-	(640)	(13)	(4,210)	-	-	-	(5,068)
Subtotal:	-	(205)	-	-	(640)	(13)	(4,210)	-	-	-	(5,068)
Gains/(losses) for the period recognised in other comprehensive income:											
Revaluation increment / (decrement)	(4,159)	2,183	-	-	-	-	-	-	-	-	(1,976)
Subtotal:	(4,159)	2,183	-	-	-	-	-	-	-	-	(1,976)
Carrying amount at the end of the period	35,480	3,364	-	66	2,432	89	7,880	-	542	-	49,853
Gross carrying amount											
Gross carrying amount	35,480	3,530	-	66	5,390	105	36,512	-	542	-	81,625
Accumulated depreciation / amortisation	-	(166)	-	-	(2,958)	(16)	(28,632)	-	-	-	(31,772)
Carrying amount at the end of the period	35,480	3,364	-	66	2,432	89	7,880	-	542	-	49,853

All property, plant and equipment are classified in the level 3 fair value hierarchy except for land (classified as level 2) and capital works in progress (not classified).

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Parent 2016-17	Land and buildings:		Plant and equipment:							Total \$'000	
	Land \$'000	Buildings \$'000	Buildings under PPP \$'000	Capital works in progress land and buildings \$'000	Leasehold improve- ments \$'000	Medical/ surgical/ dental/ biomedical \$'000	Other plant and equipment \$'000	Plant and equipment under PPP \$'000	Capital works in progress plant and equipment \$'000		Investment property \$'000
Carrying amount at the beginning of the period	45,396	1,913	-	-	2,779	-	3,228	-	537	-	53,853
Additions	-	-	-	1,532	-	29	-	-	8,986	-	10,547
Assets received free of charge	550	726	-	-	-	-	-	-	-	-	1,276
Disposals	-	-	-	-	-	-	(4)	-	-	-	(4)
Donated assets disposal	(120)	(80)	-	(494)	-	-	-	-	-	-	(694)
Transfers between asset classes	-	-	-	-	-	18	1,399	-	(1,128)	-	289
Reclassified to held for sale	(6,187)	(1,076)	-	-	-	-	-	-	-	-	(7,263)
Subtotal:	39,639	1,483	-	1,038	2,779	47	4,623	-	8,395	-	58,004
Gains/(losses) for the period recognised in net result:											
Depreciation and amortisation	-	(97)	-	-	(719)	(2)	(1,888)	-	-	-	(2,706)
Subtotal:	-	(97)	-	-	(719)	(2)	(1,888)	-	-	-	(2,706)
Carrying amount at the end of the period	39,639	1,386	-	1,038	2,060	45	2,735	-	8,395	-	55,298
Gross carrying amount											
Gross carrying amount	39,639	1,534	-	1,038	5,787	75	37,624	-	8,395	-	94,092
Accumulated depreciation / amortisation	-	(148)	-	-	(3,727)	(30)	(34,889)	-	-	-	(38,794)
Carrying amount at the end of the period	39,639	1,386	-	1,038	2,060	45	2,735	-	8,395	-	55,298

All property, plant and equipment are classified in the level 3 fair value hierarchy except for land (classified as level 2) and capital works in progress (not classified).

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22. Reconciliation of intangible assets

The following table shows the movement:
Consolidated

	2017-18			2016-17		
	Computer software \$'000	Bed licences \$'000	Capital works in progress intangibles \$'000	Computer software \$'000	Bed licences \$'000	Capital works in progress intangibles \$'000
						Total \$'000
Carrying amount at the beginning of the period	96,878	700	40,758	91,115	701	19,889
Additions	91	-	4,864	4,763	-	10,161
Disposals	(61)	-	-	(6)	-	-
Amortisation	(22,551)	-	-	(18,644)	-	-
Transfers between asset classes	38,610	-	(41,683)	19,650	-	10,708
Other movements	-	-	-	-	(1)	-
Carrying amount at the end of the period	112,967	700	3,939	96,878	700	40,758
						138,336
Gross carrying amount						
Gross carrying amount	211,892	700	3,939	173,912	700	40,758
Accumulated amortisation	(98,925)	-	-	(77,034)	-	-
Carrying amount at the end of the period	112,967	700	3,939	96,878	700	40,758
						138,336
Parent						
Carrying amount at the beginning of the period	66,294	-	2,018	77,117	-	1,032
Additions	19	-	1,974	999	-	2,968
Amortisation	(11,224)	-	-	(13,515)	-	-
Transfers between asset classes	3,940	-	(3,940)	1,693	-	(1,982)
Carrying amount at the end of the period	59,029	-	52	66,294	-	2,018
						68,312
Gross carrying amount						
Gross carrying amount	131,970	-	52	128,079	-	2,018
Accumulated amortisation	(72,941)	-	-	(61,785)	-	-
Carrying amount at the end of the period	59,029	-	52	66,294	-	2,018
						68,312

Residential aged care bed licences that are purchased are initially recorded at cost. Bed licences that are received for no consideration from the Commonwealth Government are recognised at their fair value at the date of implementation, having regard to recent sale activity within South Australian country areas and the relaxation of ceiling limits on bed licences, the Consolidated Entity has recorded these licences at nil value.

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23. Fair value measurement

AASB 13 *Fair Value Measurement* defines fair value as the price that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants, in the principal or most advantageous market, at the measurement date.

The Consolidated Entity classifies fair value measurement using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements, based on the data and assumptions used in the most recent revaluation:

- Level 1 – traded in active markets, and is based on unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at measurement date.
- Level 2 – not traded in an active market, and are derived from inputs (inputs other than quoted prices included within Level 1) that are observable for the asset, either directly or indirectly.
- Level 3 – not traded in an active market, and are derived from unobservable inputs.

In determining fair value, the Consolidated Entity has taken into account the characteristic of the asset (e.g. condition and location of the asset and any restrictions on the sale or use of the asset); and the asset's highest and best use (that is physically possible, legally permissible and financially feasible).

The Consolidated Entity's current use is the highest and best use of the asset unless other factors suggest an alternative use. As the Consolidated Entity did not identify any factors to suggest an alternative use, fair value measurement was based on current use.

The carrying amount of non-financial assets with a fair value at the time of acquisition that was less than \$1 million or an estimated useful life that was less than three years is deemed to approximate fair value.

Refer to notes 20 and 23.2 for disclosure regarding fair value measurement techniques and inputs used to develop fair value measurements for non-financial assets.

23.1 Fair value hierarchy

The fair value of non-financial assets must be estimated for recognition and measurement or for disclosure purposes. The Consolidated Entity categorises non-financial assets measured at fair value into the hierarchy based on the level of inputs used in measurement as follows:

Fair value measurements at 30 June 2018

	Consolidated			Parent		
	Level 2	Level 3	Total	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Recurring fair value measurements (Note 21)						
Land	36,600	307,528	344,128	35,480	-	35,480
Buildings and improvements	5,117	5,079,983	5,085,100	-	3,364	3,364
Leasehold improvements	-	40,504	40,504	-	2,432	2,432
Plant and equipment	-	505,221	505,221	-	7,969	7,969
Investment property	21,582	-	21,582	-	-	-
Total recurring fair value measurements	63,299	5,933,236	5,996,535	35,480	13,765	49,245
Non-recurring fair value measurements (Note 19)						
Land held for sale	218	-	218	218	-	218
Buildings and improvements held for sale	-	288	288	-	288	288
Total non-recurring fair value measurements	218	288	506	218	288	506
Total	63,517	5,933,524	5,997,041	35,698	14,053	49,751

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Fair value measurements at 30 June 2017

	Consolidated			Parent		
	Level 2	Level 3	Total	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Recurring fair value measurements (Note 21)						
Land	105,673	241,348	347,021	39,639	-	39,639
Buildings and improvements	-	4,632,018	4,632,018	-	1,386	1,386
Leasehold improvements	-	39,549	39,549	-	2,060	2,060
Plant and equipment	-	387,446	387,446	-	2,780	2,780
Investment property	21,567	-	21,567	-	-	-
Total recurring fair value measurements	127,240	5,300,361	5,427,601	39,639	6,226	45,865
Non-recurring fair value measurements (Note 19)						
Land held for sale	4,441	-	4,441	1,868	-	1,868
Buildings and improvements held for sale	-	14,078	14,078	-	726	726
Total non-recurring fair value measurements	4,441	14,078	18,519	1,868	726	2,594
Total	131,681	5,314,439	5,446,120	41,507	6,952	48,459

Non-recurring fair value measurement is applicable to land and buildings held for sale. The Consolidated Entity has measured land and buildings held for sale at fair value less costs to sell in accordance with AASB 5 *Non-current Assets Held for Sale and Discontinued Operations* as the assets' fair value less costs to sell is lower than its carrying amount. Refer to note 19.

The Consolidated Entity's policy is to recognise transfers into and out of fair value hierarchy levels as at the end of the reporting period.

During 2018 and 2017, the Consolidated Entity had no valuations categorised into Level 1. Land assets of the Parent entity and SAAS have been classified as Level 2, in 2018 other land of the Consolidated Entity was transferred from Level 2 to Level 3 as there were unobservable inputs, and one building asset was transferred from Level 3 to Level 2 with a fair value of \$5.117 million.

23.2 Valuation techniques and inputs

Land fair values were derived by using the market approach, being recent sales transactions of other similar land holdings within the region, adjusted for differences in key attributes such as property size, zoning and any restrictions on use, and then adjusted with a discount factor. To the extent that land has had any restrictions on use and been adjusted with a discount factor these assets are classified as Level 3. All other land has been classified as Level 2.

Due to the predominantly specialised nature of health service assets, the majority of building and plant and equipment valuations have been undertaken using a cost approach (depreciated replacement cost), an accepted valuation methodology under AASB 13. The extent of unobservable inputs and professional judgement required in valuing these assets is significant, and as such they are deemed to have been valued using Level 3 valuation inputs.

Unobservable inputs used to arrive at final valuation figures included:

- Estimated remaining useful life, which is an economic estimate and by definition, is subject to economic influences;
- Cost rate, which is the estimated cost to replace an asset with the same service potential as the asset undergoing valuation (allowing for over-capacity), and based on a combination of internal records including: refurbishment and upgrade costs, historical construction costs, functional utility users, industry construction guides, specialised knowledge and estimated acquisition/transfer costs;
- Characteristics of the asset, including condition, location, any restrictions on sale or use and the need for ongoing provision of Government services;
- Effective life, being the expected life of the asset assuming general maintenance is undertaken to enable functionality but no upgrades are incorporated which extend the technical life or functional capacity of the asset; and
- Depreciation methodology, noting that AASB 13 dictates that regardless of the depreciation methodology adopted, the exit price should remain unchanged.

Investment property has been valued using the income approach, based on capitalised net income at an appropriate yield, and is classified as Level 2.

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24. Payables

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Current				
Creditors and accrued expenses	190,907	211,535	46,266	70,344
Paid Parental Leave Scheme	368	422	6	16
Health Service workers compensation	-	-	8,456	17,257
Interstate patient transfers	70,621	77,459	70,621	77,459
Employment on-costs*	57,980	48,082	2,903	2,924
Other payables	8,990	9,926	109	69
Total current payables	328,866	347,424	128,361	168,069
Non-current				
Creditors and accrued expenses	529	410	-	-
Health Service workers compensation	-	-	16,552	10,915
Employment on-costs*	24,496	27,966	2,486	2,406
Other payables	187	194	-	-
Total non-current payables	25,212	28,570	19,038	13,321
Total payables	354,078	375,994	147,399	181,390

* Employment on-costs include payroll tax and superannuation contributions. The Consolidated Entity makes contributions to several State Government and externally managed superannuation schemes. These contributions are treated as an expense when they occur. There is no liability for payments to beneficiaries as they have been assumed by the respective superannuation schemes. The only liability outstanding at reporting date relates to any contributions due but not yet paid to the South Australian Superannuation Board and externally managed superannuation schemes.

Due to inter-entity eliminations upon consolidation, Health Service workers compensation redemption and lump sum payables of \$25.008 million (\$28.172 million) between the Activities of the Department and the LHNs and SAAS were eliminated. Refer to note 2.2 for further information.

As a result of an actuarial assessment performed by DTF, the portion of long service leave taken as leave has increased for the Department from the 2017 rate of 40% to 41% and has decreased for the LHNs and SAAS from the 2017 rate of 48% to 35%. Mercer Consulting (Australia) Pty Ltd has determined that the average factors for the calculation of employer superannuation cost on-costs have changed from 2017 (9.40% to 13.62%) to 2018 (9.71 to 13.23%). These rates are used in the employment on-cost calculation. The net financial effect of the above changes in the current financial year is a decrease in the employment on-cost liability of \$6.789 million (Parent increase of \$0.075 million) and employee benefits expense of \$6.789 million (Parent increase of \$0.075 million). The estimated impact on 2019 and 2020 is \$7.061 million (Parent \$0.078 million) and \$7.343 million (Parent \$0.081 million) respectively.

Creditors represent the amounts owing for goods and services received prior to the end of the reporting period that are unpaid at the end of the reporting period. Creditors include all unpaid invoices received relating to normal operations of the Consolidated Entity.

Accrued expenses represent goods and services provided by other parties during the period that are unpaid at the end of the reporting period, and where an invoice has not been processed/received.

The Paid Parental Leave Scheme payable represents amounts which the Consolidated Entity has received from the Commonwealth Government to forward onto eligible employees via the Consolidated Entity's standard payroll processes. That is, the Consolidated Entity is acting as a conduit through which the payment to eligible employees is made on behalf of the Family Assistance Office.

Interest rate and credit risk

Payables are measured at nominal amounts. Creditors and accruals are raised for all amounts owed. Sundry creditors are normally settled within 30 days from the date the invoice is first received. Employee on-costs are settled when the respective employee benefits that they relate to are discharged. All payables are non-interest bearing. The carrying amount of payables approximates net fair value due to the amounts being payable on demand.

Refer to note 36 for further information on risk management.

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25. Borrowings

	Note	Consolidated		Parent	
		2018	2017	2018	2017
		\$'000	\$'000	\$'000	\$'000
Current					
Loans		3,908	3,546	3,908	3,546
Finance lease	29.3	64,561	34,770	-	-
Total current borrowings		68,469	38,316	3,908	3,546
Non-current					
Loans		3,007	6,915	3,007	6,915
Finance lease	29.3	2,709,726	2,763,386	-	-
Total non-current borrowings		2,712,733	2,770,301	3,007	6,915
Total borrowings		2,781,202	2,808,617	6,915	10,461

The contractual maturities for loans (financial liabilities at cost) are within 5 years. The Consolidated Entity measures financial liabilities including borrowings/debt at historical cost.

The decrease in loans liability of \$3.546 million arises from financing cash outflows. The decrease in finance lease liability of \$23.869 million arises from financing cash outflows of \$34.770 million less the capitalisation of interest of \$10.901 million.

Refer to note 36 for further information on risk management.

Defaults and breaches

There were no defaults or breaches on any of the above liabilities throughout the year.

26. Employee benefits

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Current				
Annual leave	350,511	321,808	13,973	14,003
Long service leave	50,733	47,740	3,812	3,944
Accrued salaries and wages	84,559	71,190	2,854	2,956
Fringe benefits tax	1,540	2,538	1,531	2,528
Skills and experience retention leave	27,563	27,935	987	1,074
Superannuation - defined benefit scheme	17,768	17,613	-	-
Other	385	365	47	12
Total current employee benefits	533,059	489,189	23,204	24,517
Non-current				
Long service leave	664,934	622,369	32,452	33,570
Superannuation - defined benefit scheme	10,030	9,695	-	-
Total non-current employee benefits	674,964	632,064	32,452	33,570
Total employee benefits	1,208,023	1,121,253	55,656	58,087

Employee benefits accrue as a result of services provided up to the reporting date that remain unpaid. Long-term employee benefits are measured at present value and short-term employee benefits are measured at nominal amounts.

26.1 Salaries and wages, annual leave, skills and experience retention leave and sick leave

The liability for salary and wages is measured as the amount unpaid at the reporting date at remuneration rates current at the reporting date.

The annual leave liability and the skills and experience retention leave liability is expected to be payable within 12 months and is measured at the undiscounted amount expected to be paid. In the unusual event where salary and wages, annual leave and skills and experience retention leave liability are payable later than 12 months, the liability will be measured at present value.

No provision has been made for sick leave, as all sick leave is non-vesting, and the average sick leave taken in future years by employees is estimated to be less than the annual entitlement for sick leave.

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26.2 Long service leave

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method.

AASB 119 *Employee Benefits* contains the calculation methodology for long service leave liability. The actuarial assessment performed by Mercer Consulting (Australia) Pty Ltd has provided a basis for the measurement of long service leave.

AASB 119 requires the use of a yield on long-term Commonwealth Government bonds which matches the expected duration of the liabilities as the discount rate in the measurement of the long service leave liability.

The appropriate yields on long-term Commonwealth Government bonds have increased from 2017 (2.27% to 2.77%) to 2018 (2.57% to 2.84%). This increase in the bond yield, which is used as the rate to discount future long service leave cash flows, results in a decrease in the reported long service leave liability.

The net financial effect of the changes in the bond yield in the current year is a decrease in the reported long service leave liability of \$15.383 million (Parent \$0.500 million) and employee benefits expense of \$15.925 million (Parent \$0.521 million). This decrease has largely been offset by changes to the assumptions associated with the duration of the liability resulting in an overall net increase in the reported long service leave liability relative to 2017. The impact on future periods is impracticable to estimate as the long service leave liability is calculated using a number of assumptions – a key assumption being the long-term discount rate.

An actuarial assessment performed by DTF left the salary inflation rate at 3.00% for annual leave and skills, experience and retention leave liability. The long term salary inflation rate for long service leave was left at 4.00% for the Department and LHNs and increased from 3.50% to 4.00% for SAAS. The net financial effect of the change in the salary inflation rate in the current financial year is an increase in the long service leave liability of \$3.221 million and employee benefits expense of \$3.371 million.

26.3 Superannuation funds

A significant number of SAAS employees are members of the SA Ambulance Service Superannuation Scheme (the "Scheme"). These employees are eligible to receive a benefit from the Scheme. A benefit is payable on retirement, death, disablement or leaving SAAS, in accordance with the Scheme's trust deed and rules. The Scheme provides lump sum benefits based on a combination of defined benefits which depend on years of service and final salary and accumulation benefits which depend on the accumulation of member and employer contributions adjusted for appropriate earnings and expenses. The liability for this Scheme has been determined via an actuarial valuation by Mercer Investment Nominees Limited using the projected unit credit method.

The expected payment to settle the obligation has been determined using national government bond market yields with terms and conditions that match, as closely as possible, to estimated cash outflows. Refer to note 26.

Actuarial gains and losses are recognised in other comprehensive income in the Statement of Comprehensive Income, in the period in which they occur. The superannuation expense comprising interest cost and other costs of the defined benefit plan is measured in accordance with AASB 119 and is recognised as and when contributions fall due.

The South Australian Superannuation Board was appointed Trustee of the Scheme effective 1 July 2006. The Scheme was closed to new members as at 30 June 2008. For those staff who are not members of the Scheme, SAAS pays contributions in accordance with the relevant award or contract of employment to other nominated Superannuation funds in compliance with the superannuation guarantee legislation. Contributions are charged as expenditure as they are made. Members are not required to make contributions to these funds.

The defined benefit liability has been recognised in the Statement of Financial Position in accordance with AASB 119 and is held in SAAS.

Defined benefit superannuation scheme	Consolidated		Parent	
	2018	2017	2018	2017
Reconciliation of the present value of the defined benefit obligation:	\$'000	\$'000	\$'000	\$'000
Opening balance of defined benefit obligation	273,198	286,482	-	-
Current service cost	9,070	10,955	-	-
Interest cost	6,588	5,381	-	-
Contributions by scheme participants	5,008	5,251	-	-
Actuarial (gains)/losses	9,514	(23,191)	-	-
Benefits paid	(17,523)	(10,488)	-	-
Taxes, premiums and expenses paid	(1,872)	(1,780)	-	-
Transfers in	276	588	-	-
Closing balance of defined benefit obligation	284,259	273,198	-	-

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Reconciliation of fair value of scheme assets:	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Opening balance of scheme assets	245,890	225,383	-	-
Interest Income	6,063	4,373	-	-
Actual return on scheme assets less Interest Income	11,605	16,702	-	-
Contributions from the employer	7,014	5,861	-	-
Contributions by scheme participants	5,008	5,251	-	-
Benefits paid	(17,523)	(10,488)	-	-
Taxes, premiums and expenses paid	(1,872)	(1,780)	-	-
Transfers in	276	588	-	-
Closing balance of scheme assets	256,461	245,890	-	-

The amount included in the Statement of Financial Position arising from Consolidated Entity's obligations in respect of its defined benefit scheme is as follows:

Present value of defined benefit obligations	284,259	273,198	-	-
Fair value of scheme assets	(256,461)	(245,890)	-	-
Net liability arising from defined benefit obligations	27,798	27,308	-	-

Included in the Statement of Financial Position:

Current provision for employee benefits - defined benefit obligations	17,768	17,613	-	-
Non-current provision for employee benefits - defined benefit obligations	10,030	9,695	-	-
Closing balance of defined benefit obligation	27,798	27,308	-	-

	% invested by asset class			
	Consolidated		Parent	
	2018	2017	2018	2017
	%	%	%	%
Australian equity	31	29	-	-
International equity	20	21	-	-
Fixed income	35	27	-	-
Property	12	12	-	-
Alternatives/other	-	8	-	-
Cash	2	3	-	-
Total	100	100	-	-

In accordance with the revised AASB 119 the discount rate assumption is used to determine interest income and the expected return on assets assumption is no longer used. The actual return on scheme assets was a gain of \$17.668 million (\$21.075 million). Employer contributions of \$5.497 million are expected to be paid to the scheme for the year ending 30 June 2019. Expected employer contributions reflect the current 12.00% of salary contributions.

Principal actuarial assumptions used (and expressed as weighted averages):	Consolidated		Parent	
	2018	2017	2018	2017
	% pa	% pa	% pa	% pa
Discount rate (defined benefit cost)	2.7	2.1	-	-
Expected rate of salary increase (defined benefit cost)	3.5	4.0	-	-
Discount rate (defined benefit obligation)	2.6	2.7	-	-
Expected rate of salary increase (defined benefit obligation)	4.0	3.5	-	-

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Movement in net defined benefit liability				
Net defined benefit liability at start of year	27,308	61,099	-	-
Defined benefit cost	9,595	11,963	-	-
Remeasurements	(2,091)	(39,893)	-	-
Employer contributions	(7,014)	(5,861)	-	-
Closing balance of scheme assets	27,798	27,308	-	-

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Sensitivity analysis

The defined benefit obligation as at 30 June 2018 under several scenarios is presented below.

Scenarios A and B relate to discount rate sensitivity. Scenarios C and D relate to salary increase rate sensitivity.

Scenario A: 0.5% p.a. lower discount rate assumption

Scenario B: 0.5% p.a. higher discount rate assumption

Scenario C: 0.5% p.a. lower salary increase rate assumption

Scenario D: 0.5% p.a. higher salary increase rate assumption

	Base Case	Scenario A	Scenario B	Scenario C	Scenario D
		-0.5% pa discount rate	+0.5% pa discount rate	-0.5% pa salary increase rate	+0.5% pa salary increase rate
Discount Rate	2.6%	2.1%	3.1%	2.6%	2.6%
Salary increase rate	4.0%	4.0%	4.0%	3.5%	4.5%
Defined benefit obligation (\$'000)	284,259	294,174	275,059	276,132	293,909

Description of the regulatory framework

The scheme operates in accordance with its Trust Deed. The scheme is considered to be an exempt public sector scheme.

Description of other entities' responsibilities for the governance of the Scheme

The scheme's trustee is responsible for the governance of the scheme. The trustee has a legal obligation to act solely in the best interests of scheme beneficiaries. The trustee has the following roles:

- administration of the scheme and payment to the beneficiaries from scheme assets when required in accordance with the scheme rules;
- management and investment of the scheme assets; and
- compliance with superannuation law and other applicable regulations.

The prudential regulator, the Australian Prudential Regulation Authority (APRA), licences and supervises regulated superannuation schemes.

Description of risks

There are a number of risks to which the scheme exposes the employer. The more significant risks relating to the defined benefits are:

Investment risk

The risk that investment returns will be lower than assumed and the employer will need to increase contributions to offset this shortfall.

Salary growth risk

The risk that wages or salaries (on which future benefit amounts will be based) will rise more rapidly than assumed, increasing defined benefit amounts and thereby requiring additional employer contributions.

Legislative risk

The risk that legislative changes could be made which increase the cost of providing the defined benefits.

The scheme assets are invested in the Funds SA Balanced Investment option. The assets are diversified within this investment option and therefore the Scheme has no significant concentration of investment risk.

Funding arrangements

The financing objective adopted at the 30 June 2017 actuarial investigation of the scheme, in a report dated 5 June 2018, is to maintain the value of the scheme's assets at least equal to:

- 100% of accumulation account balances, plus
- 105% of defined benefit vested benefit.

In that valuation, it was recommended that the employer contribute to the scheme as follows:

- Defined Benefit members:
 - 12.00% of salary for all defined benefit members until 30 June 2018, then
 - 9.50% of salary for all defined benefit members after 1 July 2018, plus
 - Any additional employer contributions agreed between the employer and a member.
- Accumulation members:
 - 9.50% of ordinary time earnings, plus
 - Any additional employer contributions agreed between the employer and a member.

Maturity profile of defined benefit obligation

The weighted average duration of the defined benefit obligation as at 30 June 2018 is eight years.

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27. Provisions

	Note	Consolidated		Parent	
		2018	2017	2018	2017
		\$'000	\$'000	\$'000	\$'000
Current					
Insurance	27.2	14,505	14,402	14,505	14,402
Workers compensation	27.1	23,224	33,122	466	688
Total current provisions		37,729	47,524	14,971	15,090
Non-current					
Insurance	27.2	104,491	90,845	104,491	90,845
Workers compensation	27.1	85,298	55,217	561	894
Total non-current provisions		189,789	146,062	105,052	91,739
Total provisions		227,518	193,586	120,023	106,829

27.1 Workers Compensation

Workers compensation statutory provision

The Department is a self-insured employer within the *Return to Work Act 2014*, and has delegated powers pursuant to section 134 of this Act. As a consequence, the Department is responsible for the management of and all costs of workers compensation claims. The Consolidated Entity is directly responsible for the cost of workers compensation claims and the implementation and funding of preventative programs.

From 1 July 2010, the Department devolved annual funding to all remaining safety net funded LHNs and health centres for workers compensation expenditure, excluding lump sum payments. Accordingly, the Department recognises a payable to the LHNs equivalent to the redemption and lump sum payments which the LHNs recognise as a provision in their financial statements. The workers compensation liability to the LHNs recognised by the Department as at 30 June is \$25.008 million (\$28.172 million). Refer to note 24. These transactions are eliminated on consolidation in accordance with the requirements of AASB 10.

The workers compensation provision is an actuarial assessment of the outstanding liability as at 30 June 2018 provided by a consulting actuary engaged through the Office of the Commissioner for Public Sector Employment. The provision is for the estimated cost of ongoing payments to employees as required under current legislation. There is a high level of uncertainty as to the valuation of the liability (including future claim costs). The liability covers claims incurred but not yet paid, incurred but not reported and the anticipated direct and indirect costs of settling these claims. The liability for outstanding claims is measured as the present value of the expected future payments reflecting the fact that all claims do not have to be paid in the immediate future.

Workers compensation non-statutory provision

Additional insurance/compensation arrangements for certain work related injuries have been introduced for most public sector employees through various enterprise bargaining agreements and industrial awards. This insurance/compensation is intended to provide continuing benefits to non-seriously injured workers who have suffered eligible work-related injuries and whose entitlements have ceased under the statutory workers compensation scheme. Eligible injuries are non-serious injuries sustained in circumstances which involved, or appeared to involve, the commission of a criminal offence, or which arose from a dangerous situation.

The workers compensation non-statutory provision is an actuarial assessment of the outstanding claims liability, for the first time, as at 30 June 2018 provided by a consulting actuary (PwC) engaged through the Office of the Commissioner for Public Sector Employment. There is a high level of uncertainty as to the valuation of the liability (including future claim costs), this is largely due to the enterprise bargaining agreements and industrial awards being in place for a short period of time and the emerging experience is unstable. The average claim size has been estimated based on applications to date and this may change as more applications are made. As at 30 June 2018 the Consolidated Entity recognised a workers compensation non-statutory provision of \$14.914 million (Parent: \$0.051 million), as this provision was introduced in 2017-18 there are no comparatives available.

Reconciliation of workers compensation

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	88,339	100,084	1,582	3,095
Increase in provisions recognised	28,365	1,311	51	-
Reductions resulting from re-measurement or settlement without cost	(5,203)	(4,698)	(541)	(1,487)
Reductions arising from payments/other sacrifices of future economic benefits	(2,979)	(8,358)	(65)	(26)
Carrying amount at the end of the period	108,522	88,339	1,027	1,582

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27.2 Insurance

The Department is responsible for the management of the Consolidated Entity's insurance program. The Department is a participant in the State Government's insurance program. The Department pays a premium to SA Government Financing Authority (SAFA), SAICORP Division for professional indemnity insurance (including medical malpractice), public liability and property insurance, and is responsible for the management claim for amounts up to an agreed amount (the deductible). SAICORP provides the balance of funding for claims in excess of the deductible. For professional indemnity (including medical malpractice) claims after 1 July 1994 and general public liability and property claims after 1 July 1999 the deductible per claim is \$1 million. For claims incurred prior to these dates the deductible per claim is \$50,000.

Professional indemnity and general public liability claims arising from the LHNs' and SAAS's operations are managed as part of the State Government Insurance Program. The LHNs and SAAS pay an annual premium to the Department. These transactions are eliminated on consolidation in accordance with the requirements of AASB 10.

The determination of the medical malpractice professional indemnity insurance provision was carried out through an actuarial assessment in accordance with AASB 1023 *General Insurance Contracts*, conducted by Brett & Watson Pty Ltd. Current and non-current liabilities of the Department are determined by taking into account prudential margins, inflation, taxes, claims incurred but not reported and current claim values. The discount rate of 2.7% was left unchanged between years.

The provision for claims for general public liability insurance and property is a management assessment.

Reconciliation of insurance

The following table shows the movement of insurance during the period for the Consolidated Entity and Parent:

	Medical malpractice	Professional indemnity (Other)	Public liability	Property	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
2017-18					
Carrying amount at 1 July	102,284	-	1,042	1,921	105,247
Increase to provision due to new claims	5,402	-	332	988	6,722
Reduction due to payments	(10,515)	-	(107)	(598)	(11,220)
Net revision of estimates	18,756	299	429	(1,237)	18,247
Carrying amount at the end of the period	115,927	299	1,696	1,074	118,996

	Medical malpractice	Professional indemnity (Other)	Public liability	Property	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
2016-17					
Carrying amount at 1 July	119,283	-	1,451	1,178	121,912
Increase to provision due to new claims	15,740	-	195	2,135	18,070
Reduction due to payments	(18,387)	-	(1,257)	(855)	(20,499)
Net revision of estimates	(14,352)	-	653	(537)	(14,236)
Carrying amount at the end of the period	102,284	-	1,042	1,921	105,247

28. Other liabilities

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Current				
Unclaimed monies	63	228	-	2
Unearned revenue	10,395	6,977	-	33
Residential aged care bonds	75,144	66,549	-	-
Lease incentive	671	586	511	426
Other	685	588	1	-
Total current other liabilities	86,958	74,928	512	461
Non-current				
Unearned revenue	690	774	-	-
Lease incentive	3,025	3,558	1,543	2,000
Other	835	714	-	-
Total non-current other liabilities	4,550	5,046	1,543	2,000
Total other liabilities	91,508	79,974	2,055	2,461

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Residential Aged Care Bonds are accommodation bonds, refundable accommodation contributions and refundable accommodation deposits. These are non-interest bearing deposits made by aged care facility residents to the Consolidated Entity upon their admission to residential accommodation. The liability for accommodation is carried at the amount that would be payable on exit of the resident. This is the amount received on entry of the resident less applicable deductions for fees and retentions pursuant to the *Aged Care Act 1997*. Residential Aged Care Bonds are classified as current liabilities as the Consolidated Entity does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. The obligation to settle could occur at any time. Once a refunding event occurs the other liability becomes interest bearing. The interest rate applied is the prevailing interest rate at the time as prescribed by the Commonwealth Department of Health.

29. Unrecognised contractual commitments

Commitments include operating, capital and outsourcing arrangements arising from contractual or statutory sources, and are disclosed at their nominal value. Unrecognised contractual commitments are disclosed net of the amount of GST recoverable from, or payable to, the ATO. If GST is not recoverable or payable, the commitments are disclosed on a gross basis.

29.1 Operating lease revenue commitments

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Commitments in relation to operating leases contracted for at the reporting date but not recognised as assets are receivable as follows:				
Within one year	857	938	-	-
Later than one year but not longer than five years	1,021	184	-	-
Total operating lease revenue commitments	1,878	1,122	-	-

The operating lease revenue commitments relates to property owned by the Consolidated Entity and leased to external parties.

29.2 Operating lease expenditure commitments

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Commitments in relation to operating leases contracted for at the reporting date but not recognised as liabilities are payable as follows:				
Within one year	39,278	40,487	12,051	11,822
Later than one year but not longer than five years	82,414	98,583	26,430	36,542
Later than five years	51,960	61,739	-	-
Total operating lease commitments	173,652	200,809	38,481	48,364

Representing:

Cancellable operating leases	11,064	12,036	-	-
Non-cancellable operating leases	162,588	188,773	38,481	48,364
Total operating lease commitments	173,652	200,809	38,481	48,364

The Consolidated Entity has a number of lease agreements. Lease terms vary in length. Each lease agreement has renewal options for a determined period, exercisable by both the lessor and lessee. The operating lease arrangements are for the use of properties and motor vehicles. Motor vehicles are leased from the South Australian Government Financing Authority (SAFA) through their agent LeasePlan Australia. The leases are non-cancellable and the vehicles are leased for a specified time period or a specified number of kilometers, whichever occurs first.

29.3 Finance lease liabilities commitments

29.3.1 Finance lease liabilities commitments - excluding Royal Adelaide Hospital (RAH)

Future minimum lease payments for the Consolidated Entity under finance lease and hire purchase contracts together with the present value of net minimum lease payments are as follows:

	2018		2017	
	Minimum lease payments	Present value of lease payments	Minimum lease payments	Present value of lease payments
	\$'000	\$'000	\$'000	\$'000
Within one year	8,935	4,571	8,759	4,527
Later than one year but not longer than five years	29,670	13,804	31,509	13,296
Later than five years	9,290	4,962	15,402	9,071
Total minimum lease payments	47,895	23,337	55,670	26,894
Less future finance lease charges and contingent rentals	(24,558)	-	(28,776)	-
Total finance lease commitments - excluding RAH	23,337	23,337	26,894	26,894

Included in finance lease commitments above is \$2.122 million (\$2.445 million) which is the GST component.

The Consolidated Entity has entered into finance leases for buildings and improvements and plant and equipment with a carrying amount of \$74.999 million (\$105.039 million) and nil (\$0.009 million), respectively. The leases are non-cancellable with some leases having the right of renewal. Rent is payable in arrears.

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Minimum lease payments are allocated between interest expense/borrowing costs and reduction of the lease liability to each period during the lease term, so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Where there is no reasonable assurance that the Consolidated Entity will obtain ownership of the capitalised asset at the end of the lease term, the asset is amortised over the shorter of the lease term and its useful life.

The lease of the Health Facility to Mt Gambier and Districts Health Service is for 25 years with an option for a 10 year renewal. After 35 years the land and buildings revert to the Department. The lease commenced on 30 June 1997. The base rental for the 25 year term increases according to CPI each quarter. For the 10 year renewal the rental is determined according to a different method related to a valuation of the property and its replacement cost.

29.3.2 Finance lease liabilities commitments – Royal Adelaide Hospital (RAH) buildings and plant and equipment

Future minimum lease payments for the Consolidated Entity under the PPP arrangement together with the present value of net minimum lease payments for the buildings and plant and equipment at the new RAH are as follows:

	2018		2017	
	Minimum lease payments	Present value of lease payments	Minimum lease payments	Present value of lease payments
	\$'000	\$'000	\$'000	\$'000
Within one year	313,286	292,851	288,032	268,782
Later than one year but not longer than five years	1,228,958	902,875	1,237,879	913,750
Later than five years	6,595,741	1,555,224	6,900,105	1,588,730
Total minimum lease payments	8,137,985	2,750,950	8,426,016	2,771,262
Less future finance lease charges and contingent rentals	(5,387,035)	-	(5,654,754)	-
Total finance lease commitments - RAH	2,750,950	2,750,950	2,771,262	2,771,262

There is nil GST in the finance lease commitments for the RAH.

A 35 year contract was entered into in June 2011 with SA Health Partnership Consortium trading as Celsus to finance, design, build, operate and maintain the new RAH. Under the arrangement, Celsus will maintain and provide non-medical support services including facilities management by Spotless and information and communication technology (ICT) support and maintenance by DXC Technology for the duration of the contract. This arrangement is referred to as a Public Private Partnership (PPP). Commercial acceptance was achieved on 13 June 2017.

Under the PPP agreement, the Consolidated Entity pays the operator over the period of the arrangement, subject to specified performance criteria being met.

The PPP costs are disclosed as:

- a component accounted for as finance lease payment for the buildings and furniture, fitting and equipment provided under the agreement; and
- a component related to the ongoing operation and maintenance of the facilities accounted for as PPP operating costs, which are expensed in the Statement of Comprehensive Income.

At the conclusion of the contract in 2046, the Consolidated Entity will take ownership of the RAH. Celsus have an obligation to deliver the RAH in a condition fit for its intended purpose and fully maintained in accordance with the agreed asset management plan.

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Included in the Statement of Financial Position as:				
Current borrowings (Note 25)	64,561	34,770	-	-
Non-current borrowings (Note 25)	2,709,726	2,763,386	-	-
Total included in borrowings	2,774,287	2,798,156	-	-

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29.4 Expenditure Commitments

29.4.1 Capital commitments

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Capital expenditure contracted for at the reporting date but are not recognised as liabilities in the financial report, are payable as follows:				
Within one year	11,691	72,896	265	1,449
Later than one year but not longer than five years	-	217	-	217
Total capital commitments	11,691	73,113	265	1,666

The Consolidated Entity's capital commitments are for plant and equipment ordered but not received and capital works.

29.4.2 Other expenditure commitments

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Within one year	213,654	226,812	64,947	64,317
Later than one year but not longer than five years	366,009	384,787	16,030	33,190
Later than five years	2,523,411	2,605,833	-	69
Total other expenditure commitments	3,103,074	3,217,432	80,977	97,576
Less contingent rentals	(1,190,781)	(1,200,858)	-	-
Net other expenditure commitments	1,912,293	2,016,574	80,977	97,576

The Consolidated Entity's expenditure commitments are for agreements for goods and services ordered but not received.

Included in other expenditure commitments above is \$2,912.588 million (\$2,984.055 million), including contingent rentals, which relates directly to the PPP operations and maintenance commitments.

The Consolidated Entity also has commitments to provide funding to various non-government organisations in accordance with negotiated service agreements. The value of these commitments as at 30 June 2018 has not been quantified.

30. Contingent assets and liabilities

Contingent assets and contingent liabilities are not recognised in the Statement of Financial Position, but are disclosed within this note and, if quantifiable are measured at nominal value. Contingencies are disclosed net of the amount of GST recoverable from, or payable to, the ATO. If GST is not recoverable or payable the contingencies are disclosed on a gross basis.

30.1 Contingent assets

The new RAH project is being delivered under a public-private partnership agreement with Celsus. The new RAH PPP agreement contains a number of indexation elements which relate to adjustments to certain service payments i.e. interest rate and refinancing service payment adjustments. Where the indexation element is closely related to a lease contract, such as the interest rate payment adjustment, it is not required to be separately accounted for as a derivative. The change in interest rate is accounted for as a contingent rental and expensed in the period incurred.

Like the interest rate service payment adjustment, the refinancing element is an embedded derivative. However the economic characteristics and risks of this embedded derivative are not closely related to the lease contract and are required to be accounted for separately in the financial statements. The refinancing element could be considered akin to a purchase option in that the Hospital benefits from a portion of gains without exposure to any of the losses. The valuation of this derivative would be derived via the present value of the estimated future cash flows over the life of the project based on observable interest yield curves, basis spread, credit spreads and option pricing models, as appropriate, adjusted for Celsus's credit risk, (i.e. forward curve of credit risk margin). The estimated value of the contingent asset is unable to be fully determined because of the following uncertain future events that will have an impact on Celsus's credit margin:

- Celsus's credit risk profiling and the number of times Celsus will refinance during the term of the PPP arrangement;
- The type of finance Celsus sources e.g. short term debt from the banking market vs longer term debt potentially sourced via a private placement;
- Uncertainty around the margin negotiated and whether it will be higher or lower than those assumed margins in the financial modelling;
- Whether the State Government will make a capital contribution during the first or any refinancing points; and
- The lodgement and resolution of any claims under the PPP agreement.

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30.2 Contingent liabilities

On 1 August 2017, Hansen Yuncken Pty Ltd and CBP Contractors Pty Ltd (formerly known as Leighton Contractors Pty Ltd) filed legal proceedings in the Federal Court of Australia against Celsus Pty Ltd (formerly known as SA Health Partnership Nominees Pty Ltd), independent certifier Donald Cant Watts Corke Pty Ltd and the Crown in right of the State of South Australia for alleged breaches of contract in relation to the construction of the new RAH. In December 2017 the respondents to the builder's Federal Court proceedings successfully obtained a stay of the proceedings pending the outcome of an arbitration process. At the time of this report, the arbitration process was still in progress. It is not possible to estimate the dollar effect of this claim or whether it will be successful.

On 5 June 2018, Spotless issued Celsus with three Notices of Dispute relating to operational matters. On the same day, Celsus issued corresponding Notices of Dispute to the State. At the time of this Report, the parties are discussing these operational matters. It is not possible to estimate the dollar effect of these disputes.

30.3 Guarantees

The Consolidated Entity has made no guarantees.

31. Related party transactions

The Consolidated Entity is controlled by the SA Government.

Related parties of the Consolidated Entity include all key management personnel and their close family members; all Cabinet Ministers and their close family members; and all public authorities that are controlled and consolidated into the whole of government financial statements and other interests of the Government.

31.1 Significant transactions with government related entities

Significant transactions with the SA Government are identifiable throughout this financial report. The Consolidated Entity received funding from the SA Government (note 14), and incurred significant expenditure with the Department of Planning, Transport and Infrastructure (DPTI) for capital works of \$101.297 million (\$169.886 million), occupancy rent and rates of \$16.333 million (\$15.549 million) and property repairs and maintenance of \$26.609 million (\$22.234 million) (note 4). As at 30 June the outstanding balance payable to DPTI was \$15.313 million (\$42.578 million) (note 24) and the value of unrecognised contractual expenditure commitments with DPTI was \$47.087 million (\$53.740 million) (note 29).

Quantitative information about transactions and balances between the Department and other SA Government controlled entities is disclosed at note 33. Refer also to notes 4, 5, 8, 16 and 24 for information about transactions between the Department and the LHNs and SAAS.

In addition, the Consolidated Entity has lease arrangements (both as lessee and as lessor) with other SA Government controlled entities. The premises are provided/received at nil or nominal rental with outgoings such as utilities being paid by the lessee.

31.2 Transactions with Key Management Personnel and other related parties

Compensation of key management personnel is disclosed at note 3.

The Consolidated Entity did not enter into any transactions with key management personnel or their close family in 2017-18 that were not consistent with normal procurement arrangements.

32. Interests in other entities

The Consolidated Entity through its control of the LHNs has interests in a number of other entities as detailed below.

Controlled Entities

Central Adelaide Local Health Network Incorporated has a 100% interest (1,150,000 shares) in Medvet. Medvet is a national provider of on-site health and safety services delivered by qualified and experienced professional staff to businesses throughout Australia.

Country Health SA Local Health Network Incorporated has effective control over, and a 100% interest in, the net assets of the HACs. The HACs were established as a consequence of the *Health Care Act 2008* being enacted and certain assets, rights and liabilities of the former Hospitals and Incorporated Health Centres were vested in them with the remainder being vested in the Country Health SA Local Health Network Incorporated.

By proclamation dated 26 June 2008, the following assets, rights and liabilities were vested in the Incorporated HACs:

- all real property, including any estate, interest or right in, over or in respect of such property except for all assets, rights and liabilities associated with any land dedicated under any legislation dealing with Crown land; and
- all funds and personal property held on trust and bank accounts and investments that are solely constituted by the proceeds of fundraising except for all gift funds, and other funds or personal property constituting gifts or deductible contributions under the *Income Tax Assessment Act 1997* (Commonwealth).

The above assets, rights and liabilities of the former Hospitals whose HAC elected not to become incorporated were vested in the Country Health SA Board Health Advisory Council Inc. The HACs have no powers to direct or make decisions with respect to the management and administration of Country Health SA Local Health Network.

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Joint arrangements

The Consolidated Entity participates in the following joint operations:

Name of arrangement	Nature of the arrangement	Principal activity	Location	Interest
Centre for Cancer Biology Alliance	Agreement between the University of South Australia and Central Adelaide Local Health Network Incorporated	Undertake health and medical research in South Australia as an integrated clinical, educational and research activity, with a focus on cancer research.	Adelaide SA	50%
South Australian Cancer Genome Facility	Agreement between the University of South Australia and Central Adelaide Local Health Network Incorporated	Provide cost effective and high quality genomics services and support research into the initiation and progression of, and treatment and genetic determinants for cancer, to provide access to the equipment within the facility.	Adelaide SA	50%

The Consolidated Entity participates in the following joint venture:

Name of arrangement	Nature of the arrangement	Principal activity	Location	Interest
Flinders Reproductive Medicine Pty Ltd (as Trustee for Flinders Charitable Trust, trading as Flinders Fertility)	Agreement between Flinders Reproductive Medicine Pty Ltd and Southern Adelaide Local Health Network Incorporated	Provision of equitable and accessible fertility treatment.	Adelaide SA	50%

Flinders Fertility is a private fertility clinic based within Flinders Medical Centre in Bedford Park, South Australia. Flinders Fertility is structured as a private trust which is not a reporting entity and is not publicly listed. The Consolidated Entity and Flinders University each have a 50% beneficial entitlement to the net assets of the trust. Accordingly, the interest is classified as a joint venture with the investment measured using the equity accounting method.

The Consolidated Entity's share in the equity of the Flinders Fertility is calculated based on the draft financial statements provided for the reporting period and subsequently adjusted when the final audited financial statements are available.

Based on the draft financial statements as at 30 June 2017, Flinders Fertility projected a profit, however the audited statements recorded a loss due primarily to the write-off of items previously capitalized. The draft financial statements for the year ended 30 June 2018 project a further loss. The losses for both years have not been distributed to the beneficiaries.

The following table summarises the financial information of Flinders Fertility based on currently available information:

	2018	2017
Percentage ownership interest	50 %	50 %
	\$'000	\$'000
Current assets	2,474	4,361
Current liabilities	(1,315)	(650)
Non-current assets	1,849	2,052
Non-current liabilities	(3,008)	(5,763)
Net assets	-	-
Share of beneficial entitlement	2,657	2,695
Carrying amount of interest in joint venture	2,657	2,695
Expenses	(7,900)	(4,904)
Revenue	5,192	4,980
Profit/(loss) and total comprehensive income	(2,708)	76
Entity's share of profit/(loss) and total comprehensive income (50%)	(1,354)	38

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33. Transactions with SA Government

The following table discloses expenses, income, financial assets and financial liabilities where the counterparty/transaction is with an entity within the SA Government as at the reporting date, classified according to their nature.

Parent Note	SA Government		Non-SA Government		Total	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
EXPENSES						
3 Employee benefits expenses	10,733	10,685	178,071	179,170	188,804	189,855
4 Supplies and services	65,865	67,334	447,979	412,013	513,844	479,347
Administration	165	200	1,494	1,537	1,659	1,737
Advertising	15	66	2,670	2,926	2,685	2,992
Communication	4,015	4,287	10,061	9,004	14,076	13,291
Computing	5,618	4,971	91,875	70,214	97,493	75,185
Consultants	-	-	4,303	14,448	4,303	14,448
Contract of services	207	207	105,254	99,450	105,461	99,657
Contractors	334	252	4,031	4,179	4,365	4,431
Contractors - agency staff	10,420	10,623	12,490	12,977	22,910	23,600
Cost of goods sold	-	-	100,534	96,283	100,534	96,283
Drug supplies	-	-	1,345	1,206	1,345	1,206
Electricity, gas and fuel	-	4	143	98	143	102
Fee for service	-	-	-	-	-	-
Food supplies	7	9	53	63	60	72
Housekeeping	28	47	406	54	434	101
Insurance	25,228	23,965	27,467	4,528	52,695	28,493
Interstate patient transfers	-	-	37,119	45,306	37,119	45,306
Legal	2,291	3,120	3,701	920	5,992	4,040
Medical, surgical and laboratory supplies	8	10	58	124	66	134
Minor equipment	260	4	3,282	7,495	3,542	7,499
Motor vehicle expenses	404	476	80	93	484	569
Occupancy rent and rates	12,275	12,808	1,856	1,803	14,131	14,611
Patient transport	-	-	-	11	-	11
Services from Shared Services SA	2,028	2,706	-	-	2,028	2,706
Postage	1	3	2,525	2,316	2,526	2,319
Printing and stationery	4	17	1,461	1,441	1,465	1,458
Rental expense on operating lease	125	99	289	217	414	316
Repairs and maintenance	642	180	20,795	19,745	21,437	19,925
Security	363	359	95	204	458	563
Employee training and development	148	108	3,872	3,551	4,020	3,659
Employee travel expenses	5	45	1,064	960	1,069	1,005
Other supplies and services	1,274	2,768	9,656	10,860	10,930	13,628
Depreciation and amortisation expense	-	-	16,292	16,221	16,292	16,221
5 Grants and subsidies	5,001,407	4,379,956	26,157	23,440	5,027,564	4,403,396
Recurrent funding to incorporated Health Services	4,699,940	4,024,171	-	-	4,699,940	4,024,171
Capital funding to incorporated Health Services	295,690	350,605	-	-	295,690	350,605
Subsidies	219	15	6,612	5,062	6,831	5,077
Funding to non-government organisations	-	-	19,545	18,378	19,545	18,378
Other	5,558	5,165	-	-	5,558	5,165
6 Borrowing costs	760	1,059	-	-	760	1,059
12 Net loss from disposal of non-current and other assets	-	64	-	2,148	-	2,212
Total proceeds from disposal	-	-	-	(35,146)	-	(35,146)
Less total value of assets disposed	-	-	-	37,255	-	37,255
Less other costs of disposal	-	64	-	39	-	103
7 Other expenses	2,691	4,352	23,848	32,084	26,539	36,436
Bad and doubtful debts	-	-	40	(116)	40	(116)
Bank fees and charges	-	-	10	62	10	62
Donated assets expense	-	694	-	-	-	694
Donated drug vaccine expense	-	-	22,935	29,521	22,935	29,521
Other	2,691	3,658	863	2,617	3,554	6,275
TOTAL EXPENSES	5,081,456	4,463,450	692,347	665,076	5,773,803	5,128,526

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Note	SA Government		Non-SA Government		Total	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
INCOME						
8 Revenues from fees and charges	266,179	268,608	77,537	91,600	343,716	360,208
Business services	-	-	1,325	895	1,325	895
Fines, fees and penalties	43	21	1,092	1,159	1,135	1,180
Insurance recoveries	34,080	33,967	262	289	34,342	34,256
Interstate patient transfers	-	-	72,072	86,407	72,072	86,407
Patient and client fees	20,097	19,532	-	33	20,097	19,565
Private practice fees	2,402	2,261	132	486	2,534	2,747
Recoveries	108,768	115,152	1,361	1,211	110,129	116,363
Sale of goods - medical supplies	100,708	96,521	-	-	100,708	96,521
Other user charges and fees	81	1,154	1,293	1,120	1,374	2,274
9 Grants and contributions	7,696	7,682	1,420,262	1,342,340	1,427,958	1,350,022
National Health Reform Agreement	-	-	1,335,323	1,252,731	1,335,323	1,252,731
Department of Veterans' Affairs	-	-	43,052	49,003	43,052	49,003
Commonwealth Transition Care Program	-	-	23,819	23,184	23,819	23,184
Other Commonwealth grants and contributions	-	-	16,792	16,486	16,792	16,486
SA Government Community Development Fund	7,000	7,000	-	-	7,000	7,000
SA Government capital contributions	-	145	-	-	-	145
Other SA Government grants and contributions	696	537	-	-	696	537
Private sector grants and contributions	-	-	1,276	936	1,276	936
10 Interest revenues	802	1,132	2,432	3,583	3,234	4,715
11 Resources received free of charge	1,614	1,276	20,872	22,340	22,486	23,616
12 Net gain/(loss) from disposal of non-current and other assets	1,731	-	(1,375)	-	356	-
Total proceeds from disposal	1,748	-	-	-	1,748	-
Less total value of assets disposed	-	-	(1,374)	-	(1,374)	-
Less other costs of disposal	(17)	-	(1)	-	(18)	-
13 Other revenues/income	1,620	1,947	1,435	964	3,055	2,911
Commissions revenue	4	3	12	17	16	20
Training revenue	-	-	559	339	559	339
Donations	-	-	30	-	30	-
Car parking revenue	-	-	55	74	55	74
Other	1,616	1,944	779	534	2,395	2,478
14 Revenues from SA Government	3,986,313	3,400,798	-	-	3,986,313	3,400,798
TOTAL INCOME	4,265,955	3,681,443	1,521,163	1,460,827	5,787,118	5,142,270
FINANCIAL ASSETS						
15 Cash and cash equivalents	249,433	86,475	43,169	199,768	292,602	286,243
16 Receivables	11,765	17,408	165,234	160,851	176,999	178,259
Patient/client fees: compensable	1,684	1,600	-	-	1,684	1,600
Debtors	73	1,182	1,774	5,767	1,847	6,949
Less: allowance for doubtful debts	-	-	(259)	(243)	(259)	(243)
Interstate patient transfers	-	-	129,051	128,197	129,051	128,197
Prepayments	1,808	1,968	11,995	10,901	13,803	12,869
Loans	8,046	12,425	-	-	8,046	12,425
Interest	154	233	-	-	154	233
Grants	-	-	723	-	723	-
Sundry receivables and accrued revenue	-	-	209	211	209	211
GST input tax recoverable	-	-	21,741	16,018	21,741	16,018
TOTAL FINANCIAL ASSETS	261,198	103,883	208,403	360,619	469,601	464,502
FINANCIAL LIABILITIES						
24 Payables	37,732	69,835	109,667	111,555	147,399	181,390
Creditors and accrued expenses	10,712	39,659	35,554	30,685	46,266	70,344
Paid Parental Leave Scheme	-	-	6	16	6	16
Health Service workers compensation	25,008	28,172	-	-	25,008	28,172
Interstate patient transfers	-	-	70,621	77,459	70,621	77,459
Employment on-costs	2,012	2,004	3,377	3,326	5,389	5,330
Other payables	-	-	109	69	109	69
25 Borrowings	6,915	10,461	-	-	6,915	10,461
Loans	6,915	10,461	-	-	6,915	10,461
28 Other liabilities	2,054	2,426	1	35	2,055	2,461
Unclaimed monies	-	-	-	2	-	2
Unearned revenue	-	-	-	33	-	33
Lease incentive	2,054	2,426	-	-	2,054	2,426
Other	-	-	1	-	1	-
TOTAL FINANCIAL LIABILITIES	46,701	82,722	109,668	111,590	156,369	194,312

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34. Cash flow reconciliation

Reconciliation of cash and cash equivalents at the end of the reporting period

	Consolidated		Parent	
	2018	2017	2018	2017
	\$'000	\$'000	\$'000	\$'000
Cash and cash equivalents disclosed in the Statement of Financial Position	587,298	469,727	292,602	286,243
Cash as per Statement of Financial Position	587,298	469,727	292,602	286,243
Balance as per Statement of Cash Flows	587,298	469,727	292,602	286,243

Reconciliation of net cash provided by operating activities to net cost of providing services:

Net cash provided by (used in) operating activities	388,344	281,766	8,253	24,885
Revenues from SA Government	(3,986,313)	(3,400,798)	(3,986,313)	(3,400,798)

Add/less non-cash items

Asset donated free of charge	(15,022)	-	-	(694)
Capitalised interest expense on finance lease	(10,901)	(12,192)	-	-
Depreciation and amortisation expense of non-current assets	(256,201)	(174,682)	(16,292)	(16,221)
Gain/(loss) on sale or disposal of non-current assets	(2,261)	(22,397)	356	(2,212)
Gain/(loss) on valuation of defined benefits	(2,091)	(39,893)	-	-
Impairment of non-current assets	(13,837)	(26,747)	-	-
Increments/(decrements) on revaluation of non-current assets	(17,602)	2,888	-	-
Interest credited directly to investments	2,190	3,621	-	-
Resources received free of charge	2,998	4,144	-	1,276
Revaluation of investments	(1,098)	-	-	-
Other	-	(70)	-	-

Movement in assets and liabilities

Increase/(decrease) in receivables	6,127	(7,271)	3,119	2,193
Increase/(decrease) in inventories	(3,604)	(2,149)	(4,946)	(1,676)
Increase/(decrease) in other current assets	13	9	-	-
(Increase)/decrease in employee benefits	(86,770)	28,029	2,431	140
(Increase)/decrease in payables and provisions	(14,741)	43,082	19,988	6,310
(Increase)/decrease in other liabilities	(11,534)	(6,366)	406	(257)
Net cost of providing services	(4,022,303)	(3,329,026)	(3,972,998)	(3,387,054)

Cash and cash equivalents in the Statement of Cash Flows consist of cash and cash equivalents as per the Statement of Financial Position, net of bank overdrafts.

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35. Budgetary reporting and explanations of major variances between budget and actual amounts

Budget information refers to the amounts presented to Parliament in the original budget financial statements in respect of the reporting period (2017-18 Budget Paper 4). Budget information has been included for the Statement of Comprehensive Income and for Investment Expenditure. Budget information has not been included for the Statement of Financial Position or Statement of Cash Flows as the information in these statements are not budgeted for on the same basis and/or determined in a different manner to financial statement information. These original budgeted amounts have been presented and classified on a basis that is consistent with line items in the financial statements. However, these amounts have not been adjusted to reflect revised budgets or administrative restructures/machinery of government changes.

The budget process is not subject to audit.

Consolidated	Original Budget 2018 \$'000	Actual 2018 \$'000	Variance \$'000
Statement of Comprehensive Income			
Expenses			
Employee benefits expenses	3,724,764	3,915,604	(190,840)
Supplies and services	1,678,774	1,914,955	(236,181)
Depreciation and amortisation expense	267,279	256,201	11,078
Grants and subsidies	48,819	42,897	5,922
Borrowing costs	265,669	263,186	2,483
Net loss from disposal of non-current assets and other assets	2,485	2,261	224
Other expenses	75,805	106,319	(30,514)
Total Expenses (a)	6,063,595	6,501,423	(437,828)
Income			
Revenues from fees and charges	624,589	588,538	(36,051)
Grants and contributions	1,701,716	1,768,798	67,082
Interest revenues	5,482	6,864	1,382
Resources received free of charge	15,529	49,865	34,336
Other revenues/income	72,720	65,055	(7,665)
Total Income	2,420,036	2,479,120	59,084
Net cost of providing services	3,643,559	4,022,303	(378,744)
Revenues from SA Government			
Revenues from SA Government	3,761,762	3,986,313	224,551
Total Revenues from SA Government	3,761,762	3,986,313	224,551
Net result	118,203	(35,990)	(154,193)
Other Comprehensive Income			
Items that will not be reclassified to net result			
Changes in property, plant and equipment asset revaluation surplus	-	348,785	348,785
Items that will be reclassified subsequently to net result when specific conditions are met			
Gains/(losses) recognised directly in equity	-	2,218	2,218
Total Other Comprehensive Income	-	351,003	351,003
Total Comprehensive Result	118,203	315,013	196,810

(a) The unfavourable variance of \$437.828 million in total expenses compared with the original budget is mainly due to the increased cost of providing hospital services. Most of these costs are incurred across a large range of areas and are not separately disclosed in this note because of the number and breadth of areas involved. Specific items that have contributed to the variance include: increased operational expenses predominantly due to the readiness, transition and site works associated with the Royal Adelaide Hospital of \$44.2 million; increased drug costs in administering a new Hepatitis C medication under the Pharmaceutical Benefits Scheme of \$27.6 million; increased costs associated with enterprise agreements finalised throughout 2017-18 of \$27.9 million; increased expenditure associated with the updating of ICT devices across SA Health under the End User Computing Project of \$9.8 million; additional funding to meet additional demand in SAAS of \$6.7 million; and the implementation of the Enterprise Patient Administration System (EPAS) across hospitals in 2017-18 of \$4.9 million.

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	Original Budget 2018 \$'000	Actual 2018 \$'000	Variance \$'000
Investing expenditure summary			
Total new projects	16,910	9,721	7,189
Total existing projects	126,218	176,920	(50,702)
Total annual programs	52,589	45,465	7,124
Total investing expenditure	(b) 195,717	232,106	(36,389)

(b) The variance of \$(36,389) million between original budget and actual amounts for investing expenditure mainly relates to \$98.112 million expenditure on Royal Adelaide Hospital site works for which the budget was carried over from 2016-17, in addition to the original 2017-18 budget. Partially offset by \$14.810 million reclassified from investing to expenses for project related costs which did not comply with the SA Health Capitalisation Policy, and projects with underspend variances either due to delays in completing projects or changes in the delivery approach.

Projects with material underspend variances are:

- Flinders Medical Centre Redevelopment (\$15.705 million)
- SA Health Supply Distribution Centre (\$7.272 million)
- Women's and Children's Hospital Upgrade (\$7.215 million)
- Modbury Hospital Redevelopment (\$6.826 million)

36. Financial instruments/financial risk management

36.1 Financial risk management

Risk management is managed by the Department's Risk and Assurance Services section and risk management policies are in accordance with the *Risk Management Policy Statement* issued by the Premier and Treasurer and the principles established in the *Australian Standard Risk Management Principles and Guidelines*.

The Consolidated Entity's exposure to financial risk (liquidity risk, credit risk and market risk) is low due to the nature of the financial instruments held.

Liquidity Risk

The Consolidated Entity is funded principally from appropriation by the SA Government. The Consolidated Entity works with DTF to determine the cash flows associated with the SA Government approved program of work and to ensure funding is provided through SA Government budgetary processes to meet the expected cash flows.

Refer to notes 24 and 25 for further information.

Credit and market risk

The Consolidated Entity has policies and procedures in place to ensure that transactions occur with customers with appropriate credit history. The Consolidated Entity has minimal concentration of credit risk. The Consolidated Entity does not engage in high risk hedging for its financial assets. No collateral is held as security and no credit enhancements relate to financial assets held by the Consolidated Entity.

Refer to notes 15, 16 and 17 for further information.

Exposure to interest rate risk may arise through interest bearing liabilities, including borrowings. The Consolidated Entity's interest bearing liabilities are managed through SAFA and any movement in interest rates are monitored on a daily basis. There is no exposure to foreign currency or other price risks.

There have been no changes in risk exposure since the last reporting period.

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36.2 Categorisation of financial instruments

Details of the significant accounting policies and methods adopted including the criteria for recognition, the basis of measurement, and the basis on which income and expenses are recognised with respect to each class of financial asset, financial liability and equity instrument are disclosed in the respective financial asset / financial liability note.

The carrying amounts of each of the following categories of financial assets and liabilities: held-to-maturity investments; loan and receivables; and financial liabilities measured at cost are detailed below.

The Consolidated Entity does not recognise any financial assets or financial liabilities at fair value, but does disclose fair value in the notes. All of the resulting fair value estimates are included in Level 2 as all significant inputs required are observable.

- The carrying value less impairment provisions of receivables and payables is a reasonable approximation of their fair values due to the short-term nature of these (refer notes 16 and 24).
- Borrowings are initially recognised at fair value, plus any transaction cost directly attributable to the borrowings, then subsequently held at amortised cost. The fair value of borrowings approximates the carrying amount, as the impact of discounting is not significant (refer note 25).
- Held-to-maturity investments are initially recognised at fair value, then subsequently held at amortised cost. This is the most representative of fair value in the circumstances (refer note 17).

Category of financial asset and financial liability	Notes	Consolidated		Parent	
		2018 Carrying amount/ Fair value \$'000	2017 Carrying amount/ Fair value \$'000	2018 Carrying amount/ Fair value \$'000	2017 Carrying amount/ Fair value \$'000
Financial assets					
Cash and equivalent					
Cash and cash equivalents	15, 34	587,298	469,727	292,602	286,243
Loans and receivables					
Receivables ⁽¹⁾⁽²⁾	16	256,764	259,329	141,444	149,357
Available for sale financial assets					
Other financial assets	17	108,421	108,503	-	-
Total financial assets		952,483	837,559	434,046	435,600
Financial liabilities					
Financial liabilities at cost					
Payables ⁽¹⁾	24	268,746	296,764	141,383	175,180
Borrowings	25	6,915	10,461	6,915	10,461
Other financial liabilities	28	80,423	72,223	2,055	2,428
Finance lease liability	25, 29	2,774,287	2,798,156	-	-
Total financial liabilities		3,130,371	3,177,604	150,353	188,069

- (1) Receivable and payable amounts disclosed here exclude amounts relating to statutory receivables and payables (e.g. Commonwealth taxes; Auditor-General's Department audit fees etc.). In government, certain rights to receive or pay cash may not be contractual and therefore in these situations, the requirements will not apply. Where rights or obligations have their source in legislation such as levies, tax and equivalents etc. they would be excluded from the disclosure. The standard defines contract as enforceable by law. All amounts recorded are carried at cost (not materially different from amortised cost).
- (2) Receivable amount disclosed here excludes prepayments. Prepayments are presented in note 16 as trade and other receivables in accordance with paragraph 78(b) of AASB 101 *Presentation of Financial Statements*. However, prepayments are not financial assets as defined in AASB 132 *Financial Instruments: Presentation* as the future economic benefit of these assets is the receipt of goods and services rather than the right to receive cash or another financial asset.

37. Impact of Standards and Statements not yet implemented

The Consolidated Entity did not voluntarily change any of its accounting policies during 2017-18.

The Consolidated Entity has assessed the impact of the new and amended Australian Accounting Standards and Interpretations not yet implemented and changes to the Accounting Policy Statements issued by the Treasurer. The material impacts on the Consolidated Entity are outlined below.

37.1 AASB 9 Financial Instruments

AASB 9 applies to reporting periods commencing after 1 January 2018. The application date for the Consolidated Entity is 1 July 2018. AASB 9 changes the requirements for classification, impairment and disclosures associated with the Consolidated Entity's financial assets. AASB 9 introduces different criteria for whether financial assets can be measured at amortised cost or fair value.

The Consolidated Entity has reviewed the impact of AASB 9 on the classification and measurement of its financial assets. The following summarises the estimated impact on categorisation and valuation of the amounts reported in notes 16 and 17:

- There will be no change to either the classification or valuation of cash and cash equivalent items.
- Term deposits will be classified as 'sole payment of principal and interest' and measured at amortised cost, similar to the current classification of 'held to maturity'.
- Trade receivables will be classified as 'debt' and measured at amortised cost, similar to the current classification of 'loans and receivables'.
- There will be no change to the classification or measurement under the equity method of interests in the Flinders Reproductive Medicine Pty Ltd.
- For quoted equity instruments not held for trading, the Consolidated Entity has elected to measure these at fair value through other comprehensive income.
- Quoted equity instruments held for trading will continue to be measured at fair value through profit and loss.
- For quoted equity instruments not held for trading, the Consolidated Entity has elected to measure these at fair value through other comprehensive income.

However, the new impairment requirements will result in a provision being applied to all receivables (expected loss) rather than only on those receivables that are credit impaired (incurred loss). The Consolidated Entity will be adopting the simplified impairment approach under AASB 9 and will measure the impairment allowance at lifetime expected credit losses on all trade receivables and contract assets using a provision matrix as a practical expedient.

Applying this approach, the Consolidated Entity has estimated the opening impairment provision on 1 July 2018 to be \$18.168 million (Parent \$0.076 million), a decrease of \$13.141 million (Parent \$0.183 million) compared to the amount reported at 30 June 2018, resulting in net receivables of \$327.450 million (Parent \$177.182 million) on transition, and will not restate comparatives on adopting AASB 9.

There will be no additional impairment provisions for State, Territory or Commonwealth Government receivables due to the Governments' high quality credit rating.

37.2 AASB 15 Revenue from Contracts with Customers and AASB 1058 Income of Not For Profit Entities

AASB 15 and AASB 1058 apply to reporting periods commencing after 1 January 2019. The application date for the Consolidated Entity is 1 July 2019.

AASB 15 establishes a comprehensive framework for determining the nature, amount and timing of revenue arising from contracts with customers. AASB 1058 clarifies and simplifies the income recognition requirements that apply to not for profit entities, in conjunction with AASB 15. These standards replace AASB 111, AASB 118 and a large part of AASB 1004.

The Consolidated Entity has commenced consideration and analysis of the new revenue recognition requirements and has not yet finalised its assessment of their impact. The Consolidated Entity will continue its assessment of the impact over the next 12 months.

Potential impacts identified at this time are:

- grants presently recognised as revenue upfront may be progressively recognised as the associated performance obligations are satisfied, where those performance obligations are enforceable and sufficiently specific;
- grants that are not enforceable and/or sufficiently specific will continue to be recognised as revenue upfront i.e. no change to current treatment;
- peppercorn lease arrangements currently recognised at nominal amounts, will now be recognised at fair value under AASB 1058;
- depending on the respective contractual terms, AASB 15 may potentially result in a change to the timing of revenue from contracts and fees and charges; some revenue may need to be deferred to a future reporting period if the Consolidated Entity receives funds prior to completing the associated obligations; and
- contributed services will continue to be recognised when a fair value can be determined reliably and the services would be purchased if they had not been donated.

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37.3 AASB 16 Leases

AASB 16 will apply to reporting periods commencing after 1 January 2019. The application date for the Consolidated Entity is 1 July 2019. This standard replaces AASB 117 and Interpretation 4, 115 and 127.

AASB 16 largely retains the current lessor accounting model but does introduce a single lessee accounting model. It requires a lessee to recognise assets (representing rights to use the underlying leased asset) and liabilities (representing the obligation to make lease payments) for all leases with a term of more than 12 months, unless the underlying asset value is low. In effect, the majority of leases presently classified as operating leases will be recognised in the Statement of Financial Position.

The right of use asset will initially be recognised at cost and will give rise to a depreciation expense. The lease liability will initially be recognised as the present value of the lease payments during the term of the lease. Current operating lease rental payments will no longer be expensed in the Statement of Comprehensive Income. These payments will now reduce the recognised liability over time and the finance charge component recognised as an expense.

The Consolidated Entity has commenced its analysis and assessment of right to use arrangements and notes the significant work involved to capture, assess and report these arrangements due to the large scale of its leasing activities.

The Consolidated Entity has not yet quantified the exact impact on the Statement of Comprehensive Income and Statement of Financial Position as a result of applying AASB 16 to its right to use asset arrangements. However, the Consolidated Entity's current operating lease commitments (refer to note 29) provides an indication of the amounts to be recognised 'on-balance sheet' at transition (an expected increase in lease liabilities with a corresponding right-of-use asset). The reclassification between supplies and services expense and depreciation/interest expense has not yet been estimated.

The Consolidated Entity will continue its assessment of the impact over the next 12 months. It is envisaged that the Consolidated Entity will apply the cumulative approach via an adjustment to accumulated surplus at date of initial application and will not restate comparatives.

38. Events after balance date

Adjustments are made to amounts recognised in the financial statements, where an event occurs after 30 June and before the date the financial statements are authorised for issue, where those events provide information about conditions that existed at 30 June.

Note disclosure is made about events between 30 June and the date the financial statements are authorised for issue, where the events relate to a condition which arose after 30 June, and which may have a material impact on the results of subsequent years.

The Consolidated Entity is aware of the following non-adjusting event: the State Government is reforming SA Health's governance arrangements and accordingly a *Health Care (Governance) Amendment Act 2018* was proclaimed on 2 August 2018 and will come into operation on 1 July 2019. The amended Act, amongst other matters, will enable each LHN to be governed by a Board (Governing Board). Additionally, the *Health Care (Local Health Networks) Proclamation 2018* under section 29 of the *Health Care Act 2008* established incorporated hospitals (and their associated Governing Boards):

- Barossa Hills Fleurieu Local Health Network Incorporated
- Eyre and Far North Local Health Network Incorporated
- Flinders and Upper North Local Health Network Incorporated
- Riverland Mallee Coorong Local Health Network Incorporated
- South East Local Health Network Incorporated
- Yorke and Northern Local Health Network Incorporated

The Consolidated Entity has commenced consideration and analysis of amendments to the *Health Care Act 2008* and have not yet finalised the assessment of their impact, assessment will continue over the next 12 months.

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39. Remuneration of board and committee members

Members of boards/committees that served for all or part of the financial year and were entitled to receive income from membership in accordance with Accounting Policy Framework II *General Purpose Financial Statements* were:

Board/committee name:	Government employee members*		Other members
After Hours Senior Clinical Cover Project Board (this is a new committee and all members were appointed on 08/08/2017) - the Department	8		Whiteway L
BSSA State Quality Committee	8		Bretag A, Cannon A (resigned 06/07/2017), Humeniuk V (resigned 12/09/2017), Muller J, Olver I, Roder D, Rosser G (appointed 1/02/2018)
Central Adelaide Local Health Network Challenging Behaviours Committee	27		Chester M
Central Adelaide Local Health Network Consumer Advocates Council	-		Fyfe D (Chair), Woodley E, Marshall J, Coulls J, Beilby J, Nagel L, Chester M, Eckert M, Curry M, Dimonte R, Heydrich S, Sutton S, Blazewicz T, Evans T
Central Adelaide Local Health Network Consumer Carer Advisory Group	-		Blazewicz T (Co-Chair), Burns T, Hunt D, Jade N, Law D, Lloyd C, Lucas G, O'Brien E, Sexton N, Sutton P, Sutton S (Co-Chair), Tsogas C, Verrall A
Central Adelaide Local Health Network Governing Council	1		Deegan V (Presiding member), Eckert M, Ellery B, Fyfe D, Hubezenko N, Kellie A, Ielasi J
Central Adelaide Local Health Network Human Research Ethics Committee	25		Air T (appointed 26/02/2018), Burgess D (resigned 19/09/2017), Cullen J (appointed 01/01/2018), Crabb A (appointed 01/01/2018), Dale L (appointed 26/05/2018), Fisher A (appointed 01/01/2018), Hewitt A (appointed 01/01/2018), Huxtable E (resigned 31/12/2017), Lee J (appointed 01/01/2018), Lupoi G (resigned 31/12/2017), Macarthur J (resigned 29/09/2017), May J (resigned 31/12/2017), Need A (appointed 01/01/2018), Parry C (appointed 01/01/2018), Prideaux M (appointed 01/01/2018, resigned 08/02/2018), Ruediger C (appointed 01/01/2018), Sewell D, Slater H (appointed 01/01/2018)
Central Adelaide Local Health Network Making Care Better	-		Agius P (Chair), Blazewicz T, Cardinali R, Durand M, Fyfe D, Whiteway L
Central Adelaide Local Health Network Risk Management & Audit Committee	-		Davies T, Deegan V (Chair), Ellery B, May E
Chronic Pain Implementation Committee - the Department	14		Bollen C Dr, Lee D, Mann S, and Wing M
Comprehensive Care of Older Persons Project Board (this is a new committee and all members were appointed on 15/11/2017 unless otherwise specified) - the Department	9		Clark S
Consumer Administration Liaison Meeting	9		Buer S, Hofhius C, King P (appointed 26/11/2017)

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Board/committee name:	Government employee members*	Other members
Controlled Substances Advisory Council - the Department	13	Banner L, Gillett-Ferguson J, Ng D, Nicholls J Dr, Reeve M Dr, Reynolds C S, Smith J, and White J Prof
Country Health SA Local Health Network Advisory Council Inc	-	Blacker P, Evans L, Gregurke K, Healy R, Mearthur A (appointed 01/07/2017), Fuller J (appointed 01/07/2017), Johnston J (appointed 01/07/2017), Mackay M (appointed 01/07/2017)
Country Health SA Risk Management and Audit Committee	-	Stubbs T Dr (Chair), Martin M, Wilson R (resigned 20/11/2017), Brown G, Christley S (appointed 25/02/2018)
DASSA Clinical Executive Committee	8	Moore P
DASSA Community Advisory Council	5	Agius H, Braund S, Cauchi R, Davis J, Hellier T, Huber N, Kelly K, Les D, McHendrie T, Mohan V, Moore P, Nimmo E, Percy S, Porcaro R, Tran K
DASSA Executive Group	10	Nimmo E
Department for Health and Wellbeing Human Research Ethics Committee - the Department	7	Alston A (resigned 09/09/2017), Bradley C (appointed 01/10/2017), Braunacker-Mayer A Prof, Brinkman S (resigned 27/03/2018), Buckley E, Carter D, Desmet C (appointed 01/10/2017), Elliott J, Gibson T, Grant J (appointed 01/10/2017), Hewitt A (appointed 01/10/2017), Holton C, Jones M, Kennedy R, Mellwaine J (appointed 01/01/2018), Needs K (appointed 01/10/2017), Roder D, Rundle N, Spencer R (appointed 01/09/2017 and resigned 01/10/2017), Stephens J, Vass G (appointed 01/07/2017), and Wrench-Doody A (resigned 09/09/2017)
Department for Health and Wellbeing Risk Management and Audit Committee - the Department	2	Cooper C, Daw S, Dunsford C (Chair), and Marshall V
End of Life Care Strategy Program Board - the Department	2	Brown M, Dickson M, Moy C Dr, Smith J (appointed 01/09/2017) Swetenham K, Tieman J Dr, and Walker H
Hampstead Rehabilitation Centre Consumer Advocate Group	7	Canavan D, Chester M, Fyfe D, Heydrich S (Chair), Honeychurch P (resigned 26/02/2018), James S, Miller L, Whiteway L
Health Performance Council - the Department	-	Callaghan R, Duckett S, Greenhill J, Jackson Pulver L, Kay D, Patelso M, Roder D, Rowse B, and Tully S (chair)
Hepatitis C Action Plan Implementation Group (HAPI-C) - the Department	12	Hickey T, Landers D, Opie T (appointed 10/05/2018) Oudih E, and Sramek P (resigned 10/05/2018)

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Board/committee name:		Government employee members*		Other members
Maternal and Perinatal Mortality - Perinatal Mortality Subcommittee - the Department		13		Brown A Dr, Goold J Dr, and McKendrick L
Medvet Science Pty Ltd		3		Flynn P (appointed 08/11/2017) , Hinton A (appointed 08/11/2017) , Kowalick I (resigned 17/11/2017), Johansen G (re-appointed 10/03/2018)
New RAH Steering Committee (this committee ceased on 18/09/2017)		6		Michele A
Northern Adelaide Local Health Network Consumer Advisory Board		4		White A (Chair), Mossop J (Vice Chairperson), Whatley G, Green L, Turner M, Isemonger J, Lowden H, Davies I, Putsey P, Moffatt N
Northern Adelaide Local Health Network Governing Council		2		Hains S (Presiding Member), Durrant M, Isemonger J, Lampard F, Smith J, Wilson B, Moffatt N, Vinci G, Frost M
Northern Adelaide Local Health Network Risk Management & Audit Committee		1		Connor G (Chair, appointed 10/10,2016), Smith J, McGowan C
Orthogeriatrics Implementation Statewide Oversight Committee (this committee ceased on 12/07/2017) - the Department		26		Hatfield A, Smith J, Waters M, and Whiteway L
Outer South Mental Health Consumer Carer Advisory Group (Established 01/07/2017)		1		Alick R, Buer S (Chair), Burrridge H, Cairns E, Hopkins R, Hutchison S, Mausolf A, McDonagh A, Penberthy V, Winfield U
Outpatients Reconfiguration Working Group		15		Dame T (ceased 07/12/2017), Hoiles J (ceased 07/12/2017)
Partnering with Consumer Advisory Group		18		Ashley I, Ball R, Barrington D (ceased 22/08/2017), Buer S, Byrne J, Christensen C (ceased 13/02/2018), Dame T (ceased 31/12/2017), Davies S (ceased 13/02/2018), Goodwin M, Hoiles J (ceased 31/12/2017), Kerrins E, King P (ceased 31/10/2017), Kitchener S, Klinge N (Chair) (ceased 31/12/2017), Lemmer C (ceased 31/12/2017), Mannion J (ceased 31/12/2017), McInerney M (ceased 13/02/2018), Milne A, Pascoe P (appointed 01/01/2018), Voss D (ceased 31/12/2017), Wolverson S (ceased 31/12/2017)
Pre-Operative Assessment for Adult Elective Surgery Steering Committee - the Department		16		Whiteway L
Royal Adelaide Hospital Consumer Advisory Group		-		Anderson R, Bah S, Chester M (Chair), Cocking M, Neale D, O'Brien S, Price J, Priest C
SA Ambulance Service Finance Committee		7		
SA Ambulance Service Risk Management and Audit Committee		-		Beilby J Professor, Sneddon Y (Chair), Taylor B (Resigned 31 December 2017)

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Board/committee name:		Government employee members*		Other members
SA Cancer Service - Strategic Committee		10		Beecher I, Christensen C, Frank O Dr, Davis L, Eckert M (Chair), Mitchell A, Oliver I, Smith A Dr, Sparrow A
SA Chemotherapy Standards Reference Group		24		Christensen C
SA Health Consumer Initiated Escalation of Care LHN Advisory Group (this is a new committee and all members were appointed on 01/01/2018) - the Department		12		Kerrins E, and Voss D
SA Health Disease Prevention, Health Promotion and Population Health Committee (this is a new committee and all members were appointed on 01/11/2017) - the Department		4		Becker H Dr, Beckoff M Dr, Byrne D Dr, Johns R Dr, Johnson D Dr, Hayward K Dr, Lewis S Dr, Miller B, Moy C Dr, Smith A, Von Blanckensee D, Woodall J Dr, and Young E
SA Partnering with Consumers and the Community Advisory Group - the Department		19		Aguis H, Ball T, Blackwell P, Chester M, Cousins M (Co-Chair, resigned 08/12/2017), Fyfe D, Hoiles J, Huber N (resigned 18/12/2017), Isenmonger J (resigned 31/07/2017), Lampard F, McArdle D (appointed 07/02/2018), Tully S and Walford L
SA Policy Advisory Committee on Technology - the Department		18		Cousins M (resigned 08/12/2017), Merlin T Prof (resigned 01/12/2017), Mussared A, and Ratcliffe J Prof
SADS Consumer Advisory Committee		-		Beddall P, Brown B, Brown M, Costa D, Dobie K (resigned 28/02/2018), Matiasz S, McMahon J (Chair), Miller P, Priest S, Zerna J
South Australian Formulary Committee - the Department		19		Whiteaway L
South Australian Medical Education and Training Health Advisory Council - the Department		19		Beckoff M Dr, Boumelha P E/Prof (appointed 01/01/2018), Burt A Prof, Chen M (appointed 10/05/2018), McManis S (appointed 10/05/2018) and Schmidt L Dr (appointed 10/05/2018)
South Australian Medical Education and Training Health Advisory Council Accreditation Committee - the Department		13		Boumelha P E/Prof. (chair, appointed 11/01/2018) and Kuruppu P Dr (appointed 01/02/2018)
South Australian Medicines Advisory Committee - the Department		21		Cousins M (resigned 08/12/2017), Kardachi G, Lee D (appointed 10/11/2017), Stocks N Prof, Tonkin A E/Prof (Chair, resigned 04/10/2017) and Thynne T Dr
South Australian Medicines Evaluation Panel - the Department		14		Cousins M (resigned 09/08/2017), Merlin T Prof, Louise J Dr, Mussared A, Schubert C, and Ward M Dr

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Board/committee name:		Government employee members*		Other members
South Australian Public Health Council - the Department		4		Burke C (resigned 11/03/2018), Davidson J (resigned 26/06/2018), Dollman J, Hill A, Mangos A, Mavrinac G (resigned 11/03/2018), Skene C, Van Kessel A, and Whittington S
Southern Adelaide Clinical Human Research Ethics Committee		22		Barr C, Benjamin S (ceased 21/08/2017), Berg M (appointed 23/08/2017), Bradshaw A, Breaden K, Cohen M (appointed 27/10/2017), Docherty J (ceased 09/08/2017), Dykes L (appointed 27/10/2017), Hackett J, Hattam V, Kemp C (appointed 29/11/2017), Kimber A, Lange B (appointed 23/08/2017), Lister C (appointed 27/10/2017), Lower K (appointed 23/08/2017), Martini J, McEvoy M, Meng R, Nguyen A (appointed 23/08/2017), Richards B (Chair), Sharma S (appointed 23/08/2017), Sinha R (appointed 27/10/2017), Voss D, Were L, Westwood T (appointed 27/10/2017), Yip L (appointed 27/10/2017), Zhou Y
Southern Adelaide Local Health Network Audit & Risk Management Committee		-		Dreckow J (ceased 19/06/2017, Hislop R, Stubbs T (Chair), Taylor M (ceased 21/05/2018), Hasslam R (appointed 01/07/2017)
Southern Adelaide Local Health Network Clinical Council		33		Tellis N (appointed 31/01/2018), Voss D
Southern Adelaide Local Health Network Clinical Handover Steering Committee)		20		Dame T
Southern Adelaide Local Health Network Community Mental Health Governance Committee (Established 29/01/2018)		20		Hoiles J (appointed 28/03/2018), King P (appointed 28/03/2018)
Southern Adelaide Local Health Network Community Mental Health Model of Care Expert Advisory Group (Established 26/03/2018)		15		Braund S (appointed 11/04/2018), King P (appointed 11/04/2018), Mausolf J (appointed 11/04/2018)
Southern Adelaide Local Health Network Drugs and Therapeutics Committee		25		Barrington D
Southern Adelaide Local Health Network End of Life Steering Committee (Established 01/11/2017)		26		Ferguson J, Levins B
Southern Adelaide Local Health Network Falls Prevention Management Committee		43		Cohen M
Southern Adelaide Local Health Network Health Advisory Council Incorporated		-		Barrington D (appointed 01/07/2017), Bishop R (appointed 01/07/2017), Francis A (appointed 01/07/2017), Hislop R (Chair) (appointed 01/07/2017), Pienaar K (appointed 01/07/2017), Williams H (ceased 30/06/2017), Williams S (appointed 01/07/2017), Wilson B (appointed 01/07/2017) (ceased 03/05/2018)
Southern Adelaide Local Health Network Inner South Mental Health Consumer Carer Advisory Group		3		English L, Hofhuis C, Pearson M, Police D

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Board/committee name:		Government employee members*		Other members
Southern Adelaide Local Health Network New Technology and Clinical Practice Innovation Committee		12		Kaambwa B, King P (appointed 01/12/2017)
Southern Adelaide Local Health Network Older Persons Mental Health Services Consumer and Carer Advisory Group		2		Adamson M, Ainsley J, Andrew G, Anthony P, Hunt G, Oko J, Oko R, Scheltters J, Shepherd K
Southern Mental Health Clinical Governance Committee		2		Bower T, Buer S, Hayes B, Hofhius C, Quirk M
Statewide Clinical Support Services Risk Management & Audit Committee		4		Christley S Dr, Davies T (Chair)
Statewide Paediatric Surgical Services Project Board (this is a new committee and all members were appointed on 05/05/2018 unless otherwise specified) - the Department		9		Bedford V (appointed 31/05/2018) and Glastonbury S (appointed 31/05/2018)
Statewide Rehabilitation Implementation Oversight Committee - the Department		20		Fyfe D
Strategic Mental Health Quality Improvement Committee		13		Camilleri C
The BIRCH (Brain Injury Rehabilitation, Community and Home) Consumer Advisory Group		3		Angel D (Resigned 14/12/2017), Canavan D (Chair), Chumba B, Dwyer A (resigned 08/02/2018), Francese L (appointed 14/06/2018), Miller L (appointed 12/10/2017), Morgan T, Stewart L
The Queen Elizabeth Consumer Advisory Group		-		Byrne K, Chester M, Curry M (Chair), Duffy L, Garth S, Heydrich S, McMahon J, Raschella F
Transforming Health - Frailty Expert Working Group - the Department		22		Byrne L, Clark S, Considine G, Del Fante P Dr, Gordon S, Holland M, Moy C Dr, and Mussared J
Transforming Health Peak Consumer & Community Committee (this committee ceased on 30/09/2017) - the Department		-		Beecher I, Burgess A, Castle V, Cousins M (Chair), Cudzow M, Ferguson J, Fyfe D, Gregurke K, Kyriazopoulos H, Lemmer C, Patching A, Smith A, Voss D, Whiteway L, and Woodforde L
Viral Hepatitis Model of Care Reference Group - the Department		24		Beecher I, Lallard J, Larkin M, Oliver-Landry E Dr (appointed 02/11/2017), Oudih E, Paterson K, Warneke-Arnold D, Williams E (appointed 02/11/2017) and Wurm C Dr (appointed 02/11/2017)
Women's and Children's Health Network Advisory Council Incorporated		2		Buckerfield M, Cadzow M, Marshall H Prof (appointed 01/07/2017), Wallace M (Chair), Wigg N Dr
Women's and Children's Health Network Audit and Risk Committee		2		Connor G (Chair), Haslam R, McDougall E (appointed 14/12/2017), Sweet C, Wigg N Dr

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Board/committee name:	Government employee members*		Other members
Youth Cancer Advisory Group	1		Armstrong N, Binns T, Contibas M, Fenton R, Fowler N, Hadaway S, Haseloff M, Mitra D, Ryan B

The number of members whose remuneration received or receivable falls within the following bands is:

	2018		2017	
	No. of Members		No. of Members	
\$0	832		693	
\$1 - \$9,999	200		193	
\$10,000 - \$19,999	16		19	
\$20,000 - \$29,999	9		4	
\$40,000 - \$49,999	-		2	
Total	1,057		911	

Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, superannuation contributions, salary sacrifice benefits and fringe benefits and any fringe benefits tax paid or payable in respect of those benefits. The total remuneration received or receivable by members was \$0.739 million (2017: \$0.734 million).

* In accordance with the Premier and Cabinet Circular No. 016, government employees did not receive any remuneration for board/committee duties during the financial year.

Unless otherwise disclosed, transactions between members are on conditions no more favourable than those that it is reasonable to expect the entity would have adopted if dealing with the related party at arm's length in the same circumstances.

THE DEPARTMENT FOR HEALTH AND WELLBEING
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For the year ended 30 June 2018

40. Schedules of administered items

40.1 Basis of preparation

The basis of preparation for the schedule of administered items is the same as the basis outlined in note 1.

40.2 Categories of administered items

Special Acts administered items include the following:

- Minister for Health and Wellbeing's salary and allowances and revenues from SA Government received/receivable for these expenses.
- Health and Community Services Complaints Commissioner's remuneration and revenues from SA Government received/receivable for these expenses.

Health and Medical Research Fund (HMRF) represents royalty income received from commercialisation of intellectual property and contribution of funds for the purposes of health and medical research in South Australia.

Private Practice represents funds billed on behalf of salaried medical officers and subsequently distributed to the LHNs and salaried medical officers according to individual Rights of Private Practice Deeds of Agreement.

Other administered items include the following:

- Consumer funds - represents funds held by the LHNs on behalf of consumers that reside in LHN facilities whilst the consumer is receiving residential mental health services, residential drug and alcohol rehabilitation services, or residential aged care services. The LHNs perform only a custodial role in respect of these funds;
- SA Medical Boards;
- Research;
- Nurses education;
- Fund raising; and
- Strata Corp.

The Consolidated Entity cannot use these administered funds for the achievement of its objectives.

40.3 Administered items - budgetary reporting

Budget information for Special Acts and HMRF is presented to Parliament; 2017-18 Budget Paper 4 includes a statement of comprehensive income for administered items for the Department. The budget process is not subject to audit.

There was a notable variance for HMRF; actual grants and subsidies expenses exceeded the original budget by \$8.457 million. This variance is attributable to timing of the executed deed and first payment of funds, from commercialisation of intellectual property, to South Australian Health and Medical Research Institute Foundation Limited.

40.4 Administered contingent assets and liabilities

The Consolidated Entity has no administered contingent assets and liabilities.

THE DEPARTMENT FOR HEALTH AND WELLBEING
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For the year ended 30 June 2018

40.5 Schedules of administered items

	Special Acts		HMRF		Private Practice		Other		Total	
	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000	2018 \$'000	2017 \$'000
<u>Schedule of Administered Expenses and Income</u>										
<u>Administered expenses</u>										
Employee benefits expenses	504	447	-	-	-	-	223	268	727	715
Supplies and services	1	2	-	-	(594)	(1,802)	199	184	(394)	(1,616)
Grants and subsidies	-	-	14,702	150	-	-	-	-	14,702	150
Depreciation expense	-	-	-	-	-	-	3	1	3	1
Other expenses	-	-	-	-	97,109	87,103	1,483	998	98,592	88,101
Total Administered expenses	505	449	14,702	150	96,515	85,301	1,908	1,451	113,630	87,351
<u>Administered income</u>										
Revenues from SA Government	505	449	-	-	-	-	-	-	505	449
Grants and contributions	-	-	-	-	-	-	-	31	-	31
Revenues from fees and charges	-	-	-	-	96,563	82,791	614	171	97,177	82,962
Interest revenues	-	-	-	-	-	-	3	2	3	2
Other revenues	-	-	3,604	3,947	666	2	2,703	836	6,973	4,785
Total Administered income	505	449	3,604	3,947	97,229	82,793	3,320	1,040	104,658	88,229
Net result	-	-	(11,098)	3,797	714	(2,508)	1,412	(411)	(8,972)	878

Schedule of Administered Assets and Liabilities

<u>Administered current assets</u>										
Cash and cash equivalents	(49)	(34)	10,280	21,222	8,946	8,690	544	879	19,721	30,757
Receivables	49	36	833	989	7,513	6,585	66	31	8,461	7,641
Total Administered current assets	-	2	11,113	22,211	16,459	15,275	610	910	28,182	38,398
<u>Administered non-current assets</u>										
Property, plant and equipment	-	-	-	-	-	-	38	41	38	41
Total Administered non-current assets	-	-	-	-	-	-	38	41	38	41
Total administered assets	-	2	11,113	22,211	16,459	15,275	648	951	28,220	38,439
<u>Administered current liabilities</u>										
Payables	-	2	-	-	5,745	5,409	99	54	5,844	5,465
Employee benefits	-	-	-	-	-	-	-	24	-	24
Other current provisions/liabilities	-	-	-	-	(9)	41	38	-	29	41
Total Administered current liabilities	-	2	-	-	5,736	5,450	137	78	5,873	5,530
<u>Administered non-current liabilities</u>										
Employee benefits	-	-	-	-	-	-	-	30	-	30
Total Administered non-current liabilities	-	-	-	-	-	-	-	30	-	30
Total administered liabilities	-	2	-	-	5,736	5,450	137	108	5,873	5,560
Net administered assets	-	-	11,113	22,211	10,723	9,825	511	843	22,347	32,879

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Schedule of Administered Changes in Equity

	Total 2018 \$'000	Total 2017 \$'000
Balance at the beginning of the reporting period	31,319	30,441
Net result	(8,972)	878
Total comprehensive result for the period	(8,972)	878
Balance at the end of the reporting period	22,347	31,319

Schedule of Administered Cash Flows

	Total 2018 \$'000	Total 2017 \$'000
<u>Cash flows from operating activities</u>		
<u>Cash inflows</u>		
Grants and contributions	-	51
Receipts from SA Government	492	450
Fees and charges	96,182	83,701
Interest revenues	3	2
Other revenues	5,453	4,749
Total Cash inflows	102,130	88,953
<u>Cash outflows</u>		
Employee benefits payments	790	773
Grants and subsidies	14,702	150
Supplies and services	(402)	(1,565)
Other payments	98,076	85,920
Total Cash outflows	113,166	85,278
Net cash inflows/cash outflows from operating activities	(11,036)	3,675

Cash flows from investing activities

<u>Cash outflows</u>	
Payments for property plant and equipment	42
Total Cash outflows	42
Net cash inflows/cash outflows from investing activities	(42)

Net increase/(decrease) in cash held

	(11,036)	3,633
Cash at the beginning of the reporting period	30,757	27,124
Cash at the end of the reporting period	19,721	30,757

