

TOTALCARE INDUSTRIES LIMITED

Objectives

Totalcare Industries Limited (Totalcare) previously provided integrated solutions and services in the areas of asset and infrastructure management and maintenance, fleet services to the Government and non-government sectors, and non-medical health services. In 2003 the Government decided to transfer Totalcare's business units to Government departments as follows:

- Facilities Management to the Department of Urban Services (DUS) on 1 March 2004;
- Road Maintenance to DUS on 1 March 2004;
- Linen Services to DUS on 1 April 2004; and
- Sterilisation Services to ACT Health on 1 April 2004.

The Government agreed in 2004 to create a new Territory owned corporation to conduct the Totalcare fleet business. The fleet business was transferred to Rhodium Asset Solutions in January 2005.

Although the company is no longer active as a business, Totalcare still exists as a corporation and will continue to do so for the medium term future. Its residual liabilities are being assessed and acquitted. The Company will be wound up when its liabilities have been dealt with properly.

2005-06 Highlights

Strategic and operational issues to be pursued in 2005-06 include:

- resolving outstanding superannuation and liability issues; and
- continuing to progressively wind down the Company.

Totalcare Operating Statement

2004-05 Budget \$'000		2004-05 Est.Outcome \$'000	2005-06 Budget \$'000	Var %	2006-07 Estimate \$'000	2007-08 Estimate \$'000	2008-09 Estimate \$'000
Income							
Revenue							
7 090	User Charges - Non ACT Government	4 593	0	-100	0	0	0
6 266	User Charges - ACT Government	3 550	0	-100	0	0	0
100	Interest	116	0	-100	0	0	0
0	Other Revenue	194	0	-100	0	0	0
13 456	Total Revenue	8 453	0	-100	0	0	0
Gains							
0	Total Gains	0	0	-	0	0	0
13 456	Total Income	8 453	0	-100	0	0	0
Expenses							
1 447	Employee Expenses	1 541	0	-100	0	0	0
0	Superannuation Expenses	119	0	-100	0	0	0
369	Supplies and Services	1 133	100	-91	0	0	0
2 580	Depreciation and Amortisation	1 642	0	-100	0	0	0
1 988	Borrowing Costs	1 406	0	-100	0	0	0
5 560	Cost of Goods Sold	2 206	0	-100	0	0	0
0	Other Expenses	939	0	-100	0	0	0
11 944	Total Ordinary Expenses	8 986	100	-99	0	0	0
1 512	Operating Result	-533	-100	81	0	0	0

Totalcare Balance Sheet

Budget as at 30/6/05 \$'000		Est.Outcome as at 30/6/05 \$'000	Planned as at 30/6/06 \$'000	Var %	Planned as at 30/6/07 \$'000	Planned as at 30/6/08 \$'000	Planned as at 30/6/09 \$'000
Current Assets							
7 000	Cash	100	0	-100	0	0	0
2 720	Receivables	0	0	-	0	0	0
6 495	Other	0	0	-	0	0	0
16 215	Total Current Assets	100	0	-100	0	0	0
Non Current Assets							
0	Receivables	17 280	17 280	-	17 280	17 280	17 280
12 834	Property, Plant and Equipment	0	0	-	0	0	0
14 800	Other	0	0	-	0	0	0
27 634	Total Non Current Assets	17 280	17 280	-	17 280	17 280	17 280
43 849	TOTAL ASSETS	17 380	17 280	-1	17 280	17 280	17 280
Current Liabilities							
3 706	Payables	0	0	-	0	0	0
11 000	Finance Leases	0	0	-	0	0	0
252	Employee Benefits	0	0	-	0	0	0
527	Other Provisions	0	0	-	0	0	0
700	Other	0	0	-	0	0	0
16 185	Total Current Liabilities	0	0	-	0	0	0
Non Current Liabilities							
20 000	Finance Leases	0	0	-	0	0	0
100	Employee Benefits	17 280	17 280	-	17 280	17 280	17 280
20 100	Total Non Current Liabilities	17 280	17 280	-	17 280	17 280	17 280
36 285	TOTAL LIABILITIES	17 280	17 280	-	17 280	17 280	17 280
7 564	NET ASSETS	100	0	-100	0	0	0
REPRESENTED BY FUNDS EMPLOYED							
-33 923	Accumulated Funds	100	0	-100	0	0	0
41 487	Reserves	0	0	-	0	0	0
7 564	TOTAL FUNDS EMPLOYED	100	0	-100	0	0	0

Totalcare Cash Flow Statement

2004-05 Budget \$'000	2004-05 Est.Outcome \$'000	2005-06 Budget \$'000	Var %	2006-07 Estimate \$'000	2007-08 Estimate \$'000	2008-09 Estimate \$'000
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts						
13 356	8 143	0	-100	0	0	0
100	116	0	-100	0	0	0
13 456	8 259	0	-100	0	0	0
Payments						
1 400	1 660	0	-100	0	0	0
369	1 133	100	-91	0	0	0
1 988	1 406	0	-100	0	0	0
5 560	3 164	0	-100	0	0	0
9 317	7 363	100	-99	0	0	0
4 139	896	-100	-111	0	0	0
INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES						
CASH FLOWS FROM INVESTING ACTIVITIES						
Receipts						
0	180	0	-100	0	0	0
0	180	0	-100	0	0	0
Payments						
4 139	0	0	-	0	0	0
4 139	0	0	-	0	0	0
-4 139	180	0	-100	0	0	0
INFLOW/(OUTFLOW) FROM INVESTING ACTIVITIES						
CASH FLOWS FROM FINANCING ACTIVITIES						
Receipts						
29 920	0	0	-	0	0	0
29 920	0	0	-	0	0	0
Payments						
29 920	0	0	-	0	0	0
0	7 201	0	-100	0	0	0
29 920	7 201	0	-100	0	0	0
0	-7 201	0	-100	0	0	0
INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES						
0	-6 125	-100	98	0	0	0
NET INCREASE/(DECREASE) IN CASH HELD						
7 000	6 225	100	-98	0	0	0
7 000	100	0	-100	0	0	0

**Totalcare
Statement of Changes in Equity**

Budget as at 30/6/05 \$'000		Est.Outcome as at 30/6/05 \$'000	Planned as at 30/6/06 \$'000	Var %	Planned as at 30/6/07 \$'000	Planned as at 30/6/08 \$'000	Planned as at 30/6/09 \$'000
6 052	Opening Balance	5 017	100	-98	0	0	0
	Accumulated Funds						
1 512	Operating Result for the Period	-533	-100	81	0	0	0
	Reserves						
0	Increase/(Decrease) in asset revaluation reserve	-1 715	0	-100	0	0	0
0	Increase/(Decrease) in other reserves	-39 772	0	-100	0	0	0
0	Transfer to/from Reserves	41 487	0	-100	0	0	0
1 512	Total Income And Expense For The Period	-533	-100	81	0	0	0
	Transactions Involving Equity Holders Affecting Accumulated Funds						
0	Inc/Dec in Net Assets due to Admin Restructure	-4 384	0	-100	0	0	0
7 564	Closing Balance	100	0	-100	0	0	0

Notes to the Budget Statements

As noted in the 'Objectives' section above, the Government decided in mid-2003 to transfer Totalcare's business units to Government departments, except for Totalcare's Fleet business which was transferred to Rhodium Asset Solutions in January 2005, causing significant variances between the 2004-05 estimated outcome figures and the original budget. From that time, the accounting for revenues, expenses, assets and liabilities of Rhodium Asset Solutions is reflected in its accounts.

Totalcare is no longer actively engaged as a commercial business but it will continue to exist for the medium term. It will be wound up once all liabilities have been assessed and met.

