

## **TOTALCARE INDUSTRIES LIMITED**

---

### **Objectives**

Totalcare Industries Limited (Totalcare) previously provided a range of services to the Government and non-government sectors. In 2003, the Government decided to transfer Totalcare's business units to Government departments and businesses as follows:

- Facilities Management to the former 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;
- Sterilisation Services to ACT Health on 1 April 2004; and
- Fleet Business to Rhodium Asset Solutions on 1 January 2005.

Although Totalcare is no longer active as a business, it still exists as a corporation and will continue to do so for the medium term while residual liabilities are being assessed and acquitted.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

### **2007-08 Priorities**

Strategic and operational issues to be pursued in 2007-08 include:

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

## Estimated Employment Level

---

	<b>2006-07 Est. Outcome</b>	<b>2007-08 Budget</b>
<b>Staffing (FTE)</b>	-	-

---

## Totalcare Operating Statement

2006-07 Budget \$'000		2006-07 Est.Outcome \$'000	2007-08 Budget \$'000	Var %	2008-09 Estimate \$'000	2009-10 Estimate \$'000	2010-11 Estimate \$'000
<b>Income</b>							
<b>Revenue</b>							
10	Interest	10	11	10	13	13	13
527	Other Revenue	527	535	2	295	0	0
<b>537</b>	<b>Total Revenue</b>	<b>537</b>	<b>546</b>	<b>2</b>	<b>308</b>	<b>13</b>	<b>13</b>
<b>Gains</b>							
<b>0</b>	<b>Total Gains</b>	<b>0</b>	<b>0</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>537</b>	<b>Total Income</b>	<b>537</b>	<b>546</b>	<b>2</b>	<b>308</b>	<b>13</b>	<b>13</b>
<b>Expenses</b>							
495	Supplies and Services	495	495	-	495	0	0
0	Other Expenses	0	6	#	0	0	0
<b>495</b>	<b>Total Ordinary Expenses</b>	<b>495</b>	<b>501</b>	<b>1</b>	<b>495</b>	<b>0</b>	<b>0</b>
<b>42</b>	<b>Operating Result</b>	<b>42</b>	<b>45</b>	<b>7</b>	<b>-187</b>	<b>13</b>	<b>13</b>

## Totalcare Balance Sheet

Budget as at 30/6/07 \$'000		Est.Outcome as at 30/6/07 \$'000	Planned as at 30/6/08 \$'000	Var %	Planned as at 30/6/09 \$'000	Planned as at 30/6/10 \$'000	Planned as at 30/6/11 \$'000
<b>Current Assets</b>							
324	Cash and Cash Equivalents	277	318	15	361	374	387
6	Receivables	23	17	-26	17	17	17
230	Other	198	198	-	0	0	0
<b>560</b>	<b>Total Current Assets</b>	<b>498</b>	<b>533</b>	<b>7</b>	<b>378</b>	<b>391</b>	<b>404</b>
<b>Non Current Assets</b>							
12,280	Other	15,780	10,780	-32	0	0	0
<b>12,280</b>	<b>Total Non Current Assets</b>	<b>15,780</b>	<b>10,780</b>	<b>-32</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>12,840</b>	<b>TOTAL ASSETS</b>	<b>16,278</b>	<b>11,313</b>	<b>-31</b>	<b>378</b>	<b>391</b>	<b>404</b>
<b>Current Liabilities</b>							
10	Payables	80	70	-13	70	70	70
<b>10</b>	<b>Total Current Liabilities</b>	<b>80</b>	<b>70</b>	<b>-13</b>	<b>70</b>	<b>70</b>	<b>70</b>
<b>Non Current Liabilities</b>							
12,280	Employee Benefits	15,780	10,780	-32	0	0	0
<b>12,280</b>	<b>Total Non Current Liabilities</b>	<b>15,780</b>	<b>10,780</b>	<b>-32</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>12,290</b>	<b>TOTAL LIABILITIES</b>	<b>15,860</b>	<b>10,850</b>	<b>-32</b>	<b>70</b>	<b>70</b>	<b>70</b>
<b>550</b>	<b>NET ASSETS</b>	<b>418</b>	<b>463</b>	<b>11</b>	<b>308</b>	<b>321</b>	<b>334</b>
<b>REPRESENTED BY FUNDS EMPLOYED</b>							
-1,164	Accumulated Funds	418	463	11	308	321	334
1,714	Reserves	0	0	-	0	0	0
<b>550</b>	<b>TOTAL FUNDS EMPLOYED</b>	<b>418</b>	<b>463</b>	<b>11</b>	<b>308</b>	<b>321</b>	<b>334</b>

## Totalcare Cash Flow Statement

2006-07 Budget \$'000		2006-07 Est.Outcome \$'000	2007-08 Budget \$'000	Var %	2008-09 Estimate \$'000	2009-10 Estimate \$'000	2010-11 Estimate \$'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>							
<b>Receipts</b>							
10	Interest Received	10	11	10	13	13	13
5,525	Other Revenue	5,525	5,525	-	7,575	0	0
<b>5,535</b>	<b>Operating Receipts</b>	<b>5,535</b>	<b>5,536</b>	<b>..</b>	<b>7,588</b>	<b>13</b>	<b>13</b>
<b>Payments</b>							
5,000	Related to Employees	5,000	5,000	-	7,280	0	0
521	Related to Supplies and Services	521	495	-5	265	0	0
<b>5,521</b>	<b>Operating Payments</b>	<b>5,521</b>	<b>5,495</b>	<b>..</b>	<b>7,545</b>	<b>0</b>	<b>0</b>
<b>14</b>	<b>NET CASH INFLOW/(OUTFLOW) FROM OPERATING ACTIVITIES</b>	<b>14</b>	<b>41</b>	<b>193</b>	<b>43</b>	<b>13</b>	<b>13</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>							
<b>Receipts</b>							
0	Proceeds from Sale/Maturities of Investments	39	0	-100	0	0	0
<b>0</b>	<b>Investing Receipts</b>	<b>39</b>	<b>0</b>	<b>-100</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>0</b>	<b>NET CASH INFLOW/(OUTFLOW) FROM INVESTING ACTIVITIES</b>	<b>39</b>	<b>0</b>	<b>-100</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>14</b>	<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	<b>53</b>	<b>41</b>	<b>-23</b>	<b>43</b>	<b>13</b>	<b>13</b>
<b>310</b>	<b>CASH AT BEGINNING OF REPORTING PERIOD</b>	<b>224</b>	<b>277</b>	<b>24</b>	<b>318</b>	<b>361</b>	<b>374</b>
<b>324</b>	<b>CASH AT THE END OF THE REPORTING PERIOD</b>	<b>277</b>	<b>318</b>	<b>15</b>	<b>361</b>	<b>374</b>	<b>387</b>

## Totalcare Statement of Changes in Equity

Budget as at 30/6/07 \$'000		Est.Outcome as at 30/6/07 \$'000	Planned as at 30/6/08 \$'000	Var %	Planned as at 30/6/09 \$'000	Planned as at 30/6/10 \$'000	Planned as at 30/6/11 \$'000
508	<b>Opening Balance</b>	391	418	7	463	308	321
	<b>Accumulated Funds</b>						
0	Net Effect of a Correction of an Error	-15	0	100	32	0	0
42	Operating Result for the Period	42	45	7	-187	13	13
	<b>Reserves</b>						
42	<b>Total Income And Expense For The Period</b>	27	45	67	-155	13	13
	<b>Transactions Involving Equity Holders Affecting Accumulated Funds</b>						
550	<b>Closing Balance</b>	418	463	11	308	321	334

### Notes to the Budget Statements

Totalcare will continue to exist while its residual liabilities are being assessed and dealt with properly.

Due to the ongoing work that surrounds the acquittal of Totalcare's liabilities, the original Budget estimates are aligned with the settlement schedule of Totalcare's superannuation liabilities. These settlements largely depend upon the availability of external specialists and the results of analysis undertaken during the course of the year.

Significant variations are as follows:

#### *Balance Sheet*

- other non current assets and non current liabilities:
  - the increase of \$3.5 million in the 2006-07 estimated outcome from the original budget is due to delays in finalising superannuation settlement payments; and
  - the decrease of \$5 million in the 2007-08 Budget from the 2006-07 estimated outcome reflects the anticipated settlement pattern with respect to outstanding superannuation liabilities.
- reserves: the decrease of \$1.714 million in the 2006-07 estimated outcome from the original budget is due to the flow on impact of the 2005-06 audited outcome.