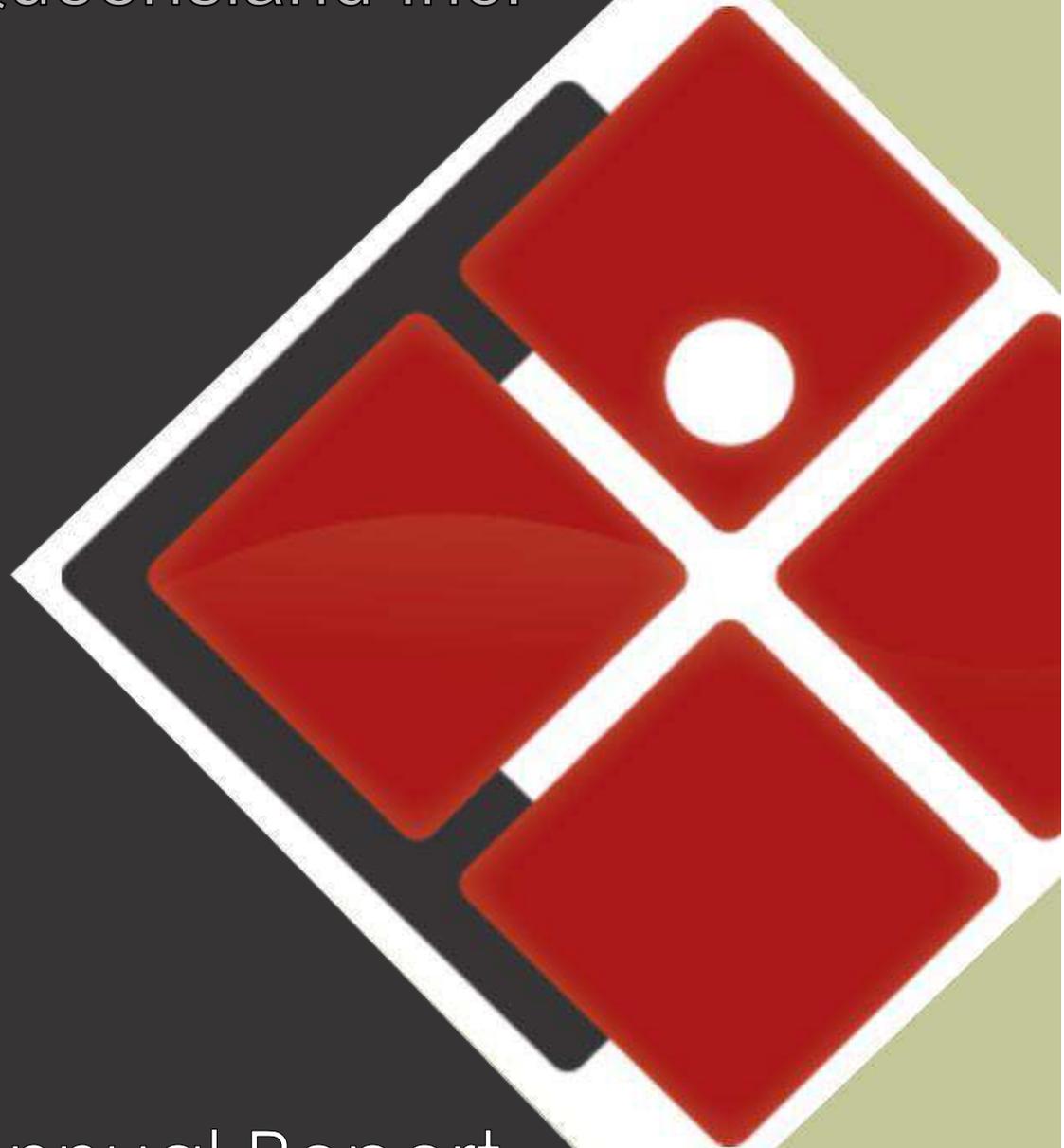
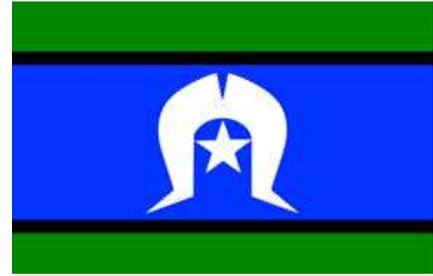


PeakCare
Queensland Inc.

Annual Report
2012





Acknowledgement of Country

PeakCare Queensland Inc. (PeakCare) affirms that Aboriginal and Torres Strait Islander peoples are the Indigenous peoples of Australia.

PeakCare acknowledges the traditional custodians of the land upon which the PeakCare office is located – the **Jagerra** and **Turribul** peoples. Our respect is paid to Elders past, present and future for they hold the traditions, cultures and hopes of Aboriginal and Torres Strait Islander Australia.

We must always remember that under the concrete and asphalt covering much of our continent, there was and always will be traditional Aboriginal and Torres Strait Islander lands. It is incumbent on all Australians to respectfully acknowledge the spiritual connections of Aboriginal and Torres Strait Islander peoples to the land and sea.

The flags

The **Aboriginal** flag is divided horizontally into halves of black at the top and red underneath with a yellow circle in the centre. The black symbolises Aboriginal people and the yellow is the sun. Red depicts the earth and also represents the ochre used by Aboriginal people in ceremonies.

The flag was designed by Harold Thomas and first flown at Victoria Square, Adelaide on National Aboriginal Day on 12th July 1971. Today the flag has been adopted by Aboriginal groups and is flown or permanently displayed at Aboriginal centres throughout Australia.

Aboriginal flag produced by permission of the designer, Harold Thomas © 1971.

The **Torres Strait Islander** flag features three horizontal coloured stripes with green at the top and bottom and blue in between, divided by thin black lines. A white *dari* or head-dress sits at the centre with a five pointed star underneath.

The colour green is for the land and the *dari* is a symbol of all Torres Strait Islanders. The black represents the people and the blue represents the sea. The five pointed star represents the island groups. The star, used in navigation, is an important symbol for the seafaring Torres Strait Islanders. The colour white stands for peace.

The Torres Strait Islander flag was designed by the late Bernard Namok of Thursday Island.

PeakCare Queensland Inc. Board Members 2012

Office bearers



Mr Michael Tizard
President



Ms Avryl Gration
Vice President



Dr Katrina Lines
Treasurer

Executive Members



Ms Tracy Adams



Ms Shirley Pevitt



Ms Leith Sterling



Mr Jason Thatcher

Co-opted Members



Ms Jane Carter



Ms Sally Kelynack



PeakCare Queensland Inc.
Annual General Meeting
Tuesday 18th December 2012 – 3.30pm to 5pm
Boystown, Suite 11 Black Street, Milton 4064

AGENDA

Welcome:

Mr Michael Tizard
President of the Board of Governance

Guest Speaker:

Ms Margaret Wenham,
Viewpoint and Insight Editor, Courier Mail

Minutes of previous Annual General Meeting

Election of Board Members

President's Report

Mr Michael Tizard
President of the Board of Governance

Executive Director's Report

Mr Lindsay Wegener
Executive Director

Treasurer's Report

Dr Katrina Lines
Treasurer





President's Report

2012 has been a year of change for child protection and related services in Queensland and PeakCare has been at the forefront in both responding to these changes and influencing their outcomes.

Much of the last six months of 2011 was spent placing PeakCare in good stead for constructively addressing these changes as they emerged. First and foremost, this included the development of a new strategic plan to establish the priorities of the organisation and guide its work throughout the period 2012 to 2015.

The newly developed **vision** held by PeakCare contained within this strategic plan clearly establishes the aspirations we hold for Queensland's children, young people and families:

Safe and healthy children, young people and families who are strongly connected to community and have equitable access to life opportunities.

In striving to achieve this vision, the strategic plan defines the **purpose** of PeakCare to *lead in partnership with others*:

- *the pursuit of excellence in the development of child protection policies, programs and practice*
- *improvements to the integration and functioning of the child protection system, and*
- *the social action needed to promote the safety, well-being and life opportunities of children, young people and their families.*

All activities of the organisation will be underpinned by a set of core **values and beliefs**, namely:

- *Leadership, integrity and courage*
- *Respect and valuing of diversity*
- *Partnership and collaboration*
- *Reconciliation and the honouring of the First Peoples of the Land.*

Strategic objectives that will be vigorously pursued by PeakCare during 2012 to 2015 include:

- *Improvement in the integration, quality and range of child protection responses, programs and services for children, young people and families*
- *building the infrastructure, means and processes essential to the effective governance, management and administration of a high quality child protection system*
- *promoting a social environment that is supportive of the values and goals of a contemporary child protection system, and*
- *strengthening PeakCare's organisational capacity to exercise our leadership role.*

In respect of each objective, the strategic plan lists actions that will be undertaken by PeakCare and the measures of our success.

I am confident that PeakCare's new strategic plan provides PeakCare with a sound platform for moving forward as a vibrant organisation in addressing child protection trends and issues within contemporary Queensland society. This includes the broad ranging changes that have already commenced in relation to the delivery of child protection and related services within Queensland during this year.

The start of the 2012 calendar year commenced with the news of a State election being called and PeakCare quickly responded by developing its own 'election campaign'. This campaign involved the production of a set of *Position Papers* in consultation with our member agencies and supporters for presentation to each of the political parties. Each Paper addressed matters of longstanding concern to our member agencies and supporters with constructive recommendations made about policies that could be included in the policy platforms of each party.

PeakCare's strengthened use of social media, assisted by the work of staff members, Jaye Vincent and Tess Raby, allowed PeakCare to bring the latest news of policy announcements by the political parties to our eNews, Facebook and Twitter subscribers and visitors to our new and improved website.

Increased use of YouTube as a vehicle for PeakCare's communication with our member agencies, supporters and other interested parties allowed the election campaign to culminate in the daily release of videos featuring responses by the (then) Minister for Child Safety, Phil Reeves and (now) Minister for Communities, Child Safety and Disability Services, the Honourable Tracy Davis MP, to five critical questions put to each by PeakCare.

Along with these social media strategies, PeakCare's profile in 'mainstream media' including radio, print and television, dramatically increased during the pre-election period and this has been sustained throughout the year. Appreciation is extended to Mark Jeffery, PeakCare's media consultant who played a pivotal role in promoting the well-earned recognition of PeakCare's capacity for providing expert opinion and commentary to the media.

Following election of the Liberal National Party government in March 2012, PeakCare built on the content of our pre-election *Position Papers* to author an additional set of papers. This was done in consultation with other peak bodies including the Queensland Aboriginal and Torres Strait Islander Child Protection Peak, CREATE Foundation, Foster Care Queensland, Queensland Council of Social Services and Ethnic Communities Council of Queensland. These papers were presented to the *Child Protection Partnership Forum* as key matters for the attention of this partnership of government and non-government child protection leaders.

Appreciation is extended to Ms Tracey Smith who, in a casually employed part-time role, contributed her keen intellect and knowledge to PeakCare's development of these important documents.

In keeping with an election promise made by the Liberal National Party, formation of the new State government was quickly followed by the initiation of a Child Protection Commission of Inquiry led by the Honourable Tim Carmody SC. PeakCare again focussed its attention on consulting with member agencies, supporters and other stakeholders to gather material and evidence for submissions to the Inquiry. This involved PeakCare:

- conducting its own 'audit' of progress made in implementing, relevant recommendations of the 1999 *Commission of Inquiry into the Abuse of Children in Queensland Institutions* (the Forde Inquiry) and 2004 *Inquiry into the Abuse of Children in Foster Care* conducted by the Queensland Crime and Misconduct Commission
- organising a 'roundtable meeting' of member agencies and supporters to discuss the collaborative processes that would be used by PeakCare in both collecting and disseminating information relevant to the Inquiry
- authoring a set of *Issues Papers* addressing a range of key matters to be addressed within PeakCare's submissions to the Inquiry, with accompanying questionnaires for collecting feedback and suggestions from member agencies and other stakeholders
- establishing protocols and the means for liaising with other peak bodies and representative groups for purposes of informing the respective submissions of these organisations
- preparing a catalogue of relevant key reports, submissions, discussion papers and other documents produced or commissioned by PeakCare over the past decade, for submission to the Inquiry
- making use of PeakCare's weekly eNews, blog posts, Facebook entries and emails to keep member agencies and supporters informed about the Inquiry and PeakCare's progress in formulating our submissions, and
- planning a series of 'child protection expos' in various locations throughout the State to facilitate face-to-face discussions and debate about matters important to the Inquiry and Commissioner Carmody's onerous responsibilities in charting a roadmap for child protection over the next ten years.

PeakCare is looking forward to maintaining its considerable effort in contributing to the work of the Child Protection Commission of Inquiry during the oncoming year.

In the midst of the positive and constructive involvement of PeakCare in addressing the dramatic changes that have been occurring in the environment in which child protection services are being delivered, our organisation has continued to maintain and improve our performance in providing other sector and service development activities with which we have had a longstanding interest.

Appreciation is extended to the dedicated service of Lorraine Dupree, Policy and Research Manager and Tim Johnston, Principle Partnership and Planning Officer and the contributions they have made to this year's *Child Protection Week*, *Foster and Kinship Care Week* and *Transition to Independence Month* and the key roles they have played on various working parties including, but not limited to the *Child Protection Partnership Forum* and its sub-committees including *G-Force*, *Family Support*

Work Group, Multicultural Child Protection Work Group and Aboriginal and Torres Strait Islander Placements Work Group; the Voices in Action Forum Organising Committee; Combined Voices; Brisbane Family Inclusion Network's Steering Group, Systems Advocacy Group and Community of Practice Work Group; and other regional networks where they, along with Regional Planning and Partnership Officers from the Department of Communities, Child Safety and Disability Services, facilitate the essential interactions that must occur between the government and non-government sectors.

On behalf of the Board, my appreciation is also extended to June Darvill, PeakCare's book-keeper and Gary Roberts, PeakCare's Office Manager for the vital roles they capably perform in delivering the corporate services needed to support the work of PeakCare.

Special tribute is paid to Carolyn Ovens. After dedicated service to PeakCare in her part-time role in facilitating the development and maintenance of our *Reconciliation Action Plan*, Carolyn is leaving this role to commence her retirement. She will be greatly missed.

I also wish to acknowledge the leadership of Lindsay Wegener, PeakCare's Executive Director in steering the organisation during this year of change and the support of my fellow Board Members – Avryl Gration (Vice-President) and Katrina Lines (Treasurer); the Board's Executive Members including Tracy Adams, Shirley Pevitt, Leith Sterling and Jason Thatcher; and the co-opted Members, Jane Carter and Sally Kelynack. My thanks also go to Scott Bray and Trish Sheahan, a longstanding Board Member, for their contributions to the Board prior to their resignations that occurred this year.

Finally, I would like to acknowledge and thank our key funding body, the Department of Communities, Child Safety and Disability Services for its ongoing support. Successive Queensland governments have recognised the value of having an independent and robust child protection peak body with whom to negotiate and liaise. PeakCare is pleased to be continuing this relationship with the Honourable Tracey Davis MP, Minister for Communities, Child Safety and Disability Services and the government she represents.

We also look forward to continuing our collaborative and close working relationship with other child protection peak bodies and representative groups including, in particular, the Queensland Aboriginal and Torres Strait Islander Child Protection Peak, CREATE Foundation and Foster Care Queensland. We can be quite sure that the changes commenced this year are nowhere near complete and PeakCare looks forward to tackling whatever new opportunities and challenges the new year might bring.

Michael Tizard

President

2012

Executive Director's Report

To be inserted

Treasurer's Report

It is my pleasure to submit to you the audited Financial Statements for PeakCare Queensland for the year ended 30th June 2012.

The total income for the organisation for the year ended 30 June 2011 was \$927,669.

This included \$834,141 in operating grants from the State Government.

Other areas of income include:

Membership Subscriptions	\$19,591
Forums, Conferences	\$13,136
Interest received	\$45,645

Grants carried forward to meet commitments in 2012/13 totalled \$11,308.

This leaves Peak Care with an operating loss of \$161,463 for the year. This loss can be attributed to planned expenditure of accumulated savings from membership subscriptions allocated to needed equipment and information technology upgrades, staff redundancies, consultancies and other contracted services engaged to develop and commence PeakCare's implementation of the organisation's new strategic plan.

Accumulated Funds of the organisation as at 30 June 2012 are \$591,967.

On behalf of the PeakCare Board and Members of the Association, I wish to thank the Honourable Tracy Davis, Minister for Communities, Child Safety and Disability Services and officers of the Department of Communities, Child Safety Services for their support during the year.

My appreciation also goes to Board colleagues, as well as Lindsay Wegener (Executive Director), June Darvill (PeakCare Bookkeeper) and Gary Roberts (Office Manager) for their support and commitment during the year.

I now move that the accounts for PeakCare Queensland as audited for the year ended 30 June 2012 be passed. I also move that Reid Maddison Pty Ltd be appointed as auditors for PeakCare Queensland for the year ended 30 June 2013.

Dr Katrina Lines

Treasurer
2012

The accompanying notes form part of this financial report

	NOTE	2012 \$	2011 \$
INCOME			
- Revenue	2	927,669	988,885
EXPENDITURE			
- Depreciation and amortisation expenses	3	(11,401)	(11,634)
- Employee benefits expenses		(681,337)	(550,938)
- Administration expenses		(84,830)	(87,971)
- Occupancy expenses		(10,914)	(14,081)
- Project expenses		(234,390)	(171,322)
- Travel and Vehicle expenses		(29,287)	(26,571)
- Other expenses from ordinary activities		(25,665)	(32,337)
		(150,155)	94,031
Less Unexpended Grants Carried Forward		(11,308)	(116,872)
Profit before income tax		(161,463)	(22,841)
Income tax expense		---	---
Profit for the year		(161,463)	(22,841)
Current Assets			
Cash and cash equivalents	4	682,983	880,486
Trade and other receivables	5	7,530	27,647
Other current assets	6	17,500	10,621
Total Current Assets		708,013	918,754
Non-Current Assets			
Property, plant and equipment	7	62,773	40,541
Total Non-Current Assets		62,773	40,541
Total Assets		770,786	959,295
Current Liabilities			
Trade and other Payables	8	95,539	56,001
Provisions	9	72,835	149,864
Total Current Liabilities		168,374	205,865
Total Liabilities		178,819	205,865
Net Assets		591,967	753,430

Accumulated Funds

Retained surplus	591,967	753,430
Total Accumulated Funds	591,967	753,430

	Retained Surplus \$	Other Reserves \$	Total \$
Balance at 30 June 2010	776,271	---	776,271
Net surplus attributable to the association	(22,841)	---	(22,841)
Balance at 30 June 2011	753,430	---	753,430
Net surplus attributable to the association	(161,463)	---	(161,463)
Balance at 30 June 2012	591,967	---	591,967

	2012 \$	2011 \$
Cash Flow From Operating Activities		
Receipts from Members	63,218	60,077
Receipts from Government	717,268	839,711
Other Receipts	39,181	17,082
Interest Received	45,645	38,434
Payments to Suppliers and employees	(1,025,273)	(867,334)
Net cash provided by operating activities (note 11)	(159,961)	87,970
Cash Flow From Investing Activities		
Proceeds from sale of property, plant and equipment	18,919	---
Payments for property, plant and equipment	(56,461)	(5,059)
Net cash provided (used) by investing activities	(37,542)	(5,059)
Cash Flow From Financing Activities		
Proceeds from borrowings	0	0
Net cash used in financing activities	0	0
Net increase (decrease) in cash held	(197,503)	82,911
Cash at the beginning of the year	880,486	797,575
Cash at the end of the year (note 10)	682,983	880,486

Note 1: Statement of Significant Accounting Policies

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act, 1981 (Queensland). The committee has determined that the association is not a reporting entity.

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

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

(a) Income tax

By virtue of section 50-5 of the income tax assessment act (1999) the association is not liable for income tax.

(b) Property, Plant and Equipment

Assets purchased with Grant Funding cannot be used for any other purpose than that stated in the funding agreement and cannot be sold or otherwise disposed of without the permission of the funding body, and a contingent liability may exist in relation to any sale proceeds.

The depreciable amount of all Property, Plant and Equipment is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

(c) Impairment of Assets

At each reporting date, the entity reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

(d) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits have been measured at the amounts expected to be paid when the liability is settled.

(e) Provisions

Provisions are recognised when the company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that

outflow can be reliably measured. Provisions are measured at the best estimate of the amounts required to settle the obligation at reporting date.

(f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(g) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present value when recognising revenue.

Interest revenue is recognised when received. Income from the sale of goods is recognised upon the delivery of goods to customers.

Grant and donation income is recognised when the entity obtains control over the funds which is generally at the time of receipt.

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

(h) Goods and Services Tax (GST)

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

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

	2012	2011
	\$	\$

Note 2: Revenue**Operating Activities:**

Member subscriptions	19,591	34,409
Operating grants	834,141	870,253
Sale of publications/photocopying	143	---
Forums, conferences, workshops	13,136	25,668
Profit/(loss) on sale of non current asset	(3,909)	---
Other	3,868	1,149
	862,070	931,479

Non-Operating Activities:

Interest received	45,645	38,434
Office space rental	15,054	18,972
	60,699	57,406
Total Revenue	927,669	988,885

Note 3: Profit from Ordinary Activities

Profit (loss) from ordinary activities before income tax has been determined after:

(a) Charging as Expense:

Depreciation	11,401	11,634
Remuneration of auditor - audit or review services	3,190	2,800

b) Significant Revenues and Expenses:

The following revenue and expense items are relevant in explaining the financial performance:

Other expenses from ordinary activities

Stationery, Photocopying and Printing	16,143	17,733
Insurance	13,228	13,614
Motor Vehicle Expenses	11,131	11,079
Consultant Fees & Consultation costs	158,618	111,991

Note 4: Cash and cash equivalents

Cash On Hand	200	200
Cash at Bank	282,783	480,286
Short Term Deposits	400,000	400,000
	682,983	880,486

Note 5: Receivables

Current		
Debtor – Trade	7,530	27,647
Debtor – Sundry	---	---
	7,530	27,647

Note 6: Other Assets

Current		
Security Deposits	274	274
Prepayments	17,226	10,347
	17,500	10,621

Note 7: Property, Plant and Equipment

Furniture & Fittings

At cost	120,319	102,039
Less: Accumulated depreciation	(88,567)	(84,325)
	31,752	17,714

Motor Vehicles

At cost	38,180	41,195
Less: Accumulated depreciation	(7,159)	(18,368)
	31,021	22,827

	62,773	40,541
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Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Furniture & Fittings	Motor Vehicle	TOTAL
Balance at beginning of year	102,039	41,195	143,234
Less Accumulated Depreciation	(84,325)	(18,368)	(102,693)
Opening Carrying Amount	17,714	22,827	40,541
Additions 11/12	18,280	38,180	56,460
Disposals 11/12	---	(22,827)	(22,827)
Total Assets including Additions for 11/12	35,994	38,180	74,174
Less Depreciation Expense	(4,242)	(7,159)	(11,401)
Balance at end of year at carrying amount	31,752	31,021	62,773

Assets purchased with Grant Funding cannot be used for any other purpose than that stated in the funding agreement and cannot be sold or otherwise disposed of without the permission of the funding body, and a contingent liability may exist in relation to any sale proceeds.

Note 8: Payables

Unsecured:

Trade Creditors	62,006	22,811
Sundry Creditors & Accruals	13,383	18,582
GST Payable	20,150	14,608
	95,539	56,001

Note 9: Provisions

Current

Employee entitlements		
Annual Leave	21,109	22,347
Relief Staff	9,928	10,645
Income Received in Advance	30,491	---
Provision for Unexpended Grants	11,307	116,872
	72,835	149,864

Note 10: Reconciliation of Cash

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the year as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

Cash On Hand	200	200
Cash At Bank	282,783	480,286
Cash At Bank – Term Deposits	400,000	400,000
	682,983	880,486

Note 11: Reconciliation of Cash Flow from Operations with Profit after Income Tax

Profit/(loss) after income tax	(161,463)	(22,841)
Non-cash flows in surplus from Ordinary Activities		
- Depreciation	11,401	11,634
(Profit)/Loss on disposal of plant & equipment	3,909	---
	(146,153)	(11,207)

Changes in assets and liabilities:

(Increase)/Decrease in receivables	20,117	(3,039)
(Increase)/Decrease in prepayments	(6,879)	(1,836)
Increase/(Decrease) in payables	39,537	14,179
Increase/(Decrease) in Grants in Advance	(105,564)	86,330
Increase/(Decrease) in provisions	38,981	3,543
	(13,808)	99,177

Net cash provided by operating activities	(159,961)	87,970
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Note 12: Events Subsequent to Reporting Date

PeakCare Queensland Incorporated has recently been advised by the major funding body, the Department of Communities, that funding for the year ended 30 June 2013 as set out in the current Service Agreement will be reduced by 17.5% effective from 1 January 2013. A new Service Agreement is to be negotiated for the following financial year ended 30 June 2014. The Committee members are considering strategies and have obtained costings to determine possible courses of action that may impact on the Association's operations and structure in future reporting periods.

Note 13: Association Details

The principal place of business of the association is:

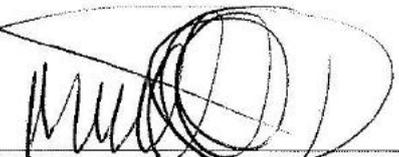
PeakCare Queensland Incorporated
17 Ross Street
Paddington QLD 4064

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the Committee the financial report as set out:

1. Presents a true and fair view of the financial position of PeakCare Queensland Incorporated as at 30 June 2012 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that PeakCare Queensland Incorporated will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Committee and is signed for and on behalf of the Committee by:



Michael Tizard - President



Dr Katrina Lines - Treasurer

Dated this 5th day of December 2012

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF PEAKCARE QUEENSLAND INCORPORATED

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report of PeakCare Queensland Incorporated (the association), which comprises the Statement of Financial Position as at 30 June 2012, the Income and Expenditure statement for the year then ended and the Statement of Cash Flows for the year ended 30 June 2012, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

Committee's Responsibility for the Financial Report

The committee of the association is responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of the Associations Incorporation Act, 1981 (Queensland) and are appropriate to meet the needs of the members. The committee's responsibilities also include establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the committee, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the committee's financial reporting under the Associations Incorporation Act, 1981 (Queensland). We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

Audit's Opinion

In our opinion, the financial report of PeakCare Queensland Incorporated presents fairly, in all material respects the financial position of PeakCare Queensland Incorporated of 30 June 2012 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the Associations Incorporation Act, 1981 (Queensland).

A handwritten signature in black ink, appearing to be 'Julie M Sultmann', written over a horizontal dashed line.

Name of firm: Reid Maddison Pty Ltd ABN 84 077 424 867

Name of partner: Julie M Sultmann

Address: 665 Stanley Street, Woolloongabba, Qld 4102

Dated this 5th day of December 2012