



Pharmacy Regulation Authority SA

2017-18 Annual Report

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Date presented to Minister: 24 September 2018

To:

The Honourable Stephen Wade MLC
Minister for Health and Wellbeing

This annual report is to be presented to Parliament to meet the statutory reporting requirements of *Health Practitioner Regulation National Law (South Australia) Act 2010* 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 Pharmacy Regulation Authority SA by:

Peter John Halstead
General Manager



18 September 2018

Signature

Date

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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 Pharmacy Regulation Authority SA (PRASA) works to ensure that the public of South Australian have suitable protection when engaging with pharmacy services delivered from registered pharmacy premises.

This is to be achieved through ongoing oversight of the maintenance of high professional standards in the provision of pharmacy services.

PRASA engages with pharmacy services providers through activities such as its visit (inspection) program to evaluate and measure the performance of pharmacy premises in delivering pharmacy services against the nominated practice standards and requirements.

When necessary PRASA acts to bring about change in the delivery of pharmacy services delivered within a pharmacy premises such that the services are delivered in a safe and effective manner and align with professional and community expectations.

Objectives

PRASA's objectives are to:

- act in the best interest of the South Australian community to ensure pharmacy services providers deliver safe and effective pharmacy services from within pharmacy premises
- ensure that the handling of notifications/complaints received by PRASA has been undertaken in a timely, caring and responsive fashion for the benefit of the South Australian community
- ensure public access to all the relevant information PRASA gathers under its powers is made available to the community in a suitable format
- prepare or endorse codes, standards or guidelines providing the necessary guidance and direction for pharmacy services providers to perform to professional and community expectations
- carry out its regulatory requirements in an efficient and cost-effective manner

Key strategies and their relationship to SA Government objectives

Key strategy	SA Government objective
Profession wide engagement detailing how the community benefits from the provision of pharmacy services of the highest quality and standard as delivered from within pharmacy premises	Contribute to an overall raising of the quality of health service provision such that there is an increased healthy life expectancy of South Australians
To assist and enable the delivery of new and emerging pharmacy services from within pharmacy premises in a manner that pays appropriate attention to the relevant professional and practice standards. Examples of such emerging pharmacy services are complex compounding of medicines and medicinal cannabis	Investment in critical areas of infrastructure with attention paid to the upskilling and training of staff

Agency programs and initiatives and their effectiveness and efficiency

Program name	Indicators of performance/effectiveness/efficiency	Outcome for South Australia
Pharmacy premises inspection program	Pharmacy premises inspected: 80 Pharmacy premises totally compliant at initial inspection: 52 Pharmacy premises totally compliant at final inspection: 80	Provided a level of confidence as to the maintenance of appropriate professional standards for the provision of pharmacy services from within pharmacy premises.

Legislation administered by the agency

Health Practitioner Regulation National Law (South Australia) Act 2010

Organisation of the agency

<http://www.dpc.sa.gov.au/documents/rendition/B25612>

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

Not applicable

Employment opportunity programs

Program name	Result of the program
Certificate III Business Administration - Medical	Enhanced ability of administration support staff to engage with community members concerning matters of medicines and health
Governance and Performance study	Heightened level of understanding of the requirements regarding governance from Authority members
Review of complex compounding - TGA	Providing support for staff involved in professional activities of inspection and investigation to maintain clinical expertise in order to best understand potential notifications/complaints

Agency performance management and development systems

Performance management and development system	Assessment of effectiveness and efficiency
Regular performance development reviews of all staff	Identification of skill set gaps has occurred which has become obvious as a result of the changing nature and complexity of PRASA’s operations. Additional resources and expertise have been engaged.

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

Program name and brief description	Effectiveness
Nil to report	

Work health and safety and return to work performance

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

*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 five years is available at: <https://data.sa.gov.au/data/dataset/c2dc89b4-95ca-4900-9caa-aa737d8bd1d2>

Fraud detected in the agency

Category/nature of fraud	Number of instances
No cases of fraud detected	0

Strategies implemented to control and prevent fraud

Regular monthly member review and supervisory oversight from the auditor

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/0c08116a-ec86-4352-be80-4201ab71a66f>

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* 0

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/0c08116a-ec86-4352-be80-4201ab71a66f>

Executive employment in the agency

Executive classification	Number of executives
General Manager – EXA	1

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/0c08116a-ec86-4352-be80-4201ab71a66f>

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.

Consultancies below \$10,000 each		
Precise Logic	Data base support	2830
	Subtotal	2830
Consultancies above \$10,000 each		
	Subtotal	\$ Value
Total all consultancies		2830

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/0c08116a-ec86-4352-be80-4201ab71a66f>

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 that have been engaged by the agency, the nature of work undertaken and the total cost of the work undertaken.

Contractor	Purpose	Value
No contractors engaged		

Data is available at: <https://data.sa.gov.au/data/dataset/c2dc89b4-95ca-4900-9caa-aa737d8bd1d2>

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 is a brief summary of the overall financial position of the agency. The information is unaudited. Full audited financial statements for 2017-18 are attached to this report.

PRASA derived its income from the payment of registration fees, required notifications of changes to the registers (eg relocations of pharmacy premises, alterations to pharmacy premises and sale of pharmacy premises) and sundry revenue (eg bank interest).

PRASA's income for the 2017-18 financial year was \$483,251.37 and expenses for the same period were \$481,399.72. For the twelve-month period PRASA had a surplus of \$1851.65.

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

Nil to report

Section B: Reporting required under any other act or regulation

Name and date of act or regulation
Enter name of act or regulation
Not applicable

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

Summary of complaints by subject

Public complaints received by Pharmacy Regulation Authority SA	
Category of complaints by subject	Number of instances
Advertising	1
Dispensing error	2
Incorrect medication	1
Professional response/attitude	1
Referral to appropriate agency (AHPRA)	2

Data for previous years is available at: <https://data.sa.gov.au/data/dataset/0c08116a-ec86-4352-be80-4201ab71a66f>

Complaint outcomes

Nature of complaint or suggestion	Services improved or changes as a result of complaints or consumer suggestions
Advertising of professional service falling outside the scope of practice of pharmacists	Advertising discontinued and a commitment made to undertake no further advertising of a similar nature
a. Provision of heat sensitive medicines where the cold chain could not be verified	a. A review of the operating procedures of the pharmacy premises, increased staff education and training and the implementation of recording systems to ensure verification of the cold-chain is always possible. Agreement to offer two patients whose medicine could have been affected by the situation replacement medication free of charge.
b. Systems failures that allowed repeated dispensing of generic brands of medications	b. Confirmation of the incorporation of systems within the dispensing procedures of the pharmacy premises that will prevent the dispensing of generic brands of medicines without patient permission

Nature of complaint or suggestion	Services improved or changes as a result of complaints or consumer suggestions
Failure to provide what might be considered appropriate information with regard to the supply of an unscheduled medicine	Pharmacy premises concerned agreed to ensure non-professional staff undergo further training to continue to raise awareness regarding the supply of unscheduled medicines and the need to provide appropriate advice
Consideration of influence in the operation of a pharmacy premises	Assurances provided as to the operation of the pharmacy premises being free of undue influence from an inappropriate source
Notifications/complaints involving the professional conduct of an individual pharmacy practitioner which are referred to agency responsible for such matters, the Australian Health Practitioner Regulation Agency	Conduct of individual pharmacy practitioner to be reviewed against the existing professional codes and standards to determine what action may be necessary by AHPRA

Appendix: Audited financial statements 2017-18

INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF
PHARMACY REGULATION AUTHORITY SA**

I have audited the accompanying financial report of **PHARMACY REGULATION AUTHORITY SA**, which comprises the Statement of Financial Position as at 30 June 2018, and the Statement of Financial Performance for the year then ended, a summary of significant accounting policies and other explanatory notes.

The Responsibility of the Board of Management (the Members) for the Financial Report

The Board of Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations). This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

My responsibility is to express an opinion on the financial report based on my audit. I conducted my audit in accordance with Australian Auditing Standards. These Auditing Standards require that I 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 of 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 Board of Management, as well as evaluating the overall presentation of the financial report.

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

Auditor's Opinion

In my opinion, the financial report presents fairly, in all material respects, the financial position of **PHARMACY REGULATION AUTHORITY SA** as of 30 June 2018, and of its financial performance for the year then ended in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Associations Incorporation Act 1985 as amended.



Peter Hall - Dated **21 / 8 / 2018**

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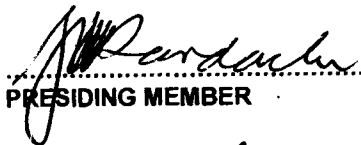
PHARMACY REGULATION AUTHORITY SA

STATEMENT BY OFFICERS OF THE ORGANISATION

As detailed in Note 1 to the Accounts, the Organisation is not a reporting entity because in the Officers' opinion, there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These Accounts are therefore "Special Purpose Financial Reports" that have been prepared to meet the requirements of the Board of Management (the Members) and Government and other Funding Agencies.

We, Grant Kardachi (Presiding Member) and Robyn Johns (Deputy Presiding Member) hereby state that to the best of our knowledge and belief:

- (a) the accompanying Statement of Financial Position, Statement of Financial Performance and the Notes thereto dated 30th June 2018 comprising the "Special Purpose Financial Reports" present fairly the state of affairs as at that date, and the results of operations for the year then ended;
- (b) there is no body corporate that is a subsidiary of the Organisation within the meaning of Section 46 of the Corporations Law; and
- (c) the Organisation does not act as trustee of any trust.


.....
PRESIDING MEMBER


.....
DEPUTY PRESIDING MEMBER

DATE: 16.08.2018

PHARMACY REGULATION AUTHORITY SA

REPORT OF THE BOARD OF MANAGEMENT (The Members)

In accordance with Section 35 (5) of the Associations Incorporation Act 1985, the Board of Management hereby states that to the best of our knowledge and belief:

- (a) During the financial year ended 30th June 2018, no officer of the Organisation, firm of which the officer is a member, or body corporate in which the officer has a substantial financial interest, has received or become entitled to receive a benefit as a result of a contract between the officer, firm or body corporate and the organisation; and
- (b) During the year ended 30th June 2018 no officer of the Organisation has received directly or indirectly from the Organisation any payment or other benefit of a pecuniary value (excluding the emoluments as disclosed in the Operating Accounts, or the fixed salary as a full time employee of the Organisation).


.....
PRESIDING MEMBER
Name: Grant Kardachi


.....
DEPUTY PRESIDING MEMBER
Name: Robyn Johns

DATE: 16.1.08/2018

**PHARMACY REGULATION AUTHORITY SA
YEAR ENDED 30 JUNE 2018
STATEMENT OF FINANCIAL PERFORMANCE**

	Notes	2018 \$	2017 \$
INCOME			
Fee Income		476,350.00	476,050.01
Interest Received		2,784.06	3,806.97
Employee Contributions		4,117.31	2,399.40
Profit on Sale of Plant & Equipment		-	2,129.54
Sundry Income		-	389.84
TOTAL INCOME		<u>\$ 483,251.37</u>	<u>\$ 484,775.76</u>
EXPENSES			
Audit Fees		5,760.00	4,660.00
Bank Charges		5,702.89	5,638.24
Borrowing Expenses		447.59	447.59
Cleaning		2,724.00	2,595.45
Computer Expenses		35,284.33	45,931.18
Depreciation		13,132.00	17,547.00
Digitalisation		22,166.38	-
Electricity		3,518.12	2,733.61
Fringe Benefits Tax		9,182.49	7,375.16
Insurance		4,712.51	5,314.49
Interest Paid		3,592.05	6,077.95
Internet & Website Maintenance		1,942.43	1,855.99
Lease of Plant & Equipment		1,151.88	-
Legal Fees		9,250.00	-
Licences, Registrations & Subscriptions		5,249.58	2,520.21
Motor Vehicle Expenses		4,175.66	3,467.71
Postage, Printing & Stationery		3,750.88	2,866.31
Rent & Outgoings		32,101.86	34,273.54
Repairs & Maintenance		339.81	-
Staff Amenities		2,350.03	2,256.45
Staff Entitlements - Provision for Annual Leave		10,215.00	7,005.00
Staff Entitlements - Provision for Redundancies	11	-	-
Staff Training		862.73	3,325.92
Superannuation		31,502.88	29,408.43
Sundry Expenses		1,043.59	296.36
Telephone		3,491.02	3,728.79
Travel & Accommodation		7,609.41	10,594.06
Wages & Board Members' Fees		260,140.60	228,243.38
TOTAL EXPENSES		<u>481,399.72</u>	<u>428,162.82</u>
NET SURPLUS FOR THE YEAR		<u>\$ 1,851.65</u>	<u>\$ 56,612.94</u>

The accompanying notes form part of these financial statements
This report is to be read in conjunction with the attached audit report

**PHARMACY REGULATION AUTHORITY SA
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018**

	Notes	2018 \$	2017 \$
CURRENT ASSETS			
Cash & Cash Equivalents	2	484,612.69	465,153.32
Trade & Other Receivables	3	<u>5,834.66</u>	<u>9,147.84</u>
TOTAL CURRENT ASSETS		<u>490,447.35</u>	<u>474,301.16</u>
NON CURRENT ASSETS			
Plant & Equipment	4	<u>39,746.45</u>	<u>52,878.45</u>
TOTAL NON CURRENT ASSETS		<u>39,746.45</u>	<u>52,878.45</u>
TOTAL ASSETS		<u>\$ 530,193.80</u>	<u>\$ 527,179.61</u>
CURRENT LIABILITIES			
Trade & Other Payables	5	65,208.22	74,260.68
Provisions	6	<u>88,677.00</u>	<u>78,462.00</u>
TOTAL CURRENT LIABILITIES		<u>153,885.22</u>	<u>152,722.68</u>
TOTAL LIABILITIES		<u>\$ 153,885.22</u>	<u>\$ 152,722.68</u>
NET ASSETS		<u>\$ 376,308.58</u>	<u>\$ 374,456.93</u>
CAPITAL			
Capital	10	83,955.00	83,955.00
Accumulated Surplus		<u>292,353.58</u>	<u>290,501.93</u>
TOTAL CAPITAL		<u>\$ 376,308.58</u>	<u>\$ 374,456.93</u>

The accompanying notes form part of these financial statements
This report is to be read in conjunction with the attached audit report

**PHARMACY REGULATION AUTHORITY SA
YEAR ENDED 30 JUNE 2018
STATEMENT OF CASH FLOWS**

	Notes	2018 \$	2017 \$
Cash Flows from Operating Activities			
Cash Receipts from Customers		480,467.31	478,839.25
Cash Paid to Suppliers & Employees		<u>452,744.65</u>	<u>413,539.83</u>
Net Cash used in Operating Activities	7	<u>\$ 27,722.66</u>	<u>\$ 65,299.42</u>
Cash Flows from Investing Activities			
Proceeds - Sale of Plant & Equipment		-	42,727.27
Purchase of Plant & Equipment		0.00	(63,881.09)
Interest Received		<u>2,784.06</u>	<u>3,806.97</u>
Net Cash used in Investing Activities		<u>\$2,784.06</u>	<u>\$(17,346.85)</u>
Cash Flows from Financing Activities			
Proceeds from borrowings		-	78,951.15
Costs of Borrowing		-	(2,237.95)
Repayment of borrowings		<u>(11,047.35)</u>	<u>(63,240.62)</u>
Net Cash used in Investing Activities		<u>\$(11,047.35)</u>	<u>\$13,472.58</u>
Net Increase in Cash and Cash Equivalents		19,459.37	61,425.15
Cash and Cash Equivalents at the beginning of the period		<u>465,153.32</u>	<u>403,728.17</u>
Cash and Cash Equivalents at the end of the period		<u>\$ 484,612.69</u>	<u>\$ 465,153.32</u>

The accompanying notes form part of these financial statements
This report is to be read in conjunction with the attached audit report

PHARMACY REGULATION AUTHORITY SA

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2018

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In the opinion of the Officers, the Organisation is a Non-reporting entity, because there are unlikely to exist users who are unable to command the preparation of reports tailored so as to satisfy specifically all of their information needs. Accordingly, the Accounts are "Special Purpose Financial Reports" that have been prepared solely to meet the requirements of the Board of Management, the Members and Government and other Funding Agencies.

Such Statements of Accounting Concepts and Accounting Standards that apply, have been adopted consistently with previous practice.

The Accounts have been prepared on an accruals basis in accordance with the historical cost convention whereby all Assets have been recorded at the lower of their cost or estimated net realisable value. No adjustments have been made to take into account changing money values or current valuations of Non-Current Assets, or their impact on operating results.

The Organisation is not subject to Income Tax. The Organisation is liable for fringe benefits tax and goods and services tax (GST).

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, 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 net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as part of receivables or payables in the Balance Sheet.

All non-current assets, having a limited useful life, are systematically depreciated/amortised over their useful lives in a manner that reflects the consumption of their service potential. Amortisation is used in relation to intangible assets, while depreciation is applied to tangible assets such as property, plant and equipment.

Assets' residual values, useful lives and amortisation methods are reviewed and adjusted if appropriate, on an annual basis.

These notes are to be read in conjunction with the attached audit report

PHARMACY REGULATION AUTHORITY SA
YEAR ENDED 30 JUNE 2018
NOTES TO THE ACCOUNTS

	Notes	2018 \$	2017 \$
2 CASH & CASH EQUIVALENTS			
Cash at Bank - Trading Account		4,355.70	12,594.88
Cash at Bank - Savings Account		<u>480,256.99</u>	<u>452,558.44</u>
		<u>\$ 484,612.69</u>	<u>\$ 465,153.32</u>
3 TRADE & OTHER RECEIVABLES			
GST Debtor		4,491.89	3,428.64
Sundry Debtor		-	2,608.84
Unexpired Borrowing Expenses		1,342.77	1,790.36
Prepaid Expenses		-	1,320.00
		<u>\$ 5,834.66</u>	<u>\$ 9,147.84</u>
4 PLANT & EQUIPMENT			
Plant, Equipment & Motor Vehicle		93,755.45	93,755.45
less: Accumulated Depreciation		<u>54,009.00</u>	<u>40,877.00</u>
		<u>\$ 39,746.45</u>	<u>\$ 52,878.45</u>
5 TRADE & OTHER PAYABLES			
Trade Creditors		9,334.67	7,339.78
Loan - Volkswagen Financial Services Australia		<u>55,873.55</u>	<u>66,920.90</u>
		<u>\$ 65,208.22</u>	<u>\$ 74,260.68</u>
6 PROVISIONS			
Provision for Annual Leave		33,990.00	23,775.00
Provision for Redundancies	11	<u>54,687.00</u>	<u>54,687.00</u>
		<u>88,677.00</u>	<u>78,462.00</u>
7 RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES			
Net Surplus		1,851.65	56,612.94
Less: Net Surplus from Investing Activities		<u>2,784.06</u>	<u>5,936.51</u>
Net Surplus from Operating Activities		(932.41)	50,676.43
Depreciation		13,132.00	17,547.00
Provision for Staff Entitlements		10,215.00	7,005.00
Borrowing Expenses		447.59	447.59
Changes in assets and liabilities			
Decrease in GST Debtor		(1,063.25)	6,377.36
Decrease in Prepayments		1,320.00	1,753.16
Decrease/(Increase) in Sundry Debtors		2,608.84	(2,608.84)
Increase/(Decrease) in Trade Creditors		<u>1,994.89</u>	<u>(15,898.28)</u>
Net Cash provided by Operating Activities		<u>\$ 27,722.66</u>	<u>\$ 65,299.42</u>

These notes are to be read in conjunction with the attached audit report

**PHARMACY REGULATION AUTHORITY SA
YEAR ENDED 30 JUNE 2018
NOTES TO THE ACCOUNTS**

	2018	2017
Notes	\$	\$
8 AUDITOR'S REMUNERATION		
The Auditor receives no other remuneration		
9 EMOLUMENTS TO OFFICERS		
No amounts, other than fees for attending meetings, were paid to any Board Members		
10 CAPITAL		
As a result of legislation being passed, The Pharmacy Board of South Australia ceased operations on 30 June 2010. A portion of its assets were transferred to The Pharmacy Regulation Authority SA as initial capital required to assist in its establishment which occurred as a result of the Health Practitioner Regulation National Law (South Australia) Act 2010, Part 4, Division 2, Subdivision 1		
	<u>\$ 83,955.00</u>	<u>\$ 83,955.00</u>
11 POSSIBLE ABOLITION OF THE ORGANISATION		
On 8th July 2014 the Premier of South Australia, Mr Jay Weatherill, advised the Organisation that it was the intention of the Government to abolish every government board and committee, including all statutory boards unless an exemption from abolition is granted.		
As a result of this advice, it was uncertain whether the Organisation would continue its operations into the future.		
It was therefore considered prudent that a Provision for Redundancies for staff of the Organisation be established in the event that the Organisation is abolished.		
The Provision was established and recognised in the Financial Statements of the Organisation for the Year Ended 30th June 2014.		
Since then, the Organisation has been granted exemption from abolition. However, as the exemption is not permanent and can be reviewed in the future, it is considered prudent to maintain the Provision.		

These notes are to be read in conjunction with the attached audit report