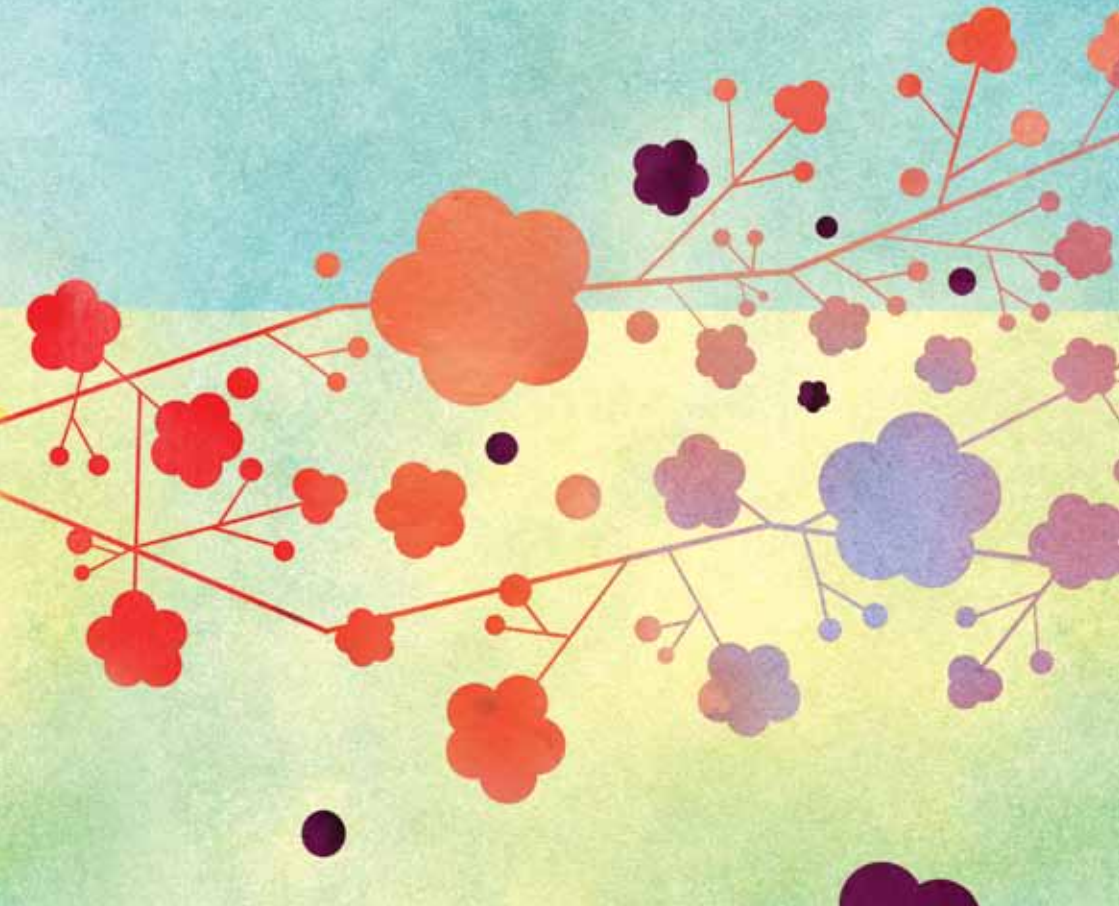


**VICTORIAN AIDS COUNCIL
GAY MEN'S HEALTH CENTRE**



ANNUAL REPORT 2010-11



STATEMENT OF PURPOSE

Leading our community in the response against HIV/AIDS and STIs.

VAC/GMHC works to confront the continuing challenges of the HIV/AIDS epidemic and, increasingly, the overall health and wellbeing of the GLBTI community.

Our core work is to:

- Strengthen the independence, dignity, health and wellbeing of people living with HIV/AIDS and the GLBTI community;
- Reduce the transmission of HIV and STIs;
- Enhance health outcomes for people living with HIV/AIDS.

In particular we are invested in bringing the AIDS epidemic to an end.

VAC/GMHC ANNUAL REPORT 10/11

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PRESIDENT'S REPORT

MICHAEL WILLIAMS

WELCOME TO THE ANNUAL REPORT OF THIS FANTASTIC COMMUNITY BASED ORGANISATION!

The Victorian AIDS Council/Gay Men's Health Centre (VAC/GMHC) is almost 30 years old, having incorporated in 1985. Given the turbulent social and political context in which VAC/GMHC has had to operate through the years, our continued strength is testament to the dedication of our volunteers and staff who make VAC/GMHC such a vibrant and effective organisation.

2010-2011 has been an exciting year.

Since our last Annual Report, members will notice the inclusion of new Board Directors, Greg Carter, Kirsten Machon and Alec West (staff representative). Greg comes with a wealth of commercial experience and this year has assumed the role of Treasurer, whilst Kirsten has extensive experience in policy, formerly working with the National Association of People Living with HIV/AIDS ('NAPWA'). All three have proven to be valuable Board Members as the organisation transitioned to both a new President and Executive Director.

We are excited to welcome Matt Dixon as Executive Director. Matt's arrival has injected energy and enthusiasm into the organisation

that is palpable whenever I speak with volunteers and staff. Matt has had a long career in the HIV sector and has expertise in both HIV prevention and service delivery. He was formerly a nurse at Fairfield Hospital before moving to London, where he was responsible for commissioning HIV services for South-West London. While at the Victorian Department of Health, Matt was responsible (among other things) for overseeing VAC/GMHC's funding for health promotion.

Our finances are strong. The organisation has yet again returned a surplus, this year an amount of \$119,989. As with any new financial year, we are reviewing our expenditure across the organisation to find savings so that we can add value to our core activities. Since the last Annual Report, VAC/GMHC's counselling service merged with Positive Counselling and we welcome a new Counselling Manager in Chris Barca. All of our core areas are strong but we seek to improve our work across the organisation. We must always ask ourselves the questions: *How do our messages in health promotion reach an ever-greater number of people more effectively? Additionally, how do our services cater for those that need them, while also promoting independence and dignity? How can the Centre Clinic see more clients*

and maintain its long-term viability as a high quality HIV general practice? These are strategic as well as management questions because they depend on effective plans by the Board and our ongoing financial health.

To that end, the Board has set in motion major new initiatives that will redefine our work for many years to come. The most important is our upcoming strategic planning process in early 2012, which will examine our entire organisational mission anew. We will be asking our members, the community and relevant stakeholders whether we have a role working with the broader gay, lesbian, bisexual, transgender and intersex (GLBTI) community. We know there have been fundamental changes in the HIV epidemic and gay men live radically different lives compared to 30 years ago. Without a rigorous and wide-ranging consultation process, we are unsure what this expanded role might look like. It is important to emphasise that any new work we undertake will be in addition to, and not be at the expense of, our current work focused on gay men, HIV prevention and care and support for people living with HIV.

Our partnerships with key stakeholders such as our funding body, the Victorian Department of Health, People Living with HIV/AIDS (PLWHA) Victoria, Positive Women, Straight Arrows, our research and academic partners and our clinical and service delivery partners are all strong. As we undertake our strategic plan we will be working closely with these bodies, and a range of community groups, to determine our future mission and vision.

The Board has also determined to review VAC/GMHC's governance structures. It will examine, among other things, the relevance of some of our organisational rules, the Board composition; whether our Executive Director should instead be a

Chief Executive Officer, and whether there is any value in continuing to have two legally separate, incorporated organisations of VAC and GMHC. Any changes will naturally have to be approved by our members and we look forward to a discussion about future proposals to update our governance model.

The Board has made it a key priority this year to pursue concrete advocacy strategies around the issue of criminal charges for HIV exposure or transmission. In addition to speaking and writing about the stigmatizing effects of criminal prosecutions, the Board is seeking prosecution guidelines in Victoria that will provide clarity for the community and hopefully influence police investigations. Our ultimate aim is for the great majority of cases to be handled by the Victorian Department of Health under its *Guidelines for the management of people living with HIV who put others at risk*.

Finally, the Board thanks Kevin Guiney and Mike Kennedy for their long period of service as President and Executive Director respectively. Mike had a major impact on the work of the organisation in his eleven years as Executive Director, helping to get the finances in order, sufficient resources for previously under-funded programs and leading many HIV-related advocacy issues on a state and national level.

Our Statement of Purpose says that '...we are invested in bringing the AIDS epidemic to an end'. We are lucky that, through a revolution in new treatments, sound planning and meaningful partnerships between government and community based organisations this has now been achieved in Australia. While the HIV epidemic remains with us, I have no doubt that whatever changes may come, with the level of dedication shown by our volunteers and staff, VAC/GMHC shall evolve and remain relevant well into the future.

Michael Williams
President



EXECUTIVE DIRECTOR'S REPORT

MATT DIXON

AS I WRITE THIS I HAVE BEEN WITH VAC/GMHC FOR JUST OVER ONE MONTH.

I have felt very warmly welcomed by everybody from staff, managers, the Board and our wonderful volunteers. Thank you.

My approach to my role as Executive Director has been to spend time getting to know the organisation and its people first. I have invited each member of the staff to meet with me so we can begin to get to know each other and to hear about what is working well and what needs some attention. I have also surveyed the staff for the same reasons, however the relative anonymity of this approach to information gathering has enabled people to be perhaps more frank than they might be in a face to face situation. I now have a rich group of observations and suggestions that will be very useful as I consider areas in the organisation for review, renewal and consolidation.

A few key points from the survey (completed by 2/3 of staff) are:

- 30% of respondents are very satisfied in their current role.
- 50% of respondents are fairly satisfied.


- 15% are neither satisfied or unsatisfied.
- 5% are fairly unsatisfied.
- Nobody reported being very unsatisfied.

87.5% of staff feel they are reasonably able to make a contribution to the success of VAC/GMHC (57.5% 'very much' able to make a contribution, 30% 'fairly able' to make a contribution).

My thanks to Mike Kennedy for leaving me with a healthy, functional organisation full of passionate people. The team is engaged and enthusiastic about our future.

Following my initial 'getting to know you' work within the organisation, I will be concentrating on checking in with current partner organisations to make sure our relationships are working well and we are addressing any concerns. I'll also be looking to have discussions with organisations that VAC/GMHC does not currently partner with, but with whom it might be worth considering. By the time this annual report is published I will have completed most of those meetings and discussions.

As mentioned by our President Michael Williams, we are gearing up for a strategic planning process. Although this is 'owned'



by the Board, I and all of my team within the organisation will work hard through this process to ensure we set the right course for the organisation, particularly in relation to the communities we serve. As the epidemiology of HIV continues to change and the needs of people living with HIV also change, we must ensure we adjust in order to remain useful, relevant and demonstrate our work to be a good investment of public and fundraised resources.

I am really pleased to be a part of the VAC/GMHC community and I am very excited to be leading this special organisation into the next chapter of its rich history.

**"A HEARTFELT
THANK YOU TO ALL
OF THE WONDERFUL
VOLUNTEERS FOR
THEIR GREAT
CONTRIBUTION
TO THE WORK
OF VAC/GMHC."**

Matt Dixon
Executive Director

**VICTORIAN AIDS COUNCIL
GAY MEN'S HEALTH CENTRE
BOARD MEMBERS 2010-2011**



THE 2010 - 2011 VAC/GMHC BOARD WAS:

PAUL KIDD, MATT DIXON, KIRSTEN MACHON, KEVIN GUINEY, MICHAEL WILLIAMS,

GREG CARTER, CHRISSIE FEAGINS, DAVID MENADUE, ALEC WEST

VAC/GMHC BOARD REPORT

BOARD WORK PLAN

The Board developed its work plan for the year with a 'Planning Day' in January. Issues discussed included the sustainability of the Centre Clinic, HIV and ageing, the criminalisation of people living with HIV in Victoria (and the need to develop clear protocols between Police and Public Health on relative responsibilities), the delay in the State HIV Strategy and whether the organisation should consider broadening its scope, such as more GLBTI and Indigenous health work. These issues have ensured the Board has had a full agenda of both internal matters and advocacy to work on throughout the year.

We have seen progress in many areas of our work. A review of the Centre Clinic is progressing and will be finalised in the near future. The Alfred Hospital will involve our organisation in a research project on HIV and ageing, funded by the Department of Health, which will commence shortly. A meeting has been arranged with the Office of Public Prosecutions to put forward the views of VAC/GMHC and PLWHA Victoria regarding HIV related offences and areas of responsibility between Police and Public Health. We also continue to explore any potential areas for organisational growth, in line with the upcoming strategic planning.

Other advocacy matters that were brought to the Board's attention during the year included Hepatitis C and HIV co-infection (joint education work with PLWHA Victoria has commenced for people living with HIV), the state government's announcement that

condoms would be provided in prisons, and the issue of whether sex workers should be required to have three monthly sexually transmitted infection (STI) tests compared to the current monthly requirement (this has still not been resolved by government).

BOARD MEMBERSHIP

Changes in Board membership over the year have included the departure of Tim Lisle-Williams who accepted a job in Sydney in February, leave taken by Mark McColl and staff representative Don Hay (who was replaced by Alec West) and the co-option of two new Board members to fill vacancies, Kirsten Machon and Greg Carter. We were delighted when Greg Carter, after only a month on the Board, agreed to fill the role of Treasurer that was vacant due to Mark McColl's leave.

EXECUTIVE DIRECTOR

With the departure of Mike Kennedy during the year, a significant amount of time was devoted by the Board to looking at what was required of a new Executive Director, re-examining the job description and the role. We engaged a recruitment consultant and were pleased with the extensive range of applicants – both local and international – that applied for the position.

The appointment of Matt Dixon in July to the position of Executive Director has been met with a very positive response. Matt has conducted one-on-one consultations with staff and started an extensive round of consultations with our partners in the sector.

In consultation with the Board, Matt has developed a very impressive work plan that promises to take the organisation forward while ensuring that the management of our programs is best practice.

Mike Kennedy was farewelled with a well-attended function at the Positive Living Centre (PLC) in July. Interstate representatives from AFAO and ACON attended and the Minister for Health, David Davis, The Opposition Leader, Daniel Andrews and the member for Prahran, Clem Newtown-Brown, along with members and community partners, paid tribute to Mike for the excellent eleven years of service he gave to the organisation.

STRATEGIC DIRECTIONS

The Strategic Plan for VAC/GMHC will expire at the end of the year. We will be beginning a new Strategic Plan consultation early in 2012. A governance review of the organisation has also been commissioned, looking at best practice governance, the rules of the organisation, whether it is necessary to continue to have two separate organisations in VAC and GMHC and whether the role of Executive Director should be changed to a Chief Executive Officer, amongst other things.

FINANCES

The organisation's finances are strong, with a surplus of \$119,989 for the 2010/11 year. This financial year has seen our programs and services grow, as we continue to expand. Throughout the year we secured a number of new grants, supporting both our existing works as well as allowing us to develop new health promotion campaigns.

We wish to acknowledge the hard work of Carl Forte and the Finance staff for their continued diligent work around financial processes and compliance. This year, through cautious investment, we have seen a financial return on assets which has helped our bottom line and provided further financial returns.

While VAC/GMHC receives significant state government funding, many of our programs rely on additional funds that are generated through fundraising activities, or through the generous donations of our supporters. We have been pleased with the work of our Fundraising and Marketing Committee and staff who have increased returns to the organisation this year.

The Board would also like to pay tribute to Mark McColl, who finished a long period as Treasurer in 2011. Mark did a fantastic job for many years overseeing VAC/GMHC's finances and we wish him well into the future.

Finally, the Board would like to acknowledge the ongoing generosity of our corporate partners. In particular, Oz Showbiz Cares/Equity Fights AIDS has made a major contribution to our fundraising this year, through their continued coordination of bucket collections in theatre foyers. MAC Cosmetics, through their MAC AIDS Fund, remains the major donor to the David Williams Fund. Daimler Chrysler Australia/Pacific Pty Ltd continues their donation of a Mercedes Benz Viano van, providing transport and outings for the PLC and other HIV sector organisations.



HEALTH PROMOTION

COLIN BATROUNEY

IN 2010, FOR THE FIRST TIME IN A DECADE THE NUMBER OF HIV NOTIFICATIONS DECREASED SIGNIFICANTLY IN VICTORIA.


From 2000 onwards the epidemic in Victoria charted a steady increase but from around 2005 to 2009 the epidemic stabilised at around 260 notifications per year until 2010 when there was 234 notifications representing a 10.5 percent decrease. While it is true that epidemics are dynamic and that it is common for them to fluctuate, there are a number of things which make this decrease significant.

Since 2006 the Department of Health has resourced our Health Promotion Program's initiatives in an unprecedented manner, increasing the budget to the extent that larger campaigns (The Drama Downunder and Wherever Sex Happens), could be implemented in mainstream spaces (billboards, tram, train and bus shelters etc) for the first time in the organisation's history. When the rise in HIV notifications first became apparent we argued that financial resourcing was needed to enable programs, initiatives and campaigns to be implemented and sustained over time rather

than 'one-off' funding. We have been able to do just that, not only with our campaign work but in other more novel approaches to the health promotion work we do.

The Sexually Adventurous Men (SAM) project (a collaboration between VAC/GMHC and PLWHA Victoria) has further consolidated its community development work with sexually adventurous men and their social and sexual networks. This year will see the project launch a website dedicated to SAM including some video narratives from SAM themselves, discussing not only their sexual practices, but their lives as gay men and the expectations they have for the future. In addition, the project has forged working relationships with community stakeholders including venue owners, sex party and event organisers as well as establishing a strong presence at all SAM community events. The SAM project is a clear example of an initiative that can only succeed with a consistent and sustained presence, the establishment of trust and mutual cooperation.

Together with our project partners, the Burnet Institute and the University of



Melbourne, we continue to develop QueerAsFxxk, one of the first health promotion initiatives in this country to take advantage of social networking media platforms. Our online drama is posted on YouTube and Facebook, with fans of the show providing feedback on the show itself, as well as insights into their own attitudes to issues as diverse as sero-discordant relationships, homophobia, coming out and negotiating open relationships. The series currently has over 3,600 Facebook fans and over 2,500 regular monthly viewers. We have now commenced production on series five and script planning has already begun for 2012.

This year has also seen us extend our offer to the community with regard to therapeutic groups. Following the success of the Insomnia Group, the Program now offers a therapeutic group for men who experience problems related to body image (Inside Out) and we plan to expand this work in the coming year with an additional group for gay men who suffer from sexually compulsive behaviour. This part of the Program is important because it allows the

various communities that form the larger gay community to see that we are not just focused on disease but are concerned with a broader set of issues related to the emotional health and wellbeing of gay men.

One last point on the epidemic. It would be misguided to suggest that the decrease we saw in HIV notifications in 2010 was due to the efforts of the Health Promotion Program at VAC/GMHC. We have always considered our prevention efforts to be but one component of an organisational response and a far broader effort on the part of the Department of Health, other community based organisations, the medical and social research fraternities and most importantly the gay community itself.

Colin Batrouney
Manager



HIV SERVICES

JOHN HALL

THE PERIOD 2010–11 HAS SEEN THE HIV SERVICES PROGRAM FOCUS ON PARTNERSHIPS, FORGE NEW ALLIANCES AND RE-VISIT ESTABLISHED RELATIONSHIPS.


In doing this, we redeveloped our collaborative approach to the provision of care and support services. Over the past year we broadened our horizon by engaging with agencies beyond the strict parameters of traditional health, expanding our health services to include greater wellbeing issues such as community engagement, employment and mental health services. We are now in a strong position to assist people living with HIV who are affected by these issues.

Over the past year we have been actively involved in the Hospital Admissions Risk Project (HARP). HARP works to ensure people living with HIV are referred to appropriate community organisations, in order to prevent episodes of unnecessary acute care and encourage community engagement. This relationship builds on our work to connect people who may otherwise feel isolated. As a result of our collaboration

with HARP, we have re-established a presence in the Geelong region through Barwon Health, increasing our accessibility to clients in outer areas.

We now work with WISE Disability Employment Service to meet the employment needs of clients, as employment can play a significant role in wellbeing. The benefits of employment for clients include financial security, improved social identity and status, social contacts and support, better means of structuring and occupying time, activity and involvement and a sense of personal achievement. Our relationship with WISE has added value to the HIV Services Program by enabling us to contribute in the area of employment.

Given the number of clients we assist who are experiencing mental health issues, we have begun work with GROW to establish a mental health peer-based support group at the Positive Living Centre (PLC). GROW is a national organisation which promotes growth and personal development support for people living with mental illness and/or experiencing difficulty coping with life's



challenges. Participants have benefited greatly from the support group and we are pleased to be continuing this program.

In addition to expanding our service focus, the HIV Services Program has acted collaboratively with Northern Metropolitan Institute of TAFE (NMIT) to safeguard the former Fairfield Hospital AIDS Garden. The garden is a valuable part of Victoria's social history and our efforts have ensured it will continue to be accessible to all. As a result of our relationship with NMIT, facilities at the NMIT Fairfield campus are now accessible to affected communities. A re-dedication ceremony to mark this collaboration was conducted in November 2010 at the garden.

Our work with the Royal District Nursing Service (RDNS) HIV team continues to address traditional health issues for people living with HIV. Our partnership with RDNS enables us to marry the best of clinical services with community services. In particular, we have benefited from this partnership in addressing the emerging issue of accelerated aging for those living with HIV. Our maintained connection with

Allied Health Services at the Alfred and Royal Melbourne Hospitals further supports our efforts to meet clients' needs with both clinical and community services.

The PLC continues to be embraced by those in need. Over the last year we received nearly 10,000 client visits and over 4,000 visitors. Our Community Support arm reached over 100 clients across Melbourne and provided 450 medical transports. As our focus expands, our achievements are marked in areas of renewed focus such as nutrition, complementary therapies and activities which reduce social isolation. Positive Women, Straight Arrows and People Living with HIV/AIDS (PLWHA) Victoria are now conducting regular outreach services from the PLC. All in all, HIV Services continues to expand our reach by addressing the myriad issues faced by people living with HIV through our services and relationships with others.

John Hall
Manager



THE CENTRE CLINIC

BK TEE

THE CENTRE CLINIC OFFERS A TRULY UNIQUE SERVICE TO THE GLBTI COMMUNITY IN VICTORIA AND HAS BEEN IN OPERATION FOR MORE THAN 24 YEARS.


Many of our patients have been attending the practice since it began. As a General Practice we offer quality healthcare in a safe, friendly and professional environment. The Centre Clinic has particular expertise in Sexual Health and the care of people living with HIV.

We currently care for almost 5,000 regular clients a year, some 500 of whom are living with HIV and receiving their primary HIV care at The Centre Clinic. In the year July 2010 to July 2011 we provided care for an additional 120 patients living with HIV – this represents a 20% increase in our HIV client population. This will certainly continue to increase as people living with HIV/AIDS continue to live longer and HIV transmission continues. A sustainable healthcare model in the clinic is paramount. Attracting new doctors to join our response remains a challenge we need to address.

This year we conducted a survey titled 'How are we doing?'. The survey feedback revealed a very high level of satisfaction amongst our clients, most of whom

marked their experience of the service as "exceptional". The most consistent additional feedback we received referred to some frustration with the availability of General Practitioner (GP) appointments; indeed, this year we have said farewell to Dr Pauline Cundill and Dr David Spencer. We have, however, been pleased to welcome Dr Chris Sherman, who is also a GP at the Northside Clinic. Dr BK Tee, Dr Stephen Rowles and Dr Nan Presswell remain in service.

Simon Powell has extended his Practice Nurse role to prepare and organise the Clinic's services for Accreditation. This means the Clinic will comply with all the RACGP Standards for General Practice, be professionally accredited with a recognised accreditation agency and be eligible for significant income assistance as a result. The process of preparing for accreditation thus far has seen some significant changes in both the physical environment and the day-to-day management of the Clinic. All our staff have embraced these changes with a spirit of enthusiasm and collaboration - the Clinic has a palpable atmosphere of pride and professionalism.



Whilst we had almost 8,000 GP appointments available for clients of the service this year, we continue to struggle to meet demand. We are, consequently, unable to accept any new patients other than those living with HIV. Doctors with qualifications and experience in HIV care are becoming thinner on the ground in Australia - fewer GPs are training in the speciality - the reasons for this are not clear. The Centre Clinic, however, continues as an accredited centre for advanced GP training as Dr Stephen Rowles is a fellow of the Australasian Chapter of Sexual Health Physicians, a great asset to the service, and this undoubtedly contributes to the career choices of future GPs.

The Centre Clinic has prescribed HIV Post Exposure Prophylaxis (PEP) for 154 patients since the Victorian Non-Occupational Post Exposure Prophylaxis (NPEP) program began in 2005 and we continue in our role as a site for Sentinel Surveillance for the Burnet Institute. Our research nurse, Helen Lau of the Kirby Institute for Public Health, is responsible for co-ordinating several HIV and Sexual Health Clinical Trials, the latest of which is the START trial - a national long term study looking at the health outcomes of people living with HIV starting treatment sooner, versus those who

delay treatment until their immune system reaches a lower point.

Dr Adam Jenney, an Infectious Diseases Physician at The Alfred Hospital, now operates an 'outreach' service at The Centre Clinic once a month to provide advice and guidance to clients living with HIV who are experiencing clinical complications that might usually necessitate a hospital referral. This service has been very well received by referred patients and is of great professional assistance to the GPs at the Clinic.

We also continue to host visiting Health Professionals at our monthly Clinical Meetings - this offers our clinical staff the opportunity to keep abreast of developments in a wide range of associated fields - psychiatry, HIV, psychology, drug and alcohol work and oncology to name but a few.

In the last year The Centre Clinic has accommodated a number of challenges and operating changes - it looks and feels quite different. We remain a cohesive and enthusiastic team and look forward to the next year with a sense of excitement and pride.

Dr BK Tee
Acting Clinical Director



COUNSELLING SERVICES PROGRAM

CHRISTINE BARCA

THIS YEAR'S ANNUAL REPORT THEME, CHANGE AND RENEWAL, IS VERY FITTING FOR THE COUNSELLING SERVICES PROGRAM.

As the new Manager of Positive Health, I have had the privilege of working with the Counselling team to implement change and renewal of the Program.

Positive Health was formed through a merger of Positive Counselling and the VAC/GMHC Counselling Program. The *Independent Sector Review* of 2007 recommended integration of the agencies and redevelopment of services. Positive Health builds on the history of each agency, setting a high standard of service delivery and leading the way in Counselling across the HIV/AIDS sector.

Positive Health currently offers a range of services including individual and couples counselling, therapeutic group work, training and consultation. Our Program aims to reach those who are living with, or affected by, HIV, AIDS and/or Hepatitis C, as well as the broader GLBTI community, including those who provide support to the GLBTI community.

Positive Health recently established a new therapeutic group, the Pre-HAART Group. This group is aimed at people living with HIV/AIDS and who were diagnosed before Highly Active Antiretroviral Therapy (HAART) was available. In addition to the Pre-HAART Group, a number of other Therapeutic Groups ran successfully over the past year. All groups have been well attended and have produced some very positive results.

There are currently eight members of the Positive Health team, including a new administrative position, and we expect to welcome a ninth member to our team in the near future. The Positive Health team comprises staff from Positive Counselling and the former VAC/GMHC Counselling Program as well as new staff. Our team is also supplemented by highly-skilled volunteer counsellors, interns and students who make a major contribution to the service. We are fortunate to offer the community a wealth of expertise and many years of experience.

To accommodate our growing team, Positive Health has expanded its office space to include the area formerly



occupied by People Living with HIV/AIDS (PLWHA) Victoria. The space has been transformed with renovations, new office furniture and new paint. We have also streamlined our administrative systems, introducing a team calendar and computerised diary appointment system to improve communications, coordination and efficiency.

The *Independent Sector Review of 2007* further recommended additional counselling sites, to improve accessibility to the services. We are proud to announce the Counselling Services Program is now providing counselling services at two additional sites: Western Region Health Centre and PLWHA Victoria / Straight Arrows at Coventry House in Southbank. This offers the community a range of locations to access our services.

Positive Health continues to explore new ways to contribute to the community's health and wellbeing. In the coming months we will be refining our new consultation and training arms of the Program as well as developing a new promotion strategy to reach new clients. We are also considering the development of a client management

system and an automated mechanism for capturing service feedback.

Finally I would like to acknowledge the wonderful support of the Positive Health team and thank them for their dedication to the service, to the community we serve and for the warm support they have provided to me.

Christine Barca
Manager Positive Health



STRATEGIC DEVELOPMENT & ALLIED SERVICES PROGRAM

FIONA TUNLEY

THIS YEAR HAS BEEN AN EXCITING ONE FOR THE STRATEGIC DEVELOPMENT AND ALLIED SERVICES PROGRAM (SDAS).

We continue to provide the whole organisation with exemplary operational support and guidance. Overall, SDAS has continued to respond to the ever changing dynamism of the organisation with a view to not only remain relevant but visionary!

WEBSITE & MEDIA COMMUNICATIONS

The SDAS Web and Communications area has developed considerably over the last twelve months. After the development and launch of the new organisational website in September 2010, much work was done to promote the site. Staff members have also been encouraged to participate in the creation of content for the website and the organisation's other social media tools in order to ensure the website is current, interesting and relevant.

The development of the intranet was another key success of SDAS, performing two main roles. Firstly, it is a space where staff can share information about the work they do, encouraging collaboration between those working in diverse areas of the organisation.

Secondly, the intranet acts as a portal to all current policy and procedural documents. The intranet was launched in May this year and so far the use of both the forum and document areas has been significant.

In the broader area of visual communications, the web and communications area has sought to consolidate the production of print and digital media. This task included the development of templates, project logos and a variety of other materials in a consistent and centralised way. The distribution and promotion of these new materials was facilitated well by the intranet in particular.

FINANCE & HUMAN RESOURCES

The SDAS Finance and Human Resources area continues to successfully manage the financial and statutory requirements of the organisation. The organisation's resources have been managed and maximised through prudent cash flow management, with the aim of improving our sustainability and growing our services.

The period 2010-11 saw VAC/GMHC achieve a financial surplus; this result required diligence by all staff to achieve

budget targets. A significant contribution to this surplus came from Finance and Human Resources area, through well managed funds and consequent generation of interest. This surplus will feed directly into the operational budget of the organisation to provide services to the community.

VOLUNTEERS

As an organisation formed by volunteers, today volunteers still play a critical role in our daily operations. With over 250 active volunteers, we could not operate effectively without their commitment and dedication.

We are continuing to work closely with Corporate Groups including NAB, ANZ, The Body Shop and Hewlett Packard. As an example, NAB staff volunteer with us each week and undertake a wide range of tasks from red ribbon making through to compiling safe sex packs. NAB also heavily promotes 'Workplace Giving' which provides their staff the opportunity to donate to our organisation, with NAB matching their contributions dollar for dollar. Over the last year we saw an increase in 'Workplace Giving' donations from volunteers.

INFORMATION TECHNOLOGY

In addition to the day-to-day maintenance of our technological resources, IT has provided support and advice to the website development project in the period leading up to the site's launch. Additionally, over 20 computer workstations have been replaced with new units. This upgrade was particularly important to The Centre Clinic and Health Promotion as their work requires access to reliable and robust equipment. Finally, the organisation's connections to the internet have been upgraded to faster and

more cost effective services. Not only have we saved valuable funds, we now have a resource that will support VAC/GMHC increasing efforts in the online world.

FUNDRAISING

Fundraising continues to fund VAC/GMHC projects where government funding is not available. In many cases the evaluation of self funded projects can provide evidence of their effectiveness and strengthen any application for ongoing government funding. Fundraising is also an incredibly effective way to increase the organisation's profile in the community.

Again we had the highly successful 'Short and Girly Comedy Gala' in St. Kilda, with an audience of over 700 people. Our regular giving program, Committed to the Cause (Public Outreach), continues to bring in moderate revenue with 168 people donating on a monthly basis. Our events program grew significantly this year with greater emphasis being placed on World AIDS Day. A special mention must go to Yarra Trams who in this report year provided in kind sponsorship to the value of \$20,000.00 - meaning that World AIDS Day posters were displayed on all but one metro tram route. JOY 94.9 acted as official broadcasting partner for World AIDS Day 2010 and Southern Star acted as a print media sponsor.

Much of the success of the fundraising program can be attributed to our corporate partnerships, VIIV Healthcare, MAC Cosmetics & Janssen Cilag who have provided invaluable support to VAC/GMHC.

Fiona Tunley
Manager

VICTORIAN AIDS COUNCIL INC.

REG NO A3609

BOARD OF DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2011

Your Board of Directors submit the financial report of the Victorian AIDS Council Inc. for the financial year ended 30 June 2011.

BOARD OF DIRECTORS

The names of the Board of Directors throughout the year and at the date of this report are:

Kevin Guiney, Mark McColl, Mike Kennedy, Don Hay, Michael Williams, Paul Kidd, David Menadue, Chrissie Feagins, Greg Carter appt May 2011 and Kirsten Machon appt May 2011.

Valarie Sands term exp Oct 2010, Darryl Kosch term exp Oct 2010 and Tim Lisle-Williams elect Oct 2010 res March 2011.

ATTENDANCE AT BOARD MEETINGS

BOARD MEMBER	MEETINGS ELIGIBLE TO ATTEND	MEETINGS ATTENDED
Kevin Guiney	11	10
Darryl Kosch	4	3
David Menadue	11	10
Mike Kennedy	11	10
Michael Williams	11	10
Mark McColl	11	9
Chrissie Feagins	11	10
Valarie Sands	4	2
Paul Kidd	11	9
Don Hay	11	6
Tim Lisle-Williams	4	2
Alec West	3	2
Kirsten Machon	2	2
Greg Carter	2	2

INCORPORATION

The Victorian AIDS Council Inc. was incorporated on 16 January 1985.

PRINCIPAL ACTIVITIES

The principal activities of the association during the financial year was that of providing support, education and advocacy for all those affected by HIV / AIDS, especially gay and bisexual men.

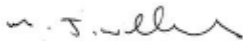
SIGNIFICANT CHANGES

No significant change in the nature of these activities occurred during the year.

FINANCIAL RESULTS

The profit for the year was \$121,988 (2010: \$40,291 profit) and no provision for income tax was required as the association is exempt from income tax.

Signed in accordance with a resolution of the Board of Directors.



Michael Williams
President



Greg Carter
Treasurer

South Yarra, 6 October 2011

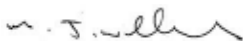
STATEMENT BY THE BOARD OF DIRECTORS FOR THE YEAR ENDED 30 JUNE 2011

The Board of Directors 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 Board of Directors, the financial report as set out on pages 22 to 30:

- A. Presents a true and fair view of the financial position of the Victorian AIDS Council Inc. as at 30 June 2011 and its performance and cash flows for the year ended on that date.
- B. At the date of this statement, there are reasonable grounds to believe the Victorian AIDS Council Inc. will be able to pay its debts as and when they fall due.

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



Michael Williams
President



Greg Carter
Treasurer

South Yarra, 6 October 2011

INCOME STATEMENT FOR THE YEAR ENDED 30TH JUNE 2011

	Note	2011	2010
Income		\$	\$
Bequests, fundraising & sales		204,375	229,805
Donations		265,603	206,225
Fees received		585,581	557,961
Grants received		4,657,718	4,308,892
Interest received	3	164,475	105,857
Membership fees		5,520	1,932
Other income		15,987	23,981
		5,899,259	5,434,653
Less:			
Expenditure			
Advertising, Campaign materials & Photography		594,972	663,310
Attendant care		131,633	117,618
Building maintenance		103,753	101,677
Consultants fees		398,684	259,928
Cost of sales		174,350	187,743
Depreciation	3	33,452	52,249
Emergency relief grants		77,380	102,017
Interest paid	3	7	64
Other operating expenses		946,205	991,776
Rental expense on operating leases:			
- minimum lease payments		81,688	78,333
Salaries, superannuation and on-costs		3,180,369	2,790,600
Telephone		54,778	49,047
		5,777,271	5,394,362
Profit after income tax	1(d) / 3	121,988	40,291
Retained profits at the beginning of the financial year		1,438,680	1,398,389
Retained profits at the end of the financial year		1,560,668	1,438,680

The accompanying notes form part of this financial report.

BALANCE SHEET AS AT 30 JUNE 2011

	Note	2011	2010
		\$	\$
Current Assets			
Cash and cash equivalents	4	3,083,382	2,800,101
Trade and other receivables	5	257,887	319,229
Total Current Assets		3,341,269	3,119,330
Non-Current Assets			
Plant and equipment	6	183,440	199,282
Total Non-Current Assets		183,440	199,282
Total Assets		3,524,709	3,318,612
Current Liabilities			
Trade and other payables	7	1,573,374	1,524,153
Employee entitlements	8	390,667	355,779
Total Current Liabilities		1,964,041	1,879,932
Total Liabilities		1,964,041	1,879,932
Net Assets		1,560,668	1,438,680
Members' Funds			
Retained profits		1,560,668	1,438,680
Total Members' Funds		1,560,668	1,438,680

The accompanying notes form part of this financial report.

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011	2010
Cash flows from Operating Activities		\$	\$
Receipts from members		5,520	1,932
Core funding, grant receipts, donations and bequests		5,076,872	4,492,220
Receipts from sales of publications & services		606,343	557,961
Interest received		115,163	92,168
Payments to suppliers and employees		(5,560,897)	(5,326,583)
Net cash provided by / (used in) operating activities	B	243,001	(182,302)
Cash flows from Investing Activities			
Purchases of plant and equipment		(17,403)	(23,553)
Net cash (used in) investing activities		(17,403)	(23,553)
Cash flows from Financing Activities			
Funds loaned to GMHC Inc		(4,500)	(4,500)
Repayment of loan by AIDS Trust Australia		30,000	-
Net cash (used in) / provided by financing activities		25,500	(4,500)
Net increase / (decrease) in cash held		251,098	(210,355)
Cash at the beginning of the financial year		2,601,965	2,812,320
Cash at the end of the financial year	A	2,853,063	2,601,965

The accompanying notes form part of this financial report.

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

	2011	2010
Note A Reconciliation of Cash	\$	\$
For the purposes of the cash flow statement, cash includes cash on hand and in banks and investments in money markets. Cash at the end of the financial year is shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:		
Cash at bank	3,057,695	2,774,901
Cash on hand	5,250	5,050
Interest bearing deposits	8,712	8,416
Support group bank accounts	11,725	11,734
Bank overdraft – (unsecured)	(230,319)	(198,136)
	2,853,063	2,601,965
Note B Reconciliation of net cash provided by operating activities to profit after income tax		
Profit after income tax	121,988	40,291
Non-cash flows in profit after income tax:		
Depreciation and amortisation	33,245	52,249
Building maintenance fund	50,000	50,000
Changes in assets and liabilities:		
(Increase) / decrease in trade and other receivables	35,842	(126,190)
Increase / (decrease) in trade and other payables	(32,962)	(232,182)
Increase / (decrease) in employee entitlements	34,888	33,530
Net cash provided by / (used in) operating activities	243,001	(182,302)
The association has no credit stand-by or financing facilities in place.		
There were no non-cash financing or investing activities during the period.		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

1. SUMMARY 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 Incorporation Act 1981 (Vic)*. The Board of Directors has determined that the association is not a reporting entity.

The financial report has been prepared in accordance with the requirements of the *Associations Incorporation Act 1981 (Vic)* and the following Australian Accounting Standards:

AASB 101	Presentation of Financial Statements
AASB 107	Cash Flow Statements
AASB 108	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 110	Events Occurring After Reporting Date
AASB 112	Income Taxes
AASB 116	Property, Plant and Equipment
AASB 117	Leases
AASB 118	Revenues
AASB 1031	Materiality

No other applicable Accounting Standards, Australian Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

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. Grants Received

Grants received have been allocated proportionately over the period covered by the grant and brought to account as income accordingly.

b. Membership Subscriptions Income

In accordance with generally accepted accounting principles for similar organisations, membership subscriptions are accounted for on a cash receipts basis.

c. Plant and Equipment

Each class of plant and equipment are included at cost less depreciation and impairment losses or at independent valuation.

The carrying amount of plant and equipment is reviewed annually by the Board to ensure that it is not in excess of the recoverable amount from these assets.

The depreciable amount of all fixed assets except buildings but including capitalised leasehold improvements are depreciated on a diminishing balance method over their useful lives to the association commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rate
Plant and equipment	6.00%
Office furniture	6.60%
Motor vehicles	25.00%
Leasehold improvements	10.00%
Computer equipment	33.33%

Depreciation rates are based on those recommended by the Department of Human Services.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation relating to that asset are transferred to retained profits.

d. Income Tax

The association has been granted exemption from income tax under Section 50-15 of the Income Tax Assessment Act 1997, as amended.

e. Leases

Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

f. Provision for maintenance

Provision is made for future repairs to be made to the premises at Claremont Street due to its state of disrepair.

g. Employee provisions

The amounts expected to be paid to all employees for their pro-rata entitlements to long service leave and annual leave are accrued annually at current wage rates.

	2011	2010
	\$	\$
2. OPERATING REVENUE		
Bequests, fundraising & sales	204,375	229,805
Donations	265,603	206,225
Fees received	585,581	557,961
Grants received	4,657,718	4,308,892
Interest received	164,475	105,857
Membership fees	5,520	1,932
Other income	15,987	23,981
	5,899,259	5,434,653
3. PROFIT AFTER INCOME TAX		
Profit after income tax has been determined after:		
Crediting as income:		
Interest received	164,475	105,857
Charging as expenses:		
Interest paid	7	64
Amortisation of leasehold improvements	8,887	8,887
Depreciation of plant and equipment	24,565	43,362
Building maintenance provision	50,000	50,000
Auditors' remuneration:		
- Auditing the accounts	15,000	11,500
- Other services	5,000	3,500
	20,000	15,000
4. CASH AND CASH EQUIVALENTS		
Cash at bank	2,672,550	2,404,667
Cash at bank – employee entitlements	385,145	370,234
Cash on hand	5,250	5,050
Interest bearing deposits	8,712	8,416
Support group bank accounts	11,725	11,734
	3,083,382	2,800,101

	2011	2010
	\$	\$
5. TRADE AND OTHER RECEIVABLES		
Accrued revenue	52,853	125,805
Prepayments	57,782	12,359
Sundry debtors	14,750	23,063
Unsecured loan – AIDS Trust Australia	-	30,000
Unsecured loan – Gay Men’s Health Centre Inc.	132,502	128,002
	257,887	319,229
6. PLANT AND EQUIPMENT		
Computer equipment at cost	687,265	677,099
Less accumulated depreciation	(629,795)	(624,010)
	57,470	53,089
Motor vehicle at cost	23,161	23,161
Less accumulated depreciation	(23,161)	(23,161)
	-	-
Leasehold Improvements at cost *	90,870	90,870
Less accumulated amortisation	(83,710)	(74,823)
	7,160	16,047
Office furniture at cost	698,085	690,641
Less accumulated depreciation	(579,275)	(560,495)
	118,810	130,146
	183,440	199,282
* To the Clinic in Fitzroy Street, St.Kilda.		

	2011	2010
	\$	\$
7. TRADE AND OTHER PAYABLES		
Bank overdraft – (unsecured)	230,319	198,136
Building maintenance fund (note 1f)	210,000	160,000
Capital grant in advance (unexpended)	83,470	47,721
Grants in advance (unexpended)	206,707	-
GST payable	69,878	-
Trade creditors	133,336	101,042
PAYG payable	26,259	-
Project funds in advance (unexpended)	613,405	1,017,254
	1,573,374	1,524,153

8. EMPLOYEE ENTITLEMENTS		
Provision for annual leave	182,061	186,795
Provision for long service leave	208,606	168,984
	390,667	355,779

9. LEASING COMMITMENTS		
Operating lease commitments		
Rental properties, motor vehicles & photocopiers		
Payable – minimum lease payments		
- not later than 12 months	72,338	99,502
- between 12 months and 5 years	17,042	80,121
- greater than 5 years	-	-
Total Lease Liabilities	89,380	179,623

The association has two (2) property leases, seven (7) motor vehicle leases and two (2) photocopier leases. The property and motor vehicle leases are paid monthly in advance and the photocopier leases are paid quarterly in advance.

The property leases are non-cancellable leases, each with a five-year term, with rent payable monthly in advance. Contingent rental provisions within the lease agreements require that the minimum lease payments shall be increased by CPI. An option exists to renew each lease at the end of the five-year term for three additional terms of five years. The leases allow for the sub-letting of all lease areas.

Summit Auto Lease Australia Pty Ltd hold charges over the assets of the association for the operating leases on the motor vehicles.

10. RELATED PARTIES		
The association was provided with rent free accommodation by the Gay Men's Health Centre Inc on the condition that the association maintains the building. The Board members of the Association are also the directors of the Gay Men's Health Centre Inc.		

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF VICTORIAN AIDS COUNCIL INC.

REPORT ON THE FINANCIAL REPORT

We have audited the accompanying financial report, being a special purpose financial report, of Victorian AIDS Council Inc. (the association), which comprises the balance sheet as at 30 June 2011 for the year then ended, and the income statement, the cash flow statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the Board of management.

BOARD'S RESPONSIBILITY FOR THE FINANCIAL REPORT

The Board of management 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 (Vic)* and are appropriate to meet the needs of the members. The Board of management's responsibilities also include 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

Our responsibility is to express an opinion of 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 judgment, 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 Board of management, 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 Board of management's financial reporting under the *Associations Incorporation Act 1981 (Vic)*. 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.

QUALIFICATION

As is common for organisations of this type, it is not practicable for the association to maintain effective systems of internal controls over donations and other fundraising activities until their initial entry in the accounting records. Accordingly, our audit in relation to donations and fundraising was limited to amounts recorded.

QUALIFIED AUDITOR'S OPINION

In our opinion, except for the effects on the financial report of the matters referred to in the qualification paragraph, the financial report of Victorian AIDS Council Inc. presents fairly, in all material respects the financial position of Victorian AIDS Council Inc. as of 30 June 2011 and of its financial performance and cash flows 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 (Vic)*.

Clements Dunne & Bell

Clements Dunne & Bell Partnership
Chartered Accountants
Melbourne

A. Wehrens

Andrew Wehrens
Partner
7 October 2011

GAY MEN'S HEALTH CENTRE INC.

REG NO A0010550F

BOARD OF DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2011

Your Board of Directors submit the financial report of the Gay Men's Health Centre Inc for the financial year ended 30 June 2011.

BOARD OF DIRECTORS

The names of the Board of Directors throughout the year and at the date of this report are:

Kevin Guiney, Mark McColl, Mike Kennedy, Don Hay, Michael Williams, Paul Kidd, David Menadue, Chrissie Feagins, Greg Carter appt May 2011 and Kirsten Machon appt May 2011.

Valarie Sands term exp Oct 2010, Darryl Kosch term exp Oct 2010 and Tim Lisle-Williams elect Oct 2010 res March 2011

ATTENDANCE AT BOARD MEETINGS

BOARD MEMBER	MEETINGS ELIGIBLE TO ATTEND	MEETINGS ATTENDED
Kevin Guiney	11	10
Darryl Kosch	4	3
David Menadue	11	10
Mike Kennedy	11	10
Michael Williams	11	10
Mark McColl	11	9
Chrissie Feagins	11	10
Valarie Sands	4	2
Paul Kidd	11	9
Don Hay	11	6
Tim Lisle-Williams	4	2
Alec West	3	2
Kirsten Machon	2	2
Greg Carter	2	2

INCORPORATION

The Gay Men's Health Centre Inc was incorporated on 22 August 1986.

PRINCIPAL ACTIVITIES

The principal activity of the association during the financial year was the provision of accommodation to the Victorian AIDS Council Inc, as the owner of the Claremont Street site.

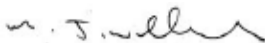
SIGNIFICANT CHANGES

No significant change in the nature of these activities occurred during the current year.

OPERATING RESULT

The loss for the year was \$1,999 (2010: \$4,541 loss) and no provision for income tax was required as the association is exempt from income tax.

Signed in accordance with a resolution of the Board of Directors.



Michael Williams
President



Greg Carter
Treasurer

South Yarra, 6 October 2011

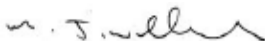
STATEMENT BY THE BOARD OF DIRECTORS FOR THE YEAR ENDED 30 JUNE 2011

The Board of Directors 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 Board of Directors the financial report as set out on pages 35 to 39:

- a. Presents a true and fair view of the financial position of the Gay Men's Health Centre Inc. as at 30 June 2011 and its performance and cash flows for the year ended on that date.
- b. At the date of this statement, there are reasonable grounds to believe that the Gay Men's Health Centre Inc. will be able to pay its debts as and when they fall due.

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



Michael Williams
President



Greg Carter
Treasurer

South Yarra, 6 October 2011

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011	2010
Income		\$	\$
Interest received	3	1	-
		1	-
Less:			
Expenditure			
Auditors fees	3	2,000	4,500
Other expenses		-	41
		2,000	4,541
Profit / (Loss) after income tax	1(d) / 3	(1,999)	(4,541)
Retained profits at the beginning of the financial year		1,053,567	1,058,108
Retained profits at the end of the financial year		1,051,568	1,053,567

The accompanying notes form part of this financial report.

BALANCE SHEET AS AT 30 JUNE 2011

Current Assets			
Cash and cash equivalents	4	627	626
Total Current Assets		627	626
Non-Current Assets			
Property, plant and equipment	5	6,940,000	6,940,000
Total Non-Current Assets		6,940,000	6,940,000
Total Assets		6,940,627	6,940,626
Current Liabilities			
Trade and other payables	6	134,503	132,503
Total Current Liabilities		134,503	132,503
Total Liabilities		134,503	132,503
Net Assets		6,806,124	6,808,123
Members' Funds			
Reserves	7	5,754,556	5,754,556
Retained profits		1,051,568	1,053,567
Total Members' Funds		6,806,124	6,808,123

The accompanying notes form part of this financial report.

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011	2010
Cash flows from Operating Activities		\$	\$
Interest received		1	-
Payments to suppliers & employees		-	(41)
Net cash provided by / (used in) operating activities	B	1	(41)
Cash flows from Investing Activities		-	-
Cash flows from Financing Activities		-	-
Net increase / (decrease) in cash held		1	(41)
Cash at the beginning of the financial year		626	665
Cash at the end of the financial year	A	627	626

The accompanying notes form part of this financial report.

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

Note A - Reconciliation of Cash

For the purposes of the cash flow statement, cash includes cash on hand and in banks and investments in money markets. Cash at the end of the financial year is shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:

Cash at bank	627	626
	627	626

Note B - Reconciliation of net cash provided by / (used in) operating activities to profit / (loss) after income tax

Profit / (loss) after income tax	(1,999)	(4,541)
Non-cash flows in profit / (loss) after income tax:	-	-
Changes in Assets and Liabilities:		
Increase / (decrease) in trade and other payables	2,000	4,500
Net cash provided by / (used in) operating activities	1	(41)

The association has no credit stand-by or financing facilities in place.

There were no non-cash financing or investing activities during the period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

1. SUMMARY 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 Incorporation Act 1981 (Vic)*. The Board of Directors 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. Grants Received

Grants received have been allocated proportionately over the period covered by the grant and brought to account as income accordingly.

b. Employee Benefits

Provision is made in respect of the liability for annual leave and long service leave at balance date at current rates of remuneration based on applicable award or contract conditions.

c. Property, Plant and Equipment

Each class of property, plant and equipment are included at cost less depreciation and impairment losses or at independent valuation.

The carrying amount of plant and equipment is reviewed annually by the Board to ensure that it is not in excess of the recoverable amount from these assets.

The depreciable amount of all fixed assets except buildings but including capitalised leasehold improvements are depreciated on a diminishing balance method over their useful lives to the association commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rate
Building	0%
Plant and equipment	6%

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The association's land and building are revalued every two years in accordance with its policy of property revaluation.

d. Income Tax

The association has been granted exemption from income tax under Section 50-15 of the Income Tax Assessment Act 1997, as amended.

	2011	2010
	\$	\$
2. OPERATING REVENUE		
Interest received	1	-
	1	-
3. PROFIT / (LOSS) AFTER INCOME TAX		
Profit / (loss) after income tax has been determined after:		
Crediting as income:		
Interest received	1	-
Charging as expenses:		
Auditors' remuneration		
- Auditing the accounts	1,500	3,000
- Other services	500	1,500
	2,000	4,500
4. CASH AND CASH EQUIVALENTS		
Cash at bank	627	626
	627	626
5. PROPERTY, PLANT AND EQUIPMENT		
Freehold land and building – 6-8 Claremont Street at independent valuation 30 June 2010	6,750,000	6,750,000
10 car parking spaces – 11-17 Daly Street at independent valuation 30 June 2010	190,000	190,000
	6,940,000	6,940,000
Plant and equipment at cost	33,446	33,446
Less accumulated depreciation	(33,446)	(33,446)
	-	-
	6,940,000	6,940,000

The land and building at 6-8 Claremont Street South Yarra and the ten (10) car parking spaces at 11-17 Daly Street South Yarra were purchased solely with funds raised by the association by way of donations, bequests, sponsorship and other fundraising initiatives. Grants received have been used entirely as specified in grant guidelines, and have not been used in the purchase of the land, buildings or car parking spaces.

The land and building at 6-8 Claremont Street South Yarra and the car parking spaces at 11-17 Daly Street South Yarra were independently valued on 30 June 2010 by Mr. Gerard Browne Valuer, Assoc Dip Val (RMIT), Licenced Real Estate Agent, in accordance with a policy of property revaluation every two years.

	2011	2010
	\$	\$

5. PROPERTY, PLANT AND EQUIPMENT (CONT)

The land and building at 6-8 Claremont Street South Yarra and the car parking spaces at 11-17 Daly Street South Yarra were independently valued on 30th June 2008 by Mr. Gerard Browne Valuer, Assoc Dip Val (RMIT), Licenced Real Estate Agent, in accordance with a policy of property revaluation every two years.

The land and building at 6-8 Claremont Street South Yarra and the car parking spaces at 11-17 Daly Street South Yarra will be revalued again at the 30th June 2012.

6. TRADE AND OTHER PAYABLES

Unsecured loan – Victorian AIDS Council Inc.	132,503	128,003
Accrued creditors	2,000	4,500
	134,503	132,503

7. RESERVES

Asset revaluation reserve	5,754,556	5,754,556
	5,754,556	5,754,556
Movements during the year		
Opening balance	5,754,556	4,984,556
Revaluation increment on freehold land and building – 6-8 Claremont Street	-	750,000
Revaluation increment on 10 car parking spaces	-	20,000
Closing balance	5,754,556	5,754,556

8. RELATED PARTY TRANSACTIONS

During the year the association provided accommodation to the Victorian AIDS Council Inc at no charge in return for the maintenance and upkeep of the building. The Board members of the association are also the directors of the Victorian AIDS Council Inc.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF GAY MEN'S HEALTH CENTRE INC.

REPORT ON THE FINANCIAL REPORT

We have audited the accompanying financial report, being a special purpose financial report, of Gay Men's Health Centre Inc. (the association), which comprises the balance sheet as at 30 June 2011 for the year then ended, and the income statement, the cash flow statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the Board of management.

BOARD'S RESPONSIBILITY FOR THE FINANCIAL REPORT

The Board of management 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 (Vic)* and are appropriate to meet the needs of the members. The Board of management's responsibilities also include 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

Our responsibility is to express an opinion of 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 judgment, 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 Board of management, 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 Board of management's financial reporting under the *Associations Incorporation Act 1981 (Vic)*. 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.

AUDITOR'S OPINION

In our opinion, the financial report of Gay Men's Health Centre Inc. presents fairly, in all material respects the financial position of Gay Men's Health Centre Inc. as at 30 June 2011 and of its financial performance and cash flows 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 (Vic)*.

Clements Dunne & Bell

Clements Dunne & Bell Partnership
Chartered Accountants
Melbourne

A. Wehrens.

Andrew Wehrens
Partner
7 October 2011

CONSOLIDATED FINANCIAL REPORT

BOARDS OF DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2011

Your Boards of Directors submit the consolidated financial report of the Victorian AIDS Council Inc. and the Gay Men's Health Centre Inc. (collectively called 'the associations') for the financial year ended 30 June 2011.

BOARDS OF DIRECTORS

The names of the Boards of Directors throughout the year and at the date of this report are:

Kevin Guiney, Mark McColl, Mike Kennedy, Don Hay, Michael Williams, Paul Kidd, David Menadue, Chrissie Feagins, Greg Carter appt May 2011 and Kirsten Machon appt May 2011.

Valarie Sands term exp Oct 2010, Darryl Kosch term exp Oct 2010 and Tim Lisle-Williams elect Oct 2010 res March 2011.

ATTENDANCE AT BOARD MEETINGS

BOARD MEMBER	MEETINGS ELIGIBLE TO ATTEND	MEETINGS ATTENDED
Kevin Guiney	11	10
Darryl Kosch	4	3
David Menadue	11	10
Mike Kennedy	11	10
Michael Williams	11	10
Mark McColl	11	9
Chrissie Feagins	11	10
Valarie Sands	4	2
Paul Kidd	11	9
Don Hay	11	6
Tim Lisle-Williams	4	2
Alec West	3	2
Kirsten Machon	2	2
Greg Carter	2	2

INCORPORATION

The Victorian AIDS Council Inc. was incorporated on 16 January 1985 and the Gay Men's Health Centre Inc. was incorporated on 22 August 1986.

PRINCIPAL ACTIVITIES

The principal activities of the associations during the financial year was that of providing support, education, and advocacy for all those affected by HIV / AIDS, especially gay and bisexual men and promoting the health and wellbeing of gay and bisexual men.

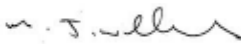
SIGNIFICANT CHANGES

No significant change in the nature of these activities occurred during the year.

FINANCIAL RESULTS

The profit for the year was \$119,989 (2010: \$35,750 profit) and no provision for income tax was required as the associations are exempt from income tax.

Signed in accordance with a resolution of the Boards of Directors.



Michael Williams
President



Greg Carter
Treasurer

South Yarra, 6 October 2011

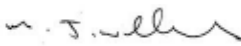
STATEMENT BY THE BOARDS OF DIRECTORS FOR THE YEAR ENDED 30 JUNE 2011

The Boards of Directors have determined that the associations are not reporting entities 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 Boards of Directors, the financial report as set out on pages 44 to 52:

- a. Presents a true and fair view of the consolidated financial position of the Victorian AIDS Council Inc. and Gay Men's Health Centre Inc. as at 30 June 2011 and their performance and cash flows for the year ended on that date.
- b. At the date of this statement, there are reasonable grounds to believe that the Victorian AIDS Council Inc. and Gay Men's Health Centre Inc. will be able to pay their debts as and when they fall due.

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



Michael Williams
President



Greg Carter
Treasurer

South Yarra, 6 October 2011

INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011	2010
Income		\$	\$
Bequests, Fundraising & Sales		204,375	229,805
Donations		265,603	206,225
Fees received		585,581	557,961
Grants received		4,657,718	4,308,892
Interest received	3	164,476	105,857
Membership fees		5,520	1,932
Other income		15,987	23,981
		5,899,260	5,434,653
Less:			
Expenditure			
Advertising, Campaign materials & Photography		594,973	663,310
Attendant care		131,633	117,618
Building maintenance		103,753	101,677
Consultants fees		398,684	259,928
Cost of sales		174,350	187,743
Depreciation and amortisation	3	33,452	52,249
Emergency relief grants		77,380	102,017
Interest paid	3	7	64
Other operating expenses		948,205	996,317
Rental expense on operating leases:			
- minimum lease payments		81,688	78,333
Staff services and on costs		3,180,368	2,790,600
Telephone		54,778	49,047
		5,779,271	5,398,903
Profit after income tax	1(e) / 3	119,989	35,750
Retained profits at the beginning of the financial year		2,492,247	2,456,497
Retained profits at the end of the financial year		2,612,236	2,492,247

The accompanying notes form part of this financial report.

BALANCE SHEET AS AT 30 JUNE 2011

	Note	2011	2010
		\$	\$
Current Assets			
Cash and cash equivalents	4	3,084,009	2,800,727
Trade and other receivables	5	125,384	191,227
Total Current Assets		3,209,393	2,991,954
Non-Current Assets			
Property, plant and equipment	6	7,123,440	7,139,282
Total Non-Current Assets		7,123,440	7,139,282
Total Assets		10,332,833	10,131,236
Current Liabilities			
Trade and other payables	7	1,575,374	1,528,654
Employee entitlements	8	390,667	355,779
Total Current Liabilities		1,966,041	1,884,433
Total Liabilities		1,966,041	1,884,433
Net Assets		8,366,792	8,246,803
Members' Funds			
Reserves	9	5,754,556	5,754,556
Retained profits		2,612,236	2,492,247
Total Members' Funds		8,366,792	8,246,803

The accompanying notes form part of this financial report.

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

	Note	2011	2010
Cash flows from Operating Activities		\$	\$
Receipts from members		5,520	1,932
Core funding grant receipts, donation & bequests		5,076,872	4,492,220
Receipts from sales of publications & services		606,343	557,961
Interest received		115,163	92,168
Payments to suppliers and employees		(5,565,396)	(5,331,124)
Net cash provided by / (used in) operating activities	B	238,502	(186,843)
Cash flows from Investing Activities			
Purchases of plant and equipment		(17,403)	(23,551)
Net cash (used in) investing activities		(17,403)	(23,551)
Cash flows from Financing Activities			
Repayment of loan by AIDS Trust Australia		30,000	-
Net cash provided by Financing Activities		30,000	-
Net increase / (decrease) in cash held		251,099	(210,394)
Cash at the beginning of the financial year		2,602,591	2,812,985
Cash at the end of the financial year	A	2,853,690	2,602,591

The accompanying notes form part of this financial report.

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011

Note A Reconciliation of Cash

For the purposes of the cash flow statement, cash includes cash on hand and in banks and investments in money markets. Cash at the end of the financial year is shown in the cash flow statement is reconciled to the related items in the balance sheet as follows:

Bank overdraft – (unsecured)	(230,319)	(198,136)
Cash at bank	3,058,322	2,775,527
Cash on hand	5,250	5,050
Interest bearing deposits	8,712	8,415
Support group bank accounts	11,725	11,734
	2,853,690	2,602,591

Note B Reconciliation of net cash provided by ordinary activities to profit after income tax

Profit after income tax	119,989	35,750
Non-cash flows in profit after income tax:		
Depreciation and amortisation	33,245	52,249
Building maintenance fund	50,000	50,000
Changes in Assets & Liabilities:		
(Increase) / decrease in trade and other receivables	35,842	(126,190)
Increase / (decrease) in trade and other payables	(35,462)	(232,182)
Increase / (decrease) in employee entitlements	34,888	33,530
Net cash provided by / (used in) operating activities	238,502	(186,843)

The association has no credit stand-by or financing facilities in place.
There were no non-cash financing or investing activities during the period.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This consolidated financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Associations Incorporation Act 1981 (Vic)*. The Boards of Directors has determined that the associations are not reporting entities.

The consolidated 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. Principles of consolidation

The combined financial report of the Victorian AIDS Council Inc. and the Gay Men's Health Centre Inc. comprises the consolidated financial reports of both associations. Any transactions between the two associations or any monies owing or owed have been eliminated so as to present a report as if the two associations were one entity.

b. Grants Received

Grants received have been allocated proportionately over the period covered by the grant and brought to account as income accordingly.

c. Membership Subscriptions Income

In accordance with generally accepted accounting principles for similar organisations, membership subscriptions are accounted for on a cash receipts basis.

d. Property, Plant and Equipment

Each class of property, plant and equipment are included at cost less depreciation and impairment losses or at independent valuation.

The carrying amount of plant and equipment is reviewed annually by the board to ensure that it is not in excess of the recoverable amount from these assets.

The depreciable amount of all fixed assets except buildings but including capitalised leasehold improvements are depreciated on a diminishing balance method over their useful lives to the associations commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

Class of fixed asset	Depreciation rate
Plant and equipment	6.00%
Office furniture	6.60%

Motor vehicles	25.00%
Leasehold improvements	10.00%
Computer equipment	33.33%

Leasehold improvements and office equipment are carried at cost less, where applicable, any accumulated depreciation.

Leasehold improvements are amortised over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The associations' land and building are revalued every two years in accordance with its policy of property revaluation.

e. Income Tax

Both the associations have been granted exemption from income tax under Section 50-15 of the Income Tax Assessment Act 1997, as amended.

f. Leases

Lease payments under operating leases, where substantially all the risks and benefits remain with the lessor, are recognised as expenses on a straight-line basis over the lease term.

g. Employee Benefits

Provision is made in respect of the liability for annual leave and long service leave at balance date at current rates of remuneration based on applicable award or contract conditions.

h. Provision for maintenance

Provision is made for future repairs to be made to the premises at Claremont Street due to its state of disrepair.

	2011	2010
	\$	\$
2. OPERATING REVENUE		
Bequests, Fundraising & Sales	204,375	229,805
Donations	265,603	206,225
Fees received	585,581	557,961
Grants received	4,657,718	4,308,892
Interest received	164,476	105,857
Membership fees	5,520	1,932
Other income	15,987	23,981
	5,899,260	5,434,653

	2011	2010
	\$	\$
3. PROFIT AFTER INCOME TAX		
Profit after income tax has been determined after:		
Crediting as income:		
Interest received	164,476	105,857
Charging as expenses:		
Amortisation of leasehold improvements	8,887	8,887
Building maintenance provision	50,000	50,000
Depreciation of plant and equipment	24,565	43,362
Interest paid	7	64
Auditors' remuneration		
- Auditing the accounts	16,500	14,500
- Other services	5,500	5,000
	22,000	19,500
4. CASH AND CASH EQUIVALENTS		
Cash at bank	3,058,322	2,775,527
Cash on hand	5,250	5,050
Interest bearing deposits	8,712	8,416
Support group bank accounts	11,725	11,734
	3,084,009	2,800,727
5. TRADE AND OTHER RECEIVABLES		
Accrued revenue	52,853	125,805
Prepayments	57,782	12,359
Sundry debtors	14,749	23,063
Unsecured loan – AIDS Trust Australia	-	30,000
	125,384	191,227
6. PROPERTY, PLANT AND EQUIPMENT		
Freehold land and building – 6-8 Claremont Street at independent valuation 30 June 2010	6,750,000	6,750,000
10 car parking spaces – 11-17 Daly Street at independent valuation 30 June 2010	190,000	190,000
Plant and equipment	33,446	33,446
Less accumulated depreciation	(33,446)	(33,446)
	-	-

	2011	2010
	\$	\$
6. PROPERTY, PLANT AND EQUIPMENT (CONT.)		
Computer equipment at cost	687,265	677,099
Less accumulated depreciation	(629,795)	(624,010)
	57,470	53,089
Motor vehicle at cost	23,161	23,161
Less accumulated depreciation	(23,161)	(23,161)
	-	-
Leasehold improvements at cost	90,870	90,870
Less accumulated amortisation	(83,710)	(74,823)
	7,160	16,047
Office furniture at cost	698,085	690,641
Less accumulated depreciation	(579,275)	(560,495)
	118,810	130,416
	7,123,440	7,139,282

The land and building at 6-8 Claremont Street South Yarra and the car parking spaces at 11-17 Daly Street South Yarra were purchased solely with funds raised by the association by way of donations, bequests, sponsorship and other fundraising initiatives. Grants received have been used entirely as specified in grant guidelines and have not been used in the purchase of the land and building or car parking spaces.

The land and building at 6-8 Claremont Street South Yarra and the 10 car parking spaces at 11-17 Daly Street South Yarra were independently valued on 30 June 2010 by Mr. Gerard Browne Valuer, Assoc Dip Val (RMIT), Licenced Estate Agent, AAPI in accordance with a policy of property revaluation every two years.

The land and building at 6-8 Claremont Street South Yarra and the car parking spaces at 11-17 Daly Street South Yarra will be revalued again at 30 June 2012.

7. TRADE AND OTHER PAYABLES		
Bank overdraft – (unsecured)	230,319	198,136
Building maintenance fund	210,000	160,000
Capital grant in advance (unexpended)	83,470	47,721
Grants in advance (unexpended)	206,707	-
GST payable	69,878	-
Trade creditors	135,336	105,543
PAYG payable	26,259	-
Project funds in advance (unexpended)	613,405	1,017,254
	1,575,374	1,528,654

	2011	2010
	\$	\$
8. EMPLOYEE ENTITLEMENTS		
Provision for annual leave	182,061	186,795
Provision for long service leave	208,606	168,984
	390,667	355,779
9. RESERVES		
Asset revaluation reserve	5,754,556	5,754,556
	5,754,556	5,754,556
Movements during the year		
Opening balance	5,754,556	4,984,556
Revaluation increment on freehold land and building	-	750,000
Revaluation increment on car parking spaces	-	20,000
Closing balance	5,754,556	5,754,556
10. LEASING COMMITMENTS		
Operating Lease Commitments		
Rental Properties, Motor Vehicles & Photocopiers		
Payable – minimum lease payments		
- not later than 12 months	72,338	99,502
- between 12 months and 5 years	17,042	80,121
- greater than 5 years	-	-
Total Lease Liabilities	89,380	179,623

The associations have two (2) property leases, seven (7) motor vehicle leases and two (2) photocopier leases.

The property and motor vehicle leases are paid monthly in advance and the photocopier leases are paid quarterly in advance.

The property leases are non-cancellable leases, each with a five-year term, with rent payable monthly in advance. Contingent rental provisions within the lease agreements require that the minimum lease payments shall be increased by CPI. An option exists to renew each lease at the end of the five-year term for three additional terms of five years. The leases allow for the sub-letting of all lease areas.

Summit Auto Lease Australia Pty Ltd hold charges over the assets of the association for the operating leases on the motor vehicles.

11. RELATED PARTIES

The associations did not enter into any related party transactions during the year other than internal transactions as disclosed in the individual accounts.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF VICTORIAN AIDS COUNCIL INC. & GAY MEN'S HEALTH CENTRE INC.

REPORT ON THE FINANCIAL REPORT

We have audited the accompanying consolidated financial report, being a special purpose financial reports, of Victorian AIDS Council Inc. and Gay Men's Health Centre Inc. (the associations), which comprises the balance sheet as at 30 June 2011 and the income statement, cash flow statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the Boards of management.

BOARD'S RESPONSIBILITY FOR THE FINANCIAL REPORT

The Boards of management of the associations are 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 reports, are consistent with the financial reporting requirements of the *Associations Incorporation Act 1981 (Vic)* and are appropriate to meet the needs of the members. The Boards of managements' responsibilities also include 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

Our responsibility is to express an opinion of 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 judgment, 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 entities internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the boards of management, 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 boards of management's financial reporting under the *Associations Incorporation Act 1981 (Vic)*. 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.

QUALIFICATION

As is common for organisations of this type, it is not practicable for the associations to maintain effective systems of internal controls over donations and other fund raising activities until their initial entry in the accounting records. Accordingly, our audit in relation to donations and fund raising was limited to amounts recorded.

QUALIFIED AUDITOR'S OPINION

In our opinion, except for the effects on the consolidated financial report of the matters referred to in the qualification paragraph, the consolidated financial reports of Victorian AIDS Council Inc. and Gay Men's Health Centre Inc. presents fairly, in all material respects the consolidated financial position of Victorian AIDS Council Inc. and Gay Men's Health Centre Inc. as of 30 June 2011 and of their consolidated financial performance and consolidated cash flows 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 (Vic)*.

Clements Dunne & Bell Partnership
Chartered Accountants
Melbourne

Andrew Wehrens
Partner
7 October 2011

ADDITIONAL STATISTICAL FINANCIAL INFORMATION (UNAUDITED)

FOR THE SEVEN YEARS ENDED 30TH JUNE 2011

For the Year Ended	2011	2010	2009	2008	2007	2006	2005
	\$	\$	\$	\$	\$	\$	\$
Income and Expenditure							
Total Income	5,899,260	5,434,653	5,210,561	4,962,486	4,016,673	3,716,365	3,761,764
Government							
Funding	4,657,718	4,308,892	4,096,437	3,940,524	3,024,842	2,930,568	2,875,281
Members Fees	5,520	1,932	3,220	4,273	7,637	4,662	6,407
Interest	164,476	105,857	126,395	129,868	72,954	21,265	24,603
Other Income	1,071,546	1,017,972	984,508	887,821	911,240	759,870	855,473
Total Expenditure	5,779,271	5,398,903	5,107,470	4,431,113	3,874,832	3,664,262	3,677,088
Profit / (Loss)	119,989	35,750	103,091	531,373	141,841	52,103	84,676
Profit / (Loss) as % of Total Income	2.034	0.007	1.979	10.708	3.531	1.402	2.251
Assets and Liabilities							
Current Assets	3,209,393	2,991,954	3,099,087	2,492,525	2,072,030	1,402,257	1,173,042
Property, Plant and Equipment (1)	7,123,440	7,139,282	6,397,978	6,481,707	3,951,079	3,974,103	3,646,550
Total Assets	10,332,833	10,131,236	9,497,066	8,974,232	6,023,109	5,376,360	4,819,592
Creditors	1,575,374	1,528,654	1,733,765	1,381,104	1,503,990	1,029,021	860,523
Employee entitlements	390,667	355,779	322,249	255,167	262,531	232,592	226,425
Total Liabilities	1,966,041	1,884,433	2,056,014	1,636,271	1,766,521	1,261,613	1,086,948
Reserves (1)	5,754,556	5,754,556	4,984,556	4,984,556	2,434,556	2,434,556	2,104,556
Members' Funds	2,612,236	2,492,247	2,456,495	2,353,405	1,822,032	1,680,191	1,628,088
Financial Ratios							
Current Ratio	1.632	1.588	1.507	1.520	1.173	1.111	1.080
General Performance							
Employees:							
Full Time	27 (F)	29 (F)	25 (F)	24 (F)	24 (F)	28 (F)	23 (F)
Part Time	34 (P)	26 (P)	22 (P)	15 (P)	20 (P)	21 (P)	26 (P)
Volunteers	238	261	278	280	302	155	145
Members	318	384	448	446	370	405	425

(1) All business real estate property is owned by the Gay Men's Health Centre Inc and was last revalued as at 30 June 2010.

Its purchase was funded solely by funds raised by the way of donations, bequests, sponsorship and other fundraising activities and initiatives. All grants received have been used entirely as specified in grant guidelines and were not used in the purchase of the land and building or car parking spaces.

AWARDS 2010/2011

PRESIDENT'S AWARD

Janet McLeod

Comedian and performer Janet McLeod has organised the Short & Girly fundraiser for many years, a significant fundraising event for VAC/GMHC. In 2011, the event raised \$10,000 for the organisation. Over the years, Janet has assembled some of Australia's most talented comedians, such as Judith Lucy, Rachel Berger, Denise Scott and Julia Zemiro. Her dedication to staging Short & Girly every year has provided VAC/GMHC with significant financial support and impressive marketing and promotion.

GAY & LESBIAN COMMUNITY AWARD

Adam Richard

Adam Richard has lent his considerable talents to fundraising efforts within the organisation with his involvement in the Lifeblood Cabaret, Short and Girly and Mooning. In addition he has played important roles in the campaign launch of successive The Drama Downunder iterations and donated his time to participate in the ongoing online series QueerAsFxxx.

GENERAL COMMUNITY AWARD

Greg Carter, Paul Cosgrove and Adam Wright (HP – Rural Momentum)

Greg Carter, Paul Cosgrave (from Peer Education) and Adam Wright (from the Country Awareness Network) have done a great job to plan, organise and run the Rural Momentum workshops. They have successfully modified the 6 week Rural Momentum program into a weekend workshop. They have identified the need to provide gay men and same-sex attracted (SSA) men with a safe environment to discuss their sexuality, combat social alienation on the basis of same-sex desire and construct a social support network in their communities and regions. So far, Rural Momentum has been run in Bendigo,

Shepparton, Daylesford, Morwell and Geelong. They also ran a workshop at Ararat Prison and received positive feedback from both the participants and the prison wardens. They have worked tirelessly and are driven by their strong passion, commitment and dedication to provide support for SSA men in regional areas, an often neglected group within the wider GLBTIQ community.

Ian Woodruff and Nattavud Pimpa (RMIT Survey)

For over 18 months Ian Woodruff and Nattavud Pimpa, from RMIT's School of Management, have been working in partnership with VAC/GMHC to conduct a survey on volunteering at VAC/GMHC. The findings from the survey will be used by VAC/GMHC to provide the best support it can for its volunteers and will be used by RMIT to better understand the nature of volunteerism and to recommend policies and strategies that optimise volunteer engagement and support in organisations. Ian and Nat have spent countless hours conducting research, interviewing supervisors and volunteers to prepare the web based survey which has been sent out to over 250 current volunteers.

Norton Rose/Stuart Kollmorgen

Norton Rose has provided VAC/GMHC with thousands of dollars in pro bono legal advice over the past year in the area of industrial relations. Norton Rose has offices throughout the world, with its headquarters in London. VAC/GMHC thus benefited from advice from one of the world's most highly regarded law firms. Its partner, Stuart Kollmorgen, has had a long association with VAC/GMHC, volunteering regularly with the HIV/AIDS Legal Centre (HALC) since it began in 1993, advising clients on employment and anti-discrimination law. Both Norton Rose and Stuart Kollmorgen have provided VAC/GMHC with highly professional and outstanding advice.

MEDIA AWARD

Sarah Mallik

Sarah Mallik wrote an article on the Chan Case for the Australian Associated Press (AAP) in which she provided a highly nuanced account of a case involving criminal charges related to HIV. The article provided context, lacked salacious content and did not reduce the various characters to 'good' and 'evil' roles. Most importantly, it did not leave the reader with a stigmatising view of individuals, or African men, living with HIV. The media coverage of these criminalisation stories is overwhelmingly negative and perpetuates stigma, offering a distorted view of people living with HIV and gay men. Sarah's article showed ethical reporting and offered readers the complexity that the reporting of such cases deserves.

VAC/GMHC SPECIAL SERVICE AWARDS

Chris Wheat (CSP)

For 17 years, Community Support volunteer Chris Wheat was the main carer for his client, Harry. Harry could be challenging but he was always tamed by Chris. In many ways they were poles apart but Chris made it work because of his kind, sensitive and respectful approach. Despite a heavy daily workload and also caring for his own partner, Chris was always there for Harry, visiting him at home or in hospital virtually every week for 17 years. He provided unwavering support and when Harry had a problem - which could be quite often - he always approached Chris first. Chris was a constant visitor during Harry's final stay in Fairfield House earlier this year. He helped Harry to write and produce his autobiography, enabling Harry to achieve his last wish shortly before his death. Chris has shown exceptional commitment as a Community Support volunteer.

Don McGovern (HP and PLC)

Don McGovern has been a volunteer for both HIV Services (food bank & pantry) and the Health Promotion Program (safe sex

packing) for many years. Despite Don's health concerns he is always there, like many of our volunteers, to quietly do the volunteer work without seeking any form of thanks other than a chat with the many friends he has made with staff and other volunteers. Recently Don ceased working at the Positive Living Centre due to his health, however, Don continues making safe sex packs every Friday afternoon. It is amazing just how many safe sex packs it is possible to produce when you sit quietly in a room making up packs as a stream of (mainly) staff pop in for a chat about what Don has been involved with, both during the past week but also how he has been involved in our community both here in Victoria and previously in South Australia. With his late partner Andrew, Don has always been there to help at Midsumma Carnival and joins us with his friends for Pride March.

Sally Cameron

Sally Cameron has been researching and writing about criminalisation of HIV in Australia, and its negative effects, for a number of years. Sally works as a consultant and was formerly a policy analyst at the Australian Federation of AIDS Organisations. She is often called on as the 'expert' on this issue in Australia. Her work has demonstrated the damaging effects of criminalisation and has consistently argued that individuals who are accused of putting others at risk should be handled under a public health framework. Sally has provided the entire HIV sector in Australia with an excellent body of work from which to make its advocacy arguments concerning law reform and the adoption of new practices to deal with cases of people charged with reckless exposure of transmission of HIV.

Tex Bates (Peer Support)

Tex has shown a fantastic commitment to volunteering for the organisation. He commenced this in 2007 when he became a Peer Support Group facilitator and subsequently facilitated a number of groups.

Then in March this year he introduced GROW to the Positive Living Centre. GROW is a national organisation that provides a peer support program for growth and personal development to people with a mental illness and those people experiencing difficulty in coping with life's challenges. Since then he has facilitated these groups and has nurtured a core group of men who have benefited greatly from the structure and have embraced the fellowship of the GROW program. As emotional and mental wellbeing is highlighted as a challenge for a high percentage of people living with HIV, this has been a wonderful partnership.

RESEARCH AWARD

Sharon Lewin

Sharon Lewin is one of the world's foremost HIV scientists. She is currently the Head of the Burnet Institute's HIV and Hepatitis Immunopathogenesis Group; Director of the Infectious Diseases Unit at The Alfred Hospital, and holds the position of Professor of Medicine, Department of Medicine, Monash University in Melbourne. She is working on a cure for HIV and successfully gained a \$20 million grant from the National Institutes of Health to continue her work. Sharon also gave the plenary address at the Vienna 2010 AIDS Conference. She has argued for research on a cure to be on the agenda at a time when other biomedical interventions look less likely to succeed. Sharon's work, and VAC/GMHC's 'Statement of Purpose' to work towards the end of the AIDS epidemic, are aligned.

LIFE MEMBERSHIPS

Dennis Altman

Dennis has made a significant contribution to VAC/GMHC over the years and was a former Vice President during the early 1990s. He served on the AFAO Board and has been on the governing council of the International AIDS Society for almost 8 years. Next year is the 40th anniversary of his book *Homosexual: Oppression and Liberation*. Dennis is one of

the world's most prolific gay rights activists. He has made an immense contribution to the rights of gay men and people living with HIV.

Judith Lucy and Denise Scott

Since 1996 Judith Lucy and Denise Scott have donated their time and considerable talents to the VAC/GMHC. From conducting fundraising events at the Positive Living Centre when it was housed in St Kilda to repeated performances at Short and Girly and their amazing work on *QueerAsFxxk* as the regular featured characters, Brenda and Brandi Abbott these women who are comedy icons in Australia have given generously and tirelessly to VAC/GMHC.

Paul Stokes

Paul Stokes has been a volunteer with Community Support for the past 20 years. Paul has a quiet and unassuming manner combined with a deep commitment to his volunteer work. He has adapted to many changes in volunteer support over the years as the HIV epidemic has evolved and client needs have changed. At the height of the epidemic, Paul was a care team co-ordinator in the western region, supporting teams of volunteers providing home care for seriously ill clients. After the program was centralized in 2002, Paul began providing one to one support for a socially isolated client who he still visits every fortnight. Four years ago, when the program introduced support from local teams of volunteers, Paul became coordinator of the Footscray volunteer team. He hosts the monthly team meeting at his home and plays a central role in overseeing social and practical support for the team's clients. He also attends the regular team coordinators meetings to help manage the development of Community Support's services. Community Support depends on the experience and dedication of volunteers like Paul and we thank him for his great contribution over two decades.

VAC/GMHC WOULD LIKE TO THANK

65 Main B&B
AAMI Park
Adam Richard
Australian Federation of AIDS Organisations
Alfred Health
ALSO
Andrea Powell
Anne Bambrook
Australia and New Zealand Banking Group Limited
Arts Centre
Astor Theatre
Aussiebum
Australian Research Centre in Sex, Health and Society

Bay City Sauna
Bent TV
Beyond
Burnet Institute

Cal Wilson
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Club 80
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Denise Scott
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Dolly Diamond

Eagle Leather
Edwina Wright
Endota
Ezy Goods

Farmers Arms
Federation Square
Franz Kunz

Geoffrey Rush
Geoffrey Saba
Graham Brown
GROW Group
Gus Macdonald

Hampstead Dental
Hepatitis Victoria
Hepburn Bathhouse
Hewlett Packard
HIV CALD Service
Horizon Place
Horst von Sanden
Housing Choices Australia

Jacek Koman
Jane Menalaus
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JOY 94.9
Judith Lucy

Kendall Lovett

Lilydale High School
Lucrezia and de Sade
Luke Gallagher
Luna Park

MAC AIDS Fund
 Manhaus
 Mannie De Saxe
 Marquis De Sade
 Martin Comte
 Melbourne Community Voice -
 Gay News Network
 Melbourne Gay and Lesbian Chorus
 Melbourne Queer Film Festival
 Melbourne Sexual Health Centre and
 Pharmacy
 Mercedes Benz
 Muscle and Body Shape Gym

 National Australia Bank
 National Centre in HIV Social Research
 National Theatre
 Neil Armfield
 NMIT AIDS Garden Management
 Committee
 Northside Clinic

 Oz Showbiz Cares

 Peninsula Sauna & Spa
 People Living With HIV/AIDS Victoria
 Pin Source
 Porter Street Sauna
 Positive Speakers Bureau
 Positive Women
 Prahran Manor
 Prahran Market Clinic

 Quantum Naturopathics

 Rachael 'Rat' Simpson
 Rachel Berger
 Research, Promotion and Ethics
 Committee Members
 Rick Cooper

 Royal District Nursing Service - HIV
 Clinical Nurse Consultants
 Royal Melbourne Institute of Technology
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 Scott Heim
 Shannon Murphy
 Short and Girly
 Circuit
 South East Centre Against Sexual Assault
 Southern Star
 Spa Guy Sauna
 Spartacus
 Stonnington City Council
 Straight Arrows
 Subway Sauna
 Sue Findlay

 Ten Plus
 The Body Shop
 The Hon Clem Newton-Brown MP
 The Laird Hotel
 Turtle Cove Beach Resort

 VicBears
 Victoria Police Gay & Lesbian
 Liaison Officers
 ViiV Health
 Village Gold Class
 Virginia Cummins

 Warren Taylor
 Western Region Health Centre
 Wet On Wellington Sauna
 WISE Employment
 Wolfgang Olszewski
 WoofClub

 Yarra Trams

 Zora Klecina

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