

Private Health Insurance Administration Council

**Operations of the
Registered Health Benefits Organisations**

Annual Report

2000–01

Report required by Section 82PA of the *National Health Act 1953*

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The Hon. Senator Kay Patterson
Minister for Health & Ageing
Parliament House
CANBERRA ACT 2600

Dear Minister

I submit the Annual Report for 2000–01 of The Operations of the Registered Health Benefits Organisations as required under Section 82PA (1) of the *National Health Act 1953*.

The report has been prepared in accordance with the *Commonwealth Printing Standards for Documents Tabled in Parliament*.

Section 82PA (3) of the National Health Act 1953 requires you to lay the report before each House of the Parliament within 15 sitting days after it is received.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Garry Richardson', written over a horizontal line.

Garry Richardson
Commissioner

3 December 2001

CONTENTS

	Page
Letter of Transmittal	iii
List of Figures in Part A	vi
Commissioner's Overview.....	1
Part A: Industry Information	
Prudential Requirements	4
Monitoring Activities.....	6
Administration of Reinsurance Arrangements	6
Financial Statements	8
30% Rebate.....	8
Publication of Financial and Statistical Data	8
Industry Performance	9
Industry Trends.....	15
Simplified Billing Agents	38
Part B: Report on Organisations' Financial Operations	
Introduction.....	42
Table No.	
1. Names and Addresses of Registered Organisations.....	44
2. Operating Statement	48
3. Balance of the Fund	52
4. Balance Sheet Details	56
5. Details of Contribution Income Receivable	60
6. Details of Total Cost of Benefits	66
7. Details of Investments	72
8a. Membership and Coverage by Organisation	74
8b. Membership and Coverage by State	78
9. Average Membership by Organisation	90
Explanatory Notes.....	92
End Notes	94
Part C: Statistical Data	
List of Statistical Tables and Graphs	97
Tables 10 to 20	98
Notes on Statistical Data	117
Index	118
Contact Details.....	119

Figures shown in Part A

<u>Figure No.</u>	<u>Page</u>
1 Average Total SEU Growth.....	9
2 Contribution Income Growth.....	9
3 Contribution Income	9
4 Fund Benefits Growth.....	10
5 Fund Benefits	10
6 Contribution Income per Average Total SEU	10
7 Fund Benefits per Average Total SEU	10
8 Contribution Income per Average Total SEU Growth	10
9 Fund Benefits per Average Total SEU Growth	10
10 Management Expenses by Category 2000–01	11
11 Management Expenses per SEU	11
12 Management Expenses as Percentage of Contribution Income	11
13 Detail of Investments.....	12
14 Investment and Other Income as Percentage of Contribution Income.....	12
15 Investment and Other Income	12
16 Reserves per SEU.....	13
17 Industry Assets by Category 2001–01.....	13
18 Outstanding Claims as Percentage of Fund Benefits.....	14
19 Trends in the Financial Experience of Registered Health Benefits Funds	14
20 Persons and Proportion of the Population with Private Hospital Cover	15
21 Persons and Proportion of the Population with Ancillary Cover	16
22 Membership and Coverage of Ambulance Only Insurance	17
23 Proportion of Persons Covered by Hospital Insurance with Front-end Deductible (FED)	18
24 Proportion of Persons Covered by FED by State as at 30 June 2001	18
25 Proportion of Persons Covered by FED 30 June 1989 to 30 June 2001	18
26 Proportion of Persons Covered by Hospital Insurance with Exclusionary Cover	19
27 Change in Number of Persons Covered by Age Category 30 June 1989 to 30 June 2001	20
28 Number of Persons Covered by Age Category and Annual Percent Change	20
29 Persons Covered by Age Category at 30 June 2001	21
30 Population by Age Category at 30 June 2001	21
31 Proportion of Population Covered by Age Category at 30 June 2001	22
32 Percentage Distribution of Persons Covered and Total Population by Age Category	22
33 Hospital Insurance - Single and Family Membership	23
34 Membership by Category 30 June 2001	23
35 Ancillary Only Insurance.....	24
36 Average SEUs as at 30 June 2001	24

<u>Figure No.</u>	<u>Page</u>
37	Increase in Hospital and Ancillary Benefits Paid 1989–90 to 2000–01 25
38	Hospital and Ancillary Benefits Paid per SEU 1989–90 to 2000–01 26
39	Movement in Benefits Paid.....26
40	Increase in Ordinary and Reinsurance Benefits Paid 1989–90 to 2000–01..... 27
41	Movement in Ordinary and Reinsurance Benefits..... 27
42	Prostheses Services and Benefits..... 28
43	Hospital Episodes per Person Covered - Quarter Ending 30 June 2001 29
44	Length of Stay by Age Category - Quarter Ending 30 June 2001 29
45	Benefits Paid per Person Covered - Quarter Ending 30 June 2001..... 30
46	Benefits Paid per Episode by Age Category - Quarter Ending 30 June 2001 30
47	Hospital Days per Person Covered - Quarter Ending 30 June 2001..... 31
48	Privately Insured Hospital Days and Annual Percent Change 1989–90 to 2000–01 31
49	Privately Insured Hospital Days by Type of Hospital 32
50	Number of Days per Person Covered 1989–90 to 2000–01 32
51	Number of Day-Only Stays by Type of Hospital - Graph 33
52	Number of Day-Only Stays by Type of Hospital - Table 33
53	Movement in Medical Services and Benefits 1989–90 to 2000–01..... 34
54	Medical Services and Benefits Above Schedule Fee 1989–90 to 2000–01 35
55	Medical Benefits and Services Up to 16% Above Schedule Fee 36
56	Medical Benefits and Services More Than 16% Above Schedule Fee 36
57	Summary of In-Hospital Medical Services June 2001 37
58	Proportion of In-Hospital Medical Services with No Gap..... 37
59	Billing Agent Applications by State/Territory 2000–01 38
60	Types of Applications Received..... 39
61	Non-Compliant Billing Agents..... 39
62	Claims Processed and Cost of Claims39

Commissioner's Overview

The year 2000–01 has been a year of consolidation for the health insurance industry, following the rapid growth of membership in late 1999–2000 and early 2000–01 as a result of the introduction of Lifetime Health Cover. The 30% premium rebate has also contributed to members retaining their health cover. Overall the industry's financial strength has improved during 2000–01. The year also saw the introduction of new solvency and capital adequacy standards, which were put in place with effect from 1 January 2000.

The period for joining a registered organisation under Lifetime Health Cover was extended from 1 July 2000 until 15 July 2000 in recognition of the significant increase in members. Coverage at June 2000 was 43.0 % while at June 2001 coverage had reached 44.9%. This compares with coverage of 30.6% of the population at June 1999.

Contribution income also increased by 45% for the year to 30 June 2001 while total benefits increased by 31% for the same period. Benefit payments are expected to increase as new members begin to make claims following the expiry of qualifying periods for new memberships resulting from Lifetime Health Cover. Claims trends will need to be closely monitored in the coming year.

Reserves increased during the 2000–01 year due to an operating surplus of \$794.6 million after income tax and extraordinary items. This improved financial strength is welcome in view of likely increases in benefit costs and possible pressure from providers for higher payments. At the same time, consumers are seeking lower out-of-pocket costs for medical services. In this environment, the level of surplus achieved in 2000–01, which was not evenly spread over the industry, is unlikely to be sustained.

There were some significant reductions in out-of-pocket expenses (gaps) for those members using their private health insurance over the year. At June 2000, it was estimated that 50% of medical services had no out-of-pocket costs to consumers either because the services were charged at the schedule fee or because the registered organisations and providers had made agreements which allowed the services to be fully covered. By June 2001, this proportion had increased to 71%. This indicates clearly that registered organisations and providers have been making efforts to reduce the gaps for patients.

Medical benefits above the schedule fee increased from \$12.2 million in 1998–99 to \$34.1 million in 1999–2000 and further increased to \$126.8 million in 2000–01. This trend is expected to continue as registered organisations improve their gap cover.

The trend towards Front-end Deductible (FED) products continues with 53.9% of the insured population now with some form of FED compared with 50.4% in the previous year. Many of the Lifetime Health Cover members have purchased products with an FED.

Hospital benefit payments subject to reinsurance amounted to 48.9% of the total pool. This is a decrease from 51.7% of the total pool in 1999–2000 and is directly attributable to the Lifetime Health Cover membership. The change in the demographics of private health insurance towards a younger membership has reduced the proportion of benefits paid to reinsurance. Reinsurance applies to benefits paid for those members over 65 years of age or who have been hospitalised more than 35 days in a rolling 12-month period.

The new Solvency and Capital Adequacy Standards were implemented on 1 January 2001. The improvement in the reserves position of the industry during the year ensured compliance with the new prudential standards. PHIAC has been active in working with organisations to ensure that the solvency and capital adequacy standards are met to ensure the protection of members' entitlements.

This report, required by Section 82PA of the National Health Act, is separate from the report on the functions of PHIAC required under the Commonwealth Authorities and Companies Act (CAC). That report was tabled in Parliament on 17 October 2001. Copies of the CAC Act report on PHIAC are available from PHIAC's office in Deakin ACT and on our website at www.phiac.gov.au.

This annual report will be available on-line from PHIAC's website after it is tabled in Parliament. The information will be in readily accessible formats to encourage widespread access to the report and the data therein.

Garry Richardson
Commissioner

Part A
Industry Information

The Private Health Insurance Administration Council (PHIAC) was established in 1989 as a body corporate under section 82B of the *National Health Act 1953* (the Act). PHIAC is responsible to the Minister for Health and Aged Care. Details on the operations of PHIAC are contained in a separate Annual Report required under section 9 of the *Commonwealth Authorities and Companies Act 1997* (CAC Act).

This report on the operations of the private health insurance industry is required under Section 82PA of the National Health Act. It addresses powers and functions of the Council, set out in section 82G of the Act, which include the following:

- to establish and administer prudential standards;
- to monitor the financial performance of registered organisations to ensure that the statutory reserve requirements are being met;
- to administer the reinsurance account arrangements;
- to obtain from organisations reports about the financial affairs of the organisation;
- to obtain reports from registered organisations relating to the 30% Rebate Scheme;
- to collect and disseminate financial and statistical data; and
- to approve Simplified Billing Agents.

Prudential Requirements

From 1 January 2001 new prudential standards were introduced. These new standards are legislated under Division 3A and 3B of the Act replacing the solvency requirements of the former Section 73BAB of the Act. The need for new standards was identified by the Industry Commission in its report concerning the private health insurance industry (Report Number 57). In particular the Industry Commission identified the need for standards that:

- introduced flexibility into reserve requirements for funds facing different levels of risk; and
- provided clearer guidelines of what constitutes acceptable liquidity and diversification of reserves.

The Commission further recommended that a clear protocol for breach of reserves be developed.

Three standards were developed with extensive input from industry stakeholders and other interested parties and were passed into law on 6 September 2000 to have effect from 1 January 2001.

The Standards are named:

- Health Benefits Organisations – Solvency Standard 2000 (Solvency Standard),
- Health Benefits Organisations – Capital Adequacy Standard 2000 (Capital Adequacy Standard), and
- Health Benefits Organisations – Interpretation Standard 2000 (Interpretation Standard).

The standards impose a two tier capital requirement on registered organisations.

The Solvency Standard prescribes the minimum capital requirement of a health benefits fund to ensure that under a wide range of circumstances the organisation would be in a position to meet its existing obligations to its members and other creditors. The Solvency Standard is essentially based on a run-off view of the fund, where the requirement is for it to demonstrate that it can reliably meet its accrued liabilities and obligations in the circumstance of the wind-up of the fund.

It should be noted that there is a difference between meeting the Solvency Standard and being solvent in terms of the Corporations Law. A fund meeting the Solvency Standard is required to hold reserves to meet its obligations to members and its staff such that it should be in a position to avoid insolvency as defined under Corporations Law.

The Capital Adequacy Standard prescribes the capital requirement of a health benefits fund to ensure that the obligations to, and reasonable expectations of, contributors and creditors can be met under a range of adverse circumstances, in the context of a viable ongoing operation.

The Capital Adequacy Requirement is based on an ongoing view of an organisation's ability to demonstrate that it has sufficient capital to fund its business plans, absorb short-term adverse experience and continue to remain solvent.

The Interpretation Standard sets out the various components for calculating the Solvency and Capital Adequacy Standards.

The Solvency and Capital Adequacy Standards include transitional provisions that allow, where necessary, a staged implementation of the new standards over a five-year period. The transitional provisions apply only to those organisations that were registered on 6 September 2000 and will cease to apply on 1 January 2006.

Sections 73BCD and 73BCI of the Act impose on registered organisations the obligation to be in compliance with the requirements of the Standards at all times.

There was a technical breach of the solvency standard by one health fund at 30 June 2001 due to a related party transaction. The fund met the capital adequacy requirement in terms of its financial position although it was also in technical breach of this standard because of its failure to meet the solvency standard. The position has been resolved and the fund is no longer in breach of either standard.

Total industry assets were 1.6 times the solvency requirement. Assets held above the solvency requirement at 30 June 2001 totalled \$1,590 million. As this result has been produced in the first year of operation of the Standards, no comparative statistics can be given. Nor can comparisons be drawn with the former solvency measure of two contribution months as the basis for these measurements is not consistent.

The industry was capitally adequate with assets of \$1,009 million over capital adequacy . This is 1.3 times the capital adequacy requirement.

Monitoring Activities by PHIAC

A major function of PHIAC is to undertake a financial monitoring program to ensure organisations are complying with the prudential standards in place at any particular time. The financial monitoring program comprises financial information provided by organisations in:

- audited annual returns;
- unaudited returns provided on a quarterly basis; and
- any other information that is considered by PHIAC to be necessary.

From 1 January 2001 the new Solvency and Capital Adequacy Standards apply and organisations are required to provide to PHIAC a return comprising financial information and evidence that the fund has met the Solvency and Capital Adequacy standards. Monthly financial reporting can be required where reserves are considered to be deteriorating and at risk of breaching capital adequacy or solvency .

PHIAC requires unaudited returns to be submitted quarterly and audited returns to be submitted annually with other information that is used to prepare this report.

Administration of the Reinsurance Arrangements

The Health Benefits Reinsurance Trust Fund (HBRTF) was established on 1 October 1976 to support and perpetuate the underlying principle of community rating within the Australian private health insurance industry. This principle states that a member should pay the same contribution rate for health insurance, regardless of age, health status or gender.

Lifetime Health Cover maintains this principle but attaches a loading to the base rate of insurance premiums for those persons who join over the age of 30. The loading increases by 2% for each year over age 30 at which the member joins, up to a maximum of 70% at age 65. Lifetime Health Cover has encouraged growth in younger members of the population to help balance the previously ageing demographic of private health insurance contributors.

Unlike general insurance and life insurance, reinsurance as it pertains to health insurance acts to average out the costs for all members across the private health insurance industry. The scheme transfers money from those organisations with a membership that is demographically younger and healthier to those with an older and less healthy demographic distribution. Through this method of shared costs, all Australians have equal access to private health insurance, and all organisations are equally able to operate within the industry.

There have been a number of changes to the reinsurance scheme since its establishment. The current reinsurance arrangements have been in place since October 1995. Under this scheme, 79% of benefits paid for the following categories are distributed:

- Members aged 65 or over; and
- Members aged 64 or under who have been hospitalised for 35 days or more in a rolling 12-month period.

Reinsurance also includes any amounts payable in excess of the Medicare rebate up to the Schedule fee (25% of the fee is payable by the health fund) and any amounts payable under medical purchaser provider agreements in excess of the Medicare schedule fee, up to a maximum of 16% for reinsurance categories of members.

Organisations are required to participate in the reinsurance pool of any State where 500 or more Single Equivalent Units (SEUs) reside in that State.

In calculating an SEU, a single member is counted as one Single Equivalent Unit and all other categories of membership are counted as two SEUs.

Reinsurance arrangements are operated in accordance with conditions determined by the Minister for Health and Aged Care.

A summary of the HBRTF calculations for the four quarters to 30 June 2001 is shown in Table 20 (Part C) of this report.

The following settlements were made for the reinsurance transactions.

<u>Quarter</u>	<u>Total Settlement</u>
30 September 2000	\$36.4 million
31 December 2000	\$32.9 million
31 March 2001	\$31.1 million
30 June 2001	\$33.8 million

During the financial year ending 30 June 2001, the settlement for the June 2000 quarter was made with a value of \$28.7 million. Settlement for June 2001 will be made in the 2001-02 year.

Settlement for the four quarters to 30 June 2001 involved the collection and verification of data collected from 585 quarterly returns.

Audit of Reinsurance Arrangements

The audit of the reinsurance arrangements conducted by organisations' own external auditors for the four quarters to 30 June 2001 showed there were no material matters raised that would result in any adjustments to the reinsurance calculations.

PHIAC adjusted the quarterly reinsurance pool over the 2000-01 year. The adjustments resulted from errors detected by PHIAC or by individual organisations, totalling \$225,954 against organisations and \$2,049,414 in favour of organisations.

Registered organisations are required, under Section 82L(2) of the Act, to submit a reinsurance audit certificate by 30 September each year. Extensions of time for lodgement may be granted by PHIAC upon application by the registered organisation in writing.

Legal Action

In 2000-01 two separate actions were in progress against PHIAC in relation to reinsurance under the Administrative Decisions (Judicial Review) Act.

- Four registered organisations sought a review by the Federal Court of PHIAC's decision not to allow adjustments in relation to the years 1995–96, 1996–97 and 1997–98. A judgment was entered in PHIAC's favour. This judgment was overturned on appeal to the Full Federal Court and the matter remitted to the Council to remake its decision.
- An action has commenced against PHIAC in the Federal Court by a single registered organisation seeking a review of a decision by PHIAC not to allow adjustments to reinsurance for the 1997–98 and 1998–99 years. A decision is not expected until early 2002.

Financial Statements

Section 82L of the Act requires registered organisations to submit audited financial accounts and statements by 30 September each year. In exceptional circumstances, extensions of time for lodgement may be granted by PHIAC, upon application by the registered organisation in writing.

For the year ended 30 June 2001, all registered organisations complied with the requirements of section 82L.

30% Rebate Scheme

Section 82L also requires organisations to provide details relating to the 30% Rebate scheme, including a statement by an auditor that the registered organisation complied with the provisions of the *Private Health Insurance Incentives Act 1997* or the *Private Health Insurance Incentives Act 1998*.

Auditor statements on the 30% Rebate scheme were received for all registered organisations within the required time. There were no qualified reports.

It is intended that additional audit requirements for the 30% Rebate will be implemented for the financial year ending 30 June 2002.

Publication of Financial and Statistical Data

Registered organisations are required to submit to PHIAC a quarterly report (PHIAC 1) providing details of benefits paid over the quarter and membership at the end of each period. This data is used to calculate payments under the reinsurance arrangements, and as a by-product provides a database for PHIAC to monitor the industry. It also determines membership and coverage in the industry.

Through its annual and quarterly reports, PHIAC disseminates statistical data about the industry. The reports are made available to registered organisations, State and Federal Governments, and other users with an interest in health insurance.

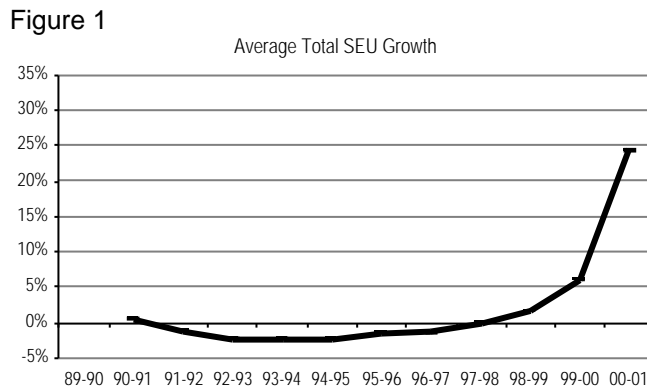
Readers who wish to receive the quarterly reports should contact PHIAC on 02 6285 1644.

PHIAC makes consumer and statistical data available on the Internet at the PHIAC website. The address of the site is <http://www.phiac.gov.au>.

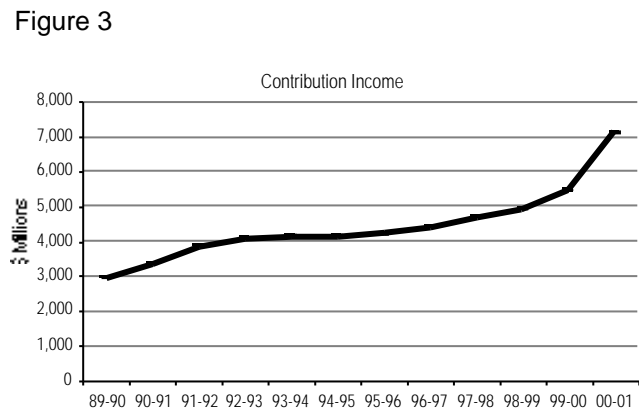
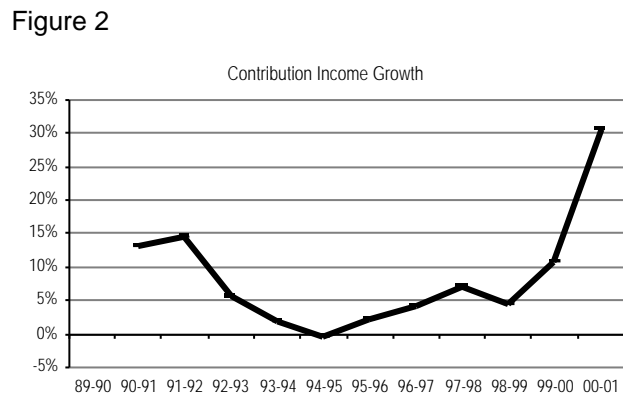
Industry Performance

Contribution Income and Benefits

The operating surplus recorded in 2000–01 has occurred in an environment of further considerable membership growth due to the Lifetime Health Cover and 30% Rebate initiatives. Average Total SEUs grew by 24.4% during 2000–01. The significant influx of new members has lowered the average age of the industry from 39.2 at 31 March 2000 to 37.5 at 30 June 2001. Growth in membership since 1989–90 measured as a percentage increase in SEU is detailed in the chart below.



Whilst both contribution income and fund benefits grew sharply during the 2000–01, the surplus is the result of growth in contribution income exceeding growth in average total SEUs and in fund benefits. This excess of contributions over benefits is unlikely to continue into the 2001–02 year.



Contribution income growth exceeded Average Total SEU growth mainly because large numbers of contributors joined hospital tables or upgraded their level of cover from ancillary to hospital and combined hospital/ancillary. Contribution income increased 30.6% during 2000–01 and totalled \$7,132 million.

Fund benefits growth was closely aligned with average total SEU growth. Fund benefits increased 23.7% during 2000–01 and totalled \$5,569 million.

Figure 4

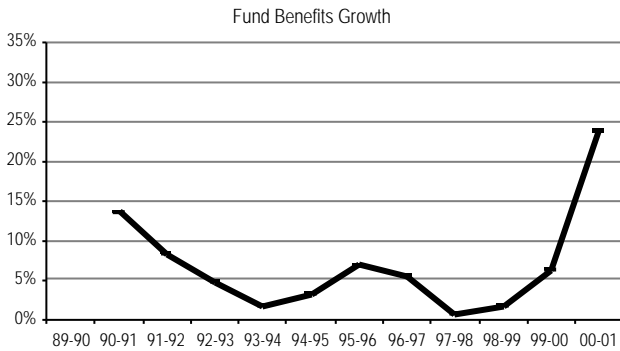
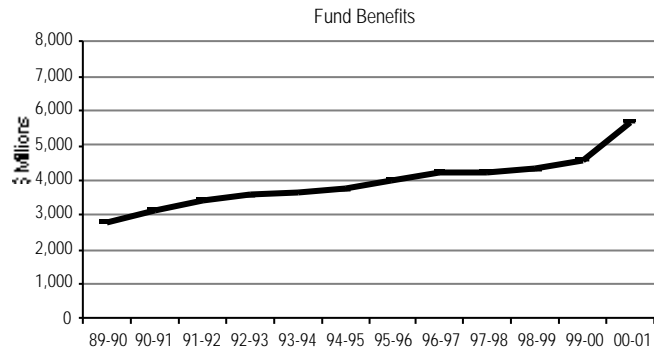


Figure 5



Measured on an SEU basis, contribution income grew by 5% to \$1,013 and fund benefits fell by 0.5% to \$804. This is due, in part, to lower claims levels from waiting periods for pre-existing conditions for new contributors or those upgrading their cover. Trends in contribution income and fund benefits are detailed in the charts below.

Figure 6

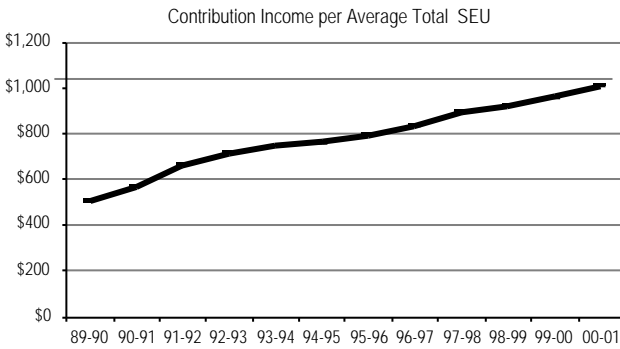


Figure 7

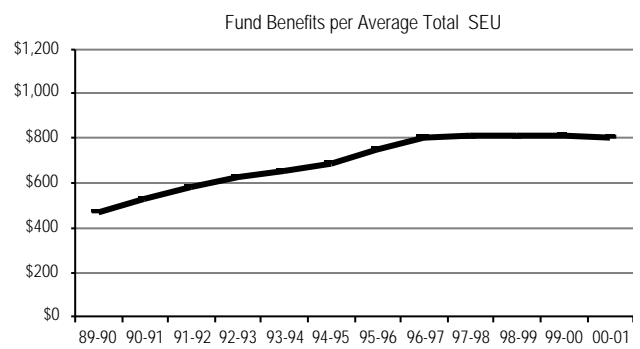


Figure 8

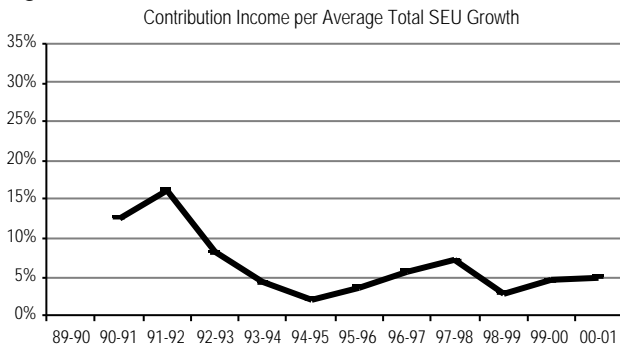
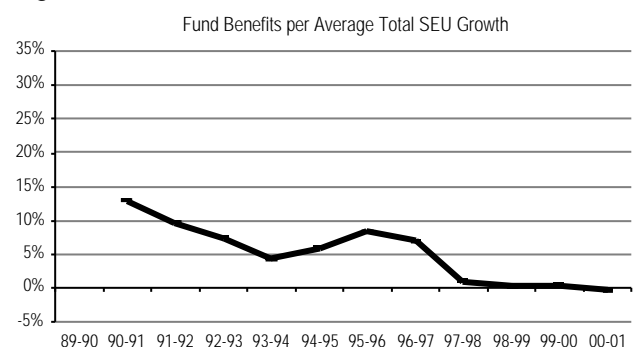


Figure 9



Management Expenses

Industry management expenses were 11.8% of contribution income during 2000–01, reduced from 13.1% the previous year. 1999–2000 management expenses were higher than usual due to Y2K, GST Implementation, Lifetime Health Cover (LHC) and 30% Rebate requirements. Some additional management expenses related to LHC and 30% Rebate initiatives continued into the early part of 2000–01.

Management expenses have stayed fairly constant as a percentage of contribution income over a number of years. While there has been an increase in dollar terms there has been virtually no change in percentage.

Figure 10 shows industry management expenses by category for the year ended 30 June 2001. Comparative percentages for the previous year are shown in brackets.

Figure 10

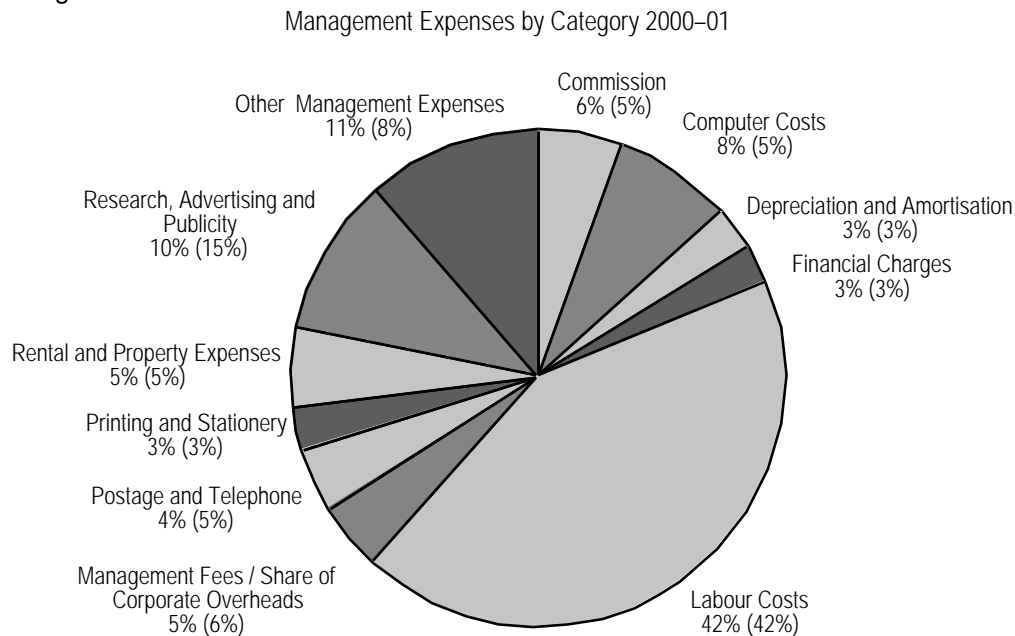


Figure 11

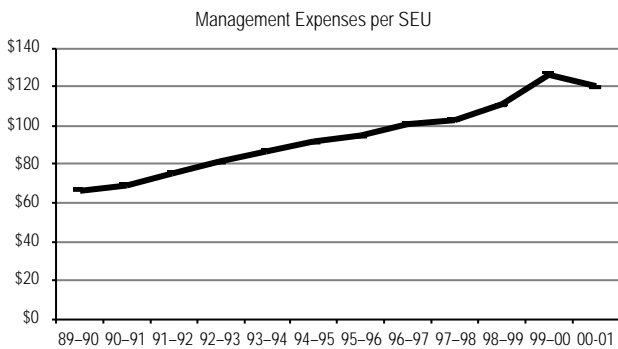
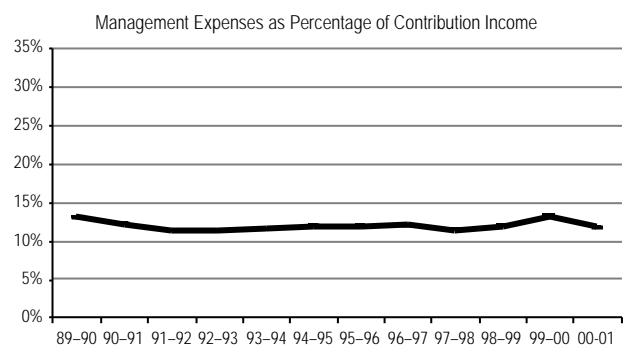


Figure 12



Investment and Other Income

Investment and other income contributed \$226 million or 3% to total industry revenues during 2000–01. The charts below segregate investments into various classes and indicate the absolute and relative contributions of investment and other income toward total industry revenues.

Figure 13

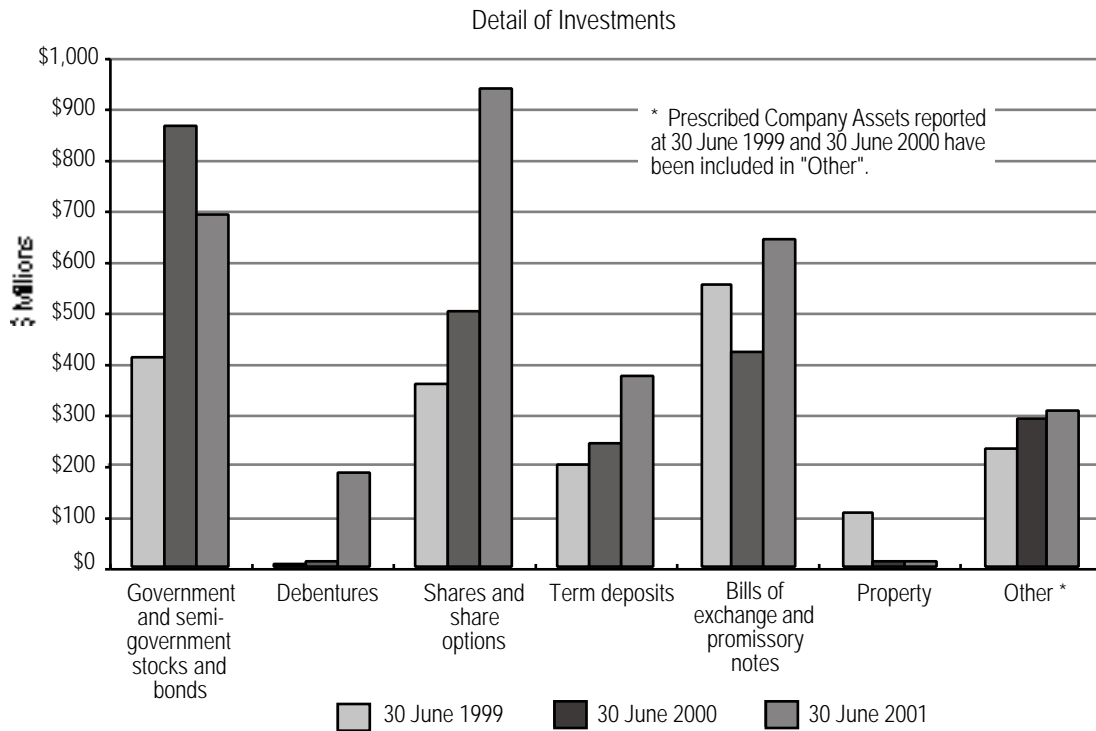


Figure 14

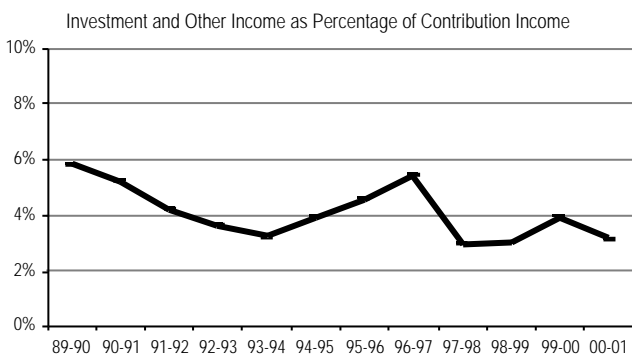
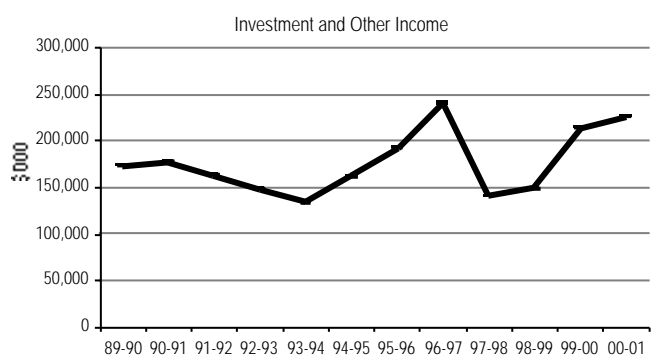


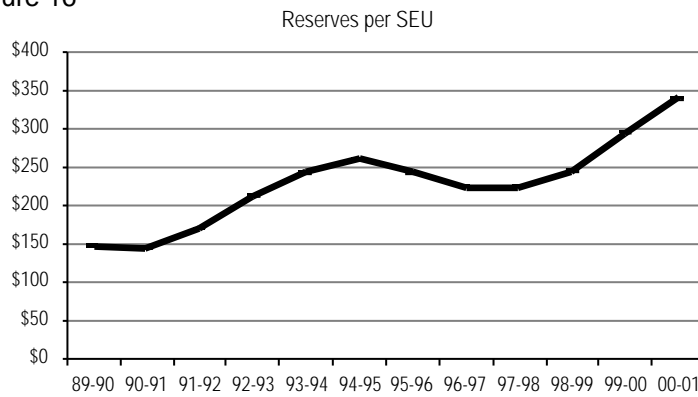
Figure 15



Reserves

The significant industry operating surplus for 2000–01 has expanded the industry asset base, increased the level of prudential reserves per SEU by 15.5%, and improved the industry’s ongoing viability.

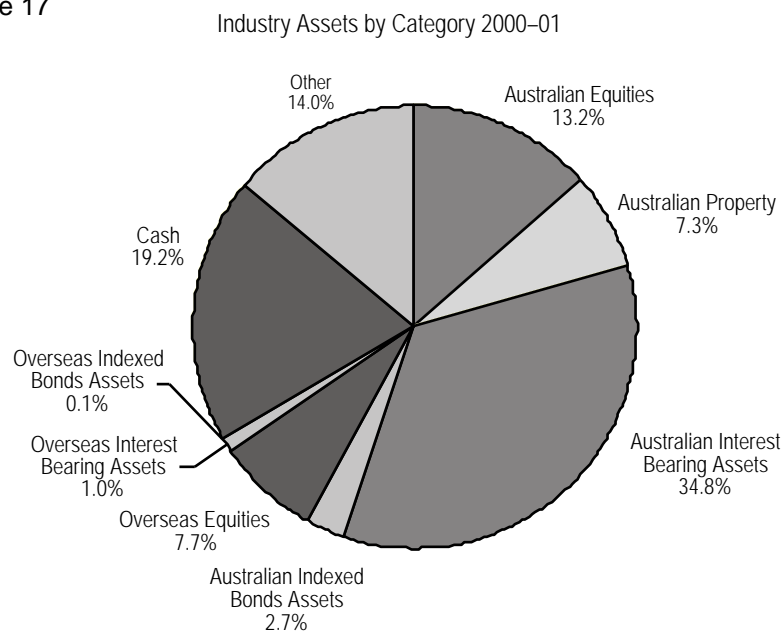
Figure 16



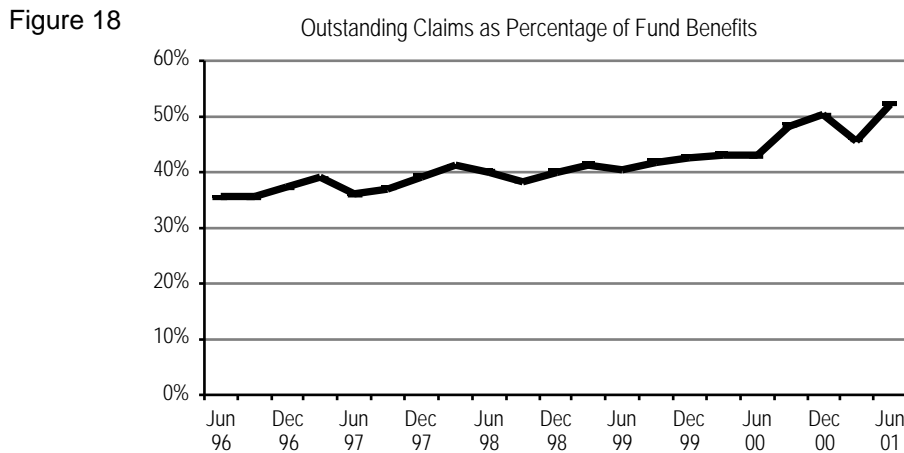
At 30 June 2001, the industry’s asset base was 1.6 times the prudential requirement for solvency. This measure is called the solvency multiple. The industry solvency multiple does not reflect the solvency position of individual organisations. The prudential reserves needed by individual organisations to provide a buffer against unforeseen events will vary according to such factors as their size, risk profile, level of contribution rates and degree of support from any parent organisation.

The diversification of the industry asset base is represented in the chart below.

Figure 17



The industry holds amounts in reserve for claims that are estimated to be outstanding or unrepresented at any given time. The following chart details the relative value of the unrepresented and outstanding claims provision as a percentage of total cost of benefits by quarter.



The following table summarises the financial performance of the industry over time.

Figure 19. Trends in the Financial Experience of Registered Health Benefits Funds Since 1 February 1984

Financial Year (Note A)	Contribution Income	Fund Benefits (Note B)	Management Expenses	Investment and Other Income (Note C)	Total Reserves (Note D)
	\$'000	\$'000	\$'000	\$'000	\$'000
1984–85	1,506,550	1,264,060	204,040	87,182	520,319
1985–86	1,726,162	1,562,416	233,163	120,580	601,125
1986–87	2,116,079	1,951,086	281,989	142,346	666,185
1987–88	2,503,660	2,249,077	314,434	105,646	820,482
1988–89	2,740,596	2,500,252	348,129	144,659	900,504
1989–90	2,979,866	2,771,289	390,421	173,585	861,630
1990–91	3,373,477	3,146,757	411,425	177,161	850,976
1991–92	3,864,122	3,403,897	439,472	162,396	991,312
1992–93	4,077,429	3,564,519	460,695	147,914	1,205,391
1993–94	4,153,747	3,625,109	481,789	133,863	1,350,058
1994–95	4,137,116	3,741,724	495,001	161,418	1,408,982
1995–96	4,226,419	3,997,178	503,599	193,024	1,295,327
1996–97	4,404,243	4,212,449	530,252	240,471	1,173,505
1997–98	4,712,691	4,238,933	540,151	140,488	1,173,143
1998–99	4,926,639	4,308,820	590,723	148,551	1,304,406
1999–2000	5,462,144	4,577,834	717,203	213,670	1,661,764
2000–01	7,131,655	5,662,691	842,976	225,939	2,386,973
% Change					
1999–2000 to 2000–01	45%	31%	43%	52%	83%

Notes

- A Data for the years between 1988-89 and 1996-97 extracted from annual reports produced by PHIAC. Data for earlier years taken from the annual reports produced by the former Commonwealth Department of Health and Aged Care
- B Includes fund benefits paid, provision adjustment, reinsurance liability and State ambulance levy
- C Includes net income from diversified activities
- D Total Reserves is equal to Net Assets

Industry Trends

Coverage

Hospital

At 30 June 2001, 44.9% of Australians held private hospital cover. This is an increase of 1.9 percentage points over the year ending 30 June 2000.

Since December 1998 there has been a net increase in persons with hospital insurance of 3,036,721. This growth is more than the total decline over the eight preceding years to December 1998 and is attributed to the 30% Rebate initiative and the Lifetime Health Cover campaign.

The increase in coverage of 476,363 persons since June 2000 occurred largely in the 15 days following the end of the June quarter 2000 when people were permitted to take out membership without incurring any penalty under Lifetime Health Cover.

All States, with the exception of Northern Territory, recorded an increase since June 2000 as shown below:

- New South Wales (1.0%points),
- Victoria (2.6%points),
- Queensland (2.0%points),
- South Australia (2.6%points),
- Western Australia (3.5%points),
- Tasmania (1.3%points), and
- Northern Territory (-0.6%points)
- Australia (1.9% points)

Figure 20. Persons and Proportion of the Population with Private Hospital Cover

Quarter		N S W & ACT	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
June	Coverage '000	3,035	2,009	1,436	651	833	204	68	8,236
2000	% of Population	44.8%	42.1%	40.3%	43.4%	44.2%	43.4%	34.9%	43.0%
September	Coverage '000	3,190	2,169	1,521	697	930	211	73	8,790
2000	% of Population	46.9%	45.3%	42.5%	46.5%	49.2%	44.8%	37.1%	45.7%
December	Coverage '000	3,179	2,149	1,517	690	926	209	72	8,743
2000	% of Population	46.6%	44.8%	42.2%	46.0%	48.8%	44.6%	36.6%	45.4%
March	Coverage '000	3,147	2,161	1,531	690	914	209	68	8,720
2001	% of Population	46.1%	44.9%	42.4%	46.0%	48.0%	44.5%	34.6%	45.1%
June	Coverage '000	3,140	2,159	1,532	692	912	210	68	8,712
2001	% of Population	45.8%	44.7%	42.2%	46.0%	47.7%	44.8%	34.2%	44.9%

Ancillary

At 30 June 2001, 40.5% of Australians held ancillary cover. This is an increase of 1.3 percentage points over the year ending 30 June 2000, with most growth in the September quarter 2000.

Figure 21 includes all ancillary membership and ambulance only cover.

Figure 21. Persons and Proportion of the Population with Ancillary Cover

Quarter		N S W & ACT	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
June	Coverage '000	2,870	1,335	1,241	682	1,118	200	62	7,508
2000	% of Population	42.4%	28.0%	34.8%	45.5%	59.3%	42.5%	32.0%	39.2%
September	Coverage '000	2,957	1,408	1,308	704	1,172	205	66	7,818
2000	% of Population	43.5%	29.4%	36.5%	47.0%	62.0%	43.5%	33.5%	40.7%
December	Coverage '000	2,927	1,412	1,314	701	1,167	205	65	7,791
2000	% of Population	42.9%	29.4%	36.5%	46.7%	61.5%	43.5%	33.3%	40.4%
March	Coverage '000	2,928	1,432	1,338	704	1,151	205	63	7,821
2001	% of Population	42.8%	29.8%	37.0%	46.9%	60.5%	43.7%	31.8%	40.5%
June	Coverage '000	2,929	1,447	1,350	710	1,152	208	62	7,859
2001	% of Population	42.8%	30.0%	37.2%	47.2%	60.3%	44.2%	31.6%	40.5%

Persons covered by a product combining both hospital and ancillary cover increased 491,609 from 6,253,061 (32.6%) at 30 June 2000 to 6,744,670 (34.8%) at 30 June 2001 - an increase of 2.2 percentage points.

Persons with ancillary only cover decreased 140,483 from 1,254,973 (6.6%) at 30 June 2000 to 1,114,490 (5.7%) at 30 June 2001 - a decrease of 2.2 percentage points. This decrease was expected as ancillary only members took up ancillary and hospital membership as a consequence of Lifetime Health Cover.

On an aggregate basis, ancillary coverage increased by 351,126 persons since 30 June 2000.

All States, except Northern Territory, recorded an increase since June 2000 as shown below:

- New South Wales (0.4% points),
- Victoria (2.0% points),
- Queensland (2.4% points),
- South Australia (1.7% points),
- Western Australia (1.0% points),
- Tasmania (1.7% points), and
- Northern Territory (-0.4% points)
- Australia (1.3% points)

Ambulance Only (*Ancillary cover*)

PHIAC began collecting data on ambulance only membership and coverage in the September quarter 1999.

Ambulance only membership and coverage has decreased on a national basis by 28% since 30 September 1999. It is likely that those dropping ambulance only cover have changed to combined ancillary or hospital products.

The change for all states in ambulance only coverage and membership since June 2000 is shown in the table below:

Figure 22. Membership and Coverage of Ambulance Only Insurance

Quarter		N S W & ACT	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
June 2000	Membership	109,182	2,987	8,350	1,953	111,498	9	164	234,143
June 2000	Coverage	257,237	6,478	18,325	4,419	198,880	21	370	485,730
September 2000	Membership	102,233	2,926	8,170	1,887	105,067	8	149	220,440
September 2000	Coverage	237,016	6,328	18,004	4,209	186,436	20	344	452,357
December 2000	Membership	96,066	2,805	7,884	1,847	102,262	8	138	211,010
December 2000	Coverage	221,932	6,138	17,482	4,132	182,716	17	338	432,755
March 2001	Membership	92,202	2,921	8,161	1,858	100,705	61	128	206,036
March 2001	Coverage	213,179	6,457	18,317	4,128	179,774	80	318	422,253
June 2001	Membership	89,006	2,830	8,280	1,829	99,288	36	122	201,391
June 2001	Coverage	205,110	6,222	18,673	4,073	176,796	54	305	411,233
Percent change in Ambulance Only Insurance June 2000 to June 2001									
June 2001	Membership	-18.5%	-5.3%	-0.8%	-6.3%	-11.0%	300.0%	-25.6%	-14.0%
June 2001	Coverage	-20.3%	-4.0%	1.9%	-7.8%	-11.1%	157.1%	-17.6%	-15.3%

Note: The large percentage change for Tasmania reflects a change in coverage of only 33 persons.

Front-end deductible (FED) (*Hospital cover*)

The proportion of the population holding private health insurance at 30 June 2001 showed an increase over the last year. The second noticeable increase occurred in the proportion of Australians electing to take out private cover with a front-end deductible.

Private cover with an FED incorporates an up-front excess which is payable when a hospital stay is claimed. The excess may vary from product to product. There is a limit to the FED allowed in relation to the Medicare Levy Surcharge. FEDs must not exceed \$500 for single members or \$1,000 for other membership categories.

Of the 7.64 million persons covered at June 1989, only about 5.8% or approximately 440,000 persons held FED cover. By June 2001 this proportion increased to 53.9% or approximately 4.7 million of the 8.7 million persons covered.

Figure 23 shows the trend since June 1989.

Figure 23

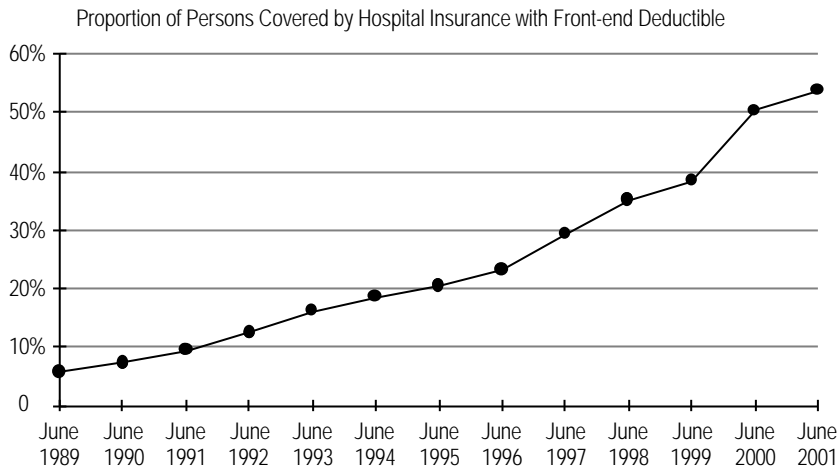


Figure 24 shows the proportion of persons with private cover including an FED on a State basis, and figure 25 shows the proportion on a national basis since June 1989.

Figure 24. Proportion of Persons Covered by FED by State as at 30 June 2001

State	Persons Covered with FED	Persons Covered with Non-FED	Total Persons Covered	Percentage Covered with FED
New South Wales	1,897,809	1,242,097	3,139,906	60.4%
Victoria	1,035,389	1,123,955	2,159,344	47.9%
Queensland	911,751	619,861	1,531,612	59.5%
South Australia	276,271	415,689	691,960	39.9%
Western Australia	409,113	502,539	911,652	44.9%
Tasmania	133,794	76,491	210,285	63.6%
Northern Territory	33,101	34,482	67,583	49.0%
Australia	4,697,228	4,015,114	8,712,342	53.9%

Figure 25. Proportion of Persons Covered by FED 30 June 1989 to 30 June 2001

Year Ended	Persons Covered with FED	Persons Covered with Non-FED	Total Persons Covered	Percentage Covered with FED
June 1989	441,513	7,203,982	7,645,495	5.8%
June 1990	556,326	7,031,362	7,587,688	7.3%
June 1991	718,579	6,829,918	7,548,497	9.5%
June 1992	897,539	6,266,714	7,164,253	12.5%
June 1993	1,134,063	5,833,031	6,967,094	16.3%
June 1994	1,233,994	5,397,742	6,631,736	18.6%
June 1995	1,289,536	5,014,145	6,303,681	20.5%
June 1996	1,429,279	4,720,214	6,149,493	23.2%
June 1997	1,731,323	4,184,599	5,915,922	29.3%
June 1998	2,015,169	3,712,842	5,727,971	35.2%
June 1999	2,224,234	3,568,727	5,792,961	38.4%
June 2000	4,152,639	4,083,340	8,235,979	50.4%
June 2001	4,697,228	4,015,114	8,712,342	53.9%

Further information on the excess limits for high-income earners may be obtained from the Department of Health and Aged Care.

Exclusionary and non-exclusionary hospital cover

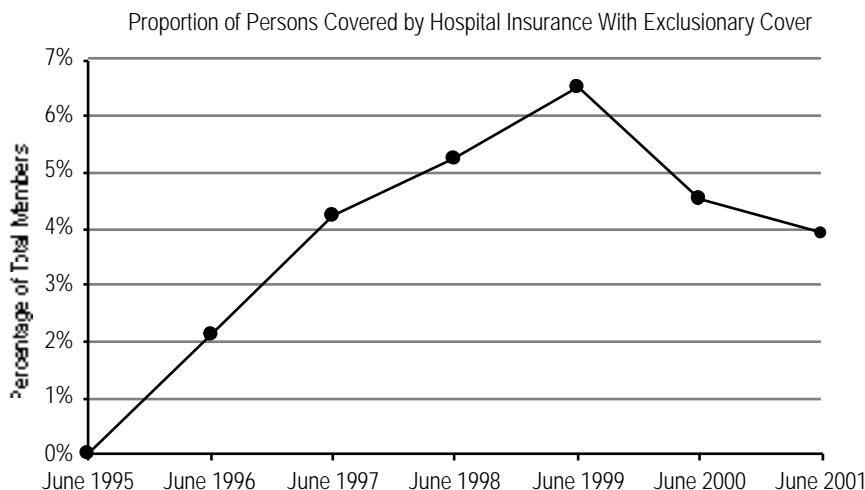
The private health insurance reforms of 1995 allowed for the introduction of exclusionary tables. Before this change, private health insurance organisations could only exclude treatment in a private hospital and the organisation still had to pay benefits for private patients in a public hospital (basic table benefits). The exclusionary tables exclude certain types of treatment, for example maternity, hip replacements etc. All tables are required, as a condition of registration under the National Health Act to include cover for psychiatric, rehabilitation and palliative care.

The exclusionary tables should not be confused with tables that provide full cover but only in certain settings. For example, an organisation may market a product that does not cover hip replacement in a private hospital, but does provide that cover in a public setting. PHIAC statistics classify such a product as non-exclusionary.

The number of members with exclusionary cover peaked in June 1999 at 180,308 total members, and in the year to 30 June 2000 declined to 175,927, or approximately 4.5% of total members covered. Exclusionary membership further declined in 2000–01 by 16,094 to 3.9% of total members covered.

Figure 26 shows the progression of this type of cover since the quarter ended 30 June 1995.

Figure 26



Age 64 and below, and age 65 and over (*Hospital cover*)

The previous decade's downward trend of coverage for persons aged 64 and below was arrested during the year ending 30 June 1999. 2000–01 saw an increase in both categories of membership. The 64 and below age grouping recorded a substantial increase of 432,395 persons. Coverage for persons aged 65 and over increased by a lesser figure of 43,968. This compares to increases of 2,380,115 and 62,903 respectively during 1999–2000.

Figure 27 shows the change in coverage by age category from 30 June 1989 to 30 June 2001. The year ending 30 June 1989 has been used as the base year with the following years' indices for each year shown.

Figure 27. Change in Number Of Persons Covered by Age Category 30 June 1989 to 30 June 2001

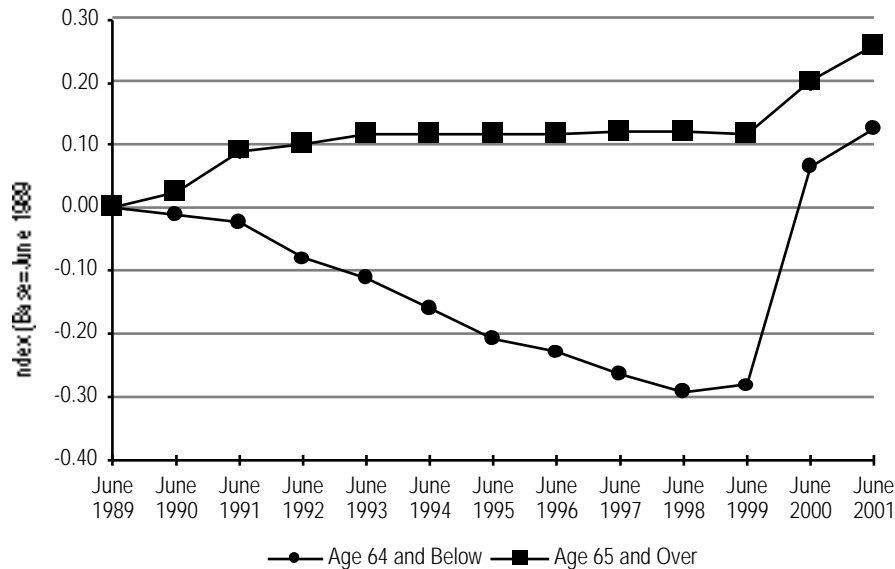


Figure 28 shows the number of persons covered in these two age categories from 30 June 1989 to 30 June 2001.

Figure 28. Number Of Persons Covered by Age Category and Annual Percent Change 30 June 1989 to 30 June 2001

As at 30 June	Persons Covered Aged 64 and Below	Persons Covered Aged 65 and Over	Total Persons Covered	Percent Change - Persons Aged 64 and Below	Percent Change - Persons Aged 65 and Over	Percent Change - Total Persons Covered
1989	6,890,341	755,154	7,645,495			
1990	6,814,381	773,307	7,587,688	-1.1%	2.4%	-0.8%
1991	6,724,912	823,585	7,548,497	-1.3%	6.5%	-0.5%
1992	6,332,444	831,809	7,164,253	-5.8%	1.0%	-5.1%
1993	6,123,537	843,557	6,967,094	-3.3%	1.4%	-2.8%
1994	5,787,509	844,227	6,631,736	-5.5%	0.1%	-4.8%
1995	5,459,822	843,859	6,303,681	-5.7%	0.0%	-4.9%
1996	5,306,762	842,731	6,149,493	-2.8%	-0.1%	-2.4%
1997	5,068,668	847,254	5,915,922	-4.5%	0.5%	-3.8%
1998	4,881,927	846,044	5,727,971	-3.7%	-0.1%	-3.2%
1999	4,949,917	843,044	5,792,961	1.4%	-0.4%	1.1%
2000	7,330,032	905,947	8,235,979	48.1%	7.5%	42.2%
2001	7,762,427	949,915	8,712,342	5.9%	4.9%	5.8%

Coverage by age category and gender

Membership increased in most age cohorts. The age groups 25-29 and 95+ exhibited decreases while all other age groups increased. The largest increases were in the age groups 15-19, with an increase of 67,100. These are likely to have been part of family memberships.

Persons in the age categories from 20 to 29 years are under-represented, where female coverage is around 29.9% and male coverage around 23%.

Figure 29 shows the distribution of the number of persons covered by age category, and for comparison, figure 30 shows the distribution of the Australian population by age category.

Figure 29

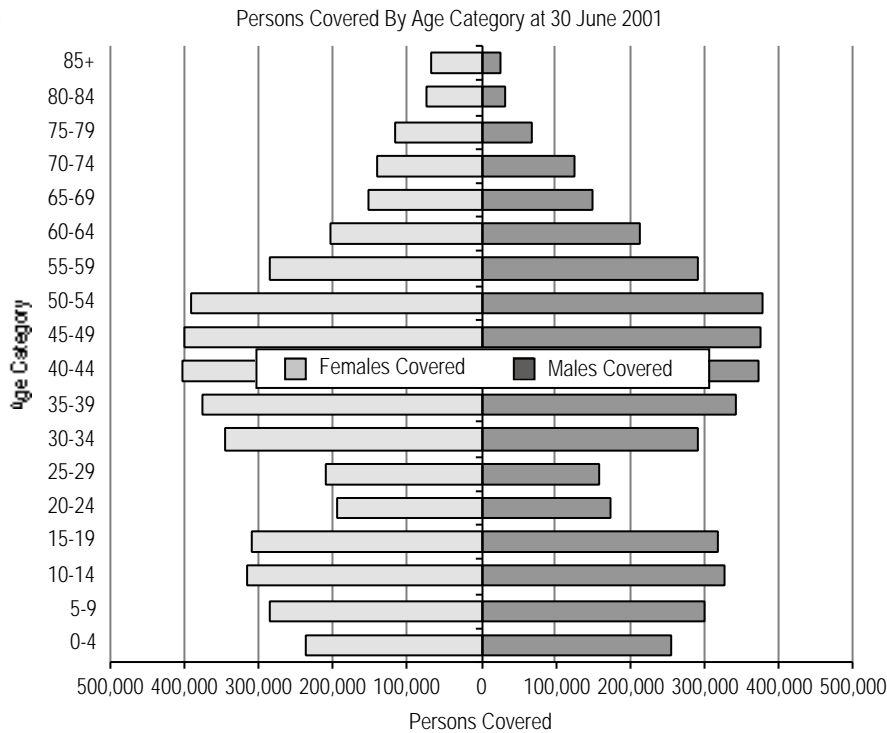
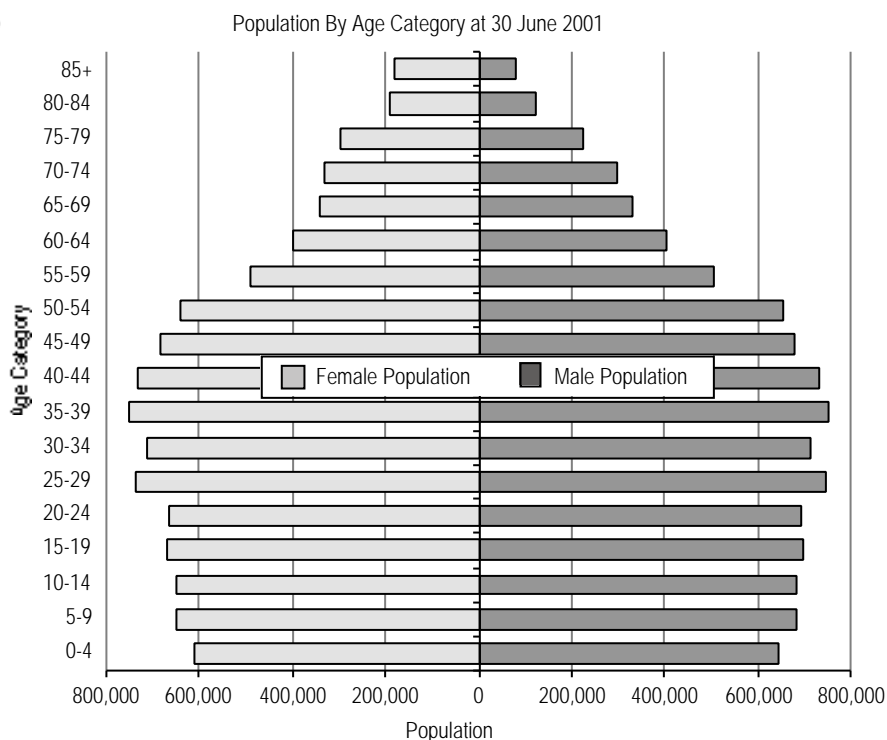


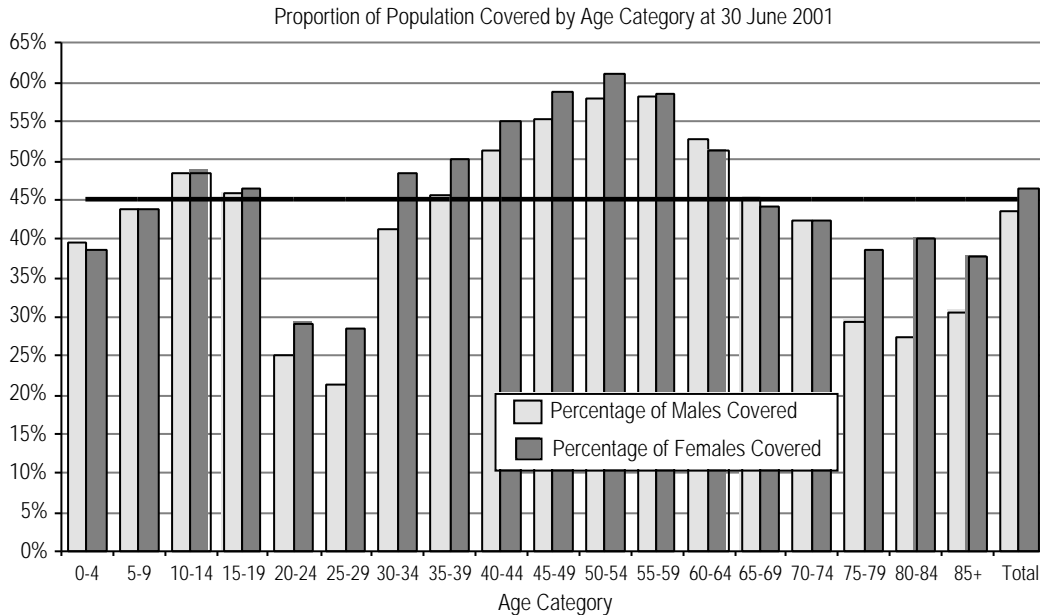
Figure 30



Differences between the distribution of the proportion of persons covered in each age category and the proportion of the population in that age category are exemplified in figure 31 which shows the proportion of the population covered by age category in percentage terms.

The proportion of younger persons to age 19, mostly covered by family membership, is close to the average cover of 45%. From age 30 to 65, population coverage is at or above the industry average of 45%, with coverage peaking at around 60% for the age category 50 to 54 years. Coverage for the 65 and over category is below the average.

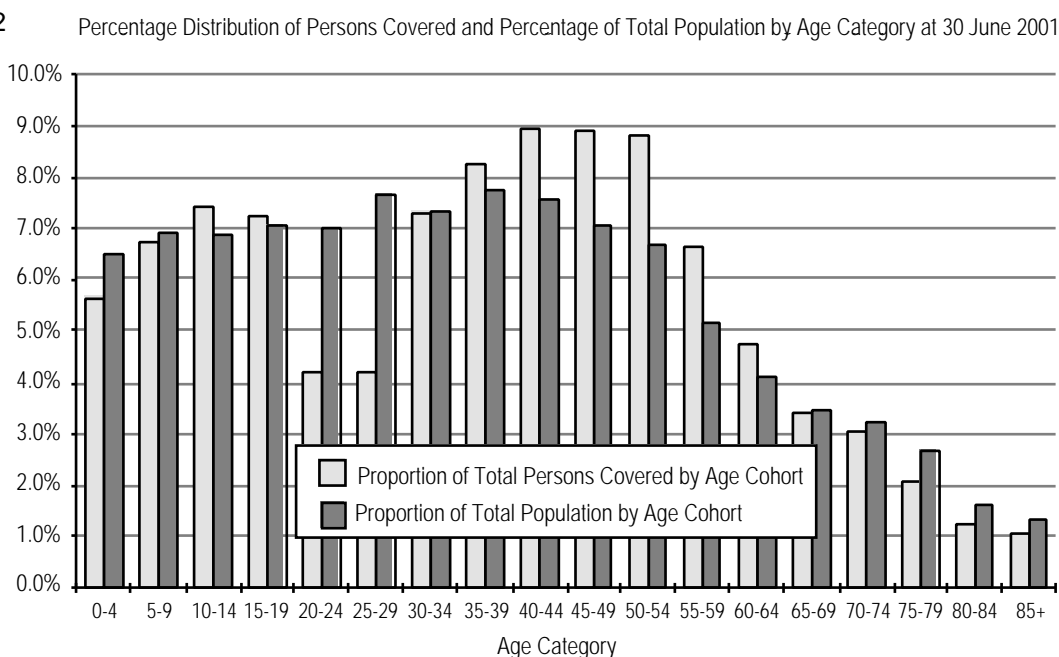
Figure 31



Females continue to have a greater coverage than males in all age categories from age 10, with the exception of the years between 60 to 74 years. The higher proportion of females covered is most noticeable from age 75. Some of this difference may be accounted for by coverage for war veterans through the Department of Veterans Affairs.

The distribution of persons covered by age category as a percentage of all persons covered is compared to the distribution of the population by age category in figure 32.

Figure 32



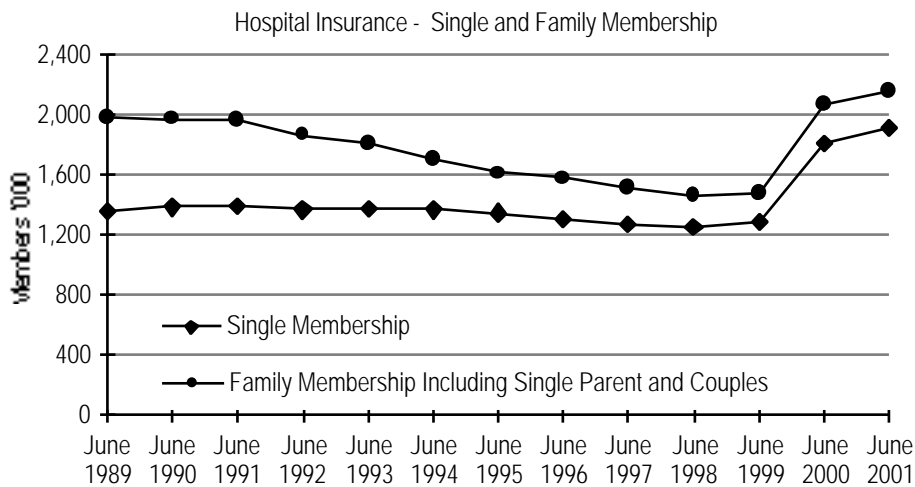
PHIAC does not yet collect age cohort data for ancillary membership.

Membership

Single and family membership (*Hospital*)

Between June 1989 and June 1999, family membership dropped by 502,000 from 1.98 million to 1.48 million family contributors. Over the same period, single membership showed a slight decline of approximately 74,000 members from 1.36 million to 1.29 million. In the twelve months to 30 June 2000, single membership increased significantly to 1,805,549 - an increase of 40.0% over the 1999 figure. Larger still is the increase in family membership including single parent and couples, reaching 1,134,827 - an increase of 46.6% over the 1999 figure. The increase in the year to 30 June 2001 was not as dramatic as the previous year. However, it is significant that the increase continued with single membership increasing by 110,097 and family membership increasing by 88,575.

Figure 33



Single parent and couples membership

Two additional categories of membership, single parent and couples, were introduced with effect from 1 October 1996. During 2000–01, single parent membership increased 8% from 66,841 to 72,169. In the same period, couples membership increased 1.5% from 866,443 to 878,823.

Figure 34 shows the proportion of hospital membership by these four categories.

Figure 34



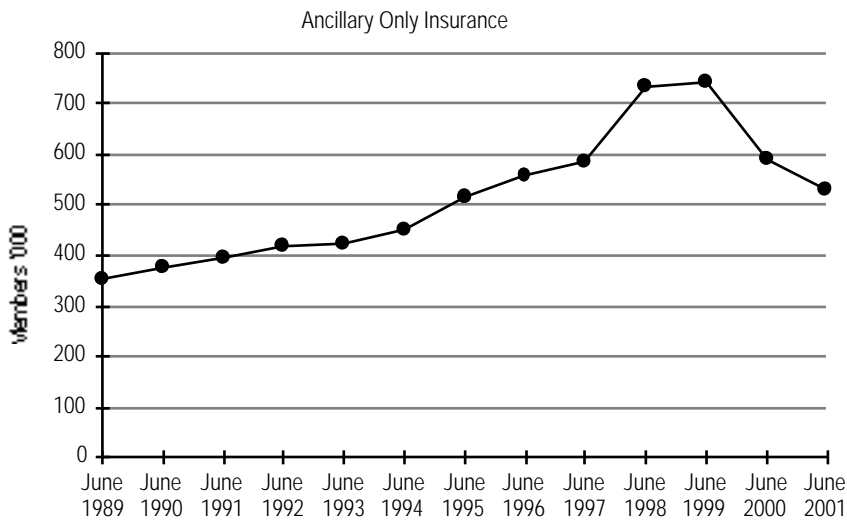
Ancillary membership

At June 2001, 34.8% of the population held hospital memberships with some form of ancillary cover with the same organisation.

Figure 35 represents the number of contributors with ancillary cover but no hospital cover with the same organisation. Ancillary only membership declined 10% from the 1999–2000 figure, to 531,223. This was the second successive year of decline in ancillary only cover following several years of increase. The introduction of Lifetime Health Cover caused many ancillary only members to take out hospital insurance.

It should be noted, however, that it is not possible to determine the number of contributors that may have ancillary only cover and hospital cover with different organisations from the data that PHIAAC collects.

Figure 35



Averaging of Membership and Single Equivalent Units

Average membership and average single equivalent units (SEUs) are calculated as the weighted average of the year's four quarterly averages in this report and the 1999–2000 report. In past reports, the average was calculated using the membership as at 30 June of the current year and 30 June of the previous year. The current method of averaging is used due to the significant increase in membership at the end of the 1999–2000 financial year and the beginning of 2000–01.

Average membership for each organisation is shown in Table 9 (Part B) of this report. Average SEUs for the industry as at 30 June 2001 are shown in figure 36.

Average Hospital SEU is calculated using hospital membership while Average ancillary only SEU uses ancillary only membership. Average Total Ancillary SEU is calculated using membership of tables offering hospital and ancillary cover together, and ancillary only membership. Average Total SEU combines total hospital membership plus ancillary only membership.

Figure 36. Average SEUs as at 30 June 2001

	1999–2000	2000–01
Average Hospital SEU	4,565,985	6,218,788
Average Ancillary Only SEU	1,094,916	820,587
Average Total Ancillary SEU	4,524,833	5,493,827
Average Total SEU	5,660,901	7,039,374

Benefits

Hospital and Ancillary

Figure 37 shows the annual percentage change in benefits paid for hospital and ancillary benefits for Australia over the last ten years.

This table excludes benefits provided by fund-owned and operated services such as dental and optical clinics.

Figure 37. Increase in Hospital and Ancillary Benefits Paid 1989–90 to 2000–01

Financial Year	Hospital Benefits	% Increase over previous year	Ancillary Table Benefits	% Increase over previous year	Total Benefits	% Increase over previous year
1989–90	\$1,905,031,378	–	\$810,317,098	–	\$2,715,348,476	–
1990–91	\$2,184,787,127	14.7%	\$894,080,275	10.3%	\$3,078,867,402	13.4%
1991–92	\$2,388,259,781	9.3%	\$940,774,876	5.2%	\$3,329,034,657	8.1%
1992–93	\$2,521,558,008	5.6%	\$967,449,653	2.8%	\$3,489,007,662	4.8%
1993–94	\$2,572,544,141	2.0%	\$990,703,734	2.4%	\$3,563,247,875	2.1%
1994–95	\$2,655,644,241	3.2%	\$1,025,655,786	3.5%	\$3,681,300,027	3.3%
1995–96	\$2,834,146,576	6.7%	\$1,059,727,475	3.3%	\$3,893,874,051	5.8%
1996–97	\$3,025,997,235	6.8%	\$1,115,339,489	5.2%	\$4,141,336,724	6.4%
1997–98	\$2,977,955,834	-1.6%	\$1,119,856,753	0.4%	\$4,097,812,587	-1.1%
1998–99	\$3,065,624,018	2.9%	\$1,143,492,584	2.1%	\$4,209,116,602	2.7%
1999–00	\$3,162,680,856	3.2%	\$1,242,784,795	8.7%	\$4,405,465,651	4.7%
2000–01	\$3,712,935,058	17.4%	\$1,543,482,290	24.2%	\$5,256,417,348	19.3%

The information shown in relation to benefits paid on an SEU basis includes all members with cover ranging from ambulance only to top hospital and ancillary cover.

Figure 38 presents the same information as figure 37 but on an SEU basis. The table uses average hospital membership for the year when calculating hospital benefits paid per SEU (*) and average ancillary membership for calculating ancillary benefits paid per SEU (). Total SEUs (†) is the total of hospital SEUs plus ancillary only SEUs.

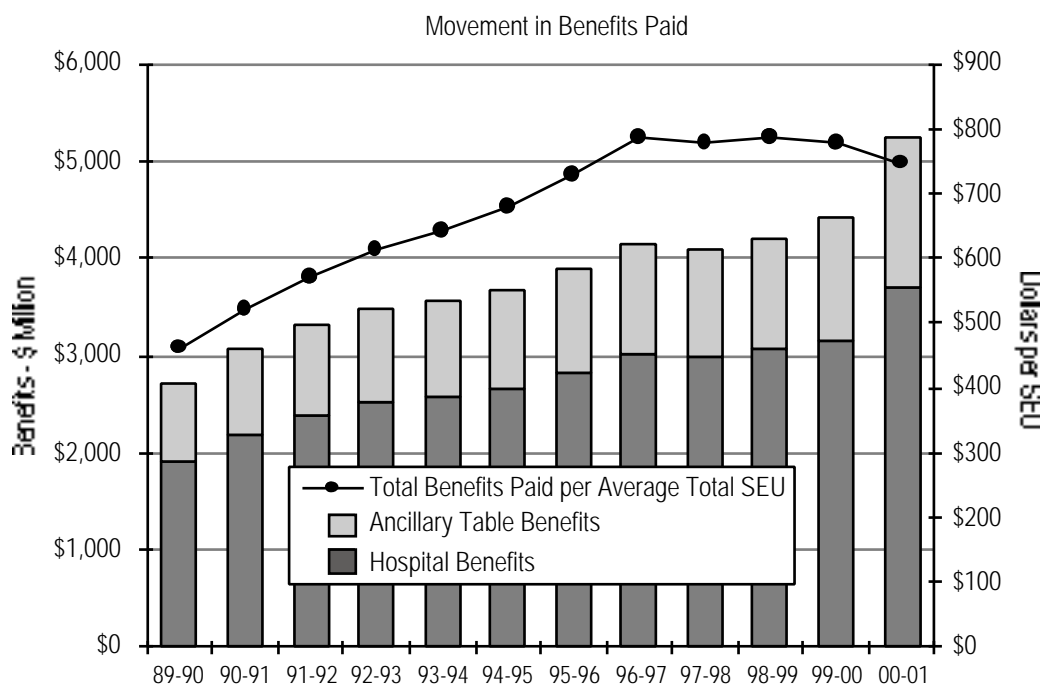
Average SEUs for the industry are shown in Figure 36.

Figure 38. Hospital and Ancillary Benefits Paid per SEU 1989–90 to 2000–01

Financial Year	Hospital Benefits Paid per Average Hospital SEU *	% Increase over previous Year	Ancillary Table Benefits Paid per Average Total Ancillary SEU Δ	% Increase over previous year	Total Insurance Benefits Paid per Average Total SEU †	% Increase over previous year
1989–90	\$358	–	\$174	–	\$462	–
1990–91	\$410	14.7%	\$190	9.1%	\$521	12.8%
1991–92	\$458	11.7%	\$202	6.6%	\$571	9.6%
1992–93	\$500	9.0%	\$215	6.0%	\$613	7.4%
1993–94	\$526	5.4%	\$226	5.3%	\$642	4.6%
1994–95	\$568	7.8%	\$239	6.0%	\$680	5.9%
1995–96	\$628	10.6%	\$250	4.4%	\$729	7.3%
1996–97	\$690	9.9%	\$266	6.4%	\$787	7.8%
1997–98	\$701	1.5%	\$268	0.7%	\$779	-0.9%
1998–99	\$727	3.8%	\$268	0.1%	\$788	1.2%
1999–00	\$693	-4.8%	\$275	2.4%	\$778	-1.3%
2000–01	\$597	-13.8%	\$281	2.3%	\$747	-4.0%

Figure 39 charts the movement of benefits paid (from figure 37) compared with benefits paid on an SEU basis (from figure 38). Both hospital and ancillary benefits increased considerably during 2000–01 while benefits paid per SEU decreased.

Figure 39



Ordinary and reinsurance

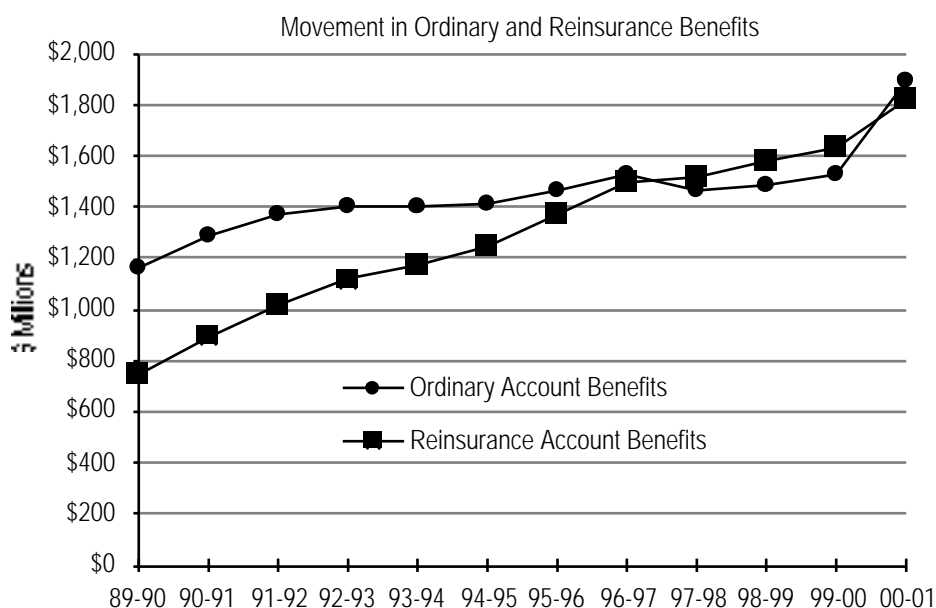
Reinsurance Account benefits have historically exhibited a faster growth rate than the Ordinary Account benefits and for the third consecutive year to 30 June 2000 have exceeded Ordinary Account benefits. In the year ending 30 June 2001, the situation was reversed with a lower growth in Reinsurance Account benefits and an excess of Ordinary Account benefits to Reinsurance Account benefits. This is directly attributable to the Lifetime Health Cover growth in members.

Figure 40 provides details of ordinary and reinsurance benefits for Australia over the last eleven years and figure 41 charts this data

Figure 40. Increase in Ordinary and Reinsurance Benefits Paid 1989–90 to 2000–01

Financial Year	Total Ordinary Account Benefits	% Increase over previous Year	Total Reinsurance Account Benefits	% Increase over previous Year
1989–90	\$1,161,168,850	–	\$743,862,528	–
1990–91	\$1,288,381,212	11.0%	\$896,405,915	20.5%
1991–92	\$1,373,463,870	6.6%	\$1,014,795,911	13.2%
1992–93	\$1,405,000,862	2.3%	\$1,116,557,146	10.0%
1993–94	\$1,398,297,339	-0.5%	\$1,174,246,802	5.2%
1994–95	\$1,408,601,663	0.7%	\$1,247,042,578	6.2%
1995–96	\$1,463,080,162	3.9%	\$1,371,066,414	9.9%
1996–97	\$1,529,213,057	4.5%	\$1,496,784,178	9.2%
1997–98	\$1,464,005,234	-4.3%	\$1,513,950,600	1.1%
1998–99	\$1,472,061,336	0.6%	\$1,593,562,682	5.3%
1999–00	\$1,528,271,103	3.8%	\$1,634,409,753	2.6%
2000–01	\$1,896,032,422	24.1%	\$1,816,902,636	11.2%

Figure 41

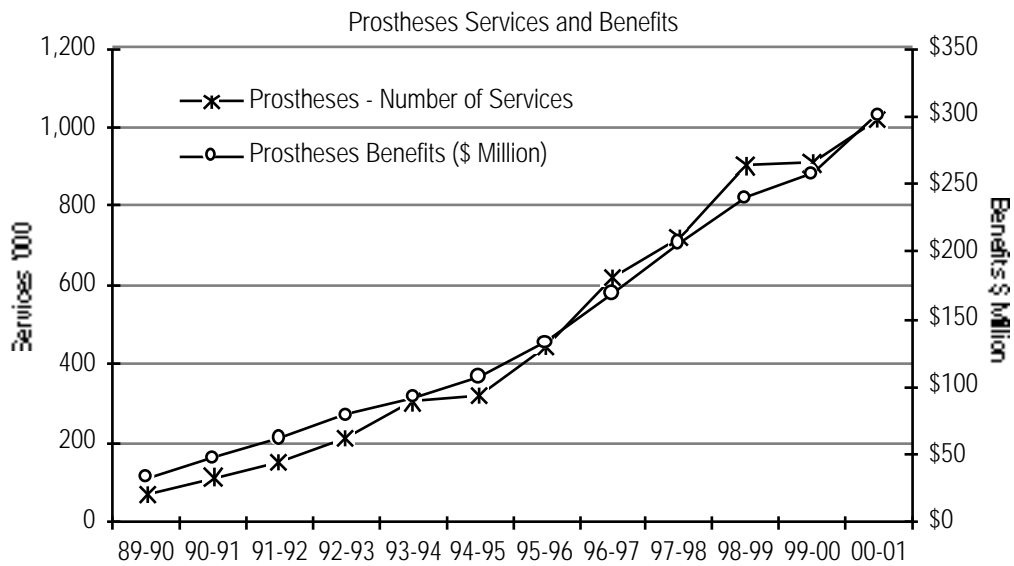


Prostheses benefits

Prostheses benefits are paid for surgically implanted prostheses. The Minister for Health and Aged Care determines which items are listed in the prostheses schedule. This is an area of substantial growth.

The rapid growth in prostheses services over the last decade was halted in 1999–2000 but continued in 2000–01 with 12% growth. Figure 42 shows that prostheses benefits continued to increase with 17% growth in 2000–01 .

Figure 42



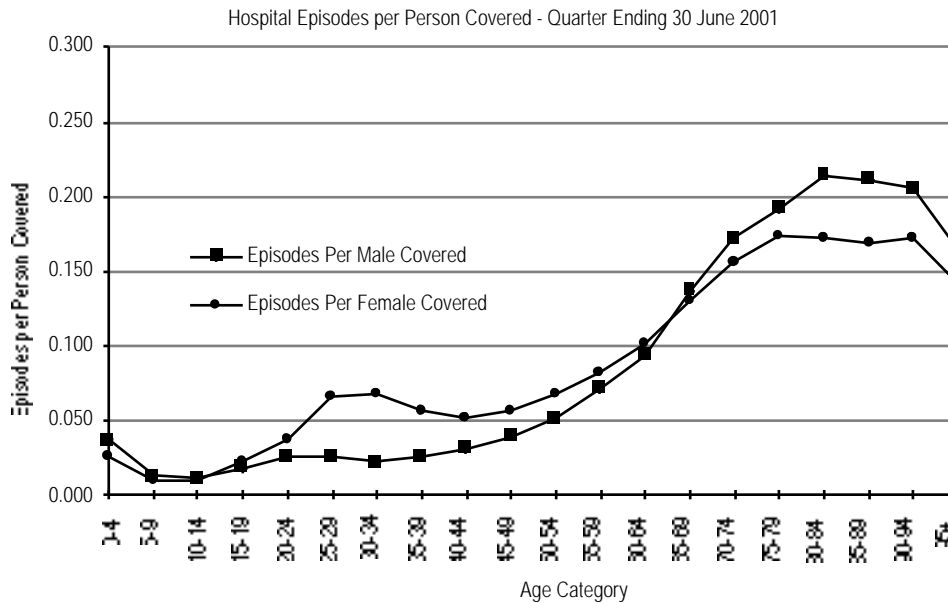
Utilisation

By age category and gender

Hospital Episodes

The most recognisable trend in utilisation by age category is the increase in hospital episodes as age increases. Utilisation by gender continues to record greater episodes for females during the child-bearing years, peaking at 30 to 34 years, and at 40 returning to resemble the male trend. From age 65, episodes per male covered are significantly higher than episodes per female covered.

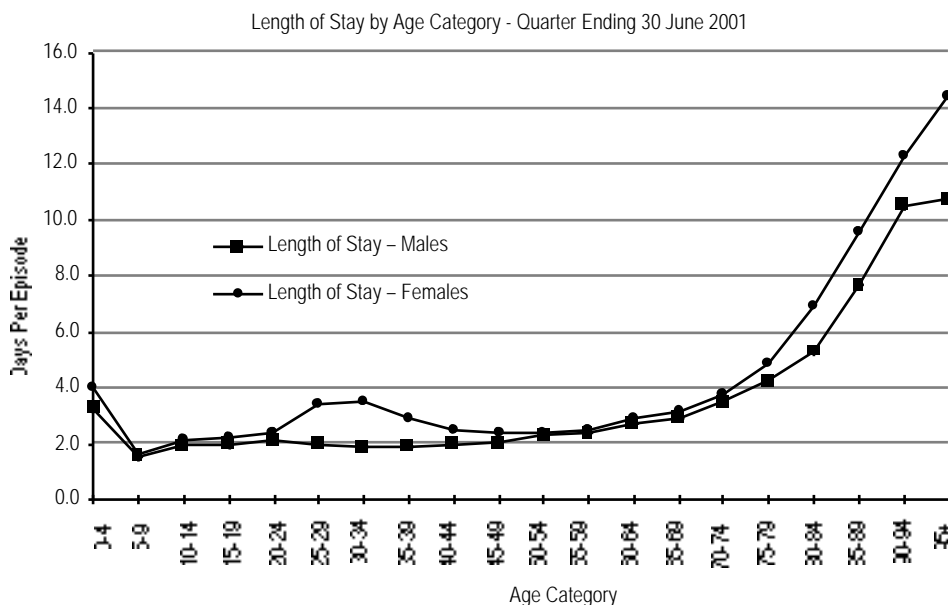
Figure 43



Length of Stay

Length of stay (figure 44) follows a similar trend to that shown in figure 43 in relation to episodes per person covered. For all age categories after age 15, the length of stay for females is greater than the length of stay for males, although there is minimal difference between the ages 50 to 69 years.

Figure 44



Benefits Paid

Benefits paid per person covered (figure 45) and per episode (figure 46) follow the trend of hospital episodes per person covered.

Figure 45

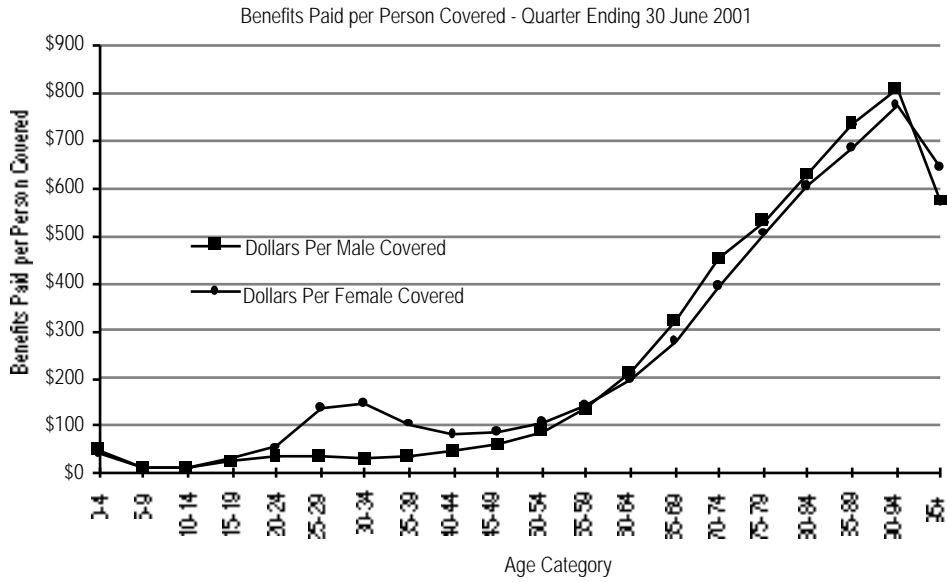
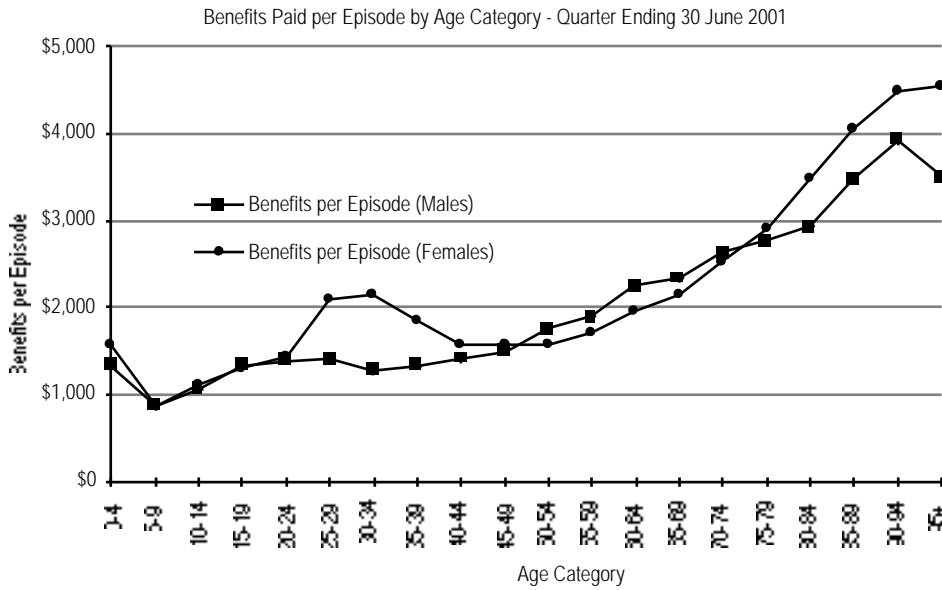


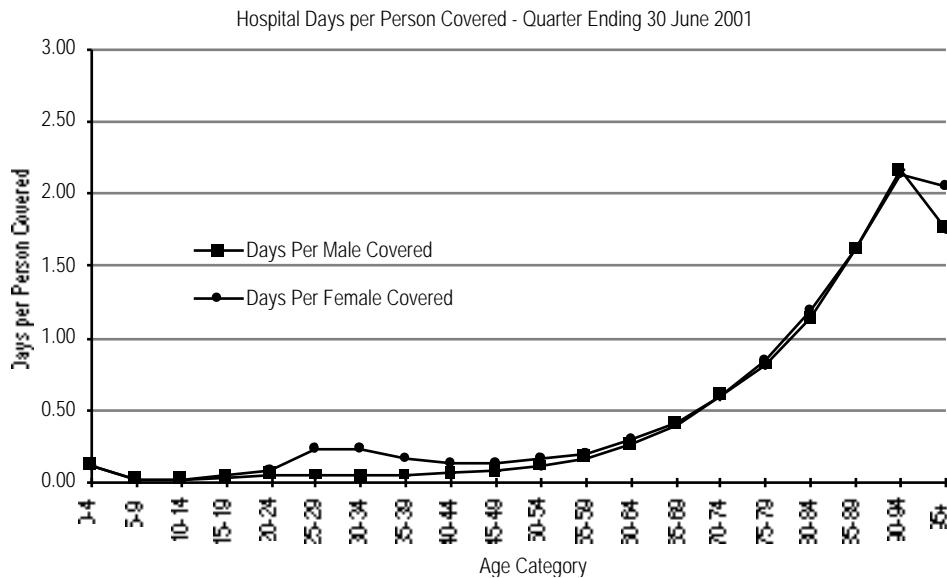
Figure 46



Hospital Days Including Day Hospital Facilities

Hospital days per persons covered (figure 47) is consistent with the trends in the cost and utilisation by age category.

Figure 47



By hospital type

Public and Private

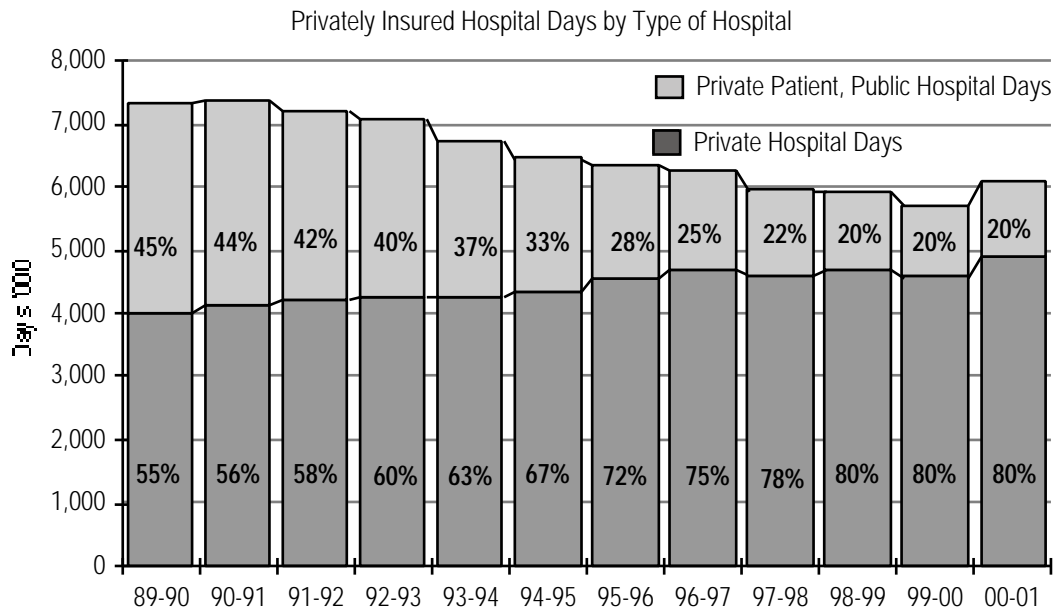
Figure 48 shows hospital usage in days by type of facility, and figure 49 charts that information, showing the proportional usage by type of facility. Insured days in public hospitals includes any treatment provided on a day-only basis for insured persons choosing to be treated as private patients.

Figure 48. Privately Insured Hospital Days and Annual Percent Change 1989–90 to 2000–01

Financial Year	Insured Days in Private Hospitals	Insured Days in Private Day Hospital Facilities	Insured Days in Public Hospitals	Total Days	Percent Change Insured Days in Private Hospitals	Percent Change Insured Days in Private Day Hospital Facilities	Percent Change Insured Days in Public Hospitals	Percent Change Total Days
1989–90	3,947,330	39,754	3,318,134	7,305,218				
1990–91	4,075,578	59,817	3,217,859	7,353,254	3.2%	50.5%	-3.0%	0.7%
1991–92	4,125,414	70,144	2,999,256	7,194,814	1.2%	17.3%	-6.8%	-2.2%
1992–93	4,166,427	81,829	2,805,809	7,054,065	1.0%	16.7%	-6.4%	-2.0%
1993–94	4,177,957	88,626	2,461,773	6,728,356	0.3%	8.3%	-12.3%	-4.6%
1994–95	4,256,672	91,059	2,099,277	6,447,008	1.9%	2.7%	-14.7%	-4.2%
1995–96	4,451,993	113,078	1,757,058	6,322,129	4.6%	24.2%	-16.3%	-1.9%
1996–97	4,563,058	103,218	1,578,954	6,245,230	2.5%	-8.7%	-10.1%	-1.2%
1997–98	4,482,760	120,407	1,332,551	5,935,718	-1.8%	16.7%	-15.6%	-5.0%
1998–99	4,564,381	140,555	1,197,396	5,902,332	1.8%	16.7%	-10.1%	-0.6%
1999–00	4,423,129	154,860	1,109,987	5,687,976	-3.1%	10.2%	-7.3%	-3.6%
2000–01	4,678,659	203,420	1,210,022	6,092,101	5.8%	31.4%	9.0%	7.1%

Private hospital utilisation as a proportion of total hospital utilisation has shown an increasing trend over the last decade but has remained relatively stable at 80% over the last three years. In contrast, public hospital utilisation has followed a decreasing trend, however, it has also remained a stable percentage of the total at 20% with an increase of 9% during 2000–01. While total days exhibited a downward trend to 1999–2000, there was an increase of 7.1% during 2000–01.

Figure 49



From 1989 through to 1997, utilisation in terms of days per person covered increased. In 1997–98 this trend was reversed. The 1999–2000 figure exhibited a significant decline, however, this number must be viewed with due caution within the context of the large increase in persons covered during the last weeks of the June 2000 quarter. Utilisation in 2000–01 increased 1.25% in terms of days per person covered.

Figure 50. Number of Days Per Person Covered 1989–90 to 2000–01

Financial Year	Total Days	Persons Covered	Ratio of Total Days to Persons Covered	% Variance over previous Year
1989–90	7,305,218	7,587,688	0.96277	–
1990–91	7,353,254	7,548,497	0.97413	1.18%
1991–92	7,194,814	7,164,253	1.00427	3.09%
1992–93	7,054,065	6,967,094	1.01248	0.82%
1993–94	6,728,356	6,631,736	1.01457	0.21%
1994–95	6,447,008	6,303,681	1.02274	0.81%
1995–96	6,322,129	6,149,493	1.02807	0.52%
1996–97	6,245,230	5,915,922	1.05566	2.68%
1997–98	5,935,718	5,727,971	1.03627	-1.84%
1998–99	5,902,332	5,792,961	1.01888	-1.68%
1999–2000	5,687,976	8,235,979	0.69063	-32.22%
2000–01	6,092,101	8,712,342	0.69925	1.25%

Day-Only

Benefits are paid for day-only stays in public hospitals, private hospitals and day hospital facilities. Figures 51 and 52 show the number of day-only stays by hospital category over the last ten years, indicating the continued growth in day-surgery utilisation. This is particularly evident over 2000–01 with an increase of 21.3% in same-day stays.

Figure 51

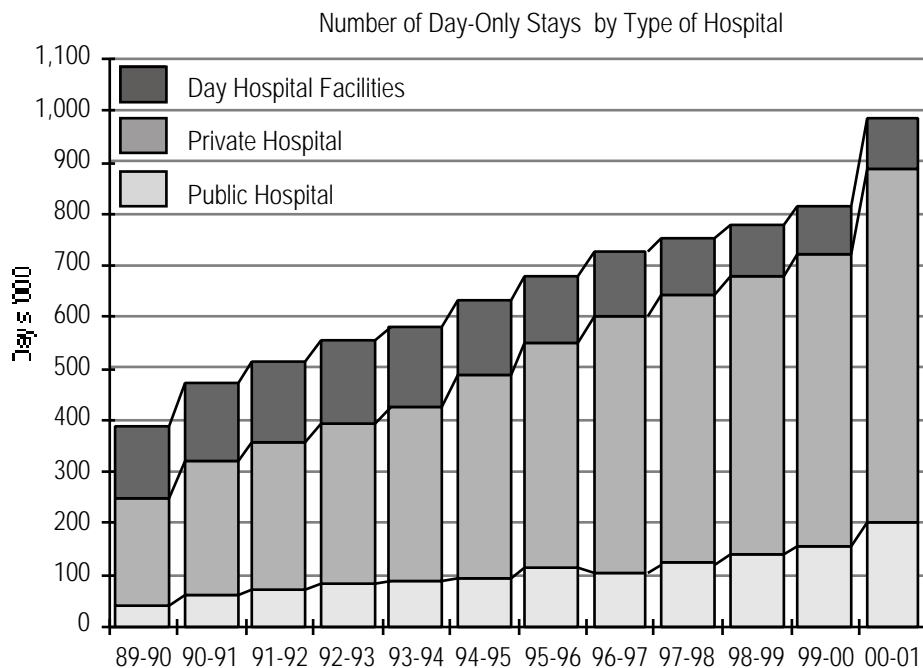


Figure 52. Number of Day-Only Stays by Type of Hospital

Year	Public Hospital	Private Hospital	Day Hospital Facilities	Total Same Day Stays
89-90	139,812	207,570	39,754	387,136
90-91	153,767	259,652	59,817	473,236
91-92	154,374	287,358	70,144	511,876
92-93	159,775	312,863	81,829	554,467
93-94	151,358	337,927	88,626	577,911
94-95	145,015	397,840	91,059	633,914
95-96	128,795	436,704	113,078	678,577
96-97	125,429	496,578	103,218	725,225
97-98	108,997	521,131	120,407	750,535
98-99	98,054	538,518	140,555	777,127
99-00	89,447	568,076	154,860	812,383
00-01	99,232	682,466	203,420	985,118

Medical services and benefits

Medical benefits are paid by health insurance organisations for medical services provided in hospital and cover the difference between the Medicare rebate (75% of the Medicare schedule fee), and the schedule fee. Figure 53 details the movement in this category of services and benefits for Australia in the previous decade.

In the year to 30 June 2001, medical benefits up to the schedule fee increased to \$300 million or 18.5% above the previous year. Total medical benefits increased 48.5% over the year while medical benefits above the schedule fee increased by 270.9%.

Figure 53. Movement in Medical Services and Benefits 1989–90 to 2000–01

Financial Year	Medical Services Up to Schedule Fee	% Increase Over Previous Year	Medical Benefits Up to Schedule Fee	% Increase Over Previous Year
1989–90	8,946,021	–	\$151,377,257	–
1990–91	8,711,812	-2.6%	\$173,244,226	14.4%
1991–92	9,370,978	7.6%	\$189,460,128	9.4%
1992–93	10,323,349	10.2%	\$202,199,621	6.7%
1993–94	10,135,541	-1.8%	\$207,668,746	2.7%
1994–95	10,226,961	0.9%	\$215,782,523	3.9%
1995–96	10,317,521	0.9%	\$223,026,685	3.4%
1996–97	10,716,586	3.9%	\$228,340,733	2.4%
1997–98	10,669,239	-0.4%	\$228,440,275	0.0%
1998–99	10,902,666	2.2%	\$240,949,935	5.5%
1999–2000	11,097,926	1.8%	\$253,447,016	5.2%
2000–01	12,802,596	15.4%	\$300,326,696	18.5%

From 1 July 1995, registered organisations were permitted to pay medical benefits above the schedule fee where purchaser-provider agreements exist. Figure 54 shows the increase in services and benefits paid above the schedule fee since 1 July 1996. Figures 55 and 56 demonstrate a dramatic and rapid increase in the number of services and benefits paid for both up to 16% above the schedule fee and more than 16% above the schedule fee since June 1998.

These statistics understate the number of no-gap services and are provided to show comparative trends with previous years. The following section shows more detail of gap services, including the number of no-gap services inclusive of those registered organisations that have agreements at 100% of the schedule fee.

Figure 54. Medical Services and Benefits Above Schedule Fee 1989–90 to 2000–01

Quarter Ended	Services Up to Schedule Fee	Benefits Up to Schedule Fee	Services up to 16% Above Schedule Fee	Benefits up to 16% Above Schedule Fee	Services More Than 16% Above Schedule Fee	Benefits More Than 16% Above Schedule Fee
September 1996	2,811,542	\$59,771,437	498	\$10,282	173	\$2,340
December 1996	2,684,788	\$57,103,742	2,266	\$48,780	1,391	\$53,327
March 1997	2,498,615	\$52,754,193	3,913	\$83,877	2,208	\$84,467
June 1997	2,721,641	\$58,711,361	6,480	\$133,803	3,022	\$122,224
September 1997	2,849,368	\$59,654,283	2,209	\$39,481	1,344	\$47,323
December 1997	2,667,329	\$56,392,880	8,568	\$103,960	6,727	\$120,458
March 1998	2,522,917	\$54,856,030	7,188	\$133,652	6,024	\$172,576
June 1998	2,629,625	\$57,537,082	26,237	\$460,710	21,990	\$507,584
% change Jun 97 - Jun 98	-3.4%	-2.0%	304.9%	244.3%	627.7%	315.3%
September 1998	2,854,483	\$61,664,974	68,318	\$1,031,222	56,066	\$1,082,394
December 1998	2,669,290	\$58,605,744	124,042	\$1,662,281	101,461	\$1,666,575
March 1999	2,635,408	\$58,758,445	113,015	\$1,513,300	84,180	\$1,501,188
June 1999	2,743,485	\$61,920,772	148,474	\$1,898,781	99,589	\$1,818,435
% change Jun 98 - Jun 99	4.3%	7.6%	465.9%	312.1%	352.9%	258.3%
September 1999	2,869,607	\$64,537,067	177,973	\$2,202,463	113,766	\$2,072,257
December 1999	2,757,640	\$62,962,897	259,593	\$2,983,851	178,652	\$2,854,561
March 2000	2,687,955	\$62,038,697	340,950	\$4,470,585	226,826	\$4,275,036
June 2000	2,782,724	\$63,908,355	496,179	\$7,288,564	346,188	\$8,032,540
% change Jun 99 - Jun 00	1.4%	3.2%	234.2%	283.9%	247.6%	341.7%
September 2000	3,210,716	\$73,917,335	789,336	\$10,745,196	545,265	\$13,975,784
December 2000	3,128,309	\$72,528,141	907,740	\$13,614,463	572,427	\$14,542,090
March 2001	3,136,742	\$74,229,709	985,516	\$15,384,637	673,901	\$17,751,501
June 2001	3,326,829	\$79,651,511	1,235,961	\$18,847,864	822,450	\$21,914,989
% change Jun 00 - Jun 01	19.6%	24.6%	149.1%	158.6%	137.6%	172.8%

Figure 55

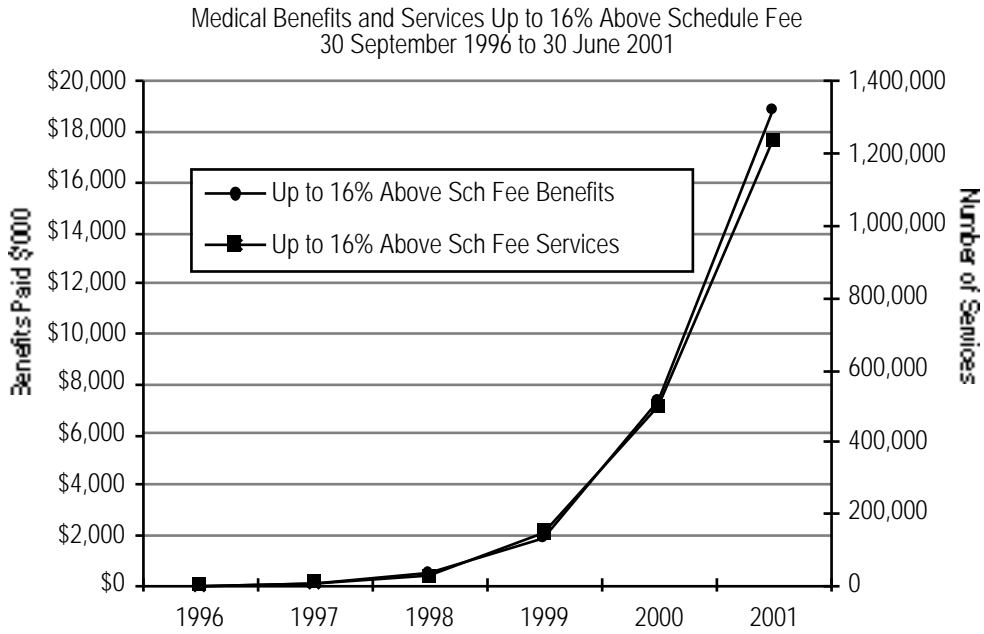
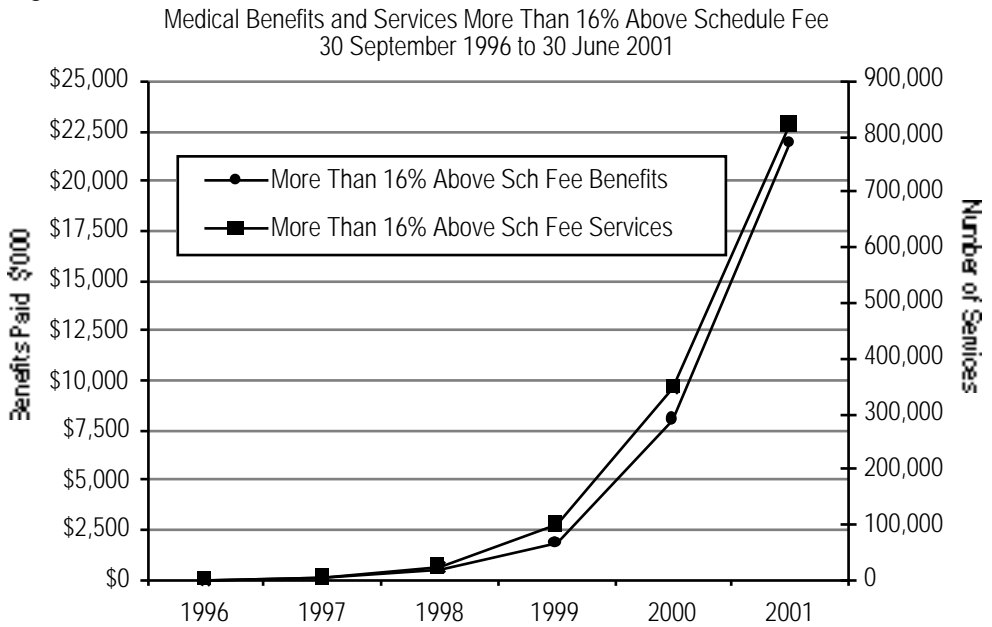


Figure 56



New medical services data collection

In response to changes in legislation that require organisations to offer no- or known-gap products, PHIAC has implemented a more detailed collection of medical benefits statistics from registered organisations. This allows better reporting of medical services with no- or known-gap. Gap is defined as the out-of-pocket expenses of the patient after Medicare benefits and fund benefits have been paid. Figure 57 shows the results from this collection for the June quarter 2001.

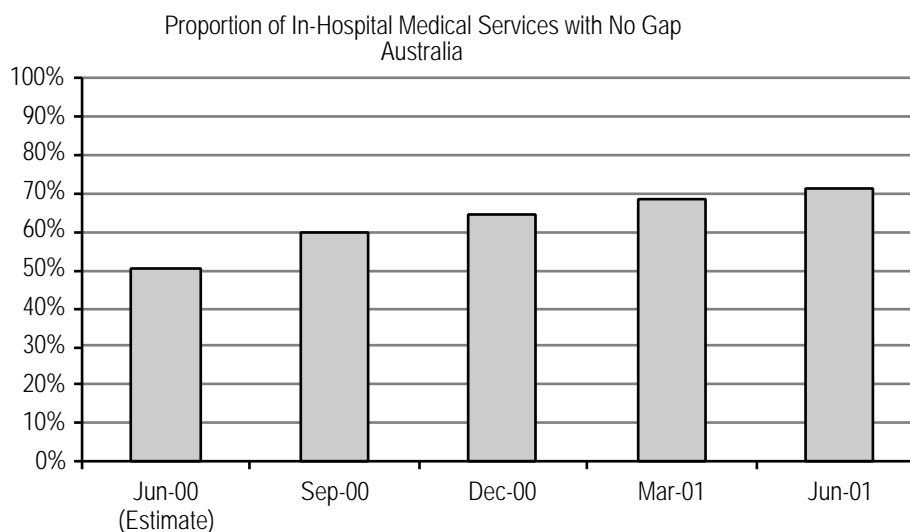
Figure 57. Summary of In-Hospital Medical Services June 2001

State	Proportion of services with no medical gap	Proportion of services with no medical gap or known medical gap	Average payment made by patients across all services *	Average payment by patients where a gap was paid
NSW/ACT	66%	68%	\$28.70	\$85.02
Vic	74%	79%	\$14.39	\$54.59
Qld	66%	69%	\$20.40	\$60.58
SA	85%	89%	\$4.32	\$29.59
WA	79%	82%	\$12.59	\$58.83
Tas	71%	72%	\$22.08	\$75.41
NT	56%	65%	\$33.67	\$76.96
Australia	71%	74%	\$19.48	\$67.31

* Includes services where there was no gap

As the collection of medical gap statistics is relatively new a comparison with previous years, or a total for the 2000–01 year, is not available. Trends in the proportion of no-gap services are available from September 2000 and an estimate has been made for June 2000. Figure 58 shows that the proportion of no-gap medical services has increased from an approximate 50% in June 2000 to 71% in June 2001.

Figure 58



Note: The proportion shown for June 2000 is a derived indicative estimate

Simplified Billing Agents

PHIAC is responsible for the registration and statutory compliance of Simplified Billing Agents. Subsection 20AB(3) of the *Health Insurance Act 1973* requires billing agents to provide an Annual Return on their operations as a billing agent, which includes an audit of the trust fund.

Simplified Billing Agents (SBAs) collect and consolidate the accounts associated with an episode of care in a hospital or day-hospital facility. The objective of SBA activity is to reduce the number of claims submitted to patients. Billing agents lodge the claims with Medicare and registered organisations on the patients' behalf and ensure that payments are made to providers. The patients receive one or only a small number of separate accounts, and are then required to pay only the gap payments associated with the episode.

Simplified billing agents pay a registration fee of \$1,000 and an annual renewal fee of \$500 based on cost recovery. The Guidelines require the billing agent to meet a set of undertakings including the establishment of a trust fund into which Medicare, health organisation benefit payments and patient contributions are paid, and from which providers are paid for their services.

Figure 59. Billing Agent Applications by State/Territory 2000–01

State	New Applications Approved	Renewed Applications Approved	Total Billing Agents
New South Wales (incl. ACT)	1	10	11
Victoria	2	5	7
Queensland	1	4	5
South Australia	1	0	1
Western Australia	0	0	0
Tasmania	0	1	1
Northern Territory	0	0	0
TOTAL	5	20	25

In the year ended 30 June 2001, PHIAC received and approved 5 new applications for registration as billing agents. Some 22 billing agents previously registered elected not to renew their registration in 2000–01. This marked reduction is largely the effect of the success of gap initiatives in negotiating directly with medical service providers. The increase and improved effectiveness of Gap Cover scheme negotiations has in many instances removed the need for simplified billing agents to act on behalf of the patient in reducing accounts. Figure 60 details the types of applications received.

Figure 60. Types of Applications Received 2000–01

Type	New Applications Approved	Renewed Applications Approved	Total Applications Approved
Body Corporate	3	13	16
Individual	0	1	1
Partnership	0	0	0
Public Body	2	6	8
Total	5	20	25

Billing Agents hold monies in trust for providers. As such, the auditing requirements in relation to the trust fund have been established to protect consumers and providers. PHIAC views seriously the issue of non-compliance and will continue to work closely with billing agents to improve compliance over the year 2001–02.

In 2000–01, five billing agents failed to submit an Annual Return of their operations. This was a marked improvement from the previous year where 12 billing agents were non-compliant with the reporting requirements, brought about by increased information and guidance to billing agents. Non-compliant billing agents are listed below in figure 61.

Four of the agents in Figure 61 are no longer registered.

Figure 61. Non-Compliant Billing Agents 2000–01

Trading Name of Billing Agent
Maryvale Private Hospital
Central Lakes Billing Services
Prince Charles Private Hospital
Australian Surgical Billing
South Eastern Sydney Area Health Service

Figure 62. Claims Processed and Cost of Claims

Financial Year	Total Claims Submitted to Medicare	Total Claims Submitted to Patients	Total Number of Episodes Processed	Total Benefits Paid by Patients	Total Benefits Paid to Assigning Medical Practitioners
2000–01	363,093	28,234	39,729	\$6,437,214	\$17,115,582

Figure 62 indicates the effectiveness of simplified billing agents in reducing the quantity of accounts submitted to patients. In effect, patients would have received some 363,000 accounts were it not for the efforts of simplified billing agents. Billing agents have reduced the number of accounts submitted to patients by 92%.

Part B

Report on Organisations' Financial Operations

Legislative Requirements

This report has been prepared by the Private Health Insurance Administration Council in accordance with the requirements of section 82PA of the National Health Act that provides:

- (1) The Council shall, as soon as practicable after 30 September in each year, give the Minister a report on the operations of registered organisations during the year ending on 30 June in that year.
- (2) The report shall include, in respect of each health benefits fund conducted by the registered organisation during the year to which the report relates, the following information in respect of the fund:
 - (a) contributions payable to the fund;
 - (b) other amounts payable to the fund;
 - (c) fund benefits payable out of the fund;
 - (d) management expenses;
 - (e) other amounts payable out of the fund;
 - (f) the balance of the fund as at the end of that year;
 - (g) details of how the reserves of the fund have been invested;
 - (h) such other information as the Minister requires to be included.
- (2A) The report must also contain such information as the Minister determines about matters relating to the involvement of registered organisations in the incentives scheme within the meaning of the *Private Health Insurance Incentives Act 1997* or the incentives payment scheme, or the premiums reduction scheme, within the meaning of the *Private Health Insurance Incentives Act 1998*.
- (2B) In particular, the report must contain information about any statement by an auditor under subsection 82L(4) that, in the opinion of the auditor, the registered organisation concerned has not complied with the provisions of the *Private Health Insurance Incentives Act 1997*, or the *Private Health Insurance Incentives Act 1998*, during the year.
- (3) The Minister shall lay each report under this section before each House of the Parliament within 15 sitting days of that House after it is received by the Minister.

Under sub-section 82L(2) of the National Health Act, registered organisations are required to furnish financial accounts within 3 months after the end of each financial year, unless a request is made for an extension of time. The information is summarised in the report required by section 82PA. Figures contained in the report are extracted from organisations' audited 2000–01 accounts and statements submitted to PHIAC.

Under section 82L(3 and 4), registered organisations participating in the health insurance incentives scheme (PHIIS and 30% Rebate) are required to include the following details with their reports:

- Contributors who have nominated to receive premium reductions through the scheme;
- Reductions of premiums payable as a result of the scheme;
- Receipt of monies from the Commission under the *Private Health Insurance Incentives Act 1997* or the *Private Health Insurance Incentives Act 1998* during the year.

The report must also include a statement by an auditor as to whether, in the opinion of the auditor, the organisation has complied with the provisions of the *Private Health Insurance Incentives Act 1997* or the *Private Health Insurance Incentives Act 1998* during that year.

The Health Insurance Industry

Organisations seeking registration under the National Health Act may be registered under one of two categories; as an open membership organisation or a restricted membership organisation. Open membership organisations are available to the public whereas restricted membership organisations' members are drawn from an employment group, professional association or union.

The majority of registered organisations operate on a 'not-for-profit' basis. Any surplus generated from the business of such organisations remains in the fund to be used for the benefit of contributors. Organisations operating on a 'for-profit' basis may use monies in excess of the prudential requirements for payment of dividends.

Number of registered organisations

At 30 June 2001, there were forty-four registered health benefits organisations, of which twenty-nine were available to the public generally (open membership organisations). The remaining fifteen were restricted membership organisations. At 30 June 2001, there were six organisations operating on a 'for-profit' basis.

The name and address of each registered organisation is shown in Table 1 of this part of the report.

Private Health Insurance Incentives Scheme

To date, the Minister has not directed PHIAC to provide any information relating to the involvement of registered organisations in the incentives scheme in accordance with section 82PA(2A).

TABLE 1. NAMES AND ADDRESSES OF REGISTERED ORGANISATIONS THAT OPERATED DURING 2000–01

Registered name	Abbreviated name
A.C.A. Health Benefits Fund*	ACA
A.M.A. Health Fund Limited*	AMA
Australian Health Management Group Limited	Aust. Health Mgmt
Australian Unity Health Limited # (a)	Australian Unity
Cessnock District Health Benefits Fund Limited	CDH
Credicare Health Fund	Credicare
CBHS Friendly Society Limited*	CBHS
Defence Health Benefits Society*	Defence Health
Federation Health	Federation Health
Geelong Medical and Hospital Benefits Association Limited	Geelong
Goldfields Medical Fund (Inc.)	Goldfields
Grand United Corporate Health Limited #	Grand United Corp
Grand United Health Fund Pty Limited #	GU
HBF Health Funds Inc	HBF
Health Care Insurance Ltd.*	Health Care Insurance
Health Insurance Fund of W.A.	HIF
Health–Partners Inc	Health–Partners
Healthguard Health Benefits Fund Limited	Healthguard
Hospitals Contribution Fund of Australia Limited, The	HCF
IOOF Health Services Ltd # (b)	IOOF of Victoria
I.O.R. Australia Pty. Ltd.	IOR Australia
Latrobe Health Services Inc.	Latrobe
Lysaght Hospital and Medical Club, The*	Lysaght
Manchester Unity Friendly Society in New South Wales Limited	MU NSW
Medibank Private Limited	Medibank Private
Medical Benefits Fund of Australia Ltd	MBF
Mildura District Hospital Fund Limited	Mildura
National Mutual Health Insurance Pty. Ltd. #	National Mutual
Navy Health Limited * (c)	Navy
New South Wales Teachers' Federation Health Society*	NSW Teachers
N.I.B. Health Funds Limited	NIB
NRMA Health Pty Ltd #	NRMA

Address

Locked Bag 2014, WAHROONGA NSW 2076
PO Box 1400, CROWS NEST NSW 2065
Locked Bag 1, WOLLONGONG NSW 2500
14th Floor, 114 Albert Road, SOUTH MELBOURNE VIC 3205

PO Box 183, CESSNOCK NSW 2325
GPO Box 100, BRISBANE QLD 4001
Locked Bag 5014, PARRAMATTA NSW 2124
PO Box 7518, SOUTH MELBOURNE VIC 8004

PO Box 105, NEWBOROUGH VIC 3825
PO Box 761, GEELONG VIC 3220
PO Box 513, KALGOORLIE WA 6430
GPO Box 1507, SYDNEY NSW 2001

GPO Box 1507, SYDNEY NSW 2001
HBF House, GPO Box C101, PERTH WA 6809
PO Box 931, BURNIE TAS 7320
GPO Box X2221, PERTH WA 6001

GPO Box 1493, ADELAIDE SA 5001
GPO Box 265, FORTITUDE VALLEY, QLD 4006
GPO Box 4242, SYDNEY NSW 2001
Box 264C GPO, MELBOURNE VIC 3001

Locked Bag 3200, BOX HILL VIC 3128
PO Box 41, MORWELL VIC 3840
PO Box 77, PORT KEMBLA NSW 2505
307 Pitt Street, SYDNEY NSW 2000

PO Box 9999, MANUKA ACT 2603
97-99 Bathurst Street, SYDNEY NSW 2000
PO Box 546, MILDURA VIC 3502
LEVEL 1, 447 Collins Street, MELBOURNE VIC 3000

PO Box 172, BOX HILL VIC 3128
188 Day Street, SYDNEY NSW 2000
Locked Bag 2010, NEWCASTLE NSW 2302
GPO Box 1814, ADELAIDE SA 5001

TABLE 1. NAMES AND ADDRESSES OF REGISTERED ORGANISATIONS THAT OPERATED DURING 2000–01

Registered name	Abbreviated name
Phoenix Welfare Association Limited, The*	Phoenix
Queensland Country Health Limited	QCH
Queensland Teachers' Union Health Fund Ltd *	Qld Teachers
Railway & Transport Employees' Friendly Society Health Fund Ltd *	R&T Health Fund
Reserve Bank Health Society Ltd*	Reserve Bank
South Australian Police Employees' Health Fund Inc*	SA Police Employees
St Luke's Medical & Hospital Benefits Association Limited	St Luke's
Transition Benefits Fund Pty Ltd*	Transition Benefits
Transport Friendly Society Ltd*	Transport
United Ancient Order of Druids Friendly Society Limited	Druids-Victoria
United Ancient Order of Druids Registered Friendly Society Grand Lodge of New South Wales	Druids-NSW
Western District Health Fund Ltd	Western District

* Restricted membership organisation

Organisations registered to carry on business for the purpose of profit or gain to the individual members or shareholders.

(a) Australian Unity Health Limited became a for-profit organisation effective from 1 June 2001.

(b) IOOF Health Services Ltd became a for-profit organisation effective from 30 June 2001.

(c) Naval Health Benefits Society known as Navy Health Limited from 1 July 2000.

Address

PO Box 156B, NEWCASTLE NSW 2300
PO Box 42, AITKENVALE QLD 4814
PO Box 265, FORTITUDE VALLEY QLD 4006
PO Box 1100, BURWOOD NORTH NSW 2134

GPO Box 3947, SYDNEY NSW 2001
PO Box 6111, Halifax Street, ADELAIDE SA 5000
PO Box 915J, LAUNCESTON TAS 7250
PO Box 77, PORT KEMBLA NSW 2505

487 Swan Street, RICHMOND VIC 3121
PO Box 93, NORTH MELBOURNE VIC 3051

PO Box A69, SYDNEY SOUTH NSW 1235
PO Box 235, LITHGOW NSW 2790

TABLE 2. OPERATING STATEMENT

Organisation	Contribution Income (See Table 5)	Investment and Other Income	Total Cost of Benefits (See Table 6)		State Levies		Management Expenses		
			Amount Paid	Average Cost Per Member (See Table 9)	Amount Paid	%	Amount Paid	%	\$
	\$'000	\$'000	\$'000	%	\$'000	%	\$'000	%	\$
2.1 OPEN MEMBERSHIP ORGANISATIONS									
Aust. Health Mgmt	203,053	4,854	151,014	74.4	4,207	2.1	24,794	12.2	211.86
Australian Unity	226,052	10,269	155,354	68.7	361	0.2	43,824	19.4	305.65
CDH	4,064	75	2,618	64.4	117	2.9	422	10.4	189.98
Credicare	30,586	1,076	23,487	76.8	14	0.0	3,962	13.0	198.38
Druids-NSW	3,794	98	2,689	70.9	101	2.7	613	16.2	318.79
Druids-Victoria	7,874	255	4,826	61.3	4	0.1	1,204	15.3	283.65
Federation Health	14,484	221	9,157	63.2	4	0.0	2,358	16.3	280.55
Geelong	77,632	2,503	56,342	72.6	55	0.1	8,997	11.6	169.18
Goldfields	41,049	1,454	30,680	74.7	179	0.4	6,805	16.6	225.05
Grand United Corp	24,574	492	18,369	74.7	414	1.7	3,401	13.8	315.82
GU	37,925	966	25,307	66.7	784	2.1	6,138	16.2	308.95
HBF	488,679	15,958	434,923	89.0	---	---	50,631	10.4	124.69
HCF	533,252	24,070	402,950	75.6	18,113	3.4	51,746	9.7	150.53
Healthguard	5,587	201	3,698	66.2	---	---	938	16.8	333.50
Health-Partners	43,093	1,399	33,969	78.8	---	---	4,683	10.9	194.87
HIF	25,152	785	20,900	83.1	---	---	3,015	12.0	171.65
IOOF of Victoria	16,849	591	11,149	66.2	57	0.3	3,009	17.9	269.14
IOR Australia	75,164	2,991	58,735	78.1	594	0.8	12,794	17.0	266.77
Latrobe	38,289	847	24,183	63.2	---	---	5,112	13.4	233.47
MBF	1,297,455	41,949	992,944	76.5	19,698	1.5	162,354	12.5	207.69
Medibank Private	1,954,575	26,401	1,613,388	82.5	23,069	1.2	238,600	12.2	169.79
Mildura	18,400	1,232	13,509	73.4	6	0.0	1,457	7.9	119.84
MU NSW	97,691	1,780	66,483	68.1	3,055	3.1	17,930	18.4	318.05
National Mutual	809,470	46,038	620,363	76.6	1,147	0.1	75,629	9.3	163.72
NIB	367,289	12,220	255,116	69.5	11,131	3.0	50,011	13.6	217.53
NRMA	119,525	4,846	97,884	81.9	1,174	1.0	15,852	13.3	223.65
QCH	14,884	641	11,316	76.0	9	0.1	1,415	9.5	178.28
St Luke's	31,187	636	24,329	78.0	42	0.1	4,502	14.4	237.65
Western District	45,775	1,131	28,203	61.6	1,026	2.2	4,939	10.8	150.77
<i>Open Membership Organisations Total</i>	<i>6,653,403</i>	<i>205,979</i>	<i>5,193,885</i>	<i>78.1</i>	<i>85,361</i>	<i>1.3</i>	<i>807,135</i>	<i>12.1</i>	<i>184.94</i>

* Total Changes in Equity Other Than Those Resulting from Transactions with Owners as Owners.

Total Costs	Profit from Ordinary Activities Before Income Tax Expense		Extraordinary Items, Other Items and Income Tax		Net Profit or Loss	Amounts Recognised Directly In Equity	Total Changes In Equity *
	\$'000	%	\$'000	%			
180,015	88.7	27,892	13.7	---	27,892	---	27,892
199,539	88.3	36,782	16.3	337 (a)	36,445	---	36,445
3,157	77.7	982	24.2	---	982	150 (k)	832
27,463	89.8	4,199	13.7	---	4,199	---	4,199
3,403	89.7	489	12.9	---	489	---	489
6,034	76.6	2,095	26.6	---	2,095	---	2,095
11,519	79.5	3,186	22.0	403 (b)	2,783	(2,504) (l)	5,287
65,394	84.2	14,741	19.0	---	14,741	---	14,741
37,664	91.8	4,839	11.8	---	4,839	(67) (m)	4,906
22,184	90.3	2,882	11.7	467 (c)	2,415	---	2,415
32,229	85.0	6,662	17.6	2,271 (d)	4,391	---	4,391
485,554	99.4	19,083	3.9	---	19,083	3,319 (n)	15,764
472,809	88.7	84,513	15.8	3,000 (e)	81,513	(6,779) (p)	88,292
4,636	83.0	1,152	20.6	---	1,152	---	1,152
38,652	89.7	5,840	13.6	---	5,840	---	5,840
23,915	95.1	2,022	8.0	---	2,022	(325) (o)	2,347
14,215	84.4	3,225	19.1	(210) (f)	3,435	---	3,435
72,123	96.0	6,032	8.0	---	6,032	---	6,032
31,467	82.2	9,841	20.0	2,172 (g)	7,669	338 (q)	7,331
1,174,996	90.6	164,408	12.7	---	164,408	(3,759) (r)	168,167
1,875,057	95.9	105,919	5.4	---	105,919	---	105,919
14,972	81.4	4,660	25.3	---	4,660	---	4,660
87,468	89.5	12,003	12.3	---	12,003	---	12,003
697,139	86.1	158,369	19.6	46,716 (h)	111,653	---	111,653
316,258	86.1	63,251	17.2	---	63,251	(3,219) (s)	66,470
114,910	96.1	9,461	7.9	3,266 (i)	6,195	---	6,195
12,740	85.6	2,785	18.7	---	2,785	---	2,785
28,873	92.6	2,950	9.5	---	2,950	---	2,950
34,168	74.6	12,738	27.8	---	12,738	---	12,738
6,088,553	91.5	773,001	11.6	58,422	714,579	(12,846)	727,425

TABLE 2. OPERATING STATEMENT

Organisation	Contribution Income (See Table 5)	Investment and Other Income	Total Cost of Benefits (See Table 6)		State Levies	Management Expenses			
			Amount Paid	Average Cost Per Member (See Table 9)					
	\$'000	\$'000	\$'000	%	\$'000	%	\$'000	%	\$
2.2 RESTRICTED MEMBERSHIP ORGANISATIONS									
ACA	9,216	437	6,970	75.6	166	1.8	554	6.0	136.33
AMA	9,064	514	6,570	72.5	152	1.7	1,008	11.1	242.28
CBHS	79,059	2,008	66,121	83.6	1,294	1.6	4,165	5.3	100.83
Defence Health	94,705	3,991	72,451	76.5	881	0.9	6,501	6.9	128.05
Health Care Insurance	5,716	197	4,235	74.1	5	0.1	684	12.0	202.05
Lysaght	19,595	586	15,982	81.6	334	1.7	1,131	5.8	112.98
Navy	21,142	1,045	17,529	82.9	411	1.9	2,061	9.7	181.73
NSW Teachers	130,748	5,506	97,699	74.7	3,966	3.0	8,302	6.3	126.93
Phoenix	11,385	---	9,437	82.9	210	1.8	862	7.6	145.33
Qld Teachers	42,644	3,842	34,297	80.4	---	---	7,148	16.8	416.54
R&T Health Fund	24,573	999	16,511	67.2	579	2.4	2,010	8.2	142.68
Reserve Bank	4,790	205	4,205	87.8	85	1.8	56	1.2	25.91
SA Police Employees	12,239	230	10,599	86.6	---	---	857	7.0	154.77
Transition Benefits	8,231	308	8,310	101.0	224	2.7	5	0.1	1.16
Transport	5,145	92	4,222	82.1	---	---	497	9.7	171.60
<i>Restricted Membership Organisations Total</i>	<i>478,252</i>	<i>19,960</i>	<i>375,138</i>	<i>78.4</i>	<i>8,307</i>	<i>1.7</i>	<i>35,841</i>	<i>7.5</i>	<i>147.79</i>
National Total	7,131,655	225,939	5,569,023	78.1	93,668	1.3	842,976	11.8	182.98

* Total Changes in Equity Other Than Those Resulting from Transactions with Owners as Owners.

Total Costs	Profit from Ordinary Activities Before Income Tax Expense		Extraordinary Items, Other Items and Net Profit Income or Loss		Amounts Recognised Directly In Equity	Total Changes In Equity *	
	\$'000	%	\$'000	%			\$'000
7,690	83.4	1,963	21.3	---	1,963	---	1,963
7,730	85.3	1,848	20.4	---	1,848	---	1,848
71,580	90.5	9,487	12.0	---	9,487	---	9,487
79,832	84.3	18,864	19.9	---	18,864	---	18,864
4,924	86.1	989	17.3	---	989	---	989
17,447	89.0	2,734	14.0	---	2,734	---	2,734
20,001	94.6	2,186	10.3	---	2,186	(85) (t)	2,271
109,967	84.1	26,287	20.1	(1,127) (j)	27,414	---	27,414
10,509	92.3	876	7.7	---	876	---	876
41,445	97.2	5,041	11.8	---	5,041	---	5,041
19,100	77.7	6,472	26.3	---	6,472	(356) (u)	6,828
4,346	90.7	649	13.5	---	649	---	649
11,456	93.6	1,013	8.3	---	1,013	---	1,013
8,539	103.7	---	---	---	---	---	---
4,719	91.7	518	10.1	---	518	---	518
419,285	87.7	78,927	16.5	(1,127)	80,054	(441)	80,495
6,507,838	91.3	851,928	11.9	57,295	794,633	(13,287)	807,920

TABLE 3. BALANCE OF THE FUND

Organisation	30 June 2001				Solvency Multiple *
	Contributed Equity	Reserves	Retained Profits	Total Equity	
	\$'000	\$'000	\$'000	\$'000	
3.1 OPEN MEMBERSHIP ORGANISATIONS					
Aust. Health Mgmt	---	---	68,267	68,267	1.7
Australian Unity	100	25,813	31,540	57,453	1.4
CDH	---	300	1,791	2,091	1.7
Credicare	---	7,709	8,679	16,388	1.5
Druids-NSW	---	---	1,702	1,702	1.3
Druids-Victoria	---	---	4,411	4,411	2.1
Federation Health	---	2,756	6,990	9,746	1.4
Geelong	---	169	33,395	33,564	2.1
Goldfields	---	2,231	13,144	15,375	1.5
Grand United Corp	7,715	---	(737)	6,978	1.6
GU	1,350	---	9,083	10,433	1.7
HBF	---	13,639	137,921	151,560	1.3
HCF	---	35,197	212,260	247,457	2.0
Healthguard	---	---	3,440	3,440	2.3
Health-Partners	---	---	17,371	17,371	2.1
HIF	---	1,136	5,693	6,829	1.7
IOOF of Victoria	5,000	---	98	5,098	1.3
IOR Australia	4	1,556	17,607	19,167	1.6
Latrobe	---	---	15,021	15,021	1.7
MBF	28	7,477	411,035	418,540	1.7
Medibank Private	---	---	557,864	557,864	1.4
Mildura	---	4,799	17,276	22,075	2.0
MU NSW	---	---	25,743	25,743	1.5
National Mutual	60,500	---	126,981	187,481	1.2
NIB	---	5,321	138,030	143,351	2.1
NRMA	28,595	---	12,627	41,222	1.5
QCH	---	---	8,023	8,023	2.0
St Luke's	---	336	15,379	15,715	1.7
Western District	---	400	18,573	18,973	2.4
<i>Open Membership Organisations Total</i>	103,292	108,839	1,919,207	2,131,338	1.5

30 June 2000				
Contributed		Retained	Total	
Equity	Reserves	Profits	Equity	Organisation
\$'000	\$'000	\$'000	\$'000	
OPEN MEMBERSHIP ORGANISATIONS				
---	---	40,374	40,374	Aust. Health Mgmt
100	28,698	22,210	51,008	Australian Unity
---	150	959	1,109	CDH
---	7,709	4,480	12,189	Credicare
---	---	1,213	1,213	Druids-NSW
---	---	2,316	2,316	Druids-Victoria
---	252	4,207	4,459	Federation Health
---	169	18,654	18,823	Geelong
---	2,164	8,305	10,469	Goldfields
7,715	---	(3,152)	4,563	Grand United Corp
1,350	---	4,692	6,042	GU
---	16,958	118,838	135,796	HBF
---	28,418	130,747	159,165	HCF
---	---	2,288	2,288	Healthguard
---	898	10,633	11,531	Health-Partners
---	811	3,671	4,482	HIF
---	---	4,663	4,663	IOOF of Victoria
4	536	11,575	12,115	IOR Australia
---	338	7,351	7,689	Latrobe
28	3,718	246,627	250,373	MBF
---	---	451,945	451,945	Medibank Private
---	2,299	15,117	17,416	Mildura
---	---	13,740	13,740	MU NSW
60,500	---	80,328	140,828	National Mutual
---	2,102	74,779	76,881	NIB
13,595	---	6,432	20,027	NRMA
---	---	5,238	5,238	QCH
---	486	12,429	12,915	St Luke's
---	679	5,835	6,514	Western District
83,292	96,385	1,306,494	1,486,171	<i>Open Membership Organisations Total</i>

TABLE 3. BALANCE OF THE FUND

Organisation	30 June 2001				Solvency Multiple *
	Contributed Equity	Reserves	Retained Profits	Total Equity	
	\$'000	\$'000	\$'000	\$'000	
3.2 RESTRICTED MEMBERSHIP ORGANISATIONS					
ACA	---	105	4,384	4,489	2.2
AMA	---	62	5,994	6,056	2.0
CBHS	---	---	36,329	36,329	3.3
Defence Health	---	878	42,468	43,346	2.4
Health Care Insurance	---	---	3,152	3,152	2.0
Lysaght	---	---	7,829	7,829	2.5
Navy	---	85	11,980	12,065	2.0
NSW Teachers	---	---	76,124	76,124	3.4
Phoenix	---	---	6,041	6,041	2.5
Qld Teachers	---	610	21,925	22,535	2.1
R&T Health Fund	---	356	25,197	25,553	4.3
Reserve Bank	---	---	3,518	3,518	2.1
SA Police Employees	---	---	3,812	3,812	1.9
Transition Benefits	---	---	3,000	3,000	0.7 (v)
Transport	---	---	1,786	1,786	1.3
<i>Restricted Membership Organisations Total</i>	---	2,096	253,539	255,635	2.6
National Total	103,292	110,935	2,172,746	2,386,973	1.6

* See Explanatory Notes page 93

30 June 2000				
Contributed Equity	Reserves	Retained Profits	Total Equity Organisation	
\$'000	\$'000	\$'000	\$'000	
RESTRICTED MEMBERSHIP ORGANISATIONS				
---	95	2,430	2,525	ACA
---	62	4,146	4,208	AMA
---	---	26,842	26,842	CBHS
---	878	23,604	24,482	Defence Health
---	---	2,163	2,163	Health Care Insurance
---	---	5,095	5,095	Lysaght
---	---	9,794	9,794	Navy
---	---	48,710	48,710	NSW Teachers
---	---	4,761	4,761	Phoenix
---	1,410	16,884	18,294	Qld Teachers
---	---	18,724	18,724	R&T Health Fund
---	---	2,868	2,868	Reserve Bank
---	---	2,799	2,799	SA Police Employees
---	---	3,000	3,000	Transition Benefits
---	---	1,018	1,018	Transport
---	2,445	172,838	175,283	<i>Restricted Membership Organisations Total</i>
83,292	98,830	1,479,332	1,661,454	National Total

TABLE 4. BALANCE SHEET DETAILS

Organisation	Balance of the fund	Liabilities					
		Unpresented Claims	Provision For Outstanding and Contributions in Advance	Other Current Liabilities	Total Current Liabilities	Non-Current Liabilities	Total Liabilities
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
4.1 OPEN MEMBERSHIP ORGANISATIONS							
Aust. Health Mgmt	68,267	16,521	13,961	16,185	46,667	553	47,220
Australian Unity	57,453	23,112	34,648	13,498	71,258	66	71,324
CDH	2,091	328	143	85	556	47	603
Credicare	16,388	1,600	110	1,001	2,711	---	2,711
Druids-NSW	1,702	384	478	204	1,066	---	1,066
Druids-Victoria	4,411	500	744	416	1,660	---	1,660
Federation Health	9,746	1,271	1,209	1,275	3,755	59	3,814
Geelong	33,564	5,208	9,851	4,445	19,504	274	19,778
Goldfields	15,375	4,576	6,351	3,592	14,519	---	14,519
Grand United Corp	6,978	2,510	1,331	2,879	6,720	---	6,720
GU	10,433	3,053	3,596	4,198	10,847	---	10,847
HBF	151,560	54,251	65,507	16,876	136,634	1,211	137,845
HCF	247,457	44,800	67,859	28,305	140,964	1,724	142,688
Healthguard	3,440	350	321	164	835	1	836
Health-Partners	17,371	2,625	3,697	3,474	9,796	205	10,001
HIF	6,829	1,755	2,638	1,054	5,447	14	5,461
IOOF of Victoria	5,098	2,200	2,502	756	5,458	351	5,809
IOR Australia	19,167	7,226	12,442	1,164	20,832	117	20,949
Latrobe	15,021	2,037	5,832	1,499	9,368	278	9,646
MBF	418,540	143,346	158,687	55,834	357,867	3,378	361,245
Medibank Private	557,864	188,588	264,019	131,147	583,754	6,431	590,185
Mildura	22,075	1,395	2,400	537	4,332	13	4,345
MU NSW	25,743	11,087	4,075	4,362	19,524	---	19,524
National Mutual	187,481	113,542	110,055	41,392	264,989	1,010	265,999
NIB	143,351	40,000	22,788	15,815	78,603	413	79,016
NRMA	41,222	23,846	12,218	6,873	42,937	---	42,937
QCH	8,023	1,407	3,241	612	5,260	---	5,260
St Luke's	15,715	2,085	2,648	1,759	6,492	112	6,604
Western District	18,973	2,765	3,966	2,191	8,922	215	9,137
<i>Open Membership Organisations Total</i>	2,131,338	702,368	817,317	361,592	1,881,277	16,472	1,897,749

Assets									
Current Assets					Non-Current Assets				
Cash	Provision For Contributions in Arrears	Investments (see Table 7)	Other	Total Current Assets	Investments (see Table 7)	Property Plant & Equipment	Other	Total Non Current Assets	Total Assets
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
7,472	3,530	70,457	8,426	89,885	---	25,602	---	25,602	115,487
34,329	1,326	75,773	17,297	128,725	---	52	---	52	128,777
656	92	1,645	105	2,498	---	176	20	196	2,694
1,082	50	16,927	1,019	19,078	---	21	---	21	19,099
551	6	1,698	513	2,768	---	---	---	---	2,768
1,149	108	3,281	606	5,144	905	22	---	927	6,071
495	149	4,691	598	5,933	110	4,988	2,529	7,627	13,560
494	969	34,578	2,664	38,705	11,544	3,093	---	14,637	53,342
1,167	498	20,268	2,183	24,116	---	5,781	---	5,781	29,897
---	2,064	10,903	676	13,643	---	---	55	55	13,698
6	254	19,179	1,780	21,219	---	---	61	61	21,280
27,620	3,690	19,064	20,298	70,672	178,554	21,905	18,274	218,733	289,405
3,518	5,397	291,352	16,678	316,945	10,010	63,190	---	73,200	390,145
729	52	1,890	405	3,076	1,124	76	---	1,200	4,276
6	335	21,691	1,747	23,779	50	3,543	---	3,593	27,372
212	220	3,592	774	4,798	5,912	1,580	---	7,492	12,290
1,027	42	8,247	1,311	10,627	---	24	256	280	10,907
1,180	730	8,765	3,505	14,180	24,703	1,233	---	25,936	40,116
26	318	19,451	1,338	21,133	---	3,165	369	3,534	24,667
161,016	11,248	467,836	52,440	692,540	---	87,245	---	87,245	779,785
120,665	15,339	916,179	87,275	1,139,458	205	8,386	---	8,591	1,148,049
1,170	212	12,300	517	14,199	10,700	1,491	30	12,221	26,420
7,072	572	34,687	2,798	45,129	---	138	---	138	45,267
35,685	6,103	302,104	98,651	442,543	6,296	2,120	2,521	10,937	453,480
947	6,559	154,238	22,967	184,711	18,882	18,574	200	37,656	222,367
---	978	35,981	9,678	46,637	33,056	66	4,400	37,522	84,159
589	143	11,072	324	12,128	1,155	---	---	1,155	13,283
124	724	9,435	1,339	11,622	7,633	1,748	1,316	10,697	22,319
1,714	1,154	4,708	1,599	9,175	14,596	4,339	---	18,935	28,110
410,701	62,862	2,581,992	359,511	3,415,066	325,435	258,558	30,031	614,024	4,029,090

TABLE 4. BALANCE SHEET DETAILS

Organisation	Balance of the fund	Liabilities						Total Liabilities
		Unpresented Claims	Provision For Outstanding and	Provision For Contributions in Advance	Other Current Liabilities	Total Current Liabilities	Non-Current Liabilities	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
4.2 RESTRICTED MEMBERSHIP ORGANISATIONS								
ACA	4,489	646	233	545	1,424	39	1,463	
AMA	6,056	900	2,653	161	3,714	16	3,730	
CBHS	36,329	5,655	1,656	2,383	9,694	12	9,706	
Defence Health	43,346	10,437	6,685	4,423	21,545	127	21,672	
Health Care Insurance	3,152	385	415	361	1,161	90	1,251	
Lysaght	7,829	1,450	1,138	507	3,095	---	3,095	
Navy	12,065	1,761	3,224	947	5,932	48	5,980	
NSW Teachers	76,124	12,400	1,341	6,919	20,660	---	20,660	
Phoenix	6,041	965	1,197	130	2,292	62	2,354	
Qld Teachers	22,535	2,717	2,933	2,918	8,568	1,340	9,908	
R&T Health Fund	25,553	840	1,741	204	2,785	90	2,875	
Reserve Bank	3,518	420	259	2	681	---	681	
SA Police Employees	3,812	1,410	95	504	2,009	---	2,009	
Transition Benefits	3,000	1,451	---	432	1,883	---	1,883	
Transport	1,786	608	820	---	1,428	---	1,428	
<i>Restricted Membership Organisations Total</i>	255,635	42,045	24,390	20,436	86,871	1,824	88,695	
National Total	2,386,973	744,413	841,707	382,028	1,968,148	18,296	1,986,444	

Assets									
Current Assets					Non-Current Assets				
Cash	Provision For Contributions in Arrears	Investments (see Table 7)	Other	Total Current Assets	Investments (see Table 7)	Property Plant & Equipment	Other	Total Non Current Assets	Total Assets
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
5,421	97	---	427	5,945	---	7	---	7	5,952
722	---	4,550	761	6,033	3,700	53	---	3,753	9,786
6,299	356	32,076	3,366	42,097	---	3,938	---	3,938	46,035
4,469	750	12,142	3,717	21,077	39,847	4,095	---	43,942	65,019
587	119	802	197	1,705	2,650	48	---	2,698	4,403
809	368	5,482	645	7,304	3,426	194	---	3,620	10,924
436	53	9,761	928	11,178	1,037	2,580	3,250	6,867	18,045
6,458	1,771	36,841	2,860	47,930	42,778	6,076	---	48,854	96,784
1,300	111	6,350	595	8,356	---	39	---	39	8,395
(199)	107	21,081	3,102	24,091	1,602	6,637	113	8,352	32,443
1,567	714	21,767	1,526	25,574	---	2,854	---	2,854	28,428
565	---	3,219	415	4,199	---	---	---	---	4,199
1,066	146	3,802	213	5,227	---	594	---	594	5,821
---	---	---	4,883	4,883	---	---	---	---	4,883
2,940	132	---	142	3,214	---	---	---	---	3,214
32,440	4,724	157,873	23,777	218,813	95,040	27,115	3,363	125,518	344,331
443,141	67,586	2,739,865	383,288	3,633,879	420,475	285,673	33,394	739,542	4,373,421

TABLE 5. DETAILS OF CONTRIBUTION INCOME RECEIVABLE

Organisation	Hospital Tables \$'000	Ancillary Tables \$'000	Ambulance Only Tables \$'000	Total Contributions Received \$'000
New South Wales (incl. ACT)				
ACA	4,251	2,465	---	6,716
AMA	3,538	963	---	4,501
Aust. Health Mgmt	68,475	40,096	4,744	113,315
Australian Unity	5,705	2,318	---	8,023
CBHS	22,370	12,334	10	34,714
CDH	3,182	882	---	4,064
Defence Health	24,340	1,010	---	25,350
Druids-NSW	2,622	1,172	---	3,794
Geelong	1,019	988	---	2,007
Goldfields	3,143	494	---	3,637
Grand United Corp	7,795	4,258	---	12,053
GU	18,214	10,818	---	29,032
HBF	1,555	928	49	2,532
HCF	328,966	160,985	2,501	492,452
IOR Australia	6,365	2,103	---	8,468
Lysaght	7,364	3,531	4	10,899
MBF	425,456	144,373	1,170	570,999
Medibank Private	380,005	186,333	1,191	567,529
Mildura	1,243	413	---	1,656
MU NSW	61,684	27,397	82	89,163
National Mutual	18,116	6,246	---	24,362
Navy	7,337	3,881	2	11,220
NIB	235,613	83,114	1	318,728
NRMA	28,203	8,314	---	36,517
NSW Teachers	75,587	40,495	112	116,193
Phoenix	4,395	2,160	---	6,555
R&T Health Fund	15,359	2,773	---	18,132
Reserve Bank	2,049	1,447	---	3,496
St Luke's	753	299	---	1,052
Transition Benefits	2,963	2,235	---	5,198
Western District	19,814	11,158	196	31,168
<i>New South Wales (incl. ACT) Total</i>	<i>1,787,480</i>	<i>765,983</i>	<i>10,062</i>	<i>2,563,525</i>

TABLE 5. DETAILS OF CONTRIBUTION INCOME RECEIVABLE

Organisation	Hospital Tables	Ancillary Tables	Ambulance Only Tables	Total Contributions Received
	\$'000	\$'000	\$'000	\$'000
Victoria				
ACA	712	415	---	1,127
AMA	2,481	443	---	2,924
Aust. Health Mgmt	13,750	8,453	---	22,203
Australian Unity	159,564	36,671	---	196,235
CBHS	14,170	7,812	7	21,989
Defence Health	25,946	770	---	26,716
Druids-Victoria	6,415	1,459	---	7,874
Federation Health	11,359	3,125	---	14,484
Geelong	53,568	17,028	---	70,596
Goldfields	11,134	1,416	---	12,550
Grand United Corp	4,591	2,436	---	7,027
GU	2,005	952	---	2,957
HBF	1,614	917	51	2,582
HCF	14,977	4,360	27	19,364
Health Care Insurance	729	231	---	960
Healthguard	794	227	---	1,021
IOOF of Victoria	14,715	2,134	---	16,849
IOR Australia	37,284	6,012	---	43,296
Latrobe	31,539	6,750	---	38,289
Lysaght	4,221	1,957	5	6,183
MBF	61,069	8,983	3	70,055
Medibank Private	527,407	115,447	81	642,935
Mildura	12,562	4,182	---	16,744
MU NSW	1,650	733	2	2,385
National Mutual	345,170	85,649	---	430,819
Navy	2,787	1,374	1	4,162
NIB	16,008	5,354	---	21,362
NRMA	706	278	---	984
NSW Teachers	6,726	1,954	1	8,680
Phoenix	1,072	475	---	1,547
Reserve Bank	758	536	---	1,294
St Luke's	762	235	---	997
Transition Benefits	1,030	778	---	1,808
Transport	3,747	1,398	---	5,145
<i>Victoria Total</i>	<i>1,393,022</i>	<i>330,944</i>	<i>178</i>	<i>1,724,143</i>

TABLE 5. DETAILS OF CONTRIBUTION INCOME RECEIVABLE

Organisation	Hospital Tables \$'000	Ancillary Tables \$'000	Ambulance Only Tables \$'000	Total Contributions Received \$'000
Queensland				
ACA	867	506	---	1,373
AMA	1,317	322	---	1,639
Aust. Health Mgmt	25,368	14,807	---	40,175
Australian Unity	8,785	2,413	---	11,198
CBHS	8,271	4,561	4	12,836
Credicare	23,069	7,517	---	30,586
Defence Health	26,537	1,030	---	27,567
Geelong	572	976	---	1,548
Goldfields	3,610	573	---	4,183
Grand United Corp	2,013	1,044	---	3,057
GU	4,088	1,848	---	5,936
HBF	1,084	623	35	1,742
HCF	13,564	5,116	44	18,724
Healthguard	3,316	1,250	---	4,566
IOR Australia	6,178	2,143	---	8,321
Lysaght	1,149	564	2	1,715
MBF	417,205	107,079	42	524,326
Medibank Private	302,373	122,109	254	424,736
MU NSW	3,866	1,717	5	5,588
National Mutual	26,647	6,242	---	32,889
Navy	1,836	985	1	2,822
NIB	15,067	4,910	---	19,977
NRMA	647	266	---	913
NSW Teachers	1,233	684	1	1,918
Phoenix	847	424	---	1,271
QCH	11,704	3,180	---	14,884
Qld Teachers	29,741	12,903	---	42,644
R&T Health Fund	4,838	1,603	---	6,441
Transition Benefits	125	96	---	221
Western District	8,402	6,188	17	14,607
<i>Queensland Total</i>	954,319	313,679	405	1,268,403

TABLE 5. DETAILS OF CONTRIBUTION INCOME RECEIVABLE

Organisation	Hospital Tables	Ancillary Tables	Ambulance Only Tables	Total Contributions Received
	\$'000	\$'000	\$'000	\$'000
South Australia				
Aust. Health Mgmt	7,314	4,112	---	11,426
Australian Unity	6,866	2,199	---	9,065
CBHS	2,616	1,442	1	4,059
Defence Health	7,628	298	---	7,926
Goldfields	1,137	248	---	1,385
Grand United Corp	1,098	561	---	1,659
HBF	436	262	14	712
HCF	1,174	524	3	1,701
Health-Partners	29,001	14,092	---	43,093
IOR Australia	10,924	3,030	---	13,954
Lysaght	523	275	---	798
MBF	24,715	9,381	3	34,099
Medibank Private	76,124	38,637	77	114,838
MU NSW	168	75	---	243
National Mutual	211,674	92,656	---	304,330
Navy	641	347	---	988
NIB	3,444	1,318	---	4,762
NRMA	47,553	20,143	---	67,696
NSW Teachers	2,682	1,274	1	3,957
Phoenix	1,324	688	---	2,012
SA Police Employees	8,898	3,341	---	12,239
Transition Benefits	178	136	---	314
<i>South Australia Total</i>	<i>446,118</i>	<i>195,040</i>	<i>99</i>	<i>641,256</i>

TABLE 5. DETAILS OF CONTRIBUTION INCOME RECEIVABLE

Organisation	Hospital Tables	Ancillary Tables	Ambulance Only Tables	Total Contributions Received
	\$'000	\$'000	\$'000	\$'000
Western Australia				
Aust. Health Mgmt	2,160	1,559	---	3,719
Australian Unity	1,055	476	---	1,531
CBHS	2,829	1,561	1	4,391
Defence Health	4,071	244	---	4,315
Geelong	2,148	1,333	---	3,481
Goldfields	12,168	6,803	---	18,971
Grand United Corp	495	274	---	769
HBF	293,462	178,303	9,346	481,111
HCF	655	354	2	1,011
HIF	16,358	8,794	---	25,152
IOR Australia	844	281	---	1,125
MBF	7,005	1,057	---	8,062
Medibank Private	88,471	47,674	62	136,207
MU NSW	141	63	---	204
National Mutual	5,892	2,720	---	8,612
Navy	1,219	731	---	1,950
NIB	1,229	567	---	1,796
NRMA	8,923	4,492	---	13,415
Transition Benefits	393	297	---	690
<i>Western Australia Total</i>	449,518	257,583	9,411	716,512

TABLE 5. DETAILS OF CONTRIBUTION INCOME RECEIVABLE

Organisation	Hospital Tables \$'000	Ancillary Tables \$'000	Ambulance Only Tables \$'000	Total Contributions Received \$'000
Tasmania				
Aust. Health Mgmt	8,316	3,176	---	11,492
CBHS	689	380	1	1,070
Defence Health	807	25	---	831
Goldfields	205	24	---	229
Health Care Insurance	3,347	1,409	---	4,756
MBF	58,418	18,713	---	77,131
Medibank Private	36,411	14,997	---	51,408
MU NSW	41	18	---	59
National Mutual	1,034	279	---	1,313
NIB	484	180	---	664
St Luke's	22,681	6,457	---	29,138
<i>Tasmania Total</i>	132,433	45,658	1	178,091
Northern Territory				
Aust. Health Mgmt	430	293	---	723
Defence Health	1,898	101	---	1,999
Goldfields	70	24	---	94
Grand United Corp	9	---	---	9
MBF	9,668	3,115	---	12,783
Medibank Private	11,179	5,738	5	16,922
MU NSW	34	15	---	49
National Mutual	4,798	2,347	---	7,145
<i>Northern Territory Total</i>	28,086	11,633	5	39,724
National Total	5,190,975	1,920,519	20,160	7,131,655

TABLE 6. DETAILS OF TOTAL COST OF BENEFITS

Organisation	Fund Benefits Paid (w)				Payments To/From Reinsurance Trust Fund	Adj To Prov'n For Unpresented and Outstanding Claims	Total Cost of Benefits	Gross Margin
	Hospital Tables	Ancillary Tables	Ambulance Only Tables	Total Benefits Paid				
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	%
New South Wales (incl. ACT)								
ACA	2,448	2,186	---	4,634	275	13	4,922	26.7%
AMA	3,191	901	---	4,092	(810)	---	3,282	27.1%
Aust. Health Mgmt	39,823	36,884	---	76,707	10,531	1,546	88,784	21.6%
Australian Unity	2,984	1,849	---	4,833	464	247	5,544	30.9%
CBHS	13,453	11,608	---	25,061	2,765	427	28,253	18.6%
CDH	2,164	524	---	2,688	(86)	16	2,618	35.6%
Defence Health	9,329	5,565	---	14,894	2,308	248	17,450	31.2%
Druids-NSW	2,878	699	---	3,577	(932)	44	2,689	29.1%
Geelong	213	482	---	695	183	---	878	56.3%
Goldfields	571	216	---	787	---	---	787	78.4%
Grand United Corp	3,724	4,302	---	8,026	1,056	4	9,086	24.6%
GU	13,648	7,846	---	21,494	(2,409)	(186)	18,899	34.9%
HBF	725	446	---	1,171	337	---	1,508	40.4%
HCF	238,442	129,450	484	368,376	(2,094)	2,699	368,981	25.1%
IOR Australia	4,409	1,895	---	6,304	493	197	6,994	17.4%
Lysaght	4,912	3,254	---	8,166	255	202	8,623	20.9%
MBF	334,495	109,379	184	444,058	(38,556)	26,239	431,741	24.4%
Medibank Private	274,193	164,282	233	438,708	3,961	18,468	461,137	18.7%
Mildura	1,056	385	---	1,441	84	42	1,567	5.4%
MU NSW	38,830	18,103	---	56,933	(780)	4,418	60,571	32.1%
National Mutual	11,086	3,553	---	14,639	2,535	1,819	18,993	22.0%
Navy	4,741	3,394	---	8,135	805	(84)	8,856	21.1%
NIB	129,439	65,353	---	194,792	14,176	9,160	218,128	31.6%
NRMA	4,929	5,374	---	10,303	6,200	11,377	27,880	23.7%
NSW Teachers	46,314	35,977	8	82,299	7,990	(1,715)	88,574	23.8%
Phoenix	4,013	1,724	---	5,737	(534)	36	5,239	20.1%
R&T Health Fund	14,210	1,727	---	15,937	(4,141)	(474)	11,322	37.6%
Reserve Bank	1,905	1,606	---	3,511	(687)	---	2,824	19.2%
St Luke's	397	315	---	712	129	5	846	19.6%
Transition Benefits	1,765	2,134	---	3,899	822	317	5,038	3.1%
Western District	10,652	4,357	2	15,011	2,824	1,013	18,848	39.5%
<i>New South Wales (incl. ACT) Total</i>	<i>1,220,939</i>	<i>625,770</i>	<i>911</i>	<i>1,847,620</i>	<i>7,164</i>	<i>76,079</i>	<i>1,930,862</i>	<i>24.7%</i>

TABLE 6. DETAILS OF TOTAL COST OF BENEFITS

Organisation	Fund Benefits Paid (w)				Payments To/From Reinsurance Trust Fund	Adj To Prov'n For Unpresented and Outstanding Claims	Total Cost of Benefits	Gross Margin
	Hospital Tables	Ancillary Tables	Ambulance Only Tables	Total Benefits Paid				
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	%
Victoria								
ACA	486	341	---	827	26	3	856	24.0%
AMA	2,051	390	---	2,441	(371)	---	2,070	29.2%
Aust. Health Mgmt	7,988	4,911	---	12,899	2,115	316	15,330	31.0%
Australian Unity	114,588	27,308	---	141,896	(13,130)	7,303	136,069	30.7%
CBHS	8,959	6,157	1	15,117	1,841	257	17,215	21.7%
Defence Health	10,746	6,153	---	16,899	3,429	282	20,610	22.9%
Druids-Victoria	5,576	926	---	6,502	(1,676)	---	4,826	38.7%
Federation Health	4,980	2,257	---	7,237	1,410	510	9,157	36.8%
Geelong	32,967	13,579	---	46,546	1,648	4,275	52,469	25.7%
Goldfields	2,745	516	---	3,261	---	1,302	4,563	63.6%
Grand United Corp	2,188	2,082	---	4,270	1,088	20	5,378	23.5%
GU	1,014	836	---	1,850	303	(17)	2,136	27.8%
HBF	585	446	---	1,031	525	---	1,556	39.7%
HCF	8,087	3,075	10	11,172	3,744	79	14,995	22.6%
Health Care Insurance	241	175	---	416	199	11	626	34.8%
Healthguard	192	165	---	357	---	---	357	65.0%
IOOF of Victoria	10,344	2,246	---	12,590	(2,221)	780	11,149	33.8%
IOR Australia	22,869	4,376	---	27,245	(1,623)	2,876	28,498	34.2%
Latrobe	18,094	4,023	---	22,117	1,210	856	24,183	36.8%
Lysaght	2,593	1,783	2	4,378	809	107	5,294	14.4%
MBF	29,023	7,163	1	36,187	11,655	234	48,076	31.4%
Medibank Private	411,572	92,839	51	504,462	(2,892)	17,835	519,405	19.2%
Mildura	7,525	3,136	---	10,661	852	429	11,942	28.7%
MU NSW	587	386	---	973	646	75	1,694	29.0%
National Mutual	272,930	53,348	---	326,278	(22,978)	19,249	322,549	25.1%
Navy	2,123	1,216	---	3,339	375	(36)	3,678	11.6%
NIB	6,233	4,723	---	10,956	4,336	600	15,892	25.6%
NRMA	327	184	---	511	185	---	696	29.3%
NSW Teachers	3,003	1,478	0	4,481	189	(134)	4,535	47.8%
Phoenix	1,084	418	---	1,502	(103)	10	1,409	8.9%
Reserve Bank	1,380	499	---	1,879	(498)	---	1,381	-6.7%
St Luke's	581	274	---	855	36	11	902	9.5%
Transition Benefits	674	831	---	1,505	413	122	2,040	-12.8%
Transport	3,362	1,434	---	4,796	(404)	(170)	4,222	17.9%
Victoria Total	997,697	249,674	65	1,247,436	(8,862)	57,185	1,295,758	24.8%

TABLE 6. DETAILS OF TOTAL COST OF BENEFITS

Organisation	Fund Benefits Paid (w)				Payments To/From Reinsurance Trust Fund	Adj To Prov'n For Unpresented and Outstanding Claims	Total Cost of Benefits	Gross Margin
	Hospital Tables	Ancillary Tables	Ambulance Only Tables	Total Benefits Paid				
Queensland								
ACA	486	540	---	1,026	163	3	1,192	13.2%
AMA	887	296	---	1,183	35	---	1,218	25.7%
Aust. Health Mgmt	14,738	8,602	---	23,340	3,902	572	27,814	30.8%
Australian Unity	3,790	1,327	---	5,117	1,028	263	6,408	42.8%
CBHS	6,515	3,898	1	10,414	1,339	178	11,931	7.1%
Credicare	16,373	5,964	---	22,337	840	310	23,487	23.2%
Defence Health	11,554	6,845	---	18,399	3,823	307	22,528	18.3%
Geelong	144	571	---	715	117	---	832	46.3%
Goldfields	951	283	---	1,234	---	---	1,234	70.5%
Grand United Corp	1,061	745	---	1,806	406	(72)	2,140	30.0%
GU	2,694	1,704	---	4,398	(93)	(33)	4,272	28.0%
HBF	434	265	---	699	304	---	1,003	42.4%
HCF	10,845	4,293	35	15,173	1,216	107	16,496	11.9%
Healthguard	2,393	821	---	3,214	127	---	3,341	26.8%
IOR Australia	7,575	2,384	---	9,959	(791)	157	9,325	-12.1%
Lysaght	749	576	---	1,325	173	31	1,529	10.8%
MBF	331,728	82,153	4	413,885	(24,313)	19,931	409,503	21.9%
Medibank Private	246,138	101,162	197	347,497	(5,276)	11,834	354,055	16.6%
MU NSW	1,977	1,127	---	3,104	873	241	4,218	24.5%
National Mutual	16,880	3,967	---	20,847	2,722	1,646	25,215	23.3%
Navy	1,240	938	---	2,178	369	(22)	2,525	10.5%
NIB	8,153	4,048	---	12,201	2,561	400	15,162	24.1%
NRMA	243	193	---	436	149	---	585	35.9%
NSW Teachers	1,219	662	---	1,881	295	(53)	2,124	-10.7%
Phoenix	722	335	---	1,057	(13)	6	1,050	17.4%
QCH	6,700	3,020	---	9,720	1,477	119	11,316	24.0%
Qld Teachers	15,390	15,293	---	30,683	3,114	500	34,297	19.6%
R&T Health Fund	3,229	1,634	---	4,863	432	(106)	5,189	19.4%
Transition Benefits	59	83	---	142	48	12	202	8.6%
Western District	3,942	2,571	11	6,524	2,466	365	9,355	36.0%
<i>Queensland Total</i>	<i>718,809</i>	<i>256,300</i>	<i>248</i>	<i>975,357</i>	<i>(2,507)</i>	<i>36,696</i>	<i>1,009,546</i>	<i>20.4%</i>

TABLE 6. DETAILS OF TOTAL COST OF BENEFITS

Organisation	Fund Benefits Paid (w)				Payments To/From Reinsurance Trust Fund	Adj To Prov'n For Unpresented and Outstanding Claims	Total Cost of Benefits	Gross Margin
	Hospital Tables	Ancillary Tables	Ambulance Only Tables	Total Benefits Paid				
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	%
South Australia								
Aust. Health Mgmt	4,249	2,389	---	6,638	1,125	163	7,926	30.6%
Australian Unity	4,293	1,385	---	5,678	213	292	6,183	31.8%
CBHS	1,790	1,388	1	3,179	368	54	3,601	11.3%
Defence Health	3,315	1,960	---	5,275	1,367	88	6,730	15.1%
Goldfields	308	141	---	449	---	---	449	67.6%
Grand United Corp	521	471	---	992	258	21	1,271	23.4%
HBF	240	145	---	385	187	---	572	19.7%
HCF	876	449	2	1,327	249	9	1,585	6.8%
Health-Partners	19,469	11,718	---	31,187	2,010	772	33,969	21.2%
IOR Australia	13,468	3,285	---	16,753	(3,872)	129	13,010	6.8%
Lysaght	282	202	---	484	36	16	536	32.8%
MBF	14,524	8,365	---	22,889	4,581	452	27,922	18.1%
Medibank Private	50,977	32,516	96	83,589	9,749	3,529	96,867	15.6%
MU NSW	---	---	---	---	---	---	---	100.0%
National Mutual	190,085	65,822	---	255,907	(20,727)	4,763	239,943	21.2%
Navy	417	385	---	802	133	(7)	928	6.1%
NIB	1,532	1,282	---	2,814	858	150	3,822	19.7%
NRMA	36,147	16,075	---	52,222	1,436	3,079	56,737	16.2%
NSW Teachers	1,328	1,074	---	2,402	112	(48)	2,466	37.7%
Phoenix	1,298	583	---	1,881	(153)	11	1,739	13.6%
SA Police Employees	6,015	3,047	---	9,062	862	675	10,599	13.4%
Transition Benefits	143	176	---	319	87	26	432	-37.6%
<i>South Australia Total</i>	<i>351,277</i>	<i>152,858</i>	<i>99</i>	<i>504,234</i>	<i>(1,120)</i>	<i>14,174</i>	<i>517,288</i>	<i>19.3%</i>

TABLE 6. DETAILS OF TOTAL COST OF BENEFITS

Organisation	Fund Benefits Paid (w)				Total Benefits Paid	Payments To/From Reinsurance Trust Fund	Adj To Prov'n For Outstanding Claims	Total Cost of Benefits	Gross Margin %
	Hospital Tables	Ancillary Tables	Ambulance Only Tables						
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	%
Western Australia									
Aust. Health Mgmt	1,255	906	---	2,161	332	53	2,546	31.5%	
Australian Unity	657	418	---	1,075	20	55	1,150	24.9%	
CBHS	2,212	1,440	---	3,652	454	62	4,168	5.1%	
Defence Health	1,729	1,170	---	2,899	393	48	3,340	22.6%	
Geelong	756	867	---	1,623	540	---	2,163	37.9%	
Goldfields	7,237	4,950	---	12,187	9,265	2,195	23,647	-24.6%	
Grand United Corp	187	219	---	406	88	---	494	35.8%	
HBF	274,735	132,858	11,357	418,950	(12,408)	23,742	430,284	10.6%	
HCF	528	268	1	797	90	6	893	11.7%	
HIF	12,481	7,600	---	20,081	525	294	20,900	16.9%	
IOR Australia	749	207	---	956	(101)	53	908	19.3%	
MBF	3,962	761	---	4,723	1,351	488	6,562	18.6%	
Medibank Private	65,520	44,425	---	109,945	4,961	2,358	117,264	13.9%	
MU NSW	---	---	---	---	---	---	---	100.0%	
National Mutual	4,393	1,784	---	6,177	489	665	7,331	14.9%	
Navy	699	671	---	1,370	185	(13)	1,542	20.9%	
NIB	770	580	---	1,350	198	---	1,548	13.8%	
NRMA	6,259	3,744	---	10,003	1,325	658	11,986	10.7%	
Transition Benefits	182	266	---	448	114	36	598	13.3%	
<i>Western Australia Total</i>	<i>384,311</i>	<i>203,134</i>	<i>11,358</i>	<i>598,803</i>	<i>7,821</i>	<i>30,700</i>	<i>637,324</i>	<i>11.1%</i>	

TABLE 6. DETAILS OF TOTAL COST OF BENEFITS

Organisation	Fund Benefits Paid (w)				Payments To/From Reinsurance Trust Fund	Adj To Prov'n For Unpresented and Outstanding Claims	Total Cost of Benefits	Gross Margin
	Hospital Tables	Ancillary Tables	Ambulance Only Tables	Total Benefits Paid				
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	%
Tasmania								
Aust. Health Mgmt	4,831	1,845	---	6,676	1,279	163	8,118	29.4%
CBHS	519	313	---	832	107	14	953	10.9%
Defence Health	392	171	---	562	94	9	665	20.0%
Goldfields	---	---	---	---	---	---	---	100.0%
Health Care Insurance	2,026	1,040	---	3,066	464	79	3,609	24.1%
MBF	47,447	15,284	---	62,731	(2,188)	(252)	60,291	21.8%
Medibank Private	31,372	13,828	---	45,200	2,705	4,027	51,932	-1.0%
MU NSW	---	---	---	---	---	---	---	100.0%
National Mutual	472	116	---	588	200	---	788	40.0%
NIB	373	146	---	519	45	---	564	15.1%
St Luke's	19,721	4,497	---	24,218	(1,746)	109	22,581	22.5%
<i>Tasmania Total</i>	<i>107,153</i>	<i>37,240</i>	<i>---</i>	<i>144,392</i>	<i>960</i>	<i>4,149</i>	<i>149,501</i>	<i>16.1%</i>
Northern Territory								
Aust. Health Mgmt	250	170	---	420	66	10	496	31.4%
Defence Health	657	408	---	1,065	42	18	1,125	43.7%
Goldfields	---	---	---	---	---	---	---	100.0%
Grand United Corp	---	---	---	---	---	---	---	100.0%
MBF	6,249	2,135	---	8,384	275	190	8,849	30.8%
Medibank Private	8,448	4,128	2	12,578	(248)	398	12,728	24.8%
MU NSW	---	---	---	---	---	---	---	100.0%
National Mutual	3,540	1,305	---	4,845	92	607	5,544	22.4%
<i>Northern Territory Total</i>	<i>19,144</i>	<i>8,146</i>	<i>2</i>	<i>27,292</i>	<i>227</i>	<i>1,223</i>	<i>28,742</i>	<i>27.6%</i>
National Total	3,799,329	1,533,122	12,683	5,345,133	3,683	220,206	5,569,022	21.9%

TABLE 7. DETAILS OF INVESTMENTS (AS PER TABLE 4)

Organisation	Government and semi-government stocks and bonds	Debentures	Shares and share options	Term deposits	Bills of exchange and promissory notes	Property	Other	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
7.1 OPEN MEMBERSHIP ORGANISATIONS								
Aust. Health Mgmt	---	---	318	1,174	68,965	---	---	70,457
Australian Unity	---	---	---	---	7,938	---	67,835	75,773
CDH	---	---	---	1,645	---	---	---	1,645
Credicare	---	---	---	16,927	---	---	---	16,927
Geelong	---	8,470	8,851	17,583	6,000	---	5,218	46,122
Druids-NSW	---	---	---	---	1,698	---	---	1,698
Druids-Victoria	---	---	905	3,281	---	---	---	4,186
Federation Health	---	300	110	4,391	---	---	---	4,801
Goldfields	---	---	1,304	18,964	---	---	---	20,268
Grand United Corp	---	---	---	---	10,903	---	---	10,903
GU	---	---	---	---	19,179	---	---	19,179
HBF	92,108	---	60,988	---	44,522	---	---	197,618
HCF	113,249	---	62,188	---	115,915	---	10,010	301,362
Healthguard	726	---	---	---	2,288	---	---	3,014
Health-Partners	---	---	1,777	19,964	---	---	---	21,741
HIF	737	---	3,770	750	4,247	---	---	9,504
IOOF of Victoria	---	---	---	---	---	---	8,247	8,247
IOR Australia	---	510	3,716	17,566	---	---	11,676	33,468
Latrobe	---	---	---	---	19,451	---	---	19,451
MBF	156,503	---	172,437	---	86,636	---	52,260	467,836
Medibank Private	243,853	172,354	488,312	---	---	---	11,865	916,384
Mildura	---	---	---	12,300	---	---	10,700	23,000
MU NSW	---	---	---	32,732	1,955	---	---	34,687
National Mutual	86,615	---	81,221	18,678	23,719	---	98,167	308,400
NIB	---	---	9,389	7,343	147,943	8,395	50	173,120
NRMA	---	---	33,056	35,981	---	---	---	69,037
QCH	---	---	---	8,084	2,988	1,155	---	12,227
St Luke's	---	---	759	8,286	---	625	7,398	17,068
Western District	---	500	---	156	4,552	---	14,096	19,304
<i>Open Membership Organisations Total</i>	<i>693,791</i>	<i>182,134</i>	<i>929,101</i>	<i>225,805</i>	<i>568,899</i>	<i>10,175</i>	<i>297,522</i>	<i>2,907,427</i>

TABLE 7. DETAILS OF INVESTMENTS (AS PER TABLE 4)

Organisation	Government and semi- government stocks and bonds	Debentures	Shares and share options	Term deposits	Bills of exchange and promissory notes	Property	Other	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
7.2 RESTRICTED MEMBERSHIP ORGANISATIONS								
ACA	---	---	---	---	---	---	---	---
AMA	---	---	---	7,250	---	---	1,000	8,250
CBHS	---	2,500	---	29,576	---	---	---	32,076
Defence Health	---	4,000	3,799	43,774	---	---	416	51,989
Health Care Insurance	---	---	2,038	802	---	5	607	3,452
Lysaght	---	100	---	7,520	1,288	---	---	8,908
Navy	1,018	---	19	---	9,761	---	---	10,798
NSW Teachers	---	---	3,053	13,053	61,403	---	2,110	79,619
Phoenix	---	---	---	6,350	---	---	---	6,350
Qld Teachers	---	---	1,531	19,552	---	1,600	---	22,683
R&T Health Fund	---	---	---	21,767	---	---	---	21,767
Reserve Bank	---	---	---	---	3,219	---	---	3,219
SA Police Employees	---	---	---	742	---	---	3,060	3,802
Transition Benefits	---	---	---	---	---	---	---	---
Transport	---	---	---	---	---	---	---	---
<i>Restricted Membership Organisations Total</i>	<i>1,018</i>	<i>6,600</i>	<i>10,440</i>	<i>150,386</i>	<i>75,671</i>	<i>1,605</i>	<i>7,193</i>	<i>252,913</i>
National Total	694,809	188,734	939,541	376,191	644,570	11,780	304,715	3,160,340

TABLE 8a. MEMBERSHIP AND COVERAGE BY ORGANISATION AT 30 JUNE 2001†

Organisation	Membership			
	Hospital Tables		Ancillary Only	Whole Fund
	Exclusionary Tables	Non- Exclusionary Tables		
8a.1 OPEN MEMBERSHIP ORGANISATIONS				
Aust. Health Mgmt	---	109,512	8,380	117,892
Australian Unity	25,536	111,411	5,227	142,174
CDH	---	2,025	165	2,190
Credicare	---	16,921	2,620	19,541
Druids-NSW	---	1,740	134	1,874
Druids-Victoria	---	3,844	264	4,108
Federation Health	---	7,444	996	8,440
Geelong	1,804	40,341	12,026	54,171
Goldfields	540	30,255	1,599	32,394
Grand United Corp	6	10,426	60	10,492
GU	4,896	11,436	3,373	19,705
HBF	62,337	212,576	131,627	406,540
HCF	---	289,950	46,549	336,499
Health-Partners	---	17,864	6,371	24,235
Healthguard	4	2,414	290	2,708
HIF	3,284	12,072	2,289	17,645
IOOF of Victoria	7	10,207	946	11,160
IOR Australia	16,356	31,094	2,826	50,276
Latrobe	---	20,233	1,237	21,470
MBF	---	690,200	87,684	777,884
Medibank Private	---	1,286,073	127,220	1,413,293
Mildura	---	10,023	2,209	12,232
MU NSW	37,177	16,746	2,346	56,269
National Mutual	940	423,188	33,710	457,838
NIB	---	215,543	11,493	227,036
NRMA	---	62,117	9,197	71,314
QCH	---	7,619	470	8,089
St Luke's	---	16,427	1,798	18,225
Western District	---	23,438	10,094	33,532
<i>Open Membership Organisations Total</i>	152,887	3,693,139	513,200	4,359,226

Coverage			
Hospital Tables	Ancillary Only	Whole Fund	Organisation
OPEN MEMBERSHIP ORGANISATIONS			
244,153	17,373	261,526	Aust. Health Mgmt
251,959	12,789	264,748	Australian Unity
4,595	328	4,923	CDH
38,611	6,204	44,815	Credicare
3,136	219	3,355	Druids-NSW
7,451	584	8,035	Druids-Victoria
17,170	2,479	19,649	Federation Health
90,355	31,834	122,189	Geelong
78,516	3,734	82,250	Goldfields
26,167	117	26,284	Grand United Corp
30,178	6,277	36,455	GU
601,910	246,622	848,532	HBF
640,528	110,022	750,550	HCF
40,738	14,115	54,853	Health-Partners
5,875	716	6,591	Healthguard
34,401	5,176	39,577	HIF
19,751	1,958	21,709	IOOF of Victoria
106,496	6,200	112,696	IOR Australia
44,880	3,366	48,246	Latrobe
1,455,032	162,259	1,617,291	MBF
2,643,316	285,280	2,928,596	Medibank Private
22,103	5,164	27,267	Mildura
117,970	4,380	122,350	MU NSW
899,808	72,435	972,243	National Mutual
459,337	25,577	484,914	NIB
137,722	20,955	158,677	NRMA
19,742	1,150	20,892	QCH
34,467	3,921	38,388	St Luke's
57,803	22,924	80,727	Western District
8,134,170	1,074,158	9,208,328	<i>Open Membership Organisations Total</i>

TABLE 8a. MEMBERSHIP AND COVERAGE BY ORGANISATION AT 30 JUNE 2001†

Organisation	Membership			
	Hospital Tables		Ancillary Only	Whole Fund
	Exclusionary Tables	Non- Exclusionary Tables		
8a.2 RESTRICTED MEMBERSHIP ORGANISATIONS				
ACA	---	3,830	204	4,034
AMA	---	4,127	13	4,140
CBHS	6,946	33,167	2,223	42,336
Defence Health	---	44,730	6,621	51,351
Health Care Insurance	---	2,776	599	3,375
Lysaght	---	9,380	1,111	10,491
Navy	---	10,371	1,012	11,383
NSW Teachers	---	61,786	4,129	65,915
Phoenix	---	5,493	425	5,918
Qld Teachers	---	16,352	733	17,085
R&T Health Fund	---	13,588	378	13,966
Reserve Bank	---	2,121	7	2,128
SA Police Employees	---	5,365	236	5,601
Transition Benefits	---	3,758	-	3,758
Transport	---	2,516	332	2,848
<i>Restricted Membership Organisations Total</i>	6,946	219,360	18,023	244,329
National Total	159,833	3,912,499	531,223	4,603,555

† The membership and coverage shown has been extracted from quarterly statistical returns for June 2001.

Coverage			
Hospital Tables	Ancillary Only	Whole Fund	Organisation
RESTRICTED MEMBERSHIP ORGANISATIONS			
8,871	456	9,327	ACA
10,564	21	10,585	AMA
100,306	4,827	105,133	CBHS
119,049	14,797	133,846	Defence Health
6,901	1,247	8,148	Health Care Insurance
25,054	2,555	27,609	Lysaght
26,609	2,526	29,135	Navy
162,303	8,844	171,147	NSW Teachers
12,464	882	13,346	Phoenix
40,456	1,786	42,242	Qld Teachers
30,885	1,129	32,014	R&T Health Fund
4,231	13	4,244	Reserve Bank
13,386	436	13,822	SA Police Employees
11,559	-	11,559	Transition Benefits
5,534	813	6,347	Transport
578,172	40,332	618,504	<i>Restricted Membership Organisations Total</i>
8,712,342	1,114,490	9,826,832	National Total

TABLE 8b. MEMBERSHIP AND COVERAGE BY STATE AT 30 JUNE 2001†

Organisation	Membership			
	Hospital Tables			Whole Fund
	Exclusionary Tables	Non-Exclusionary Tables	Ancillary Only	
New South Wales (incl. ACT)				
ACA	---	2,790	132	2,922
AMA	---	2,107	9	2,116
Aust. Health Mgmt	---	59,758	5,586	65,344
Australian Unity	323	4,200	225	4,748
CBHS	3,209	14,546	989	18,744
CDH	---	2,025	165	2,190
Defence Health	---	12,244	1,934	14,178
Druids-NSW	---	1,740	134	1,874
Geelong	35	791	968	1,794
Goldfields	13	2,777	34	2,824
Grand United Corp	4	5,287	43	5,334
GU	3,574	9,150	2,560	15,284
HBF	553	1,134	316	2,003
HCF	---	265,004	44,952	309,956
IOR Australia	3,378	4,252	538	8,168
Lysaght	---	5,174	609	5,783
MBF	---	311,427	53,340	364,767
Medibank Private	---	380,592	50,934	431,526
Mildura	---	1,094	216	1,310
MU NSW	32,511	16,089	2,086	50,686
National Mutual	36	15,982	694	16,712
Navy	---	5,455	525	5,980
NIB	---	188,902	10,284	199,186
NRMA	---	19,476	1,235	20,711
NSW Teachers	---	54,658	3,713	58,371
Phoenix	---	3,166	260	3,426
R&T Health Fund	---	10,406	248	10,654
Reserve Bank	---	1,548	3	1,551
St Luke's	---	444	17	461
Transition Benefits	---	2,501	---	2,501
Western District	---	16,305	7,839	24,144
<i>New South Wales Total</i>	<i>43,636</i>	<i>1,421,024</i>	<i>190,588</i>	<i>1,655,248</i>

Coverage

Hospital Tables	Ancillary Only	Whole Fund	Organisation
New South Wales (incl. ACT)			
6,419	287	6,706	ACA
5,084	14	5,098	AMA
134,656	12,065	146,721	Aust. Health Mgmt
9,553	444	9,997	Australian Unity
43,655	2,069	45,724	CBHS
4,595	328	4,923	CDH
31,842	4,334	36,176	Defence Health
3,136	219	3,355	Druids-NSW
1,677	2,671	4,348	Geelong
7,264	98	7,362	Goldfields
12,635	80	12,715	Grand United Corp
23,005	4,636	27,641	GU
3,208	557	3,765	HBF
580,788	106,327	687,115	HCF
17,890	1,182	19,072	IOR Australia
13,610	1,332	14,942	Lysaght
637,676	97,760	735,436	MBF
780,065	117,328	897,393	Medibank Private
2,437	516	2,953	Mildura
105,059	3,875	108,934	MU NSW
36,806	1,635	38,441	National Mutual
13,751	1,241	14,992	Navy
398,099	22,734	420,833	NIB
43,145	2,855	46,000	NRMA
142,844	7,889	150,733	NSW Teachers
7,203	552	7,755	Phoenix
22,386	749	23,135	R&T Health Fund
3,115	4	3,119	Reserve Bank
1,240	44	1,284	St Luke's
7,764	---	7,764	Transition Benefits
39,299	16,718	56,017	Western District
<hr/> 3,139,906	<hr/> 410,543	<hr/> 3,550,449	<i>New South Wales Total</i>

TABLE 8b. MEMBERSHIP AND COVERAGE BY STATE AT 30 JUNE 2001†

Organisation	Membership			
	Hospital Tables			Whole Fund
	Exclusionary Tables	Non-Exclusionary Tables	Ancillary Only	
Victoria				
ACA	---	482	34	516
AMA	---	1,332	2	1,334
Aust. Health Mgmt	---	14,641	887	15,528
Australian Unity	24,694	93,755	4,398	122,847
CBHS	2,161	9,050	626	11,837
Defence Health	---	12,784	1,469	14,253
Druids-Victoria	---	3,844	264	4,108
Federation Health	---	7,444	996	8,440
Geelong	1,628	36,831	9,033	47,492
Goldfields	68	10,755	116	10,939
Grand United Corp	2	2,957	9	2,968
GU	572	643	248	1,463
HBF	553	1,143	301	1,997
HCF	---	11,976	541	12,517
Health Care Insurance	---	496	29	525
Healthguard	---	433	---	433
IOOF of Victoria	7	10,207	946	11,160
IOR Australia	6,055	16,106	797	22,958
Latrobe	---	20,233	1,237	21,470
Lysaght	---	2,913	357	3,270
MBF	---	41,226	3,436	44,662
Medibank Private	---	427,554	22,456	450,010
Mildura	---	8,929	1,993	10,922
MU NSW	1,630	123	63	1,816
National Mutual	527	233,686	8,080	242,293
Navy	---	2,142	157	2,299
NIB	---	11,712	367	12,079
NRMA	---	545	82	627
NSW Teachers	---	4,308	189	4,497
Phoenix	---	763	23	786
Reserve Bank	---	573	4	577
St Luke's	---	529	63	592
Transition Benefits	---	866	---	866
Transport	---	2,516	332	2,848
<i>Victoria Total</i>	<i>37,897</i>	<i>993,497</i>	<i>59,535</i>	<i>1,090,929</i>

Coverage

Hospital Tables	Ancillary Only	Whole Fund	Organisation
			Victoria
1,122	80	1,202	ACA
3,456	3	3,459	AMA
31,656	1,526	33,182	Aust. Health Mgmt
214,389	10,836	225,225	Australian Unity
28,968	1,449	30,417	CBHS
33,674	3,112	36,786	Defence Health
7,451	584	8,035	Druids-Victoria
17,170	2,479	19,649	Federation Health
82,152	23,555	105,707	Geelong
28,854	349	29,203	Goldfields
7,897	19	7,916	Grand United Corp
2,608	466	3,074	GU
3,580	562	4,142	HBF
29,689	1,288	30,977	HCF
1,339	67	1,406	Health Care Insurance
1,214	---	1,214	Healthguard
19,751	1,958	21,709	IOOF of Victoria
50,488	1,779	52,267	IOR Australia
44,880	3,366	48,246	Latrobe
7,774	855	8,629	Lysaght
90,775	6,733	97,508	MBF
872,412	53,078	925,490	Medibank Private
19,666	4,648	24,314	Mildura
4,227	108	4,335	MU NSW
495,325	18,441	513,766	National Mutual
5,409	403	5,812	Navy
27,736	904	28,640	NIB
1,283	176	1,459	NRMA
12,073	469	12,542	NSW Teachers
1,841	48	1,889	Phoenix
1,116	9	1,125	Reserve Bank
1,205	124	1,329	St Luke's
2,630	---	2,630	Transition Benefits
5,534	813	6,347	Transport
2,159,344	140,287	2,299,631	<i>Victoria Total</i>

TABLE 8b. MEMBERSHIP AND COVERAGE BY STATE AT 30 JUNE 2001†

Organisation	Membership			
	Hospital Tables			Whole Fund
	Exclusionary Tables	Non-Exclusionary Tables	Ancillary Only	
Queensland				
ACA	---	558	38	596
AMA	---	688	2	690
Aust. Health Mgmt	---	22,250	1,154	23,404
Australian Unity	338	6,888	256	7,482
CBHS	922	5,586	304	6,812
Credicare	---	16,921	2,620	19,541
Defence Health	---	12,737	1,972	14,709
Geelong	14	458	1,218	1,690
Goldfields	17	3,370	69	3,456
Grand United Corp	---	1,079	5	1,084
GU	750	1,643	565	2,958
HBF	255	777	233	1,265
HCF	---	11,291	922	12,213
Healthguard	4	1,981	290	2,275
IOR Australia	2,274	5,192	781	8,247
Lysaght	---	784	116	900
MBF	---	266,568	22,033	288,601
Medibank Private	---	272,140	20,747	292,887
MU NSW	3,036	534	197	3,767
National Mutual	75	17,863	608	18,546
Navy	---	1,397	149	1,546
NIB	---	11,433	546	11,979
NRMA	---	535	86	621
NSW Teachers	---	940	93	1,033
Phoenix	---	596	41	637
QCH	---	7,619	470	8,089
Qld Teachers	---	16,352	733	17,085
R&T Health Fund	---	3,182	130	3,312
Western District	---	7,133	2,255	9,388
<i>Queensland Total</i>	7,685	698,495	58,633	764,813

Coverage

Hospital Tables	Ancillary Only	Whole Fund	Organisation
			Queensland
1,330	89	1,419	ACA
2,024	4	2,028	AMA
49,453	2,278	51,731	Aust. Health Mgmt
14,565	686	15,251	Australian Unity
16,320	647	16,967	CBHS
38,611	6,204	44,815	Credicare
34,665	4,464	39,129	Defence Health
1,036	3,428	4,464	Geelong
8,704	180	8,884	Goldfields
2,854	14	2,868	Grand United Corp
4,565	1,175	5,740	GU
2,456	502	2,958	HBF
26,143	2,087	28,230	HCF
4,661	716	5,377	Healthguard
16,675	1,728	18,403	IOR Australia
2,203	320	2,523	Lysaght
567,213	40,466	607,679	MBF
563,802	44,191	607,993	Medibank Private
8,684	397	9,081	MU NSW
44,375	1,389	45,764	National Mutual
3,678	371	4,049	Navy
25,539	1,225	26,764	NIB
1,174	165	1,339	NRMA
2,274	177	2,451	NSW Teachers
1,407	87	1,494	Phoenix
19,742	1,150	20,892	QCH
40,456	1,786	42,242	Qld Teachers
8,499	380	8,879	R&T Health Fund
18,504	6,206	24,710	Western District
1,531,612	122,512	1,654,124	<i>Queensland Total</i>

TABLE 8b. MEMBERSHIP AND COVERAGE BY STATE AT 30 JUNE 2001†

Organisation	Membership			
	Hospital Tables			Whole Fund
	Exclusionary Tables	Non-Exclusionary Tables	Ancillary Only	
South Australia				
Aust. Health Mgmt	---	5,232	334	5,566
Australian Unity	124	5,815	231	6,170
CBHS	304	1,690	115	2,109
Defence Health	---	3,594	574	4,168
Goldfields	14	1,031	28	1,073
Grand United Corp	---	756	---	756
HBF	111	330	113	554
HCF	---	967	73	1,040
Health-Partners	---	17,864	6,371	24,235
IOR Australia	4,357	5,005	669	10,031
Lysaght	---	509	29	538
MBF	---	16,883	2,684	19,567
Medibank Private	---	73,711	15,642	89,353
National Mutual	277	146,313	23,698	170,288
Navy	---	470	43	513
NIB	---	2,469	188	2,657
NRMA	---	34,099	6,958	41,057
NSW Teachers	---	1,880	134	2,014
Phoenix	---	968	101	1,069
SA Police Employees	---	5,365	236	5,601
Transition Benefits	---	64	---	64
<i>South Australia Total</i>	<i>5,187</i>	<i>325,015</i>	<i>58,221</i>	<i>388,423</i>

Coverage

Hospital Tables	Ancillary Only	Whole Fund	Organisation
			South Australia
11,552	683	12,235	Aust. Health Mgmt
11,746	560	12,306	Australian Unity
4,941	218	5,159	CBHS
9,887	1,239	11,126	Defence Health
2,698	79	2,777	Goldfields
1,864	---	1,864	Grand United Corp
966	228	1,194	HBF
2,374	180	2,554	HCF
40,738	14,115	54,853	Health-Partners
19,450	1,425	20,875	IOR Australia
1,467	48	1,515	Lysaght
39,063	5,501	44,564	MBF
143,628	33,626	177,254	Medibank Private
300,834	49,498	350,332	National Mutual
1,287	90	1,377	Navy
5,561	443	6,004	NIB
73,216	15,710	88,926	NRMA
5,112	309	5,421	NSW Teachers
2,013	195	2,208	Phoenix
13,386	436	13,822	SA Police Employees
177	---	177	Transition Benefits
691,960	124,583	816,543	<i>South Australia Total</i>

TABLE 8b. MEMBERSHIP AND COVERAGE BY STATE AT 30 JUNE 2001†

Organisation	Membership			
	Hospital Tables			Whole Fund
	Exclusionary Tables	Non-Exclusionary Tables	Ancillary Only	
Western Australia				
Aust. Health Mgmt	---	1,750	198	1,948
Australian Unity	57	753	117	927
CBHS	271	1,808	167	2,246
Defence Health	---	1,948	441	2,389
Geelong	127	2,261	807	3,195
Goldfields	428	12,322	1,352	14,102
Grand United Corp	---	347	3	350
HBF	60,865	209,192	130,664	400,721
HCF	---	712	61	773
HIF	3,284	12,072	2,289	17,645
IOR Australia	292	539	41	872
MBF	---	6,158	472	6,630
Medibank Private	---	80,175	13,942	94,117
National Mutual	11	4,584	367	4,962
Navy	---	907	138	1,045
NIB	---	1,027	108	1,135
NRMA	---	7,462	836	8,298
Transition Benefits	---	327	---	327
<i>Western Australia Total</i>	<i>65,335</i>	<i>344,344</i>	<i>152,003</i>	<i>561,682</i>

Coverage

Hospital Tables	Ancillary Only	Whole Fund	Organisation
			Western Australia
3,831	434	4,265	Aust. Health Mgmt
1,706	263	1,969	Australian Unity
5,020	395	5,415	CBHS
5,131	1,030	6,161	Defence Health
5,490	2,180	7,670	Geelong
30,996	3,028	34,024	Goldfields
917	4	921	Grand United Corp
591,700	244,773	836,473	HBF
1,534	140	1,674	HCF
34,401	5,176	39,577	HIF
1,993	86	2,079	IOR Australia
15,513	959	16,472	MBF
177,629	29,762	207,391	Medibank Private
11,013	935	11,948	National Mutual
2,484	421	2,905	Navy
2,402	271	2,673	NIB
18,904	2,049	20,953	NRMA
988	---	988	Transition Benefits
<i>911,652</i>	<i>291,906</i>	<i>1,203,558</i>	<i>Western Australia Total</i>

TABLE 8b. MEMBERSHIP AND COVERAGE BY STATE AT 30 JUNE 2001†

Organisation	Membership			
	Hospital Tables			Whole Fund
	Exclusionary Tables	Non-Exclusionary Tables	Ancillary Only	
Tasmania				
Aust. Health Mgmt	---	5,346	195	5,541
CBHS	79	487	22	588
Defence Health	---	372	45	417
Health Care Insurance	---	2,280	570	2,850
MBF	---	38,122	5,267	43,389
Medibank Private	---	38,015	2,768	40,783
National Mutual	1	835	43	879
St Luke's	---	15,454	1,718	17,172
<i>Tasmania Total</i>	80	100,911	10,628	111,619
Northern Territory				
Aust. Health Mgmt	---	535	26	561
Defence Health	---	1,051	186	1,237
MBF	---	9,816	452	10,268
Medibank Private	---	13,886	731	14,617
National Mutual	13	3,925	220	4,158
<i>Northern Territory</i>	13	29,213	1,615	30,841
National Total	159,833	3,912,499	531,223	4,603,555

† The membership and coverage shown has been extracted from quarterly statistical returns for June 2001. For the purposes of those statistical returns, where a fund has less than 500 SEUs in a State, the members of that State are included in the State where the largest number of members reside.

Coverage			
Hospital Tables	Ancillary Only	Whole Fund	Organisation
Tasmania			
11,722	331	12,053	Aust. Health Mgmt
1,402	49	1,451	CBHS
1,053	107	1,160	Defence Health
5,562	1,180	6,742	Health Care Insurance
81,787	9,975	91,762	MBF
74,775	5,711	80,486	Medibank Private
1,962	85	2,047	National Mutual
32,022	3,753	35,775	St Luke's
<i>210,285</i>	<i>21,191</i>	<i>231,476</i>	<i>Tasmania Total</i>
Northern Territory			
1,283	56	1,339	Aust. Health Mgmt
2,797	511	3,308	Defence Health
23,005	865	23,870	MBF
31,005	1,584	32,589	Medibank Private
9,493	452	9,945	National Mutual
<i>67,583</i>	<i>3,468</i>	<i>71,051</i>	<i>Northern Territory Total</i>
8,712,342	1,114,490	9,826,832	National Total

TABLE 9. AVERAGE MEMBERSHIP BY ORGANISATION AT 30 JUNE 2001†

Organisation	Average Hospital Membership	Average Ancillary Only Membership	Average Whole Fund Membership
9.1 OPEN MEMBERSHIP ORGANISATIONS			
Aust. Health Mgmt	108,749	8,281	117,030
Australian Unity	138,030	5,351	143,382
CDH	2,043	179	2,221
Credicare	17,254	2,717	19,971
Druids-NSW	1,782	141	1,923
Druids-Victoria	3,971	274	4,245
Federation Health	7,430	975	8,405
Geelong	41,775	11,404	53,180
Goldfields	28,728	1,511	30,238
Grand United Corp	10,693	76	10,769
GU	16,463	3,405	19,867
HBF	270,482	135,579	406,061
HCF	292,514	51,240	343,753
Health-Partners	17,584	6,447	24,031
Healthguard	2,496	317	2,813
HIF	15,278	2,287	17,565
IOOF of Victoria	10,228	952	11,180
IOR Australia	45,280	2,680	47,959
Latrobe	20,607	1,291	21,897
MBF	691,531	90,188	781,719
Medibank Private	1,272,173	133,085	1,405,258
Mildura	10,012	2,146	12,158
MU NSW	53,940	2,435	56,375
National Mutual	427,906	34,042	461,948
NIB	217,940	11,964	229,904
NRMA	61,963	8,916	70,879
QCH	7,686	250	7,937
St Luke's	17,048	1,896	18,944
Western District	22,969	9,789	32,758
<i>Open Membership Organisations Total</i>	3,834,554	529,816	4,364,370

TABLE 9. AVERAGE MEMBERSHIP BY ORGANISATION AT 30 JUNE 2001†

Organisation	Average Hospital Membership	Average Ancillary Only Membership	Average Whole Fund Membership
9.2 RESTRICTED MEMBERSHIP ORGANISATIONS			
ACA	3,863	201	4,064
AMA	4,147	14	4,161
CBHS	39,209	2,099	41,308
Defence Health	44,012	6,756	50,768
Health Care Insurance	2,769	616	3,385
Lysaght	8,866	1,148	10,013
Navy	10,347	992	11,339
NSW Teachers	61,283	4,122	65,405
Phoenix	5,511	421	5,931
Qld Teachers	16,420	741	17,160
R&T Health Fund	13,709	378	14,087
Reserve Bank	2,155	7	2,161
SA Police Employees	5,329	208	5,537
Transition Benefits	4,296	---	4,296
Transport	2,555	342	2,896
<hr/>			
<i>Restricted Membership Organisations Total</i>	224,469	18,043	242,512
<hr/>			
National Total	4,059,023	547,858	4,606,881

† See Explanatory Notes page 92

Explanatory Notes

Adjustment to the Provision for Unpresented and Outstanding Claims

A Provision for Unpresented and Outstanding Claims covers:

- (a) hospital benefits and ancillary benefits claims received but not paid at the end of the financial year;
- (b) the fund benefit liability in respect of services or treatment received by contributors during the financial year, the claims for which had not been received by the end of the financial year;
- (c) an allowance to cover the cost of payment of the claims; and
- (d) any expected reinsurance account payment in respect of the unpresented and outstanding claims.

Average Membership

Average membership is calculated as the weighted average of the year's four quarterly averages. In reports prepared prior to 1999–2000, the average was calculated using the membership as at 30 June of the current year and 30 June of the previous year. The average of the June figures was acceptable when there was a relatively constant rate of growth or decline in the four quarters. However, using such a method in this Annual Report would have given too much weight to the June 2000 and September 2000 quarters when there was a significant increase in membership due to Lifetime Health Cover initiatives.

Balance of the Fund

Balance of the fund represents the difference between total assets and total liabilities of the fund. It includes accumulated profits or losses, reserves and share capital ('for-profit' organisations).

Contribution Income

Contributions shown are gross contributions, that is, before commission is deducted.

Extraordinary Items, Other Items and Income Tax

Extraordinary items are items of revenue and expense which are attributable to events or transactions of a type that are outside the ordinary operations of the reporting entity and are not of a recurring nature.

Provisions for income tax payment or future benefit are also included in this column, where appropriate.

Fund Benefits Paid

The term 'Fund Benefits Paid' refers to the total amount of benefits paid on a revenue basis i.e. total benefits paid from hospital, medical and ancillary tables.

Investment and Other Income

Includes receipts from investments such as interest, dividends, rent plus commissions, agency fees and income from diversified activities.

Management Expenses

Management expenses shown are the operating expenses incurred in the course of normal fund operations, i.e. salaries, commission, rent etc. The percentage relationship between management expenses and contribution income will be influenced by such factors as the structure of an organisation, the level of contribution rates, assistance from employers in the case of some restricted membership organisations and establishment costs for new organisations.

The average management expense per member has been calculated by dividing the total management expense for each organisation by the average membership of the organisation for the year based on figures notified on the quarterly statistical returns for all contributors.

Payments To or From Reinsurance Trust Fund

This refers to the net amount paid or payable to or from the Health Benefits Reinsurance Trust Fund in respect of the financial year.

The amounts shown in Table 6 include accrued payments for the June quarter 2000. Actual payments made by each organisation are shown in Table 20.

Rounding of monetary amounts

All monetary amounts shown in tables have been rounded to the nearest \$1000. Where figures have been rounded, discrepancies may occur between sums of component items and totals. However, actual figures have been used in respect of the membership figures reported .

SEU

Single Equivalent Unit. A single member is counted as one SEU while all other categories are counted as two SEUs.

Solvency Multiple

Is equal to Total Fund Assets divided by the Solvency Requirement (as calculated by application of Division 2.2 of the *Health Benefits Organisations – Solvency Standard 2000*).

State Levies

Amounts payable to the New South Wales and ACT Governments in respect of levies on contributors of registered health benefits organisations for ambulance cover.

END NOTES

(a) Australian Unity	\$'000
Provision for Income Tax	337
(b) Federation Health	
Net deficit on cessation of health clinic operations.	403
(c) Grand United Corporate	
Provision for Income Tax	467
(d) GU	
Provision for Income Tax	2,271
(e) HCF	
Donation to The HCF Health and Medical Research Foundation	3,000
(f) IOOF of Victoria	
Provision for Income Tax	(210)
(g) Latrobe	
Expense recognised on revaluation of assets	2,172
(h) National Mutual	
Provision for Income Tax	46,716
(i) NRMA	
Provision for Income Tax	3,266
(j) NSW Teachers	
Recovery of Debts previously written off	(1,127)
(k) CDH	
Adjustment to Asset Revaluation Reserve	150
(l) Federation Health	
Adjustment to Asset Revaluation Reserve	(2,504)
(m) Goldfields	
Adjustment to Asset Revaluation Reserve	(67)
(n) HBF	
Adjustment to Asset Revaluation Reserve	3,319
(o) HIF	
Adjustment to Asset Revaluation Reserve	(325)
(p) HCF	
Adjustment to Asset Revaluation Reserve	(6,779)
(q) Latrobe	
Adjustment to Asset Revaluation Reserve	338
(r) MBF	
Adjustment to Asset Revaluation Reserve	(3,579)
(s) NIB	
Adjustment to Asset Revaluation Reserve	(3,219)
(t) Navy	
Adjustment to Asset Revaluation Reserve	(85)
(u) R&T Health Fund	
Adjustment to Asset Revaluation Reserve	(356)
(v) Transition Benefits	
At 30 June 2001 Transition Benefits (TBF) was technically in breach of the solvency requirements. Upon discovery of the breach TBF undertook corrective and preventative action. At the time of publication, TBF was in compliance with the solvency requirements.	
(w) Hospital and ancillary benefits reported in the Statistical Data collection will not agree with benefits reported under Financial Operations due to differences in classification. The Statistical Data is compiled from fund reports on benefits paid by type of service whereas the Financial data is based on accounting standards where benefits are more likely to be classified by the type of product (hospital or ancillary), rather than the service for which the benefits were paid. The major difference between the two data sets is the inclusion in Financial Operations of "benefits" paid that are not included in the Statistical Data. This would include services for which there is no cash benefit paid to or on behalf of the member but a benefit is received by the member at a cost to the fund.	

Part C
Statistical Data

Statistical Data

Table No.	Page
10. Membership, and Persons Covered	
Hospital and Ancillary Tables, States	98
Graph 1: Type of Insurance Contributors, Australia	99
11. Persons Covered by Hospital Insurance, States.....	100
Graph 2: Percentage of Persons Covered by Hospital Insurance, States	101
12. Hospital Insurance - Persons Covered by Age Category, States	102
Graph 3: Percentage of Persons Covered by Age Category, States	102
13. Total Reinsurance Benefits Paid By Age Category, States	103
Graph 4: Percentage of Reinsurance Benefits Paid by Age Category, States	103
14. Total Hospital Table Benefits Paid, States.....	104
15. Hospital Table Reinsurance Benefits Paid, States.....	105
16. Ancillary Benefits Paid, States	106
Graph 5: Major Ancillary Benefit Categories, Australia.....	107
17. Ordinary and Reinsurance Account Hospital Benefits Paid, States.....	108
Graph 6: Proportion of Reinsurance Benefits to Total Hospital Benefits, Australia	108
18. Hospital Benefits By Category, States.....	109
Graph 7: Hospital Benefits by Category, Australia	109
19. Hospital and Ancillary Benefits Paid, States	110
Graph 8: Proportion of Hospital and Ancillary Benefits, Australia.....	110
20. Summary of Health Benefits Reinsurance Trust Fund Calculation for the four quarters to 30 June 2001	111
Notes.....	117

**TABLE 10. MEMBERSHIP AND PERSONS COVERED
HOSPITAL TABLES AND ANCILLARY TABLES
AT 30 JUNE 2001**

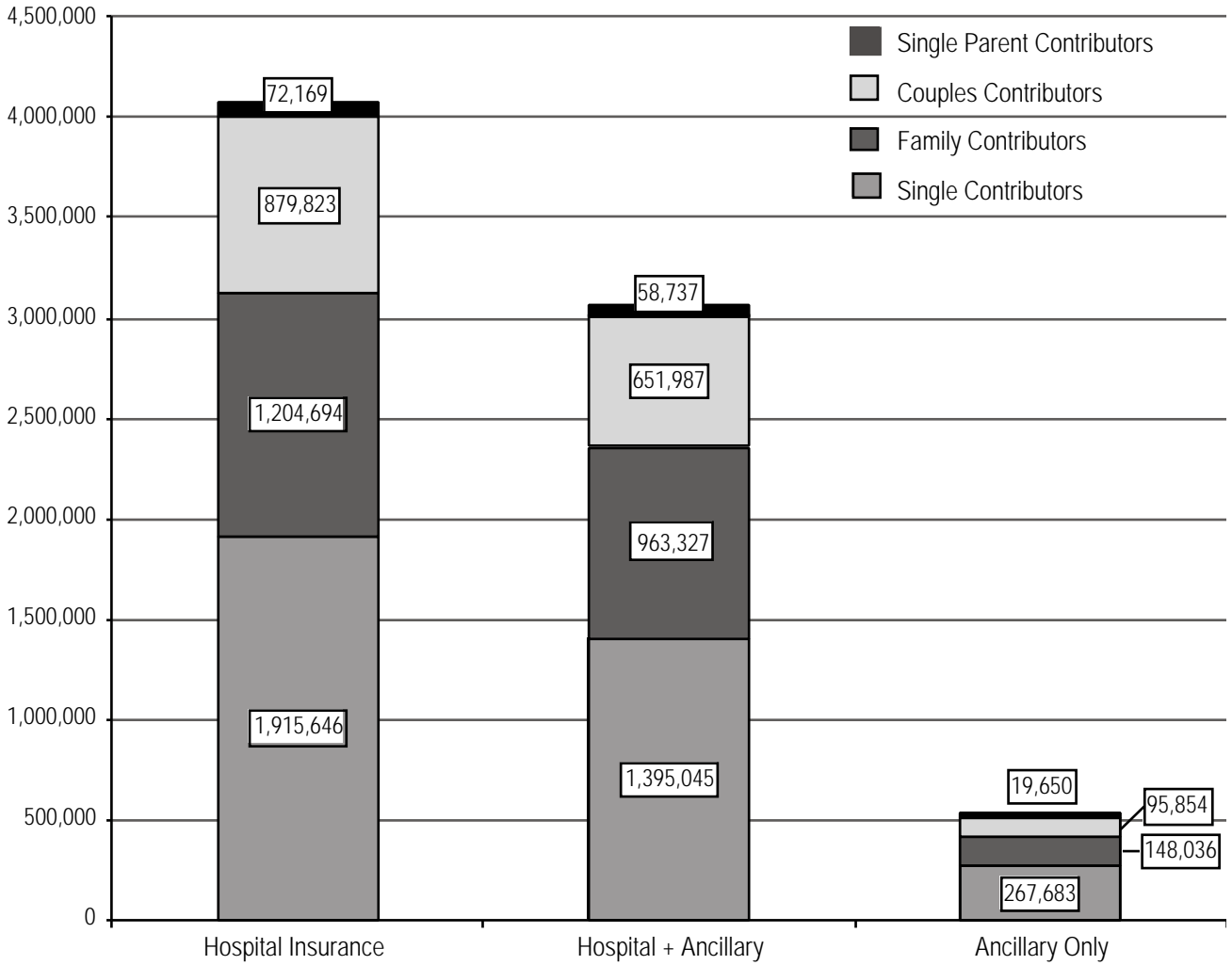
	Units	NSW(d)	Vic.	Qld.	SA (d)	WA	Tas.	NT (d)	Aust.
Hospital Insurance (a)									
Membership -									
Single	'000	687	521	315	158	172	51	12	1,916
Family	'000	439	298	209	93	126	29	10	1,205
Single Parent	'000	26	15	14	5	9	2	1	72
Couples	'000	312	198	169	74	102	20	6	880
Total	'000	1,465	1,031	706	330	410	101	29	4,072
Persons covered '000		3,140	2,159	1,532	692	912	210	68	8,712
% of population covered		45.9%	44.7%	42.2%	46.1%	47.7%	44.7%	34.2%	44.9%
Hospital Insurance plus Ancillary Cover (b)									
Membership -									
Single	'000	517	300	240	128	157	44	10	1,395
Family	'000	366	188	174	81	120	26	9	963
Single Parent	'000	21	10	11	4	9	2	1	59
Couples	'000	237	107	128	61	96	17	5	652
Total	'000	1,141	605	553	274	383	88	25	3,069
Persons covered '000		2,519	1,307	1,228	585	861	187	59	6,745
% of population covered		36.8%	27.1%	33.8%	38.9%	45.0%	39.7%	29.8%	34.8%
Ancillary Cover Only (c)									
Membership -									
Single	'000	95	27	31	28	79	6	1	268
Family	'000	58	22	17	17	32	3	#	148
Single Parent	'000	5	2	2	2	7	#	#	20
Couples	'000	32	9	8	11	34	2	#	96
Total	'000	191	60	59	58	152	11	2	531
Persons covered '000		411	140	123	125	292	21	3	1,114
% of population covered		6.0%	2.9%	3.4%	8.3%	15.3%	4.5%	1.8%	5.7%

Amount is less than 500

See Notes on page 117

Graph 1

Type of Insurance Coverage - Australia
As at June 2001



**TABLE 11. PERSONS COVERED BY HOSPITAL INSURANCE (a)
JUNE 1984 TO JUNE 2001**

As at 30 June	NSW(d)	Vic.	Qld.	SA(d)	WA	Tas.	NT(d)	Aust.
Number of persons covered (thousands)								
1984	2,786	2,258	909	841	754	236		7,784
1985	2,678	2,186	891	810	727	223		7,514
1986	2,931	2,243	914	805	694	226		7,812
1987	3,023	2,221	911	778	699	227		7,859
1988	2,995	2,193	898	767	694	224		7,770
1989	2,873	2,193	910	765	682	221		7,643
1990	2,863	2,209	918	709	671	219		7,588
1991	2,874	2,114	979	689	680	212		7,548
1992	2,760	1,915	976	632	680	202		7,164
1993	2,664	1,804	1,019	600	683	197		6,967
1994	2,520	1,670	1,043	555	659	185		6,632
1995	2,386	1,541	1,025	506	646	177	24	6,304
1996	2,218	1,518	1,038	504	650	176	46	6,149
1997	2,116	1,444	1,025	485	634	166	46	5,916
1998	2,050	1,381	996	465	634	157	45	5,728
1999	2,070	1,398	1,006	465	651	157	46	5,793
2000	3,035	2,009	1,436	651	833	204	68	8,236
2001	3,140	2,159	1,532	692	912	210	68	8,712
Percentage of population covered								
1984	49.3%	55.4%	36.3%	56.3%	54.5%	53.9%		50.0%
1985	46.7%	53.0%	35.0%	53.7%	51.6%	50.4%		47.7%
1986	50.6%	53.9%	34.8%	52.4%	47.6%	50.6%		48.8%
1987	51.4%	52.8%	34.0%	50.1%	46.6%	50.7%		48.3%
1988	50.1%	51.4%	32.8%	49.0%	45.2%	49.7%		47.0%
1989	47.5%	50.8%	32.2%	48.4%	43.2%	48.5%		45.5%
1990	46.8%	50.4%	31.7%	44.4%	41.6%	47.4%		44.5%
1991	46.4%	47.8%	33.1%	42.8%	41.6%	45.5%		43.7%
1992	44.1%	43.0%	32.2%	38.9%	41.0%	43.0%		41.0%
1993	42.3%	40.3%	32.8%	36.7%	40.7%	41.8%		39.4%
1994	39.6%	37.2%	32.7%	33.9%	38.7%	39.1%		37.2%
1995	37.1%	34.1%	31.4%	34.4%	37.3%	37.3%	13.5%	34.9%
1996	34.0%	33.3%	31.1%	34.2%	36.8%	37.1%	25.1%	33.6%
1997	32.2%	31.4%	30.2%	32.8%	35.2%	35.0%	24.4%	31.9%
1998	30.9%	29.7%	28.8%	31.3%	34.6%	33.4%	23.7%	30.6%
1999	30.9%	29.7%	28.7%	31.2%	35.0%	33.3%	23.9%	30.6%
2000	44.8%	42.1%	40.3%	43.5%	44.2%	43.4%	34.9%	43.0%
2001	45.9%	44.7%	42.2%	46.1%	47.7%	44.7%	34.2%	44.9%

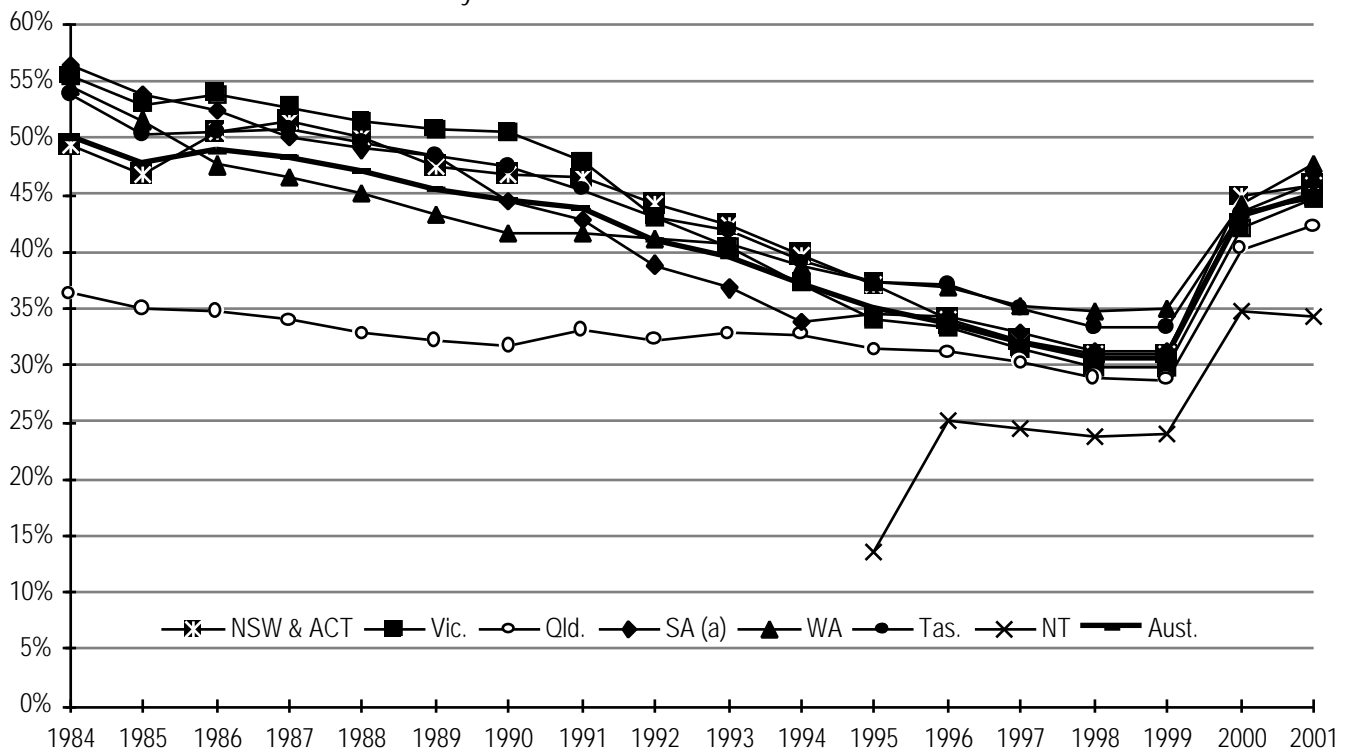
R Denotes amended percentages resulting from revised population figures released by the Australian Bureau of Statistics since the last annual report.

P Based on projected estimate of population

See Notes on page 117

Graph 2

Percentage of Persons Covered by Hospital Insurance
By State - 30 June 1984 to 20 June 2001

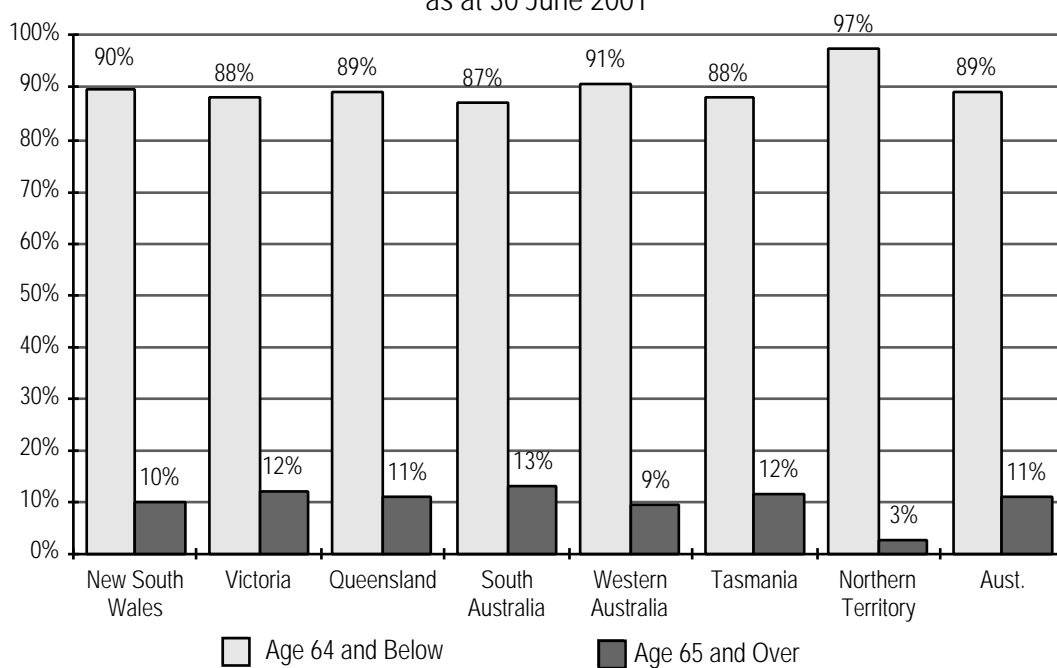


**TABLE 12. HOSPITAL INSURANCE - PERSONS COVERED BY AGE CATEGORY (e)
AT 30 JUNE 2001**

	<i>NSW</i>	<i>Vic.</i>	<i>Qld.</i>	<i>SA</i>	<i>WA</i>	<i>Tas.</i>	<i>NT</i>	<i>Aust.</i>
	'000	'000	'000	'000	'000	'000	'000	'000
Age 64 and Below	2,822	1,899	1,362	601	827	186	66	7,762
Age 65 and Over	318	260	170	91	85	25	2	950
Total Persons Covered	3,140	2,159	1,532	692	912	210	68	8,712

Graph 3

Hospital Insurance - Percentage of Persons Covered By Age Category
as at 30 June 2001

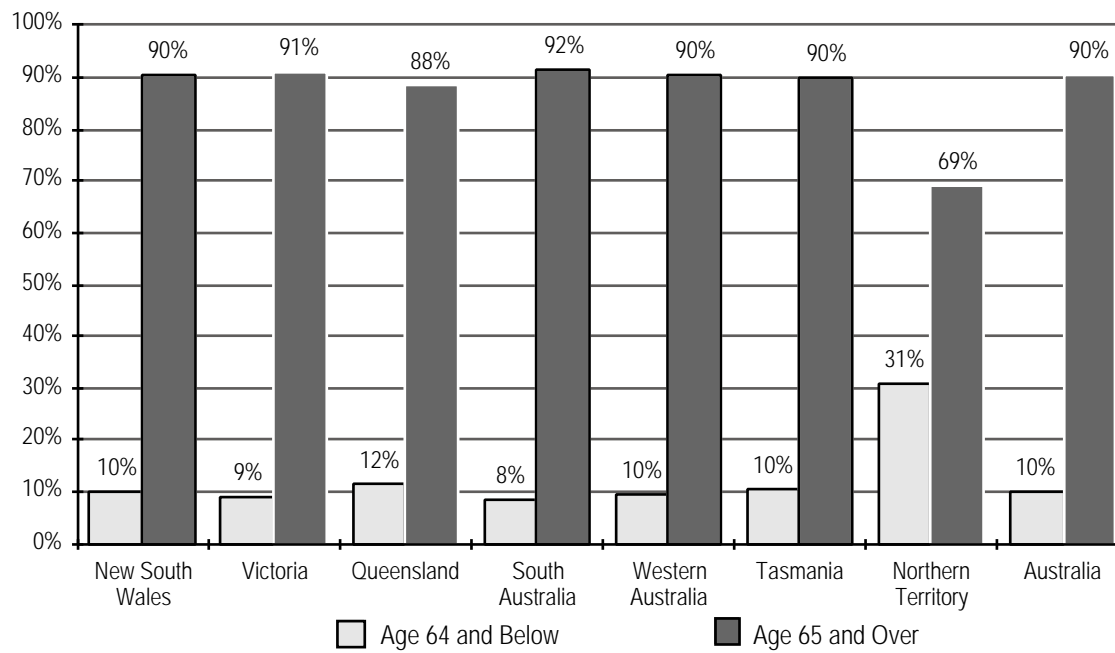


**TABLE 13. TOTAL REINSURANCE BENEFITS PAID BY AGE CATEGORY
YEAR ENDED 30 JUNE 2001**

	NSW	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Age 64 and Below	55,874	46,110	39,256	15,420	14,865	5,367	1,063	177,956
Age 65 and Over	515,071	471,172	298,052	167,377	138,760	46,140	2,375	1,638,947
Total Reinsurance Benefits	570,946	517,282	337,307	182,797	153,626	51,507	3,438	1,816,903

Graph 4

Percentage of Reinsurance Benefits Paid by Age Category
year ended 30 June 2001



**TABLE 14. TOTAL HOSPITAL TABLE BENEFITS PAID (e) (n)
YEAR ENDED 30 JUNE 2001**

	Units	NSW	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
Hospital table (a)									
Acute Patients (f) -									
Recognised (public) hospitals									
Bed days	'000	589	209	102	86	88	22	2	1,099
Benefits paid	\$'000	136,219	47,012	22,805	17,782	21,244	5,414	507	250,983
Private hospitals									
Bed days	'000	1,289	1,331	926	460	453	137	24	4,618
Benefits paid	\$'000	787,712	724,841	509,785	233,793	273,711	80,415	13,338	2,623,596
Day hospital facilities (g)									
Bed days	'000	77	37	59	16	11	2	#	203
Benefits paid	\$'000	42,324	14,449	28,586	6,413	4,836	1,481	111	98,200
Nursing home type patients (f)									
Recognised (public) hospitals									
Bed days	'000	33	13	23	25	15	2	-#	111
Benefits paid	\$'000	2,618	822	727	1,882	894	67	(1)	7,010
Private hospitals									
Bed days	'000	6	15	22	17	1	#	#	61
Benefits paid	\$'000	549	1,260	1,796	1,372	85	10	5	5,077
TOTAL ACCOMMODATION									
Bed days	'000	1,993	1,606	1,131	604	569	163	26	6,092
Benefits paid	\$'000	969,423	788,384	563,700	261,243	300,770	87,386	13,960	2,984,866
Other -									
Medical									
Services	'000	4,050	3,413	2,671	1,255	1,061	305	47	12,803
Benefits paid	\$'000	95,644	79,280	60,312	29,491	27,156	7,136	1,307	300,327
Above schedule fee (h)									
Services	'000	1,123	2,452	869	1,088	905	72	24	6,533
Benefits paid	\$'000	21,775	41,702	18,409	21,376	20,820	1,936	758	126,777
Listed prostheses									
Number	'000	318	371	141	76	93	18	3	1,019
Benefits paid	\$'000	103,063	79,091	51,298	26,544	31,719	8,324	928	300,966
Total Hospital									
Benefits Paid	\$'000	1,189,904	988,458	693,718	338,654	380,466	104,782	16,953	3,712,935

Amount is less than 500

See Notes on page 117

**TABLE 15. HOSPITAL TABLE REINSURANCE BENEFITS PAID (e)
YEAR ENDED 30 JUNE 2001**

	Units	NSW	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
Hospital table (a)									
Acute Patients (f) -									
Recognised (public) hospitals									
Bed days	'000	368	134	66	52	50	13	1	685
Benefits paid	\$'000	86,713	30,195	14,764	11,064	12,241	3,256	142	158,374
Private hospitals									
Bed days	'000	658	748	492	274	197	71	6	2,445
Benefits paid	\$'000	357,670	378,018	246,956	126,165	107,644	39,186	2,755	1,258,395
Day hospital facilities (g)									
Bed days	'000	26	12	24	10	3	1	#	77
Benefits paid	\$'000	17,565	6,344	13,490	4,188	1,740	858	25	44,210
Nursing home type patients (f)									
Recognised (public) hospitals									
Bed days	'000	33	13	23	25	15	2	-#	112
Benefits paid	\$'000	2,647	836	727	1,884	896	67	(1)	7,056
Private hospitals									
Bed days	'000	6	16	22	17	1	#	#	62
Benefits paid	\$'000	553	1,323	1,799	1,380	81	26	5	5,166
TOTAL ACCOMMODATION									
Bed days	'000	1,092	924	626	378	267	87	7	3,381
Benefits paid	\$'000	465,148	416,716	277,736	144,682	122,602	43,392	2,926	1,473,201
Other -									
Medical									
Services	'000	1,925	1,837	1,283	666	453	142	10	6,316
Benefits paid	\$'000	38,935	36,526	25,061	13,347	9,602	2,896	214	126,581
Above schedule fee (h)									
Services	'000	482	1,253	345	503	362	32	3	2,980
Benefits paid	\$'000	7,666	16,918	5,732	8,432	5,558	593	77	44,975
Listed prostheses									
Number	'000	152	200	67	36	39	8	#	502
Benefits paid	\$'000	59,197	47,122	28,779	16,336	15,864	4,626	221	172,145
Total Reinsurance									
Benefits Paid	\$'000	570,946	517,282	337,307	182,797	153,626	51,507	3,438	1,816,903

Amount is less than 500

See Notes on page 117

**TABLE 16. ANCILLARY BENEFITS PAID, STATES (n)
YEAR ENDED 30 JUNE 2001**

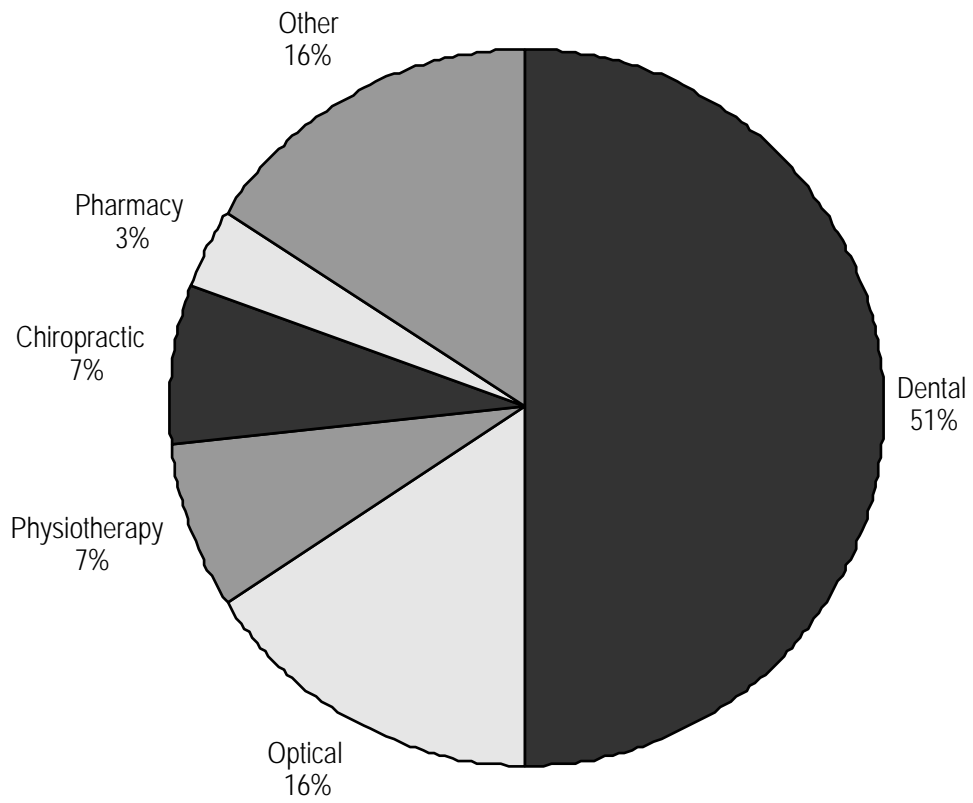
Ancillary Table (i)	Units	NSW	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
Non-contractual									
Dental									
Services	'000	7,086	3,435	3,191	1,783	2,313	390	92	18,289
Benefits	\$'000	302,731	128,043	132,749	75,301	113,411	17,570	3,778	773,582
Optical									
Services	'000	1,708	566	731	406	365	136	33	3,945
Benefits	\$'000	102,665	39,969	44,181	24,585	22,262	7,929	1,993	243,585
Physiotherapy									
Services	'000	1,594	893	823	575	735	95	30	4,745
Benefits	\$'000	42,102	19,767	20,607	13,270	15,928	2,316	717	114,707
Chiropractic									
Services	'000	1,591	1,146	1,006	801	655	99	35	5,333
Benefits	\$'000	38,288	21,547	21,663	15,958	12,211	2,320	749	112,735
Pharmacy									
Services	'000	825	267	350	207	168	61	10	1,888
Benefits	\$'000	25,976	5,795	10,287	4,002	5,103	1,839	264	53,266
Podiatry									
Services	'000	431	277	180	174	155	48	3	1,268
Benefits	\$'000	12,196	6,833	4,901	5,235	6,246	1,198	92	36,702
Ambulance									
Services	'000	6	43	36	6	66	#	#	157
Benefits	\$'000	1,303	3,418	4,414	2,086	13,003	9	49	24,284
Prostheses & appliances									
Services	'000	68	17	28	7	14	5	#	140
Benefits	\$'000	8,761	2,010	3,241	886	1,693	595	52	17,239
Psychology/group therapy									
Services	'000	82	133	70	41	73	14	3	416
Benefits	\$'000	4,103	5,122	3,117	2,087	3,807	595	130	18,961
Fitness courses/equipment									
Services	'000	254	24	56	7	6	6	1	352
Benefits	\$'000	14,006	1,684	3,516	487	375	377	84	20,529
Natural therapy									
Services	'000	255	169	102	84	35	7	2	654
Benefits	\$'000	5,844	3,405	2,202	1,604	750	159	35	14,000
Acupuncture									
Services	'000	448	85	128	27	4	2	1	696
Benefits	\$'000	7,650	1,689	2,837	537	81	46	26	12,866
Hearing aids and audiology									
Services	'000	6	3	3	2	3	#	#	17
Benefits	\$'000	3,174	821	964	816	1,263	227	21	7,286
Speech therapy									
Services	'000	106	33	43	16	43	1	1	242
Benefits	\$'000	3,220	875	1,224	608	1,565	30	27	7,549
Accidental death/funeral expenses									
Services	'000	3	#	1	#	#	#	#	4
Benefits	\$'000	2,624	70	445	45	81	79	5	3,349
Other									
Services	'000	229	97	89	32	100	10	1	559
Benefits	\$'000	9,253	2,665	2,847	1,275	3,387	534	26	19,986
Total Non-contractual									
Services	'000	14,692	7,188	6,835	4,167	4,734	875	213	38,704
Benefits	\$'000	583,897	243,712	259,196	148,781	201,165	35,824	8,049	1,480,624
Contractual Benefits	\$'000	37,848	5,798	6,349	1,492	11,061	264	47	62,858
Total Ancillary Benefits Paid	\$'000	621,745	249,511	265,545	150,272	212,226	36,087	8,096	1,543,482

See Notes on page 117

Amount is less than 500

Graph 5

Major Ancillary Benefit Categories
Australia - Year Ended 30 June 2001

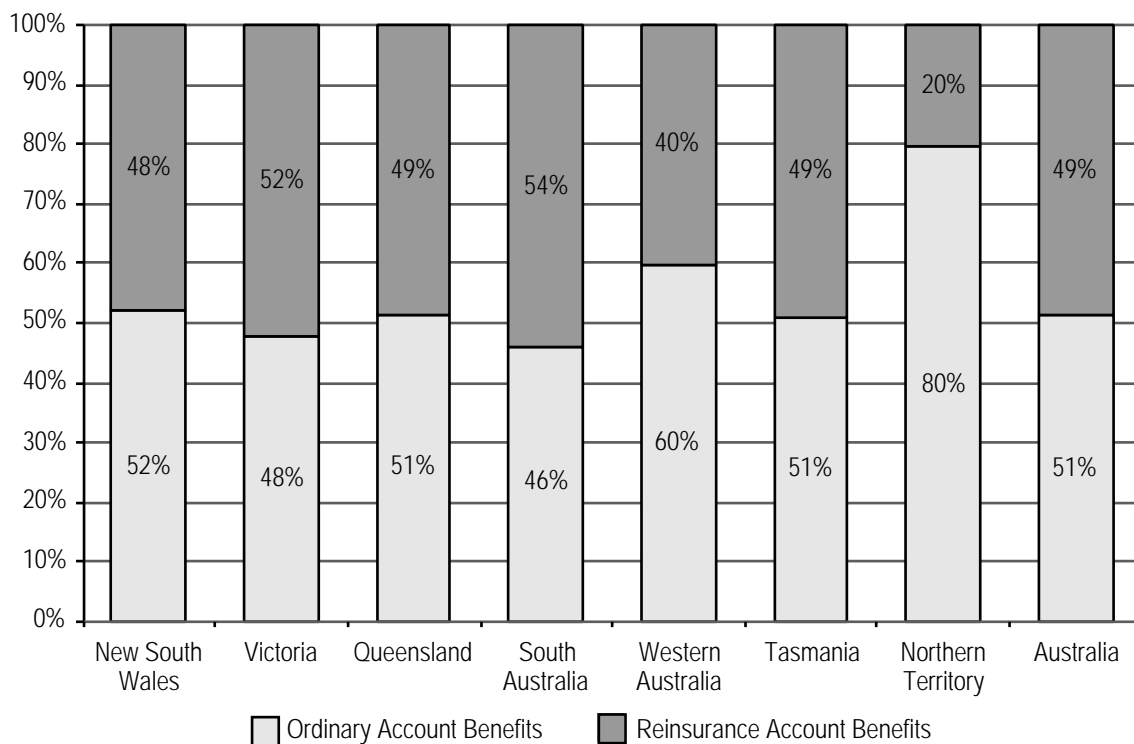


**TABLE 17. ORDINARY AND REINSURANCE ACCOUNT HOSPITAL BENEFITS PAID
YEAR ENDED 30 JUNE 2001**

	NSW	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Ordinary Benefits	618,959	471,176	356,410	155,857	226,840	53,275	13,515	1,896,032
Reinsurance Benefits	570,946	517,282	337,307	182,797	153,626	51,507	3,438	1,816,903
Total Hospital Benefits	1,189,904	988,458	693,718	338,654	380,466	104,782	16,953	3,712,935

Graph 6

Proportion of Reinsurance Benefits to Total Hospital Benefits
Year Ended 30 June 2001

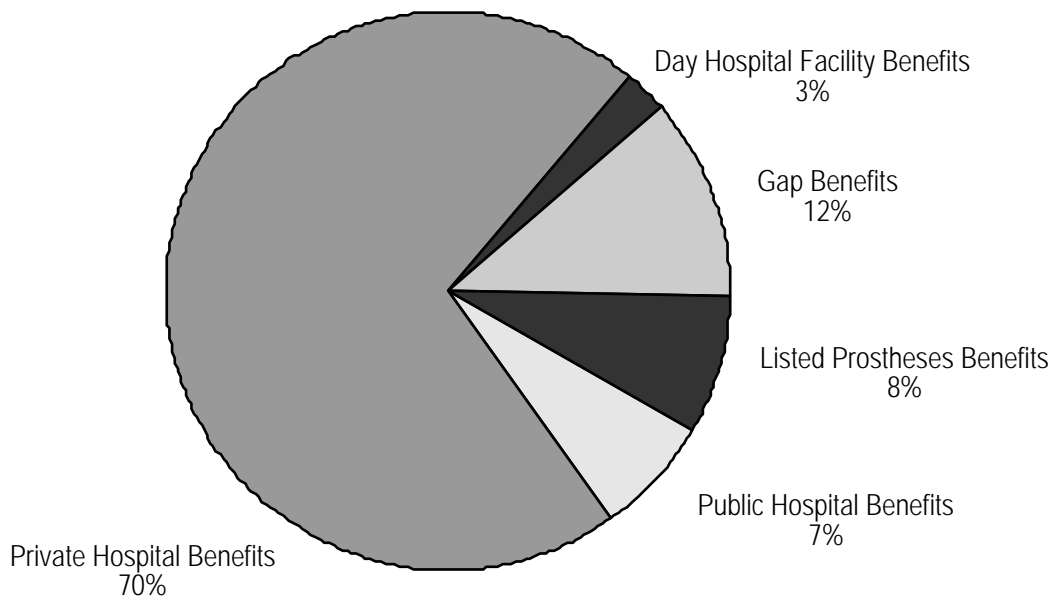


**TABLE 18. HOSPITAL BENEFITS BY CATEGORY (n)
YEAR ENDED 30 JUNE 2001**

	NSW	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Public Hospital Benefits	138,837	47,834	23,533	19,664	22,138	5,481	506	257,993
Private Hospital Benefits	788,262	726,101	511,581	235,166	273,796	80,424	13,343	2,628,673
Day Hospital Facility Benefits	42,324	14,449	28,586	6,413	4,836	1,481	111	98,200
Medical Benefits	117,419	120,982	78,720	50,867	47,977	9,072	2,066	427,103
Listed Protheses Benefits	103,063	79,091	51,298	26,544	31,719	8,324	928	300,966
Total Hospital Benefits	1,189,904	988,458	693,718	338,654	380,466	104,782	16,953	3,712,935

Graph 7

Hospital Benefits by Category - Year Ended 30 June 2001

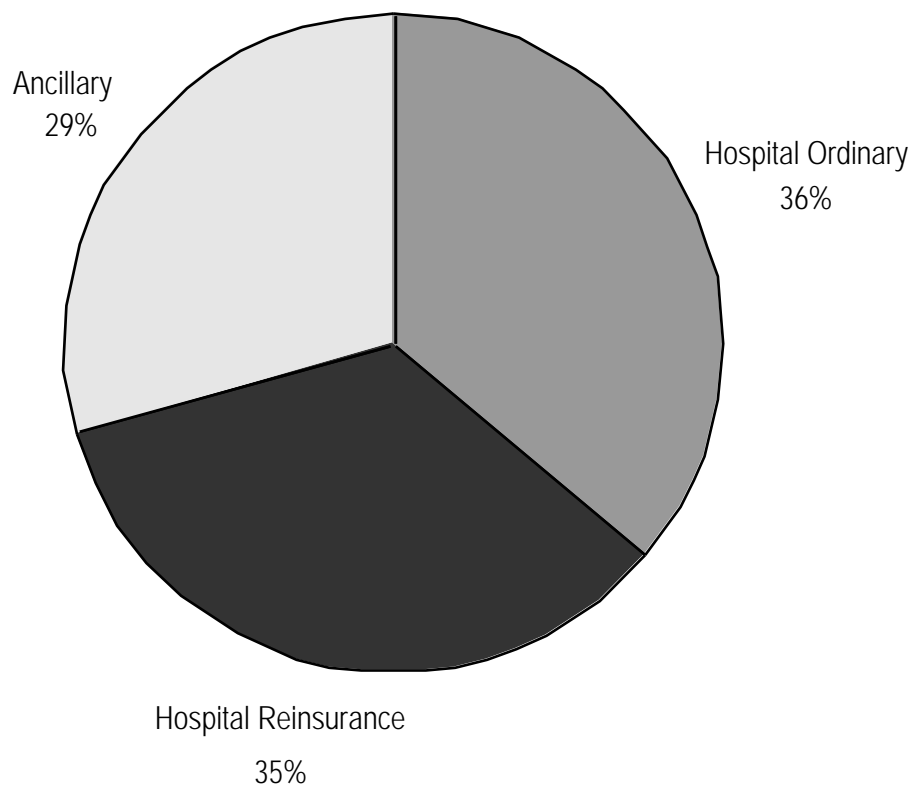


**TABLE 19. HOSPITAL AND ANCILLARY BENEFITS PAID (n)
YEAR ENDED 30 JUNE 2001**

	NSW	Vic.	Qld.	SA	WA	Tas.	NT	Aust.
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Hospital Ordinary	618,959	471,176	356,410	155,857	226,840	53,275	13,515	1,896,032
Hospital Reinsurance	570,946	517,282	337,307	182,797	153,626	51,507	3,438	1,816,903
Ancillary	621,745	249,511	265,545	150,272	212,226	36,087	8,096	1,543,482
Total Benefits	1,811,649	1,237,969	959,263	488,926	592,692	140,869	25,049	5,256,417

Graph 8

Proportion of Hospital and Ancillary – Year Ended 30 June 2001



**TABLE 20. SUMMARY OF HEALTH BENEFITS REINSURANCE TRUST FUND CALCULATIONS
FOR THE FOUR QUARTERS ENDED 30 JUNE 2001**

State/Fund	Adjusted Gross Deficit (j)	Calculated Deficit (k)	Adjustments (l)	Net Payment To/From HBRTF (m)
	\$ '000	\$ '000	\$ '000	\$ '000
New South Wales (incl. ACT)				
ACA	1,169	944	0	225
AMA	1,500	708	0	792
Aust. Health Mgmt	10,982	19,026	0	(8,044)
Australian Unity	888	1,387	0	(499)
CBHS	3,989	5,738	0	(1,750)
CDH	766	678	0	88
Defence Health	1,836	4,063	0	(2,227)
Druids-NSW	1,449	543	0	906
Geelong	57	240	0	(183)
Goldfields	34	921	0	(887)
Grand United Corp	682	1,768	0	(1,086)
GU	6,184	3,612	0	2,572
HBF	100	440	0	(339)
HCF	83,725	82,113	0	1,612
IOR Australia	1,883	2,386	0	(502)
Lysaght	1,472	1,734	0	(263)
MBF	135,738	96,474	0	39,265
Medibank Private	107,304	111,130	0	(3,826)
Mildura	405	354	0	50
MU NSW	15,891	15,158	0	733
National Mutual	3,250	5,116	0	(1,866)
Navy	1,068	1,882	0	(813)
NIB	43,259	56,883	0	(13,624)
NRMA	545	5,865	0	(5,320)
NSW Teachers	12,001	18,206	0	(6,205)
Phoenix	1,583	1,063	0	521
R&T Health Fund	7,269	3,380	0	3,889
Reserve Bank	1,084	497	0	587
St Luke's	37	168	0	(130)
Transition Benefits	108	1,001	0	(893)
Western District	2,692	5,474	0	(2,782)
New South Wales Total	448,951	448,951	0	0

**TABLE 20. SUMMARY OF HEALTH BENEFITS REINSURANCE TRUST FUND CALCULATIONS
FOR THE FOUR QUARTERS ENDED 30 JUNE 2001**

State/Fund	Adjusted Gross Deficit (j)	Calculated Deficit (k)	Adjustments (l)	Net Payment To/From HBRTF (m)
	\$ '000	\$ '000	\$ '000	\$ '000
Victoria				
ACA	231	218	(0)	13
AMA	956	598	(0)	358
Aust. Health Mgmt	1,785	5,906	(0)	(4,121)
Australian Unity	56,060	43,657	(0)	12,403
CBHS	1,279	4,892	(0)	(3,613)
Defence Health	2,245	5,679	(0)	(3,433)
Druids-Victoria	3,273	1,590	(0)	1,684
Federation Health	1,696	3,126	(0)	(1,430)
Geelong	13,655	15,401	(0)	(1,746)
Goldfields	266	4,320	(0)	(4,055)
Grand United Corp	307	1,377	(0)	(1,069)
GU	175	473	(0)	(298)
HBF	74	600	(0)	(526)
HCF	1,467	5,192	(0)	(3,724)
Health Care Insurance	25	225	(0)	(200)
Healthguard	1	202	(0)	(201)
IOOF of Victoria	6,082	3,884	(0)	2,198
IOR Australia	11,042	9,247	(0)	1,795
Latrobe	7,649	8,692	(0)	(1,043)
Lysaght	471	1,279	(0)	(808)
MBF	4,923	16,458	(0)	(11,535)
Medibank Private	165,973	160,029	(0)	5,945
Mildura	2,768	3,687	(0)	(919)
MU NSW	113	681	(0)	(569)
National Mutual	116,543	95,892	(0)	20,652
Navy	576	951	(0)	(375)
NIB	503	4,696	(0)	(4,192)
NRMA	33	192	(0)	(159)
NSW Teachers	283	1,924	(0)	(1,641)
Phoenix	446	343	(0)	103
Reserve Bank	837	244	(0)	593
St Luke's	179	217	(0)	(38)
Transition Benefits	10	456	(0)	(446)
Transport	1,466	1,069	1	396
Victoria Total	403,396	403,396	(0)	(0)

**TABLE 20. SUMMARY OF HEALTH BENEFITS REINSURANCE TRUST FUND CALCULATIONS
FOR THE FOUR QUARTERS ENDED 30 JUNE 2001**

State/Fund	Adjusted Gross Deficit (j) \$ '000	Calculated Deficit (k) \$ '000	Adjustments (l) \$ '000	Net Payment To/From HBRTF (m) \$ '000
Queensland				
ACA	421	233	0	188
AMA	254	295	0	(42)
Aust. Health Mgmt	3,888	8,689	0	(4,802)
Australian Unity	1,607	2,644	0	(1,037)
CBHS	1,649	2,615	0	(966)
Credicare	5,891	6,851	0	(961)
Defence Health	1,365	5,325	0	(3,959)
Geelong	47	163	0	(117)
Goldfields	111	1,307	0	(1,196)
Grand United Corp	149	555	0	(406)
GU	980	888	0	92
HBF	70	375	0	(305)
HCF	3,126	4,341	0	(1,215)
Healthguard	834	824	0	10
IOR Australia	3,447	2,885	0	561
Lysaght	146	319	0	(173)
MBF	128,840	102,850	0	25,989
Medibank Private	96,554	94,445	0	2,108
MU NSW	573	1,378	0	(804)
National Mutual	5,072	7,521	0	(2,449)
Navy	208	577	0	(369)
NIB	1,913	4,330	0	(2,417)
NRMA	42	169	0	(128)
NSW Teachers	454	357	0	97
Phoenix	258	245	0	13
QCH	1,478	3,235	0	(1,757)
Qld Teachers	3,656	6,679	0	(3,023)
R&T Health Fund	960	1,375	0	(415)
Transition Benefits	0	49	0	(49)
Western District	390	2,862	0	(2,472)
Queensland Total	264,383	264,383	0	(0)

**TABLE 20. SUMMARY OF HEALTH BENEFITS REINSURANCE TRUST FUND CALCULATIONS
FOR THE FOUR QUARTERS ENDED 30 JUNE 2001**

State/Fund	Adjusted Gross Deficit (j) \$ '000	Calculated Deficit (k) \$ '000	Adjustments (l) \$ '000	Net Payment To/From HBRTF (m) \$ '000
South Australia				
Aust. Health Mgmt	1,287	2,435	(2)	(1,146)
Australian Unity	2,162	2,444	(2)	(280)
CBHS	437	933	(1)	(495)
Defence Health	423	1,788	(2)	(1,364)
Goldfields	60	481	(0)	(420)
Grand United Corp	97	356	(0)	(258)
HBF	83	136	134	(187)
HCF	187	438	(0)	(251)
Health-Partners	6,052	8,090	(8)	(2,030)
IOR Australia	7,785	3,930	(4)	3,858
Lysaght	97	133	0	(36)
MBF	3,088	7,616	(7)	(4,521)
Medibank Private	19,085	28,371	(27)	(9,259)
National Mutual	85,557	64,133	(61)	21,484
Navy	98	231	(0)	(133)
NIB	273	1,110	(1)	(836)
NRMA	12,368	14,941	(14)	(2,559)
NSW Teachers	177	919	(1)	(741)
Phoenix	603	450	(0)	153
SA Police Employees	1,652	2,544	(2)	(889)
Transition Benefits	10	101	(0)	(91)
South Australia Total	141,581	141,581	0	(0)

**TABLE 20. SUMMARY OF HEALTH BENEFITS REINSURANCE TRUST FUND CALCULATIONS
FOR THE FOUR QUARTERS ENDED 30 JUNE 2001**

State/Fund	Adjusted Gross Deficit (j)	Calculated Deficit (k)	Adjustments (l)	Net Payment To/From HBRTF (m)
	\$ '000	\$ '000	\$ '000	\$ '000
Western Australia				
Aust. Health Mgmt	273	514	0	(241)
Australian Unity	217	236	0	(19)
CBHS	676	637	0	39
Defence Health	251	609	0	(359)
Geelong	138	677	0	(540)
Goldfields	1,540	3,824	2	(2,286)
Grand United Corp	20	106	0	(86)
HBF	89,251	77,934	(21)	11,338
HCF	99	190	0	(91)
HIF	4,066	4,501	2	(437)
IOR Australia	347	247	0	100
MBF	354	1,861	1	(1,508)
Medibank Private	19,563	23,340	12	(3,789)
National Mutual	1,169	1,422	1	(254)
Navy	112	297	0	(185)
NIB	88	284	0	(196)
NRMA	897	2,261	1	(1,365)
Transition Benefits	1	123	0	(122)
Western Australia Total	119,063	119,063	0	(0)

**TABLE 20. SUMMARY OF HEALTH BENEFITS REINSURANCE TRUST FUND CALCULATIONS
FOR THE FOUR QUARTERS ENDED 30 JUNE 2001**

State/Fund	Adjusted Gross Deficit (j) \$ '000	Calculated Deficit (k) \$ '000	Adjustments (l) \$ '000	Net Payment To/From HBRTF (m) \$ '000
Tasmania				
Aust. Health Mgmt	1,384	2,366	0	(982)
CBHS	90	244	0	(154)
Defence Health	70	176	0	(106)
Health Care Insurance	576	1,040	0	(464)
MBF	18,328	16,310	0	2,018
Medibank Private	11,641	13,464	0	(1,823)
National Mutual	138	369	0	(231)
St Luke's	8,250	6,509	0	1,741
Tasmania Total	40,477	40,477	0	0
Northern Territory				
Aust. Health Mgmt	8	51	0	(43)
Defence Health	74	101	0	(26)
MBF	678	896	0	(218)
Medibank Private	1,482	1,275	0	208
National Mutual	445	366	0	79
Northern Territory	2,688	2,688	0	0
National Total	1,420,538	1,420,538	(0)	(0)

See Notes on page 117

Notes to Statistical Data

- (a) Hospital insurance provides cover for hospital accommodation charges for inpatients of recognised (public) hospitals, private hospitals and day hospital facilities.
- (b) Hospital plus Ancillary Cover shows those who have a combination of hospital membership and ancillary membership with the same fund.
- (c) Ancillary tables provide benefits for services such as dental, optical, therapies and other generally non-accommodation services. Ancillary table membership may be held without hospital membership. However, contributors may choose to hold hospital insurance with one fund and hold ancillary cover with another.
- (d) ACT population is included with NSW. NT Population was included with SA prior to 1995.
- (e) Claims are recorded in the quarter they were processed, not necessarily in the quarter the services were rendered.
- (f) Patients are automatically classified as Acute patients upon admission. After 35 days they are automatically classified as nursing home type patients except when a medical practitioner certifies that continuing acute care is required.
- (g) Day hospital facilities are free-standing medical centres at which relatively minor surgical procedures are performed.
- (h) From 1 July 1995, benefits were also payable for medical benefits above the Schedule Fee where a Purchaser-Provider Agreement exists.
- (i) Ancillary Tables provide benefits for services such as dental, optical, therapies and other, generally non-accommodation services. Details are provided for the most popular 15 categories. The remainder have been aggregated in "Other".
- (j) The term, 'Adjusted Gross Deficit', refers to the total amount of benefit payments claimed by organisations as meeting the reinsurance account eligibility criteria. The variation in the amount shown in this table and the Total Reinsurance Benefits Paid shown in the preceding statistical tables is due to adjustments made in the quarterly Reinsurance Calculations.
- (k) The term, 'Calculated Deficit', refers to each fund's share of the State reinsurance pool. The figure is calculated by multiplying its average membership by the average reinsurance account deficit per average member for the State.
- (l) The amount shown in this column represents adjustments to the Net Payment to/from HBRTF borne by each fund resulting from amendments to prior quarter calculations.
- (m) The amount shown in this column represents the net Trust Fund payment for each fund. Amounts shown with a "-" sign represent a payment to the Trust Fund. Amounts shown in Table 6 include accruals for the June quarter payment to/from the Trust Fund.
- (n) Hospital and ancillary benefits reported in the statistical data collection will not agree with benefits reported under financial operations due to differences in classification. This Statistical Data is compiled from fund reports on benefits paid by type of service whereas the financial is based on accounting standards where benefits are more likely to be classified by the type of product (hospital or ancillary), rather than the service for which the benefits were paid. The major difference between the two data sets is the inclusion in Financial Operations of "benefits" paid that are not included in the Statistical Data. This would include services for which there is no cash benefit paid to or on behalf of the member but a benefit is received by the member at a cost to the fund.

Index

A

Acute patients	104, 105, 117
Ambulance Only	17, 60
Ancillary Benefits	25, 26, 66, 106, 110, 117
Ancillary Coverage	16, 75, 79, 98
Ancillary membership	24, 74, 78, 98, 117
Assets	5, 13, 57
Audit of Reinsurance Arrangements	7
Average Membership	24, 90, 93
Average SEU	9, 24

B

Balance of Fund	52, 56
Balance Sheet Details	56
Benefits	25–28
Benefits by Hospital Type	109
Benefits Paid	25, 27, 30, 48, 66, 92, 104, 108
Benefits Paid per SEU	10, 26

C

Capital Adequacy	2, 4
Commissioner's Overview	1
Contact Details	119
Contribution Income	1, 9, 14, 48, 60, 92
Cost of Benefits, Total	48, 66
Couples Membership	23
Coverage	15–22, 74, 98, 100
Coverage by Age Category	20, 21, 102
Coverage by Organisation	75, 79

D

Day Hospital Facilities	31, 104, 109, 117
Day-Only Stays	33
Days per Person	31
Days-Public, Private, Day Hospital	31, 33

E

End Notes	94
Episodes per Person	29
Equity	52
Exclusionary Cover	19, 74, 78
Explanatory Notes	92
Extraordinary Items	49

F

Family Membership	23
FED Tables	18
Financial Statements	8
Front-end Deductible (FED)	1, 17
Fund Benefits Paid	10, 14

G

Gross Margin	66
--------------	----

H

Hospital Benefits	25, 109
Hospital Coverage	15, 74, 78
Hospital Insurance	98, 117

I

Industry Performance	9–14
Industry Trends	15
Investment Income	12, 14, 48, 93
Investments	12, 57, 72

L

Legal Action	7
Legislative Requirements	42
Length of stay	29
Letter of transmittal	iii
Liabilities	56
Lifetime Health Cover	1, 6, 9, 11, 15, 16, 24, 27

M

Management Expenses	11, 14, 48
Medical Benefits, Services	1, 34–37, 104, 105, 109
Membership	23–24, 98, 99
Membership by Organisation	74, 78
Monitoring Activities	6

N

Notes to Statistical Data	117
Number of Registered Organisations	43
Nursing Home Type Patients	104, 105, 117

O

Open Membership Organisations	43, 44, 46
Operating Profit/Loss	49, 52
Operating Statement	48
Ordinary Account Benefits Paid	27, 108, 110
Other Excluded Assets	53
Outstanding Claims	14, 56, 66

P

Private Health Insurance Incentives Scheme	43
Profit/(Loss)	49
Property, Plant & Equipment	57
Prostheses Benefits, Services	28, 104, 105, 109
Publication of Data	8

R

Rebate Scheme 30%	1, 4, 8, 9, 11, 15, 42
Registered Organisations	43, 44
Reinsurance Arrangements	6, 7
Reinsurance Benefits Paid	1, 27, 103, 105, 108, 110
Reinsurance Payments	66, 93, 111
Reserves	1, 13, 14, 52
Restricted Membership Organisations	43, 44, 46

S

SEU	7, 24
Simplified Billing	38
Single Membership	23
Single Parent Membership	23
Solvency and Capital Adequacy Standards	2, 4
Solvency Multiple	13, 52
State Levies	48, 93
Statistical Data	95

U

Utilisation by Age and Gender	29–31
Utilisation by Hospital Type	31–34

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