



Annual General Meeting 2007/08

Corporate Governance



Associate Professor
Christopher Baker
(President)



Dr Gregory Goodman
(Vice President)



Dr Michael Rich
(Treasurer)



Dr Chris McCormack
(Committee Member)



Mr David Payes
(Committee Member)



Dr Mei Tam
(Committee Member)



Dr Vanessa Morgan
(Committee Member)



Ms Kathryn Watt
(Committee Member)



Dr Alvin Chong
(Committee Member)



Dr Hugh Roberts
(Registrar
Representative)



Associate Professor
Peter Foley
(ExOfficio Member)



Dr James Butler
(ExOfficio Member)



Ms Lisa Albert
(ExOfficio Member)

SKIN AND CANCER FOUNDATION INC.

2008 ANNUAL GENERAL MEETING

TO BE HELD AT, 80 DRUMMOND STREET, CARLTON

ON

WEDNESDAY 12th NOVEMBER 2008 AT 6.30 P.M.

(FOR FOUNDATION MEMBERS ONLY)

AGENDA

1. MINUTES OF PREVIOUS MEETING
2. MATTERS ARISING FROM PREVIOUS MINUTES
3. PRESIDENT'S REPORT
4. TREASURER'S REPORT
5. PROFESSORIAL REPORT
6. O.D.R.E.C REPORT
7. ELECTION OF 2007/2008 COMMITTEE
8. GENERAL BUSINESS

FOR ALL FOUNDATION SUPPORTERS

AGM SUPPER WILL BE AT 7.00 P.M.

At the Skin and Cancer Foundation, 80 Drummond Street, Carlton.

1. MINUTES OF THE ANNUAL GENERAL MEETING

**Held at 95 Rathdowne Street, Carlton
Wednesday November 21st 2007 at 6.30pm**

PRESENT:

Ms Lisa Albert
A/Prof.Christopher Baker
Dr James Butler
Dr Alvin Chong
Dr Nicholas Downes
Dr Peter Fergin
Dr Peter Foley
Dr Michelle Goh
Dr Jeremy Horton
Dr Anne Howard
Dr Philip Lane
Dr Graham Mason
Professor Robin Marks
Dr Christopher McCormack
Dr Rosemary Nixon
Dr Jacinta Opie
Mr David Payes

Dr Michael Rich
Dr Hugh Roberts
Professor Rodney D. Sinclair
Dr Peter A. Sinclair
Dr Jonathan Tversky
Dr Edward Upjohn
Ms Kathryn Watt
Dr Tim O'Brien

APOLOGIES:

Mr Martin Goodrich
Dr Noel Callan
Dr Anthony Hall
Dr Gale Ross
Dr Peter A. Sinclair
Dr Mei Tam
Dr Belinda Welsh

1. MINUTES OF THE PREVIOUS MEETING

Associate Professor Chris Baker proposed that the minutes of the 2006 AGM be adopted.

Moved: Professor Robin Marks

Seconded: Dr Chris McCormack

Passed unanimously

2. MATTERS ARISING FROM THE PREVIOUS MINUTES

No matters outstanding.

3. PRESIDENT'S REPORT

Associate Professor Chris Baker addressed the membership.

All members and supporters of the Skin and Cancer Foundation are to be congratulated for their achievements as the organisation proudly enters its twentieth year. I am pleased to report that plans are in place to underpin the successful future of our organisation. The Foundation continues to benefit from the support and commitment of the Dermatologists of Victoria and is fortunate to have a team of dedicated and highly trained nursing and administrative staff who are committed to achieving the aims of our organisation. Once again we wish to acknowledge the valued support of our patron Professor David de

Kretser AC, Governor of Victoria and the many “Friends of the Foundation”. This support enables us to continue our important work for the people of Victoria in the provision of advanced clinical services, research and education of skin disease and the promotion of skin health.

The Skin and Cancer Foundation is to have a new home. During this year we were pleased to announce the purchase of 80 Drummond Street Carlton by the Foundation and successful sale of our current premises. The planned move is a very positive step and heralds an exciting new phase in the development of the Foundation and enhancement as a centre of excellence in Dermatology. Our current premises have served us well, however, it was clear that we had outgrown them. The new building is next to our current location and offers approximately 3 times the floor area in an open plan format. This will allow us to substantially increase the clinical and surgical activities we currently deliver, with improved efficiency in a state of the art facility. The move to our new home is scheduled for mid 2008 and during the next 12 months there will be extensive consultation with the members and staff as the layout of the new building is developed.

The Foundation continues to play a key role in the training of Dermatologists in Victoria. All trainees attend clinics at the Foundation and use the education facilities provided in the course of their training. We were pleased to welcome Dr Anna Braue and Dr Hugh Roberts as the College registrars in 2007 and thank them for their help in ensuring the smooth running of the Foundation’s clinical services. Congratulations go to Drs Rohan Crouch, Michelle Goh, Jacinta Opie, Tim Rutherford and Edward Upjohn for their success in the Australasian College of Dermatologists Fellowship exams this year.

The Paul Eddington Fellowship for this year was awarded to Dr Alvin Chong who has a special interest in skin diseases affecting patients who have had a transplant and who are taking immune suppressing drugs. This is a growing area of Dermatology internationally and Dr Chong will use the Fellowship to attend the International Transplant Skin Cancer Collaborative meeting in Dublin and to attend the World Congress of Dermatology in Buenos Aires, Argentina. He will be presenting papers at both meetings based on his experience and data from the Transplant Clinic at the Skin and Cancer Foundation, which he founded.

We were delighted to welcome Professor David de Kretser AC, Governor of Victoria and Mrs de Kretser during their recent visit to the Skin and Cancer Foundation. Our staff and clinicians greatly appreciated the opportunity to show the Governor and Mrs de Kretser the facilities at the Foundation and to discuss the skin health initiatives undertaken. In addition we were most appreciative of the Governor for launching the “Common Skin Conditions in the Family” – a public health initiative and education resource produced by the Department of Dermatology at St Vincent’s Hospital with support from the Skin and Cancer Foundation. This resource will have wide circulation and the aim is for it to be given to the mother of every newborn child in Victoria.

The Friends of the Foundation breakfast continues to be an important and successful event held annually to promote the work of the Skin and Cancer Foundation. In 2006 we were grateful to Sir Rod Eddington, now Chairman of JP Morgan and formerly CEO of

British Airways, who generously donated his time to be the guest speaker. This year the breakfast had a similar high profile and we are grateful to Mr John Wylie of Carnegie, Wylie and Co who was the guest speaker. Mr Wylie has worked in investment banking for more than 20 years, was previously the Head of Investment at Credit Suisse First Boston in Australia and is currently the Chairman of the Melbourne Cricket Ground Trust. Again, another successful breakfast was enjoyed and new friends were introduced to the Foundation.

Once again I would like to recognise the hard work of Joe Mercuri (Foundation Manager), the administrative team, the nursing team and all staff at the Skin and Cancer Foundation. Their dedication and outstanding commitment has ensured the smooth running of the organisation, the delivery of expert Dermatology services and other activities of the Foundation. I would like to thank the members of our Executive for giving of their time and skills to the management of the Foundation. In particular I acknowledge the great assistance offered by our four non-dermatologist Committee Members – Mr David Payes, Mr Martin Goodrich, Ms Kathryn Watt and Ms Lisa Albert. Finally, our congratulations go to Dr Jim Butler on being awarded the Member of the Order of Australia (AM). Jim has provided key support and leadership to the Foundation since its inception.

Once again, we are grateful for the generous support received from our many contributors, supporters and sponsors. This has enabled the Skin and Cancer Foundation to perform its important work over the past 20 years, and to continue and grow its activities in the future.

4. TREASURER'S REPORT

Dr Chris McCormack presented the audited financial statements for the financial year 2007.

Overview

The financial performance of the Foundation during the 2006/7 financial year has been very pleasing even though profits have reduced by \$85k. There were a number of factors that impacted on our performance

- The acquisition of 80 Drummond Street
- Employment of additional medical staff & staff turnover
- Increased site & equipment maintenance & repair costs

Clinical Services

Clinical services have again increased this year and waiting times for patients are increasing.

Operating costs have increased to cover the additional services provided but contribution to the Foundation's operating costs generated by clinical activities was been positive. The age & reliability of current equipment and building condition has caused issues but even with these negative factor throughput has increased.

Government Grants

Income from government grants has reduced significantly this year which was directly related to the conclusion of the ODREC/NCC Government contract. New sources of funds have not been sourced and as restructure of the division has been undertaken.

Trials

Trial activity has improved significantly this year & a number of projects are in the pipeline for next year. Expansion in this area positive & the set up of a trial department at the new site is envisaged.

Marketing & Communications

The fundraising and marketing function of the Foundation has not meet expectations. A number of staff changes have occurred over the past few years & will continue until a suitable person is found to meet the Foundations Needs.

Pathology Joint Venture

Pathology referrals have remained steady after last year's 10% increase. Costs to process histology have increased and fees have also increased resulting in a slight increase in distribution. Without the support of the Dermatologists referring to Melbourne Pathology the Foundation could not provide current services & with the move to the new site maintaining & possibly increasing pathology referrals is critical.

Conclusion

2006/7 has been a positive year for the Foundation and the future will present a number of challenges. The relocation will commence & be completed in the next financial year. Given all the issues associate with this major transition, an excellent financial outcome for next year would be to maintain our current position. I would like to thank all the staff, nurses & doctors for their contribution this year and I am confident that they will meet next year's exciting challenges.

5. PROFESSORIAL REPORT

Professor Rod Sinclair was delighted to present his report as Professor of Dermatology and Director of Research and Training at the Skin and Cancer Foundation.

Dermatology Research and Training at the Skin and Cancer Foundation is conducted in partnership with the Department of Dermatology at St Vincent's Hospital and the University Of Melbourne Department Of Medicine. 2006/2007 has been a particularly productive year. In the past year, members of our research team have had over 60 publications in scientific journals and dermatology textbooks including 26 original research reports in local and international journals such as the British Journal of Dermatology, the British Journal of Hematology, Hematological, Journal of the American Academy of Dermatology and the Journal of investigative Dermatology. Department members contribute chapters to major medical and dermatology textbooks such as the Oxford Textbook of Medicine, Rook, Bologna and de Groot. In addition 15 posters were presented at scientific meetings and senior staff presented on 26 occasions at National or International Dermatology Conferences.

Members of staff also continue to serve on a number of editorial boards including British Journal of Dermatology, Archives of Dermatology, Experimental Dermatology, Australasian Journal of Dermatology and International Journal of Dermatology. We were awarded over \$1.5 million in research funding in the past year, setting a new benchmark. This included \$770,000 from the NHMRC for a project entitled 'markers of androgen action, genetic variation and cancer risk.' The aim of this research is to identify skin markers that reflect the action of androgen hormones that could be used to predict men at increased risk of future development of cancer. This research will be used to address questions of relevance to the community such as 'Do young men with severe acne require more vigilant screening for prostate cancer?' We were also awarded over \$400,000 from to create a mouse xenograft model to investigate embryonic hair follicle development and its susceptibility to manipulation with antisense oligonucleotides, and \$65,000 from the national Alopecia Areata Foundation in the USA to investigate the potential of a transgenic CD39 mouse as a new animal model for alopecia areata. This fundamental research aims to identify novel molecular targets for the treatment of dermatological disease.

We have been awarded \$90,000 for the Fred Bauer Research Foundation to investigate the predictive effect of filaggrin mutation in the future development of atopic dermatitis and asthma and interventions to prevent these diseases from developing in at risk infants. If simple interventions in infancy can prevent eczema and asthma, this will have a major impact on the health and well being of our population. Work continues on the development of the skin disease tissue bank. The tissue collected and stored will become a major resource of dermatology research in the future in particular in the fields of gene discovery, gene expression, proteomics and pharmacogenetics. The field of pharmacogenetics is particularly important in the era of high cost biologic therapies with highly variable response rates. Identifying gene marks and producing diagnostic tests to predict efficacy or toxicity is very much a part of the way forward for medicine. An example of this already in widespread use is the blood test for serum levels of TPMT used to predict blood toxicity to azathioprine. The Department has 4 higher degree students at present working towards PhD or MD in the areas of gene discovery, skin immunology and immune privilege as well as undertaking clinical research evaluating treatment of female hair loss. In recent years 8 of our students have been awarded higher degrees from the University of Melbourne.

This year we said goodbye to our senior lecturer Dr Stephen Gilmore, who has taken up an Associate Professor position in the new Dermatology Department in Queensland. Steve made a terrific contribution in his years in the department and his ideas and talents will be missed. Plans have now been finalized for a new \$2 million Dermatology Research Laboratory, Clinical Trials Centre and Psoriasis Treatment Centre. This centre is supported by St Vincent's hospital and the St Vincent's Hospital Fundraising Foundation as well as by significant donations from Proctor and Gamble, Serono, Wyeth, CSL, Roche and Schering Plough. We are currently recruiting for a laboratory manager, laboratory technician and senior stem cell scientist so that we will have all the infrastructure in place to begin working once the laboratory opens in 2008. The Department was recently awarded a \$1.4 million State Government New Technology

Grant to create a State Referral Centre for Psoriasis Treatment that will include capacity to deliver biologic infusions. Currently we have over 50 patients receiving biologic therapy for a range of Dermatology Disease, and are participating in a number of clinical trials exploring novel biologic agents for a range of dermatological diseases including coetaneous lymphoma and hidradenitis suppuritiva, a particularly devastating disease.

Another highlight in 2006 was the 5th World Congress of Cosmetic Dermatology. My congress co-President Dr Greg Goodman did an outstanding job bringing together an outstanding group of Local and International speakers and showcased the Australian contribution to the field of laser, surgical and cosmetic dermatology. In October 2007 Professor Robin Marks will preside over the World Congress of Dermatology in Buenos Aires as President of International League of Dermatology Societies. All indication as is that this event will yet again be a milestone in the progress of Dermatology Internationally. Robin has indicated his intention to move on from the Department of Dermatology after the Congress, and we all wish him well in his future endeavors and congratulate him his wonderful and multidimensional contribution to Dermatology Research and Education. We will invite Robin to return for the opening of the new Department in 2008 and the unfurling of the portrait commissioned of him that will proudly adorn our walls. The Department of Dermatology was recently nominated for a 2007 Victorian Public Healthcare Award. These awards celebrate quality, innovation and excellence within health services across the state and honor outstanding contributions to the care of their patients, clients and communities.

Our research and public health activities over the past 12 years in the mapping the frequency and burden of skin disease in the community and developing educational programs in schools and community health centers that stand alongside our educational activities in pharmacies, medical generalpractice and specialist medical practice led to our nomination in the category of Excellence in health promotion and prevention. This program modeled on the highly successful Slip, Slop, Slap and Sun Smart public health campaign reflects our ongoing commitment to looking beyond the 4 walls of the consulting room and into the community where there is a significant unmet need for information and education on skin disease. We congratulate Professor Peter Foley and his team on the release in August of the Tiny Tots program that will be distributed to Victoria's 50,000 new mothers each year. Through this program we hope to promote skin health in the community and the contribution of Dermatologists as leaders in all the dimensions of the treatment of skin disease.

6. ODTREC/SCIENTIFIC REPORT

Dr Rosemary Nixon addressed the meeting.

The Occupational Dermatology Research and Education Centre (ODREC) were established as a division of the Skin and Cancer Foundation, Melbourne in March 2001. ODREC completed a major project for the Department of Health and Ageing (DoHA) in September 2006. ODREC has developed a number of other research funding sources which will ensure that its work continues. These have included the Fred Bauer Bequest, from the Australasian College of Dermatologists in December, 2006; the Australian Safety and Compensation Council (OASCC), Australian Government Department of

Employment and Workplace Relations which supported an interesting pilot program on Workplace Skin Exposure Surveillance; and Epiderm, formerly called the Australian Dermatology Research and Education Foundation.

We were fortunate to receive funding last year from the Australian Dermatology Research and Education Foundation for a project on the compilation of teaching cases in occupational dermatology. Entitled "Interesting Cases from the Occupational dermatology Clinic", the CD has now been produced and distributed to registrars and those interested in contact dermatitis. Last year also with the support of OASSC, we developed a package on workplace education (RASH) which has been very successful. It can be ordered via ODREC on 03 9623 9402 or our websites, www.occderm.asn.au and www.rashprevention.com.au.

ODREC has also been involved in a number of consulting projects with industry. These have included several investigations of skin rashes occurring in miners, pharmaceutical manufacturing and an unusual case of apparent insect bites in office workers. We particularly enjoyed the input of trainee dermatologist Dr Jason Williams, who joined the ODREC team in April 2005 and returned to the UK in January, 2007 leaving behind an impressive legacy of many publications. Sadly we also farewelled Dr Wendy Liu as ODREC registrar, a position shared with Box Hill Hospital but which has been taken over by Box Hill and Dr Philip Bekhor.

Finally in July 2007, we farewelled Dr Danny Slodownik, a dermatologist from Israel, who spent year training in occupational dermatology with us. Danny returned to Israel to become that country's first occupational dermatologist, and took with him a great passion for Australian Rules football, albeit as a Richmond supporter! After the resignation of Veronica Finlay late last year as our administrator, Annie Lee very capably filled the position until May this year. We have been delighted to welcome the very efficient and capable Alison Muis who will gladly organize bookings for the Occupational Dermatology Clinic on 9623 9402.

We were very sad to lose Kath Frowen, who accepted a part-time position at Monash Medical Centre in March 2007 in the research governance area, only to be immediately snapped up to work full-time. Fortunately we hope to collaborate with Kath on various projects in the future. Her input into our research since 1990 has been inestimable and we particularly thank her for her recent contributions to the CAMS database, the RASH project and the teaching CD. Kath was also my co-founder of ODREC.

Whilst both our funding and staff numbers have diminished this year, ODREC remains vitally committed to our clinical work and research program. Over the next 12 months we will be implementing "Skin School", an educational program for workers with occupational dermatitis. This program is based on successful models of rehabilitation of workers with dermatitis in Germany. We look forward to communicating our experience with "Skin School" next year, and are particularly looking forward to the exciting move next door.

7. ELECTION OF OFFICE BEARERS

Associate Professor Chris Baker announced that there was a vacancy on the Committee of Management for a non dermatologist nominee the position had been vacated by our financial representative on the board, Mr. Martin Goodrich. Associate Professor Baker thanked Mr Goodrich for his years of service as a committee member and expressed that his professional input over the past years was instrumental to Foundations success and that he would be missed. In light of this change the Committee felt that the position should remain open until a suitable financial person could be found to replace Mr Goodrich.

Nominations received to date were 9 in total:

Dr Greg Goodman (FACD member)
Dr Chris McCormack (FACD member)
Dr Alvin Chong (FACD member)
Dr Michael Rich (FACD member)
Dr Mei Tam (FACD member)
Dr Vanessa Morgan (ACD Vic Faculty representative)
Associate professor Chris Baker (FACD member)
Ms Kathryn Watt (non-dermatologist nomination)
Mr. David Payes (non-dermatologist nomination)

Associate Professor Chris Baker asked for any further nominations from the floor. Being no additional nominations from the floor and that as no one was contesting any positions Associate Professor Chris Baker then proposed to accept the list of nominations for the Committee.

Moved: Dr Phil Lane
Seconded: Dr Jim Butler
Motion was passed unanimously.

In addition to the committee members and subject to ratification by the new Committee of Management, the following members would attend meetings in the following capacity:

Dr James Butler (Ex Officio)
Dr Peter Foley (Ex Officio)
Dr Edward Upjhon (Ex Officio)
Ms Lisa Albert (Ex Officio)
Dr Hugh Roberts (Registrar Representative)

8. GENERAL BUSINESS

Associate Professor Chris Baker asked if there was any other general business or questions, there was some general discussion related to the above items covered and after conclusion there were no other new items forthcoming and the meeting concluded at 7.30pm.

3. Presidents Report 2008

This has been a busy and a milestone year for the Skin and Cancer Foundation. In early September, the Skin and Cancer Victoria moved into its new home at 80 Drummond St Carlton. The development of the new state of the art facility has been a three year project and it was with a great sense of achievement that all members and staff at the SCF witnessed its completion. It was with a heavy heart that we said goodbye to 95 Rathdowne Street, which had been our home for over 10 years. Our hard working staff made the move happen over a weekend and ensured clinical services didn't miss a beat and were operational within a week. The new facility with the state of the art clinical resources, increased floor space and improved lay out will provide a vastly improved environment for patients and staff. The Governor of Victoria, Professor David de Kretser AM, officially opened the new home of the Foundation at our opening ceremony on Wednesday 12th November, 2008. The Foundation has been most fortunate to have the Governor as our patron and we thank him most sincerely for his valued support. Our thank s go to all members and supporters of the SCF who made this new development a reality and we look forward to showing you through the new facility.

In conjunction with the new facility, the SCF launched a new public face. A review of our branding, logo and corporate image was undertaken by Ms Lisa Albert, a valued member of the Foundations board and marketing manager for Diana Ferrari. She was instrumental in facilitating a fresh new logo and branding schematics which will now appear on all publications and communications from the Foundation. This time of change is also an opportunity to look at what we do and how we do it. An operational review of administrative and clinical services is to occur in the first half of 2009. As part of this review, Professor Robin Marks is to undertake a review of skin cancer services at the SCF.

The SCF continues to fulfil a key training role for Dermatology in Victoria. In 2008, the SCF obtained two new training positions funded by the Federal Government. These positions, to help meet the workforce shortage of Dermatologists, are to explore and develop new training environments. The positions have proven very successful this year and funding has been renewed for 2009/10. In addition from 2009, the SCF has agreed to host a Government funded, international medical graduate position. The aim of this position is to train a Dermatologist with an overseas specialist qualification to fulfil Australian requirements. These developments are in line with the teaching and training mission of the Foundation and will bring the number of training jobs hosted or supported by the SCF to five.

One of the roles of the SCF is to advocate for patients with skin disease and to work toward produce better health outcomes. In line with this aim, the SCF has established the Australian Psoriasis Registry. The Registry, which expands the model of the Rheumatology data base, has been developed over the last twelve months at the SCF with support from the Australasian College of Dermatologists, Epiderm and the pharmaceutical industry. Over 100 patients have been entered on the Registry from Melbourne sites and a national roll out is proposed to occur during 2009. The aims of the Registry are to collect data and follow health outcomes on patients who are on biologic and systemic therapies and follow the development of similar registries overseas.

The SCF continues to actively support academic Dermatology. For the past 15 years, the SCF has co-sponsored the University of Melbourne, Chair of Dermatology, based at St Vincent's Hospital. We are proud of the contribution we have made to academic Dermatology. The natural progression is for the SCF to establish an onsite academic department. With the move to the new facility and support being received from members and academic institutions, this should be a reality in the near future.

We welcomed a number of new members and contributors to the SCF this year. Our clinical services and clinician involvement in clinics is increasing year by year. Surgical services, contact dermatitis, transplant dermatology and phototherapy are areas where we have additional consultant staff and have increased services.

I would like to thank to the membership of the Foundation and our supporters who have made this year of transition and the new development a reality. In particular, acknowledgement is made of Joe Mercuri, the Foundation Manager and the Committee of Management who spent many long hours and provided the necessary leadership on this vital project. Special thanks to our non medical committee members Mr David Payes, Ms Kathryn Watt, and Ms Lisa Albert for their generous support and great assistance. Finally sincere thanks to all staff at the SCF for their dedicated work during this year of transition.

Assoc Professor Chris Baker
President

4. Skin and Cancer Foundation Financial Report 30 June 2008

Dr Michael Rich

2007/8 has been a very busy year with the sale of 95 Rathdowne Street, the purchase of 80 Drummond Street, construction of the new facility and the provision of clinical services. Due to the resources required to relocate the Foundation to its new site and the availability of both internal & external resources the annual audit of the financial accounts of the Skin and Cancer Foundation have been delayed and has not completed to meet the 12th November 2008 AGM meeting date. Due to these extra ordinary factors I feel it would be more appropriate for Joe Mercuri our Foundation Manager to present this year's financial accounts and answer any questions that you have.

Mr. Joe Mercuri

After discussions with our auditors it was decided that it would be more appropriate to provide the members the attached unaudited financial accounts at this year's AGM. I will detail the adjustments required as at 30th June 2008 to account for the extra ordinary events that took place this year. A full set of the audited accounts will be available in mid December 2008 & will be distributed prior to the new-year.

Attached are the unaudited accounts of the Foundation and the following adjustments are required to the stated loss of \$1.4m in the 2007/8 accounts compared to a profit of \$401k in 2006/7.

Pathology Joint Venture

Distribution from the Pathology joint venture was just under \$716k for the 2007/8 financial year which represented an increase of 18% from last year. None of the pathology distribution is in the profit & loss accounts.

Sale of 95 Rathdowne Street

Settlement on the property took place on 16th June 2008 and the full purchase price of \$6,250k was received. The property was shown in the balance sheet at a value of \$3,000k after a revaluation of \$694k the actual cost was \$2,306 which resulted in a gross profit on disposal of \$3,944k. Included in the accounts is \$400K in expenses related to the sale so an adjustment of \$3,544k is required.

Write Down of Existing Assets

With the relocation to the new site all property improvements and old capital equipment at 95 Rathdowne Street were written off via accumulated depreciation charge taken up in the 2007/8 accounts, this amounted to an additional \$215k of depreciation.

NAB Loan & Interest Charges

The purchase of this property was completed in October 2007 and \$6.5m was borrowed from the NAB to fund the acquisition & to commence construction works. The loan was reduced by \$2m when settlement of 95 Rathdowne Street was completed and at 30th June 2008 our loan was \$4.5m. As at 30th June 2008 we also had \$4.5m in term deposits invested for 30, 60 & 90 days to cover construction and asset acquisition costs. Since taking ownership we have been receiving rental income from the existing tenants but the interest paid exceeded income received by \$155k.

Purchase of 80 Drummond Street

Prior to construction commencing a number of costs were incurred and are included in the tabled accounts. The following acquisition & renovation expenses incurred in 2007/8-:

- Reports & professional services of \$19k
- Preparatory construction works of \$60k
- Bank charges to establish loans of \$49k
- Legal expenses of \$8k &
- Additional contract labor of \$15k

Additional repair & maintenance costs to the air conditioning system were incurred to maintain acceptable levels for ground floor tenants.

Other Year End Adjustments

1. The Psoriasis data base application was completed & commissioned in 2007/8 and due to the success of the pilot phase funding for the next 3 years is promising. Included in the accounts is \$35k related to software development which will need to be capitalized.
2. Rent stated in the accounts relates to 95 Rathdowne Street for the period 17/06/08 to 31/08/08 and needs to be adjusted by \$88k which relates to the next financial year.

Comparative Financial Position at 30th June 2008

Once you take the above extra ordinary factors into account our performance for 2007/8 was

- | | |
|----------------------------------|-----------|
| • Loss as per Profit & loss | -\$1,400k |
| • Pathology Joint venture income | +\$716k |
| • Sale of 95 Rathdowne Street | +\$400k |
| • Additional depreciation charge | +\$215k |

Skin & Cancer Foundation Inc.
Profit & Loss Statement
 July 2007 through June 2008

4-0000	<u>Income</u>	
4-0110	Clinical Meetings	\$1,979.56
4-0111	Meetings	\$109.09
4-0113	Grants Received	\$14,827.16
4-0114	RASH Project income	\$54.31
4-0115	ESTP Government Grant	\$172,727.27
4-0116	Commission	\$715.91
4-0210	Donations Received	\$31,122.00
4-0250	Capital Building Campaign	\$8,000.00
4-0300	Donations Doctors Session Fees	\$50,698.20
4-0310	Stiefel Trial	\$5,272.73
4-0318	Nth West Biologic Clinical Tr	\$4,772.73
4-0319	PSORIASIS STUDY	\$190,000.00
4-0331	ENBREL 401 Study	\$7,612.50
4-0332	Kendle Trial	\$17,954.55
4-0333	Enbrel Actinic Prurigo Study	\$4,230.00
4-0334	Glycopyrrolate Study	\$74,660.00
4-0341	CORGENTECH	(\$136.36)
4-0346	PEPLIN TRIAL	\$1,000.00
4-0400	Interest Received	\$19,060.80
4-0450	Miscellaneous Income	\$6,028.23
4-0520	Scalp & Body Photography	\$94,038.59
4-0650	Consulting Fees	\$28,515.77
4-0700	Medical Fees	\$1,579,238.35
4-0710	Medicare TSP Payment	\$1,625.40
4-0740	Medical Reports	\$769.00
4-0800	Foundation M'ship Renewal	\$404.09
4-0900	Non Clinical Income	\$5,018.49
4-1050	Registrar Salary Re-imburse	\$6,915.00
4-1100	Sponsorship	\$66,690.95
4-1200	Refund of Expenses Paid	\$6,466.10
4-1500	Rental Income	\$202,331.01
	<u>Total Income</u>	\$2,602,701.43

Skin & Cancer Foundation Inc.
Profit & Loss Statement
 July 2007 through June 2008

6-0000	<u>Expenses</u>	
	Operating Expenses.	
6-0100	Advertising	\$2,323.00
6-0210	Audit Fees	\$9,000.00
6-0250	A/Asian Coll of Dermatologists	\$363.64
6-0400	Bad Debt Collection Commission	\$23.68
6-0500	Bank Charges - Fees & Taxes	\$33,360.38
6-0501	Bank Charges - Merchant Fees	\$6,785.66
6-0600	Borrowing Expenses	\$92.40
6-0700	Purchase Exp 80 Drummond	\$48,769.90
6-0800	Cleaning	\$11,119.16
6-0900	Computer Expenses	\$50,810.39
6-1000	Conferences	\$5,432.06
6-1100	Consultants Fee's	\$35,662.70
6-1200	Courier & Freight	\$6,902.47
6-1300	Depreciation	\$278,501.02
6-1450	Educational Material	\$1,355.09
6-1500	Electricity/Gas/Water	\$41,308.13
6-1600	Entertainment	\$8,497.69
6-1700	Filing Fee's	\$35.10
6-2000	General Expense	\$227.10
6-2200	Insurance	\$64,065.61
6-2250	Interest Paid	\$357,806.53
6-2400	Legal Costs	\$9,121.55
6-2500	Library	\$741.09
6-2550	Marketing	\$13,472.54
6-2600	Medical Photography	\$44,922.73
6-2700	Medical Supplies	\$199,094.03
6-2800	M/V Entertainment Expense	\$29,999.98
6-2900	Medical/Waste Removal	\$12,013.86
6-3000	Magazines & Newspapers	\$1,046.04
6-3100	Meeting Expenses	\$28,412.49
6-3150	Miscellaneous account	\$454.55
6-3200	Office Expenses	\$8,732.72
6-3250	Patient Refunds	\$343.25
6-3400	Petty Cash	\$1,149.90
6-3450	Postage	\$14,289.60
6-3500	Printing & Stationery	\$27,671.87
6-3505	Property Aquisition Expenses	\$60,270.67
6-3520	Annual Report	\$12,000.00
6-3609	Paul Eddington Fellowship Gran	\$7,918.92
6-3701	SVH External Research Support	\$38,600.00
6-3710	Peter Mac Exp Reimbursement	\$42,116.99
6-3715	Eastern Health Expenses Re-imb	\$6,418.00
6-3720	Registrar Training	\$4,036.92

Skin & Cancer Foundation Inc.
Profit & Loss Statement
 July 2007 through June 2008

6-3800	Rent	\$107,161.41
6-3850	Renovation Expenses	\$1,400.00
6-3855	Rental of artwork	\$5,350.00
6-3900	Recruitment Agency Expense	\$3,400.80
6-4000	Repairs & Maintenance	\$40,254.50
6-4100	Sale Exp 95 Rathdowne	\$389,435.39
6-4200	Security Expense	\$6,971.82
6-4252	Annual General Meeting	\$1,570.00
6-4254	FOF Breakfast	\$25,713.30
6-4300	Staff Training	\$497.05
6-4310	Staff SCF Uniforms	\$786.36
6-4400	Storage	\$4,691.66
6-4500	Subscriptions to organisations	\$1,815.80
6-4600	Telephone	\$18,934.35
6-4750	Travel	\$1,868.05
6-4800	Trials	\$3,450.00
	Total Operating Expenses	\$2,138,569.90
6-8000	Payroll Expenses	
6-8110	Wages & Salaries	\$786,816.18
6-8120	Casual Wages	\$156,075.41
6-8130	Sessional Wages	\$163,870.92
6-8140	Permanent Part-Time Wages	\$364,313.37
6-8170	Notional Doctors Session Fees	\$50,698.20
6-8210	Laundry Allowance	\$594.19
6-8211	Shift Allowance	\$6,246.50
6-8230	On-Call Allowance	\$5,008.38
6-8410	Holiday Leave Provision	\$4,878.41
6-8420	LSL Provision	(\$17,681.66)
6-8440	Super Sacrifice	\$128,280.95
6-8510	Superannuation Expense	\$123,548.97
6-8520	WorkCover Expense	\$7,793.84
6-9100	Temporary Staff	\$1,765.50
6-9300	St Vincents Prof Chair Salary	\$75,858.96
6-9400	Data M'ment Services (St.V's)	\$6,515.68
	Total Payroll Expenses	\$1,864,583.80
	<u>Total Expenses</u>	<u>\$4,003,153.70</u>
	Net Profit / (Loss)	(\$1,400,452.27)

SERVICES PROVIDED BY THE SKIN AND CANCER FOUNDATION

<u>DESCRIPTION</u>		<u>QUANTITY</u> <u>2007/8</u>	<u>QUANTITY</u> <u>2006/7</u>	<u>Increase</u> <u>(Decrease)</u>	<u>%</u> <u>Movement</u>
A	Initial Consultation	3,004	3,048	-44	-1%
B	Review Consultation	4,392	4,467	-75	-2%
<u>Total Patient Consultations</u>		<u>7,396</u>	<u>7,515</u>	<u>-119</u>	<u>-2%</u>
C	Biopsies of the Skin	978	945	33	3%
D	Micrographic Surgery (MOH's)	207	221	-14	-6%
E	Surgical Excisions (Tumour Removal)	1,301	1,036	265	26%
F	Plastic Surgery	407	380	27	7%
<u>Total Surgical Procedures</u>		<u>2,893</u>	<u>2,582</u>	<u>311</u>	<u>12%</u>
G	Contact Dermatitis Patch Testing	548	658	-110	-17%
H	Phototherapy (PUVA)	11,231	11,620	-389	-3%
I	Radiotherapy	3,244	2,134	1,110	52%
J	Diphenylcyclopropenone (DCP)	116	142	-26	-18%
K	Iontophoresis	1,836	1,737	99	6%
L	Photodynamic Therapy (PDT)	191	187	4	2%
M	Other Clinical Treatments	273	345	-72	-21%
<u>Total Clinical Treatments</u>		<u>17,439</u>	<u>16,823</u>	<u>616</u>	<u>4%</u>
N	Medical Photography & Body Mapping	1,238	1,213	25	2%
O	Other Minor Services Provided	113	118	-5	-4%
P	Sundry Items	155	191	-36	-19%
<u>Total Other Services Provided</u>		<u>1,506</u>	<u>2,512</u>	<u>-1,006</u>	<u>-40%</u>
TOTAL ANNUAL ACTIVITY		29,234	29432	-198	-1%

5. Professorial Report 2008

The Department of Dermatology undertakes research into skin disease, skin cancer, skin ageing and hair follicle regeneration with the ultimate aim of improving the care of our patients.

The team

Professor Rodney Sinclair, director; Assoc Prof Peter Foley, deputy director; Gail Hunt; Assoc Prof Chris Baker; Prof Robin Marks; Prof George Rogers; Assoc Prof Damien Jolley; Assoc Prof Les Jones; Dr Alvin Chong; Dr Jack Green; Dr Robert Kelly; Dr Adrienne Lee; Dr Chris McCormack; Dr Matheen Mohamed; Dr Rosemary Nixon; Dr Tim O'Brien; Dr Gayle Ross; Dr Helen Saunders; Dr Mei Tam; Dr Belinda Welsh; Dr Lee Mai Yap; Jan Campbell; Simon Cumming.

About us

St. Vincent's Dermatology and its inaugural Professor, Robin Marks, AM, are recognised internationally for the research that led to the creation and implementation of the SunSmart and Slip, Slop, Slap public health campaigns. St. Vincent's Dermatology is the world leader in dermatology education with innovative and effective programs teaching pharmacists, nurses, podiatrists, general practitioners and, of course, medical students.

St. Vincent's is the home of the only academic dermatology department in Victoria. With three full professors, five associate professors, five lecturers, seven additional sessional consultant grade dermatologists and three registrars in training. We provide one of the largest, most sophisticated and most comprehensive dermatology services in Victoria.

This service is complemented by research that focuses on skin disease, skin cancer, photobiology, skin ageing and hair follicle regeneration. In 2008 and 2009 we plan to relocate the academic department within the St. Vincent's campus and build Victoria's first dedicated dermatology translational research laboratory. The dermatology laboratory will link in, and share facilities with, the immediately adjacent immunology laboratory. The laboratory will focus on the isolation and culture and manipulation of adult stem cells isolated from the skin. These adult stem cells are immune privileged (universal donors) and highly plastic. These cells can be converted into teeth, feathers, bone, nerve, muscle and fat. In addition, skin stem cells have been used to reconstitute the bone marrow following potentially lethal radiation in mice. We believe this source of adult stem cells have the potential to be a viable alternative to embryonic stem cells.

A snapshot of our current research students and their projects:

Doctor of Medicine Dr Hope Dinh

Supervisors: Prof Sinclair, Prof James McCluskey, Prof Ralf Paus (Germany)

The molecular basis of hair follicle immune privilege. Hair follicle cells can be transplanted to non-HLA matched donors without immunological rejection. The hair follicle bulb and bulge stem cell populations fail to express the conventional HLA class Ia and class II self recognition antigens, but do express HLA class Ib antigens.

Doctor of Philosophy Dr Leona Yip

Supervisors: Prof R Sinclair, Prof Stephen Harrap, Dr Justine Ellis

The genetic basis of female pattern hair loss. The androgen receptor gene and the aromatase gene are being investigated for involvement in the causation of female pattern hair loss, a condition affecting over 600,000 Australian women. Gene discovery may lead to novel therapies.

Dr Anousha Yazdabadi

Supervisors Prof R Sinclair, Dr Shannon Harrison

The treatment of female pattern hair loss with oral antiandrogens. Pilot data indicated that oral antiandrogens can arrest hair loss in over 90 per cent of women affected by female pattern hair loss and stimulate partial regrowth in approximately 30 per cent. This investigator-initiated, placebo-controlled, double-blinded clinical study will be the first such study in this disease.

Dr Azar Asgari

Supervisors Prof R Sinclair, Prof Robert Kapsa, A/Prof Leslie Jones, Prof Colin Jahoda (UK)

Isolation, culture, viral transfection and reimplantation of hair follicle dermal papilla as a model for cell-based therapies. Cultured hair follicle dermal cells can induce neogenesis of entire hair follicle following reimplantation into the skin. Viral transfection of cultured hair follicle dermal cells leads to production of measurable quantities of drug, however it is not known whether transfection diminishes the inductive capacity of these cells following reimplantation.

Honours (Science) Mr Martin Lee

Supervisors Prof R Sinclair, Dr Kim Taubman

Fate of hair follicle dermal papilla cells following culture, labelling and re-injection into a peripheral vein. Injection of cultured hair follicle dermal cells into a peripheral vein has been used to rescue a mouse from aplastic anaemia following a potentially lethal dose of irradiation. However it is not known whether these cells have a specific bone-marrow reconstitute effect or a non-specific homing to sites of injury.

Professor Rod Sinclair

6. ODREC Report

2007/8 marked another successful year for ODREC. The momentum from the period when we were funded by the federal Department of Health and Aged Care continues, as there are a number of research projects which are being prepared for publication. Funding sources have included Epiderm, formerly known as the ADREF (Australasian Dermatology Research and Education Foundation), the Fred Bauer Bequest from the Australasian College of Dermatologists) and support from corporate consultancies. These included more investigations of rashes in miners, investigation of rashes to new shirts, investigations of an outbreak of rashes in an adhesive manufacturing company, a trial of skin reactions to tea tree oil and some others.

While now only Dr Rosemary Nixon and Ms Amanda Palmer are based at the Skin and Cancer Foundation, ODREC has numerous collaborations with colleagues around the world. Dr Danny Slowdownnik returned to Israel in July 2007 and continues to co-author a number of publications. Likewise Dr Jason Williams returned to Manchester in February 2007, but continues to co-author research papers. Dr Williams was appointed to the Head of the Contact Dermatitis Clinic at Hope Hospital Manchester in August 2008, succeeding his mentor, Dr Mike Beck. Ms Tessa Keegel, epidemiologist who previously worked at ODREC, is in the last stages of her PhD at the University of Melbourne and Dr Rosemary Nixon is one of her supervisors. Other collaborators include Professor Linn Holness of Toronto and Dr Marlene Isaksson of Sweden internationally, while local collaborators include the ever-helpful epidemiologist Associate Professor Shyamali Dharmage as well as statistician Dr Melanie Matheson, both of the University of Melbourne.

We were delighted to welcome Dr Helen Saunders back to the Occupational Dermatology Clinic this year. Helen was a research fellow at ODREC in 2002 and completed her dermatology training in 2006. This year for the first time ODREC welcomed rotating registrars to the clinic, Dr Katherine Armour and Dr Kate Borchard. We were thrilled that former ODREC research fellows, Dr Jenny Cahill (2004) and Dr Mignon Moyle (2004-5) passed their final dermatology exams, as did Dr Katherine Armour. Jenny has applied for the Florence Bequest in 2009 and hopes to further her interest in contact and occupational dermatology at a number of overseas centres, including Toronto, Heidelberg, Malmo and Manchester. She plans to participate in patch test clinics at the Foundation on her return.

The major highlight for 2007-2008 was the awarding of the Jan Wahlberg prize to Dr Rosemary Nixon, for the best paper submitted to the biennial meeting of the European Society of Contact Dermatitis, which was held in Portugal in late May. This is the premier award in contact dermatitis and has never been awarded to a non-European before. It reinforces the reputation of ODREC as one of the world's premier centres in occupational dermatology. The meeting was also attended by Dr Adriene Lee, who has participated with Rosemary in a number of investigations of workplace rashes and co-authored reports. The prize winning paper was a compilation of Dr Nathan Curr's paper on our proposed occupational dermatitis severity scale and work on outcomes in occupational dermatology pioneered by Dr Jason Williams. Nathan's paper has recently been published in the journal *Contact Dermatitis* and was the culmination of much work over several years. We wish Nathan all the best in his future endeavours.

Another highlight was the publication by the Australian Safety and Compensation Council of our report on skin exposure surveillance in Australia. In addition, Dr Tim Rutherford was awarded the Adrian Johnson prize for the best paper published by a registrar in the Australasian Journal of Dermatology in 2007, on allergy to tea tree oil, which was co-authored by Drs Tate, Tam and Nixon. Dr Nixon was invited to lecture at College meetings at the Gold Coast and Sydney, the World Congress of Dermatology in Buenos Aires and in Japan.

We have already received some support for a new concept in Australia: Skin School, where workers assessed in the clinic with occupational dermatitis will attend for additional education about the prevention and management of occupational skin disease. This clinic is based on a very successful German model. While a number of applications to charitable trusts for funding of this concept have not been successful, we currently have applications for support to WorkCover (Victoria) and the NHMRC. Two additional projects which have already received support for next year include updating Dr Bruce Tate's excellent allergen information sheets (with Drs Adriene Lee and Helen Saunders) and the Contact Allergen Bank. The Contact Allergen Bank will involve the preparation and sending out of patch tests to facilitate testing by dermatologists.

Once more we acknowledge the support of the Skin and Cancer Foundation and in particular the absolutely tireless work of Joe Mercuri, Sue Shaw and Jane English, together with the Board led by Chris Baker, in the huge move to our brand new facilities at Drummond Street. This has generated considerable excitement and enthusiasm at the Foundation.

Finally researcher, health promotion expert and Occupational Dermatology Clinic nurse, Mandy Palmer and her husband Damien had their first child, Lucy, last December. Mandy returned to part-time work in early April, undeterred by the commute from Bendigo twice a week. Her experience and dedication to our work are a huge asset and much appreciated.

Dr Rosemary Nixon