



Access Health and Community

ABN: 82 136 672 681

Financial report

For the year ended 30 June 2021



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ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

DIRECTORS' REPORT

The directors present their report together with the financial report of Access Health and Community for the year ended 30 June 2021 thereon. This report has been prepared in accordance with Australian Accounting Standards.

Directors names

The names of the directors in office at any time during or since the end of the year are:

Alan Studley

Gayle Austen (Deputy Chair)

Jane Canaway

John Michailidis (Chair)

Kerry Grabau

Mike Morgan

Penny Lovett

Peter Turner

The directors have been in office since the start of the year to the date of this report unless otherwise stated.

Results

The surplus of the company for the year amounted to \$2,257,653 (2020: \$1,569,162).

Significant changes in state of affairs

Significant changes in the state of affairs of the company during the financial year were as follows:

The continuing impact of Covid-19 and the restrictions on social and community activities impacted some key areas especially those reliant on fee-for-service income. Access Health and Community very successfully delivered the High Risk Accommodation Response program in the northeast suburbs.

The company continued to grow its telehealth services and deliver services through the work-from-home environment. Funders and government agencies continue to be supportive and flexible in service delivery for performance based funding.

Support from the government in the form of job keeper subsidy allowed the company to maintain staffing levels and deliver services at a surplus.

The Victorian Auditor General's Office was appointed auditor for the year ending June 2021.

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DIRECTORS' REPORT

Principal activities

The principal activities of Access Health and Community involve the provision of primary health care services primarily in the cities of Yarra, Manningham and Boroondara. In 2020/21 Access Health and Community primary program services include:

- Accredited GP clinics
- Allied Health, nursing services and health promotion
- NDIS registered provider for children and adults
- Community Health programs for children and adults
- Mental health services including headspace
- Dental Clinic providing community and private dental services
- Drug and alcohol counselling services for the Eastern Metropolitan region of Melbourne
- Early Childhood Intervention Services
- Community House, Planned Activity Groups, Social Support Activities, occasional care and Men's Shed
- Commonwealth funded Home Support Programs and carer support service
- Health Promotion and Community Engagement Programs
- High Risk Accommodation Response (HRAR)

Some programs were delivered in partnership with:

- HealthAbility (formerly Carrington Health)
- Inspiro
- Eastern Health – Turning Point
- Oonah Belonging Place
- EACH
- Salvo Care

Access Health and Community provided these services from various locations:

Three owned premises at:

- 283 Church Street, Richmond (head office)
- 378 Burwood Road, Hawthorn
- 10 Rose Street, Box Hill

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DIRECTORS' REPORT

Leased premises at:

- 7 Samarinda Ave., Ashburton
- 44 Balmoral Ave., Lower Templestowe
- 51 St John Ave., Camberwell
- 2 Centre Way, Balwyn North
- 33 Warrandyte Rd., Ringwood
- 32 Henry St., Hawthorn
- 4 Y St., Ashburton
- 360 Burwood Rd., Hawthorn
- 1020 Doncaster Rd., East Doncaster
- 41 Wetherby Rd., Doncaster
- 33-39 William St., Hawthorn
- 8 Watt St., Box Hill
- 584 Glenferrie Rd., Hawthorn
- MC2 687 Doncaster Rd., Doncaster

Information on directors

Alan Studley

Joined Board December 2015

Qualifications

Masters of Business Administration
Graduate Diploma Management Systems
Bachelor Business (Accounting / Marketing)
Fellow AICD
Fellow CPA

Experience

He is a non-executive director of Alexandra District Hospital, Wayss (Family Violence & Housing Support) and ANZGITA. Alan has worked for multinational companies in the fields of manufacturing, media and food production. His roles have included Finance Director, CEO and Executive Chairman of large acute care health facilities, public transport related services and a federal government trust responsible for national heritage assets. In the past, he has been a director and trustee of Metropolitan Ambulance Service, Royal Guide Dogs for the Blind Association of Victoria and Australia, Aware Super (Health Super) and ASX listed Sausage Software Pty Ltd. He has acted as a Surveyor, Australian Council of Healthcare Standards and member of the Department of Human Services, Strategy steering Committee I2T2

Special responsibilities

Chair, Audit and Risk Committee

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DIRECTORS' REPORT

Information on directors (Continued)

Gayle Austen	Joined board November 2018
Qualifications	BA (Communications) GAICD Grad Cert Applied Languages (Mandarin)
Experience	Gayle is a specialist in communications, marketing and strategic advice. She has consulted for non-profits on a range of initiatives, including advocacy, merger and acquisitions, targeted communication, organisational structure and leadership coaching. Gayle was formerly Head of Marketing and Communications with ANZ Institutional, led corporate affairs teams for Foster's and Seven Network and was a senior journalist, section editor and chief of staff with The Age. Gayle has been a long-standing resident of Boroondara and was formerly President of Camcare. Her passion for social justice and local community is reflected in her career and previous non-profit Board roles. Gayle is also the Chair of Trust for Nature.
Special responsibilities	Chair, Governance Committee Community Advisory Committee Member
Jane Canaway	Joined Board April 2019
Qualifications	Graduate- Company Directors Course AICD Graduate Diploma in Program Evaluation. Melbourne University Graduate Diploma in Health Science (Health Counselling). Victoria University. Midwifery Training Program, Royal Women's Hospital. General Registered Nurse Training, Epworth Hospital.
Experience	Jane has held executive and senior leadership roles in government, health and community support sectors prior to moving into consultancy in September 2018. As a consultant she has worked with a range of health and community agencies including health services, community health, PHNs, local government, vocational education, family violence and emergency services. Her experience spans policy, project and program management and in her most recent operational role she led a large diverse team spanning medical, dental, allied health, nursing, mental health and health promotion. In addition to operations, Jane has extensive experience in Quality and Clinical Governance.
Special responsibilities	Chair, Quality and Risk Committee Governance Committee Manager

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DIRECTORS' REPORT

Information on directors (Continued)

John Michailidis	Joined board April 2013
Qualifications	Bachelor of Science Diploma in Education Executive MBA Harvard University Member of the Australian Institute of Company Directors
Experience	Leader and CEO in business transformation, entrepreneurship, translation and commercialisation. Broad experience and expertise in strategic planning, organisational growth, business development. Managing Director, JEM Pharmaceuticals Pty Ltd; Non-Executive Director Factor Therapeutics Pty Ltd. Previous Positions: Managing Director, Teva Pharma Australia Pty Ltd; Non-Executive Director, Australian Diabetes Educators Association; CEO Orphan Australia Pty Ltd; CEO Avipep Pty Ltd; President and CEO Roche Korea Ltd; Business Director and Global Head of Nephrology/Oncology Franchise F. Hoffmann La Roche.
Special responsibilities	Chair, Board of Directors Audit and Risk Committee Member
Kerry Grabau	Joined Board April 2009
Qualifications	Bachelor of Arts Diploma of Education Bachelor of Social Work
Experience	Extensive experience in employee health and organisational wellbeing Expertise in industrial relations, including negotiation of agreements Knowledge, involvement and commitment to the community, especially the City of Yarra Secondary Teacher Educational Management Statewide Committees on Student and Teacher Welfare Member Teaching Service Appeals Board Member of School Councils
Special responsibilities	Chair, Community Advisory Committee

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DIRECTORS' REPORT

Information on directors (Continued)

Mike Morgan

Joined Board June 2019

Qualifications

Bachelor of Dental Science

Experience

GAICD

Dean of the Faculty of Dentistry at the University of Otago in Dunedin, New Zealand. Previously Head of Melbourne Dental School - Faculty of Medicine, Dentistry and Health Sciences at The University of Melbourne where he remains an honorary Professor. Mike has been involved in dental education and research in Australia, New Zealand and internationally. Graduating with a dental degree from The University of Otago, Mike is a registered specialist in both Australia and New Zealand with a background in paediatric dentistry, dental public health and epidemiology.

Special responsibilities

Quality and Safety Committee Member

Penny Lovett

Joined Board August 2018

Qualifications

Bachelor of Commerce
Grad Dip, Human Resource Management
Master Business Administration

Experience

Chief Human Resources Officer for The Salvation Army. Penny's role encompasses all aspects of HR, including cultural renewal, HR Business Partnering, Workplace Health and Safety, Remuneration and Benefits, Organisational Development, HR Services, and Volunteer Resources. Human resources at the Salvation Army has over 150 staff servicing 10,000 employees and a volunteer pool of up to 60,000. Penny has held board roles for over 10 years and has more than 20 years experience in executive roles having performed as a HR Director roles across not for profit, health, insurance, aged care and manufacturing sectors for more than 15 years.

Special responsibilities

Quality and Safety Committee Member
Governance Committee Member

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DIRECTORS' REPORT

Information on directors (Continued)

Peter Turner	Joined Board April 2013
Qualifications	<p>Masters of Health Administration</p> <p>Diploma of Business – Accounting</p> <p>Fellow of CPA Australia (FCPA)</p> <p>Fellow of the Australian Institute of Management (FAIM)</p> <p>Associate Fellow of the Australian College of Health Service Management</p> <p>Member of the Australian Institute of Company Directors</p>
Experience	<p>Mr Turner is the Managing Director of Independence Australia. He has worked in a range of senior management positions in the health and community services industry for over 25 years in the public, private and not-for-profit sectors. He is a Harvard Club Fellow, an Alumnus of Leadership Victoria, a volunteer Surveyor for the Australian Council on Healthcare Standards, and has also served as the pro-bono Chief Executive of a charitable trust.</p> <p>Mr. Turner has extensive experience in corporate governance, capital, service planning and the management of health and community services. He has special interests in corporate governance and risk management.</p>
Special responsibilities	Audit and Risk Committee Member

Meetings of directors

Directors	Directors' meetings		Audit and Risk committee meetings		Quality and Safety committee meetings		Governance committee meetings		Community Advisory Committee meetings	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Alan Studley	11	10	7	7	-	-	-	-	-	-
Gayle Austen	11	11	-	-	-	-	4	4	4	3
Jane Canaway	11	10	-	-	4	4	2	2	-	-
John Michailidis	11	11	7	7	4	1	4	2	-	-
Kerry Grabau	11	11	-	-	-	-	-	-	4	4
Mike Morgan	11	10	-	-	4	4	-	-	-	-
Penny Lovett	11	11	-	-	4	3	4	4	-	-
Peter Turner	11	9	7	7	-	-	-	-	-	-

Members guarantee

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute to a maximum of \$10 each towards meeting any outstandings and obligations of the company. At 30 June 2021 the number of members was 140 (2020: 140). The combined total amount that members of the company are liable to contribute if the company is wound up is \$1,400 (2020: \$1,400).

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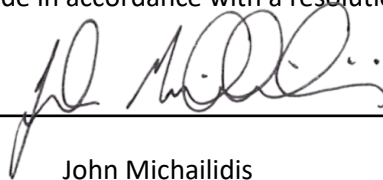
DIRECTORS' REPORT

Auditor's independence declaration

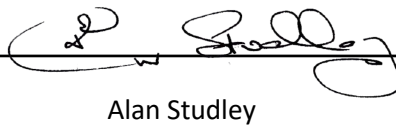
A copy of the auditor's independence declaration under *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit for the financial year is provided with this report.

This declaration is made in accordance with a resolution of the Board of Directors.

Director:


John Michailidis

Director:


Alan Studley

Dated this 17th day of December 2021

Auditor-General's Independence Declaration

To the Board of Directors, Access Health and Community

The Auditor-General's independence is established by the *Constitution Act 1975*. The Auditor-General, an independent officer of parliament, is not subject to direction by any person about the way in which his powers and responsibilities are to be exercised.

Under the *Audit Act 1994*, the Auditor-General is the auditor of each public body and for the purposes of conducting an audit has access to all documents and property, and may report to parliament matters which the Auditor-General considers appropriate.

Independence Declaration

As auditor for Access Health and Community for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

- no contraventions of auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit.
- no contraventions of any applicable code of professional conduct in relation to the audit.



MELBOURNE
22 December 2021

Travis Derricott
as delegate for the Auditor-General of Victoria

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**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2021**

		2021	2020
		\$	\$
Revenue and other income			
Revenue and income from operations	2	27,578,649	22,511,144
Other income	3	4,247,858	3,288,316
Gain on investment	3	<u>37,442</u>	<u>-</u>
		<u>31,863,949</u>	<u>25,799,460</u>
Less: expenses			
Employee benefits expense		(22,353,795)	(19,729,686)
Accreditation expense		(21,078)	(52,650)
Advertising expense		(335,601)	(162,411)
Computer expense		(265,807)	(260,440)
Contractor and consultant expense		(191,009)	(130,146)
Contractor cleaning expense		(331,249)	(287,067)
Contract Labour expense		(5,218)	(3,150)
Depreciation and amortisation expense	4	(914,954)	(810,848)
Finance costs	4	(64,867)	(52,582)
Medical expense		(137,574)	(164,191)
Motor vehicle expenses		(82,416)	(106,708)
Occupancy expense		(141,747)	(180,780)
Program brokerage		(2,442,786)	(648,323)
Program expenses		(376,811)	(351,297)
Repairs and maintenance expense		(147,963)	(175,832)
Telephone expense		(453,243)	(363,713)
Utility expense		(123,909)	(136,336)
Other expenses	4	<u>(1,216,269)</u>	<u>(614,138)</u>
		<u>(29,606,296)</u>	<u>(24,230,298)</u>
Surplus for the year		2,257,653	1,569,162
<i>Other comprehensive income</i>			
<i>Items that will not be reclassified subsequently to profit and loss</i>			
Revaluation of 283 Church Street, Richmond	16(a)	1,099,976	-
Revaluation of 378 Burwood Road, Hawthorn	16(a)	1,030,374	-
Revaluation of 10 Rose Street, Box Hill	16(a)	110,133	-
<i>Items that may be reclassified subsequently to profit and loss</i>			
Unrealised loss on investment		<u>(6,689)</u>	<u>-</u>
Other comprehensive income		<u>2,233,794</u>	<u>-</u>
Total comprehensive income		<u><u>4,491,447</u></u>	<u><u>1,569,162</u></u>

The accompanying notes form part of these financial statements.

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STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

		2021	2020
		\$	\$
Current assets			
Cash and cash equivalents	6	5,061,797	7,830,305
Receivables	7	284,051	247,410
Investments	9	8,952,168	-
Other assets	8	<u>1,011,724</u>	<u>2,415,123</u>
Total current assets		<u>15,309,740</u>	<u>10,492,838</u>
Non-current assets			
Intangible assets	10	73,441	124,396
Lease assets	11	736,254	785,820
Property, plant and equipment	12	<u>23,003,661</u>	<u>20,726,531</u>
Total non-current assets		<u>23,813,356</u>	<u>21,636,747</u>
Total assets		<u>39,123,096</u>	<u>32,129,585</u>
Current liabilities			
Payables	13	3,009,839	1,513,842
Lease liabilities	11	337,155	239,543
Provisions	14	3,359,883	2,864,599
Other liabilities	15	<u>1,413,557</u>	<u>834,480</u>
Total current liabilities		<u>8,120,434</u>	<u>5,452,464</u>
Non-current liabilities			
Lease liabilities	11	444,721	571,095
Provisions	14	<u>619,739</u>	<u>659,271</u>
Total non-current liabilities		<u>1,064,460</u>	<u>1,230,366</u>
Total liabilities		<u>9,184,894</u>	<u>6,682,830</u>
Net assets		<u>29,938,202</u>	<u>25,446,755</u>
Equity			
Reserves	16	16,348,564	14,114,770
Accumulated surplus		<u>13,589,638</u>	<u>11,331,985</u>
Total equity		<u>29,938,202</u>	<u>25,446,755</u>

The accompanying notes form part of these financial statements.

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2021

	Reserves \$	Accumulated surplus \$	Total equity \$
Balance as at 1 July 2019	14,114,770	9,762,823	23,877,593
Surplus for the year	-	1,569,162	1,569,162
Other comprehensive income	-	-	-
Total comprehensive income for the year	<u>-</u>	<u>1,569,162</u>	<u>1,569,162</u>
Balance as at 30 June 2020	<u>14,114,770</u>	<u>11,331,985</u>	<u>25,446,755</u>
Balance as at 1 July 2020	14,114,770	11,331,985	25,446,755
Surplus for the year	-	2,257,653	2,257,653
Other comprehensive income			
Unrealised loss on investment	(6,689)	-	(6,689)
Property, plant and equipment revaluation	<u>2,240,483</u>	<u>-</u>	<u>2,240,483</u>
Total comprehensive income for the year	<u>2,233,794</u>	<u>2,257,653</u>	<u>4,491,447</u>
Balance as at 30 June 2021	<u>16,348,564</u>	<u>13,589,638</u>	<u>29,938,202</u>

The accompanying notes form part of these financial statements.

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	\$	\$
Cash flow from operating activities		
Receipts from customers	5,190,006	5,179,429
Operating grant receipts	31,232,996	22,494,174
Donations received	43,243	65,413
Payments to suppliers and employees	(29,401,749)	(26,862,994)
Interest received	33,112	105,968
Finance costs	<u>(64,867)</u>	<u>(52,282)</u>
Net cash provided by operating activities	<u>7,032,741</u>	<u>929,708</u>
Cash flow from investing activities		
Proceeds from sale / payment for property, plant and equipment	(555,881)	(532,942)
Proceeds from sale of investments	-	6,243
Payment for intangible assets	(15,367)	-
Payment for investments	<u>(8,921,416)</u>	<u>-</u>
Net cash provided by / (used in) investing activities	<u>(9,492,664)</u>	<u>(526,699)</u>
Cash flow from financing activities		
Principal portion of lease payments	<u>(308,585)</u>	<u>(224,283)</u>
Net cash provided by / (used in) financing activities	<u>(308,585)</u>	<u>(224,283)</u>
Reconciliation of cash		
Cash at beginning of the financial year	7,830,305	7,651,579
Net (decrease) / increase in cash held	<u>(2,768,508)</u>	<u>178,726</u>
Cash at end of financial year	6 <u>5,061,797</u>	<u>7,830,305</u>

The accompanying notes form part of these financial statements.

ACCESS HEALTH AND COMMUNITY
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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and Australian Accounting Standards - Reduced Disclosure Requirements, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board.

The financial report covers Access Health and Community (the company) as an individual entity. The company is a company limited by guarantee, incorporated and domiciled in Australia. The company is a not-for-profit entity for the purpose of preparing the financial statements.

The financial report was approved by the directors as at the date of the directors' report.

The financial report has been prepared on a going concern basis.

The following are the significant accounting policies adopted by the company in the preparation and presentation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

(a) Basis of preparation of the financial report

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards Reduced Disclosure Requirements, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards, Board and the Australian Charities and Not for profits Commissions Act 2012.

The financial report has been prepared in accordance with the accrual basis of accounting. Under the accrual basis of accounting, the effects of transactions and other events are recognised when they occur and reported in the financial statements of the periods to which they relate.

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

(b) Foreign currency transactions and balances

Functional and presentation currency

The financial statements are presented in Australian dollars which is the company's functional and presentation currency.

(c) Economic dependence

Access Health and Community is dependent on the grant funding from State, Federal and local sources for the majority of its revenue used to operate the business. At the date of this report the directors have no reason to believe the funding bodies will not continue to support Access Health and Community.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Revenue from contracts with customers and Income

The company derives revenue from government grants, NDIS funding, Medicare funding, client fees and rental income. Revenue is measured at an amount that reflects the consideration to which the company expects to be entitled in exchange for the goods or services.

To recognise revenue, the company assesses whether there is a contract that is enforceable and has sufficiently specific performance obligations in accordance with AASB 15: *Revenue from Contracts with Customers*.

If an agreement is classified as a contract with a customer, it is accounted for in accordance with AASB 15, which requires the company to:

- identify the performance obligation(s) under the contract;
- determine the transaction price;
- allocate the transaction price to the performance obligation(s) under the contract; and
- recognise revenue when (or as) the company satisfies the performance obligation(s).

Where grant funding agreements are not enforceable or do not have sufficiently specific performance obligations, they are accounted for in accordance with ASSB 1058 *Income of Not-for-Profit Entities*. When the company obtains control of a such a grant, it recognises the associated asset in accordance with the applicable Australian Accounting Standard. In addition, the company recognises the following 'related amounts', when applicable:

- any related contributions by owners, customer contract liabilities, financial liabilities and other liabilities and revenue, measured in accordance with the applicable Australian Accounting Standards;
- any liabilities for obligations arising from transfers to enable the company to acquire or construct non-financial assets to be controlled by the company; and
- donation income, representing the residual amount of the resources received.

Revenue from the provision of services

Revenue from the provision of services comprises revenue derived from the delivery of government grant funded programs, NDIS funding, medicare income, client fees and rental income. These services are provided under contractual arrangements that contain enforceable and sufficiently specific performance obligations. Revenue from the provision of services is recognised over time, as performance obligations are satisfied, based on either costs incurred or service hours performed, consistent with the manner in which services are provided and the terms of the contract.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) Revenue from contracts with customers and Income (Continued)

Contract liabilities

A contract liability represents the company's obligation to provide future services under contractual arrangements that contain enforceable and sufficiently specific performance obligations for which the company has received consideration (or an amount of consideration is due) in advance of those services being provided. Amounts recorded as contract liabilities are subsequently recognised as revenue as performance obligations are satisfied.

Contract Assets

Contract assets represent the company's right to consideration in exchange for goods or services that the company has transferred to a customer when that right is conditional on something other than the passage of time. The company recognises contract assets mainly from the contracts in which services are delivered at a point in time and customers are invoiced subsequently to this.

(e) Other income

Interest

Interest revenue is measured on a proportional basis taking into account the interest rates applicable to the financial assets.

Donations

Donations and bequests are recognised as income when control is obtained, which is typically when the cash is received.

JobKeeper income

Jobkeeper income relates to government stimulus received from the Australian Government during the COVID-19 pandemic to retain employees. This income has been recognised in the profit or loss as salaries have been paid to employees.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(f) Expenses

Expenses are recognised as they are incurred and reported in the financial year to which they relate.

Employee Expenses

Employee expenses include: Salaries and wages, leave expenses, termination payments, redundancy payments, superannuation expenses, payroll tax, fringe benefits tax and work cover premiums.

(g) Income tax

No provision for income tax has been raised as the company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(h) Cash and cash equivalents

Cash and cash equivalents include cash on hand and at banks, short-term deposits with an original maturity of three months or less held at call with financial institutions, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

(i) Property, plant and equipment

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

Property

Freehold land and buildings are measured at fair value. At each balance date the carrying amount of each asset is reviewed to ensure that it does not differ materially from the asset's fair value at reporting date. Where necessary, the asset is revalued to reflect its fair value.

Increases in the carrying amounts arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in equity under the heading of revaluation surplus. To the extent that the increase reverses a decrease of the same class of asset previously recognised in profit or loss, the increase is recognised in profit or loss. Decreases that offset previous increases of the same class of asset are recognised in other comprehensive income under the heading of revaluation surplus; all other decreases are charged to profit and loss.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) Property, plant and equipment (Continued)

Valuation Methodology

Key methodologies when assessing the market value of the subject include:

- (a) Comparable Transactions Method/Direct Comparison
- (b) Capitalisation of Market Income

The comparable transactions method utilises information on transactions involving properties that are the same or similar to the subject property. The comparable transaction method can use a variety of comparable evidence and units of comparison which form the basis of the comparison. A common unit of comparison for real property is price per square metre. In analysing the units of comparison, the Valuer may make necessary adjustments to the key valuation metrics to reflect differences (such as the date of sale in comparison to the date of valuation, or differences in property characteristics) between the comparable sales and the valuation of the subject property.

The capitalisation method is a method that can be applied across a broad cross-section of asset types (including income producing property, going concerns, specialised assets, and intangible assets) and can be applied to varying types of income. Typically in assessing the Market Value of "property" the capitalisation method is applied to rents whilst in assessing the Market Value of "going concerns" the method is applied to net profits. The capitalisation method is based on the concept that for income producing assets the price a prospective purchaser will be prepared to pay will be based on (amongst other things) the level of income and the return required for the investment of capital.

Valuation hierarchy

In determining fair values a number of inputs are used. To increase consistency and comparability in the financial statements, these inputs are categorised into three levels, also known as the fair value hierarchy. The levels are as follows:

- Level 1 – quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 – valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable and
- Level 3 – valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

Plant and equipment

Plant and equipment is measured on the cost basis.

Depreciation

The depreciable amount of all fixed assets is depreciated over their estimated useful lives commencing from the time the asset is held ready for use. Land and the land component of any class of fixed asset is not depreciated.

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

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) Property, plant and equipment (Continued)

Class of fixed asset	Depreciation rates	Depreciation basis
Buildings at valuation	2.5%	Straight line
Plant and equipment at cost	5-20%	Straight line
Leasehold improvements at cost	7-40%	Straight line
Motor vehicles at cost	20%	Diminishing value
Computer equipment at cost	10-33%	Straight line

Depreciation rates applied in the current year are consistent with those applied in the prior financial year.

(j) Intangible assets

Intangible assets

Except for indefinite useful life intangible assets, which are not amortised but are tested annually for impairment, intangible assets are amortised over their estimated useful lives commencing from the time the asset is available for use. The amortisation method applied to an intangible asset is consistent with the estimated consumption of economic benefits of the asset.

(k) Impairment of non-financial assets

Assets with an indefinite useful life are not amortised but are tested annually for impairment in accordance with AASB 136. Assets subject to annual depreciation or amortisation are reviewed for impairment whenever events or circumstances arise that indicate that the carrying amount of the asset may be impaired.

An impairment loss is recognised where the carrying amount of the asset exceeds its recoverable amount. The recoverable amount of an asset is defined as the higher of its fair value less costs to sell and value in use. Replacement costs is used to determine value in use.

(l) Leases

At the commencement date of a lease (other than leases of 12-months or less and leases of low value assets), the company recognises a lease asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments.

Lease assets

Lease assets are initially recognised at cost, comprising the amount of the initial measurement of the lease liability, any lease payments made at or before the commencement date of the lease, less any lease incentives received, any initial direct costs incurred by the company, and an estimate of costs to be incurred by the company in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred to produce inventories.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(l) Leases (Continued)

Subsequent to initial recognition, lease assets are measured at cost (adjusted for any remeasurement of the associated lease liability), less accumulated depreciation and any accumulated impairment loss.

Lease assets are depreciated over the shorter of the lease term and the estimated useful life of the underlying asset, consistent with the estimated consumption of the economic benefits embodied in the underlying asset.

Lease liabilities

Lease liabilities are initially recognised at the present value of the future lease payments (i.e., the lease payments that are unpaid at the commencement date of the lease). These lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined, or otherwise using the company's incremental borrowing rate.

Subsequent to initial recognition, lease liabilities are measured at the present value of the remaining lease payments (i.e., the lease payments that are unpaid at the reporting date). Interest expense on lease liabilities is recognised in profit or loss (presented as a component of finance costs). Lease liabilities are remeasured to reflect changes to lease terms, changes to lease payments and any lease modifications not accounted for as separate leases.

Variable lease payments not included in the measurement of lease liabilities are recognised as an expense when incurred.

Leases of 12-months or less and leases of low value assets

Lease payments made in relation to leases of 12-months or less and leases of low value assets (for which a lease asset and a lease liability has not been recognised) are recognised as an expense on a straight-line basis over the lease term.

(m) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the company becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value adjusted for transaction costs, except where the instrument is classified as fair value through profit or loss, in which case transaction costs are immediately recognised as expenses in profit or loss.

The fair value of financial assets is determined based on current bid prices for all quoted investments.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(m) Financial instruments (Continued)

Classification of financial assets

Financial assets recognised by the company are subsequently measured in their entirety at either amortised cost or fair value, subject to their classification and whether the company irrevocably designates the financial asset on initial recognition at fair value through other comprehensive income (FVtOCI) in accordance with the relevant criteria in AASB 9.

Financial assets not irrevocably designated on initial recognition at FVtOCI are classified as subsequently measured at amortised cost, FVtOCI or fair value through profit or loss (FVtPL) on the basis of both:

- (a) the company's business model for managing the financial assets; and
- (b) the contractual cash flow characteristics of the financial asset.

Derecognition of financial assets

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the company has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

On derecognition of a financial asset classified as at FVtOCI, the cumulative gain or loss previously accumulated in the investment revaluation reserve (see note 16) is reclassified to the surplus or deficit.

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in the surplus or deficit.

(n) Borrowing costs

Borrowing costs include interest expense calculated using the effective interest method, finance charges in respect of lease arrangements, and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

Borrowing costs are expensed as incurred, except for borrowing costs incurred as part of the cost of the construction of a qualifying asset, in which case the costs are capitalised until the asset is ready for its intended use or sale.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(o) Employee benefits

(i) Short-term employee benefit obligations

Liabilities arising in respect of wages and salaries, annual leave and any other employee benefits expected to be settled within twelve months of the reporting date are measured at their nominal amounts based on remuneration rates which are expected to be paid when the liability is settled. The expected cost of short-term employee benefits in the form of compensated absences such as annual leave is recognised in the provision for employee benefits. All other short-term employee benefit obligations are presented as payables.

(ii) Long-term employee benefit obligations

Liabilities arising in respect of long service leave which is not expected to be settled within twelve months of the reporting date are measured at the present value of the estimated future cash outflow to be made in respect of services provided by employees up to the reporting date.

Employee benefit obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur.

(p) Goods and services tax (GST)

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

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

(q) Comparatives

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(r) Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

(i) Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the company operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the company unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

(ii) Identifying performance obligations

The company applies significant judgment when reviewing funding agreements and contracts to determine if there are sufficiently specific and enforceable performance obligations. If met, the contract/funding agreement is treated as a contract with a customer and recognised as revenue as or when the transfer of goods or services to customers occurs. If this criteria is not met, funding is recognised immediately in the net result from operations.

(iii) Determining timing of revenue recognition

The company applies significant judgement to determine when a performance obligation has been met and the transaction price that is to be allocated to each performance obligation. A performance obligation is either satisfied at a point in time or over-time.

(iv) Contract liabilities

The company assesses the grants in advance and unexpended grants by reference to the conditions attached to the grants and the timing of the receipt of grant monies in accordance with the accounting policy disclosed in Note 1(d).

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(v) Estimation of useful lives of assets

The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

(vi) Fair value of land and buildings

The valuation of land and buildings involves various assumptions which are used by valuation experts which include useful lives and current market prices.

(vii) Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

(viii) Employee benefits provision

As discussed in Note 1(o), the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

(ix) Allowance for expected credit losses

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the simplified approach permitted by AASB 9 Financial Instruments, which is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates. The Board of Directors believe that all trade receivables are recoverable with the exception of \$20,000 (2020: \$20,000) which has been regarded as doubtful.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	\$	\$
NOTE 2: REVENUE AND INCOME FROM OPERATIONS		
Grant and subsidies revenue		
Dental Health Services Victoria	1,245,757	1,342,631
Department of Health	5,106,353	4,926,866
Eastern Access Community Health	421,927	427,786
Local government grants	838,197	832,718
Eastern Health	635,496	578,341
Department of Health and Human Services	7,254,067	5,028,784
Department of Education	74,227	124,743
Eastern Melbourne Primary Health Network	5,896,919	3,004,008
Connect4 Health Medication	931,022	927,162
Connect4 Health AOD	-	118,024
Working for Victoria	51,379	-
Other grants	<u>166,389</u>	<u>149,221</u>
	<u>22,621,733</u>	<u>17,460,284</u>
Income from operations		
Client fees and medical supply sales	850,291	1,111,824
Medicare fees	504,826	648,278
Practice incentive payments	151,934	182,100
Rental charges	896,515	869,990
NDIS	<u>2,553,350</u>	<u>2,238,668</u>
	<u>4,956,916</u>	<u>5,050,860</u>
	<u>27,578,649</u>	<u>22,511,144</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	\$	\$
NOTE 3: OTHER INCOME		
Government subsidies and support income		
Jobkeeper income	3,919,649	2,944,384
Cashboost income	<u>50,000</u>	<u>50,000</u>
	<u>3,969,649</u>	<u>2,994,384</u>
Donations	43,243	65,413
Interest income	33,112	105,968
Other income	<u>201,854</u>	<u>122,551</u>
	<u><u>4,247,858</u></u>	<u><u>3,288,316</u></u>
 Gain on investment	 37,442	 -
NOTE 4: OPERATING SURPLUS		
Surplus has been determined after:		
Finance costs		
- Lease liabilities - finance charges	32,956	33,254
- Bank charges	<u>31,911</u>	<u>19,328</u>
	64,867	52,582
Depreciation and Amortisation		
- buildings	162,715	156,802
- leasehold improvement	59,895	53,341
- plant and equipment	84,398	66,938
- motor vehicles	34,845	43,064
- computer equipment	177,381	178,934
- amortisation of right of use assets	329,398	249,101
- amortisation of software	<u>66,322</u>	<u>62,668</u>
	914,954	810,848
Bad and doubtful debts	11,258	3,884
Employee benefits	22,353,795	19,729,686
Contract labour	5,218	3,150

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	\$	\$
NOTE 4: OPERATING SURPLUS (CONTINUED)		
Other expenses		
- Administration costs	422,403	(25,168)
- Minor equipment expense	66,092	41,179
- Interpreter costs	30,765	19,985
- Laboratory costs	88,801	131,744
- Printing and stationery	90,839	91,206
- Subscriptions expense	50,735	65,570
- Travel expense	46,452	40,038
- Waste disposal expense	27,100	23,889
- Sundry expenses	<u>393,082</u>	<u>225,695</u>
	1,216,269	614,138

NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION

Compensation received by key management personnel of the company

- short-term employee benefits	1,132,022	1,139,789
- post-employment benefits	109,941	104,592
- termination benefits	<u>164,432</u>	<u>-</u>
	<u>1,406,395</u>	<u>1,244,381</u>

NOTE 6: CASH AND CASH EQUIVALENTS

Cash on hand	6,505	6,649
Cash at bank	366,392	285,946
Cash on deposit	<u>4,688,900</u>	<u>7,537,710</u>
	<u>5,061,797</u>	<u>7,830,305</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021 \$	2020 \$
NOTE 7: RECEIVABLES		
CURRENT		
Receivables from contracts with customers	300,329	263,688
Allowance for credit losses	<u>(20,000)</u>	<u>(20,000)</u>
	280,329	243,688
Other receivables	<u>3,722</u>	<u>3,722</u>
	<u><u>284,051</u></u>	<u><u>247,410</u></u>

The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances. The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

NOTE 8: OTHER ASSETS

CURRENT		
Prepayments	182,516	88,835
Accrued income	24,037	1,449,503
Contract asset	792,889	876,785
Other current assets	<u>12,282</u>	<u>-</u>
	<u><u>1,011,724</u></u>	<u><u>2,415,123</u></u>

NOTE 9: INVESTMENTS

CURRENT

Financial assets at fair value through profit or loss

Managed investments	<u>8,952,168</u>	<u>-</u>
Total financial assets at fair value through profit or loss	<u><u>8,952,168</u></u>	<u><u>-</u></u>

All financial assets at fair value through profit or loss are held for trading.

Fair values of all financial assets were at level 1 (see note 1(i)) based on quoted market prices as at 30 June 2021.

NOTE 10: INTANGIBLE ASSETS

Software	379,416	364,050
Accumulated amortisation and impairment	<u>(305,975)</u>	<u>(239,654)</u>
	<u><u>73,441</u></u>	<u><u>124,396</u></u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021 \$	2020 \$
NOTE 11: LEASE ASSETS AND LEASE LIABILITIES		
(a) Lease assets		
Buildings		
Under lease	1,314,754	1,034,921
Accumulated amortisation	<u>(578,500)</u>	<u>(249,101)</u>
	<u>736,254</u>	<u>785,820</u>
Reconciliations		
<i>Buildings</i>		
Opening carrying amount	785,820	-
Amount recognised on adoption of AASB16	-	1,034,921
Additions	279,832	-
Amortisation	<u>(329,398)</u>	<u>(249,101)</u>
Closing carrying amount	<u>736,254</u>	<u>785,820</u>
(b) Lease liabilities		
CURRENT		
Lease liability	<u>337,155</u>	<u>239,543</u>
NON CURRENT		
Lease liability	<u>444,721</u>	<u>571,095</u>
Total carrying amount of lease liabilities	<u>781,876</u>	<u>810,638</u>
(c) Lease expenses and cashflows		
Interest expense on lease liabilities	32,956	33,254
Amortisation expense on lease assets	329,398	249,101

(d) Lease arrangements substantially less than market value

As a not for profit community organisation, Access Health and Community is provided with leases that are less than market value to further its objectives. Access Health and Community is dependent on less than market value leases to further its objectives, as well as grant funding disclosed in Note 1. These less than market value leases are properties leased from City of Boroondara for Ashburton and Headspace Hawthorn. At the date of this report the directors have no reason to believe the lease arrangements will not continue into the future to support Access Health and Community.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	\$	\$
NOTE 12: PROPERTY, PLANT AND EQUIPMENT		
Land at independent valuation		
283 Church Street, Richmond	7,750,000	6,808,000
378 Burwood Road, Hawthorn	5,727,700	5,181,250
10 Rose Street, Box Hill	<u>1,593,900</u>	<u>1,492,100</u>
Total freehold land	<u>15,071,600</u>	<u>13,481,350</u>
Buildings at independent valuation		
283 Church Street, Richmond	1,300,000	1,272,000
Accumulated depreciation	<u>-</u>	<u>(98,176)</u>
	1,300,000	1,173,824
378 Burwood Road, Hawthorn	5,072,300	5,047,362
Accumulated depreciation	<u>-</u>	<u>(373,194)</u>
	5,072,300	4,674,168
10 Rose Street, Box Hill	131,100	126,096
Accumulated depreciation	<u>-</u>	<u>(10,146)</u>
	<u>131,100</u>	<u>115,950</u>
Total buildings	<u>6,503,400</u>	<u>5,963,942</u>
Total land and buildings	<u>21,575,000</u>	<u>19,445,292</u>
Plant and equipment		
Plant and equipment at cost	1,232,715	1,020,285
Accumulated depreciation	<u>(682,809)</u>	<u>(607,150)</u>
	549,906	413,135
Leasehold improvements	1,413,261	1,251,900
Accumulated depreciation	<u>(1,098,106)</u>	<u>(1,038,210)</u>
	315,155	213,690
Motor vehicles at cost	616,427	657,289
Accumulated depreciation	<u>(483,234)</u>	<u>(484,928)</u>
	133,193	172,361
Computer equipment at cost	1,747,381	1,622,978
Accumulated depreciation	<u>(1,316,974)</u>	<u>(1,140,925)</u>
	<u>430,407</u>	<u>482,053</u>
Total plant and equipment	<u>1,428,661</u>	<u>1,281,239</u>
Total property, plant and equipment	<u>23,003,661</u>	<u>20,726,531</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 12: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

(a) Valuations

Independent valuations of the fair value of the land and buildings at 10 Rose Street Box Hill, 283 Church Street Richmond, and 378 Burwood Road Hawthorn were obtained as at 30 June 2021. The net increment of value in land and buildings was recognised through the asset revaluation reserve.

Fair value level 2 (see note 1(i)) was adopted in the independent valuations.

2021	2020
\$	\$

(b) Reconciliations

Reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the current financial year

Freehold land

Opening carrying amount	13,481,350	13,481,350
Net revaluation increment	<u>1,590,250</u>	-
Closing carrying amount	<u><u>15,071,600</u></u>	<u><u>13,481,350</u></u>

Buildings

Opening carrying amount	5,963,942	5,892,131
Additions	51,940	228,613
Net revaluation increment	650,233	-
Depreciation expense	<u>(162,715)</u>	<u>(156,802)</u>
Closing carrying amount	<u><u>6,503,400</u></u>	<u><u>5,963,942</u></u>

Plant and equipment

Opening carrying amount	413,135	395,680
Additions	221,169	84,393
Depreciation expense	<u>(84,398)</u>	<u>(66,938)</u>
Closing carrying amount	<u><u>549,906</u></u>	<u><u>413,135</u></u>

Leasehold improvements

Opening carrying amount	213,690	248,483
Additions	161,360	18,548
Depreciation expense	<u>(59,895)</u>	<u>(53,341)</u>
Closing carrying amount	<u><u>315,155</u></u>	<u><u>213,690</u></u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021 \$	2020 \$
NOTE 12: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)		
(b) Reconciliations (Continued)		
<i>Motor vehicles</i>		
Opening carrying amount	172,361	203,809
Additions	-	11,541
Disposals	(4,323)	-
Depreciation expense	<u>(34,845)</u>	<u>(42,989)</u>
Closing carrying amount	<u>133,193</u>	<u>172,361</u>
<i>Computer equipment</i>		
Opening carrying amount	482,053	472,354
Additions	125,735	188,708
Depreciation expense	<u>(177,381)</u>	<u>(179,009)</u>
Closing carrying amount	<u>430,407</u>	<u>482,053</u>
<i>Total property, plant and equipment</i>		
Opening carrying amount	20,726,531	20,693,807
Additions	560,204	531,803
Disposals	(4,323)	-
Net revaluation increment	2,240,483	-
Depreciation expense	<u>(519,234)</u>	<u>(499,079)</u>
Closing carrying amount	<u>23,003,661</u>	<u>20,726,531</u>

NOTE 13: PAYABLES

CURRENT

Unsecured liabilities

Trade creditors	1,081,434	321,301
Sundry creditors and accruals	<u>1,928,405</u>	<u>1,192,541</u>
	<u>3,009,839</u>	<u>1,513,842</u>

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

		2021 \$	2020 \$
NOTE 14: PROVISIONS			
CURRENT			
Employee benefits	(a)	3,186,679	2,691,395
Office restoration		<u>173,204</u>	<u>173,204</u>
		<u>3,359,883</u>	<u>2,864,599</u>
NON CURRENT			
Employee benefits	(a)	<u>619,739</u>	<u>659,271</u>
(a) Aggregate employee benefits liability		3,806,418	3,350,666

NOTE 15: OTHER LIABILITIES

CURRENT			
Contract liability		<u>1,413,557</u>	<u>834,480</u>

NOTE 16: RESERVES

Asset revaluation reserve	16(a)	16,355,253	14,114,770
Investment revaluation reserve		<u>(6,689)</u>	<u>-</u>
		<u>16,348,564</u>	<u>14,114,770</u>

(a) Asset revaluation reserve

The asset revaluation reserve is used to record increments and decrements on the revaluation of non-current assets.

Movements in reserve

Opening balance	14,114,770	14,114,770
Revaluation of 283 Church Street, Richmond	1,099,976	-
Revaluation of 378 Burwood Road, Hawthorn	1,030,374	-
Revaluation of 10 Rose Street, Box Hill	<u>110,133</u>	<u>-</u>
Closing balance	<u>16,355,253</u>	<u>14,114,770</u>

NOTE 17: CAPITAL AND LEASING COMMITMENTS

(a) Short Term or Low Value lease commitments

Non-cancellable short term or low value leases contracted for but not capitalised in the financial statements:

Payable			
- not later than one year		<u>27,500</u>	<u>-</u>
		<u>27,500</u>	<u>-</u>

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 18: CONTINGENT LIABILITIES

The company had no contingent liabilities as at 30 June 2021 and 30 June 2020.

NOTE 19: RELATED PARTY TRANSACTIONS

Key Management Personnel (KMP) are those people with the authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly.

The KMP of the company are deemed to be:

- | | | | |
|--------------------|----------------|------------------|----------------------|
| - John Michailidis | - Jane Canaway | - Penny Lovett | - Mike Morgan |
| - Alan Studley | - Gayle Austen | - Peter Turner | - Kerry Grabau |
| - Harry Majewski | - Simon Baird | - Jane Broadhead | - Lisa Esman (Chang) |
| - Michael Falloon | - Jane Seeber | - Paul Scroope | - David Towl |

Other than compensation of Key Management Personnel as disclosed in note 5, there have been no transactions between Access Health and Community during the year or the prior year by Key Management Personnel and/or their related parties (an entity in which they are a member/shareholder/Director or with a Company in which they have a substantial financial interest).

NOTE 20: EVENTS SUBSEQUENT TO REPORTING DATE

The State government of Victoria enacted a lockdown which commenced on 15 of July 2021 and again on the 5 of August 2021. These restrictions were eased on 19 of November 2021.

Whilst these restrictions impacted client access and delivery of services, especially fee-for-services areas, Access Health and Community managed to off-set the decline in revenue with a reduction in program expenditures and salaries expenses resulting from staff vacancies.

The overall impact to the end of the restriction period has not significantly impacted the business.

Except for the events described above, there has been no other matters or circumstances, which have arisen since 30 June 2021 which has significantly affected or which may significantly affect:

- (a) the operations, in financial years subsequent to 30 June 2021, of the company, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 30 June 2021, of the company.

NOTE 21: MEMBERS' GUARANTEE

The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute to a maximum of \$10 each towards meeting any outstandings and obligations of the company. At 30 June 2021 the number of members was 140 (2020: 140). The combined total amount that members of the company are liable to contribute if the company is wound up is \$1,400 (2020: \$1,400).

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

NOTE 22: COMPANY DETAILS

The registered office and principal place of business of the company is:

Access Health and Community
283 Church Street
RICHMOND VIC 3121

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

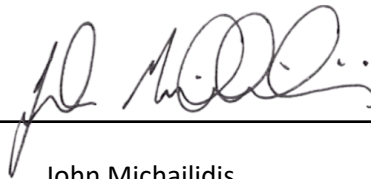
DIRECTORS' DECLARATION

The directors declare that:

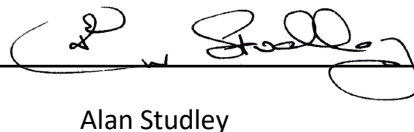
1. The financial statements and notes, as set out on pages 10 to 35, are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - a. comply with *Australian Accounting Standards - Reduced Disclosure Requirements* and the *Australian Charities and Not-for-profits Commission Regulation 2013*; and
 - b. give a true and fair view of the company's financial position as at 30 June 2021 and of its performance and cashflows for the year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors, pursuant to subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Director:


John Michailidis

Director:


Alan Studley

Dated this 17th day of December 2021

Independent Auditor's Report

To the Directors of Access Health and Community

Opinion	<p>I have audited the financial report of Access Health and Community (the company) which comprises the:</p> <ul style="list-style-type: none"> • statement of financial position as at 30 June 2021 • statement of profit or loss and other comprehensive income for the year then ended • statement of changes in equity for the year then ended • statement of cash flows for the year then ended • notes to the financial statements, including significant accounting policies • director's declaration. <p>In my opinion the financial report is in accordance with Division 60 of the <i>Australian Charities and Not-for-profits Commission Act 2012</i>, including:</p> <ul style="list-style-type: none"> • giving a true and fair view of the financial position of the company as at 30 June 2021 and of its financial performance and its cash flows for the year then ended • complying with Australian Accounting Standards – Reduced Disclosure Requirements and Division 60 of the <i>Australian Charities and Not-for-profits Commission Regulations 2013</i>.
Basis for Opinion	<p>I have conducted my audit in accordance with the <i>Audit Act 1994</i> which incorporates the Australian Auditing Standards. I further describe my responsibilities under that Act and those standards in the <i>Auditor's Responsibilities for the Audit of the Financial Report</i> section of my report.</p> <p>My independence is established by the <i>Constitution Act 1975</i>. My staff and I are independent of the company in accordance with the auditor independence requirements of the <i>Australian Charities and Not-for-profits Commission Act 2012</i> and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 <i>Code of Ethics for Professional Accountants</i> (the Code) that are relevant to my audit of the financial report in Australia. My staff and I have also fulfilled our other ethical responsibilities in accordance with the Code.</p> <p>I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.</p>
Directors' responsibilities for the financial report	<p>The Directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the <i>Australian Charities and Not-for-profits Commission Act 2012</i>, and for such internal control as the Directors determine is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.</p> <p>In preparing the financial report, the Directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is inappropriate to do so.</p>

**Auditor's
responsibilities
for the audit of
the financial
report**

As required by the *Audit Act 1994*, my responsibility is to express an opinion on the financial report based on the audit. My objectives for the audit are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors
- conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

I communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide the Directors with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



MELBOURNE
22 December 2021

Travis Derricott
as delegate for the Auditor-General of Victoria