



Access Health and Community

ABN: 82 136 672 681

Financial report

For the year ended 30 June 2020

Pitcher Partners

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ACCESS HEALTH AND COMMUNITY

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DIRECTORS' REPORT

The directors present their report together with the financial report of Access Health and Community for the year ended 30 June 2020 and auditor's report 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

Diana Brown (Resigned 17 February 2020)

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 \$1,569,162 (2019: deficit of \$182,100).

Significant changes in state of affairs

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

On 11th March 2020 the World Health Organisation declared an ongoing global outbreak of a novel coronavirus, known as 'coronavirus disease 2019' ('COVID-19') as a pandemic. While the broader economy has been impacted significantly, Access Health and Community has continued to provide its health and community services where possible within the prevailing restrictions. This has involved a significant transformation into telehealth delivery with the majority of staff working from home. Its main clinics have remained open with strict safety protocols. Funders and Government policy initiatives have been flexible in supporting the transformation and overall there has been no major short-term implications to either revenue or operational expenditure. Some activities have been impacted more than others including group activities and some face to face fee for service activities. These require removal of COVID restrictions to recover.

The full impact of the pandemic on Access Health and Community will not be fully quantifiable for some time, however, in the short term Access Health and Community continues to operate largely at its normal capacity in most areas, and capacity is expected to return to normal in all areas once restrictions are lifted.

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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 2019/20 Access Health and Community was appointed as the lead agency in the provision of mental health services in Outer East Melbourne, and added a Ringwood location. These services include:

- Accredited bulk billing allied health/medical clinics located at:
 - 283 Church Street, Richmond
 - 378 Burwood Road, Hawthorn
 - 7 Samarinda Avenue, Ashburton
 - Headspace: Hawthorn, 360 Burwood Road, Hawthorn
- Community Dental Clinic at 7 Samarinda Avenue, Ashburton.
- Allied health, nursing services and health promotion activities at:
 - 283 Church Street, Richmond
 - 378 Burwood Road, Hawthorn
 - 7 Samarinda Drive, Ashburton
 - 1020 Doncaster Road, East Doncaster
 - 44 Balmoral Avenue, Lower Templestowe
- Drug and alcohol counselling services for the Eastern Metropolitan region of Melbourne in partnership with Eastern Health - Turning Point, Salvo Eastcare and Monashlink Community Health Service.
- Commonwealth Home Support Program funded carer support services.
- Planned Activity Groups and social support activities at:
 - 283 Church Street, Richmond
 - 32 Henry Street, Hawthorn.
 - 584 Glenferrie Road, Hawthorn
 - 687 Doncaster Road, Doncaster
 - 37 Wetherby Road, Doncaster
- Hawthorn Community House and Occasional Child Care Service located at 39 William Street, Hawthorn and 32 Henry Street, Hawthorn.
- Early Childhood Intervention Services at 44 Balmoral Avenue, Lower Templestowe.

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DIRECTORS' REPORT

Information on directors

Alan Studley

Qualifications

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

Experience

Consultancy and management positions in health and financial sector, community based organisations, director positions with Revenue Clearing House, Sausage Software, Hospital Superannuation Board, Metropolitan Ambulance Service and Victorian Hospitals Association.

Special responsibilities

Chair, Audit and Risk Committee

Diana Brown

Qualifications

Bachelor of Psychology, AMICDA

Experience

Non-Executive Director
A business and technology strategist with over 25 years' experience in delivering technology led change in a range of corporate and not for profit environments. Working with Infoxchange, Diana led the design and delivery of Ask Izzy, an award winning cross sector collaborative initiative connecting people in need with services.
Diana joined the Board in November 2014.

Special responsibilities

Chair, Quality and Safety Committee

Gayle Austen

Qualifications

GAICD
BA (Communications)
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

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DIRECTORS' REPORT

Information on directors (Continued)

Jane Canaway

Qualifications	Member of the Australian Institute of Company Directors Graduate Diploma in Program Evaluation Graduate Diploma in Health Science (Health Counselling) Midwifery Training Program, Royal Women's Hospital General Registered Nurse Training, Epworth Hospital
Experience	Executive and senior leadership roles in government, health and community support sectors and consultancy with a range of health and community agencies including local government, health services, community health, PHNs, vocational education, family violence and emergency services. Experience spans policy, project and program management. In addition to operations, Jane has extensive experience in Quality and Clinical Governance.
Special responsibilities	Chair, Quality and Safety Committee

John Michailidis

Qualifications	Bachelor of Science Diploma In Education Executive MBA Harvard University Member of the Australian Institute of Company Directors
Experience	Performance driven leader and CEO in business transformation, entrepreneurship, translation and commercialisation. Broad experience and expertise in strategic planning, organisational growth, business development. Director, JEM Pharmaceuticals Pty Ltd Non-executive Director, Australian Diabetes Educators Association 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	Chairman Audit and Risk Committee Member Co-chair, Governance Committee

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DIRECTORS' REPORT

Information on directors (Continued)

Kerry Grabau

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

Mike Morgan

Qualifications	Bachelor of Dental Science Masters Dental Science Graduate Diploma Epidemiology PhD GAICD
Experience	Currently Professor and Dean, Faculty of Dentistry, University of Otago. Previous positions: Head of the Melbourne Dental School in the Faculty of Medicine Dentistry and Health Sciences at the University of Melbourne Chair of Population Oral Health Chair Australian Dental Council Board Member Vic Health
Special responsibilities	Quality and Safety Committee Member

Penny Lovett

Qualifications	Bachelor of Commerce Grad Dip, Human Resource Management Masters of Business Administration
Experience	Chief Human Resources Officer, Salvation Army Previous positions: Director Human Resources, Bupa ANZ Board Member, Camcare Inc. Committee of Management, Heidelberg Training and Resource Centre Inc.
Special responsibilities	Quality and Safety Committee Member Governance Committee Member

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DIRECTORS' REPORT

Information on directors (Continued)

Peter Turner

Qualifications

Masters of Health Administration
 Diploma of Business – Accounting
 Fellow of CPA Australia (FCPA)
 Masters of Health Administration (UNSW)
 Fellow of the Australian Institute of Management (FAIM)
 Associate Fellow of the Australian College of Health Service Management
 Member of the Australian Institute of Company Directors

Experience

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.

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.

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	10	10	6	6	1	-	-	-	-	-
Diana Brown	6	5	-	-	3	3	-	-	-	-
Gayle Austen	10	10	-	-	-	-	4	4	4	4
Jane Canaway	10	9	-	-	3	3	-	-	-	-
John Michailidis	10	10	6	5	-	-	4	3	-	-
Kerry Grabau	10	9	-	-	-	-	-	-	4	4
Mike Morgan	10	10	-	-	3	3	-	-	-	-
Penny Lovett	10	9	-	-	2	2	4	4	-	-
Peter Turner	10	8	5	3	-	-	3	2	-	-

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DIRECTORS' REPORT

Members guarantee

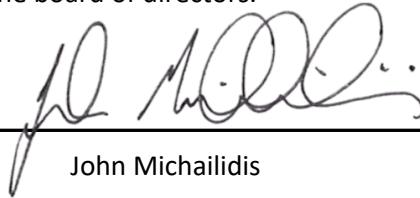
The company is incorporated under the *Corporations Act 2001* and is a company limited by guarantee. If the company is wound up, the Constitution states that each member is required to contribute to a maximum of \$10 each towards meeting any outstandings and obligations of the company. At 30 June 2020 the number of members was 140 (2019: 140). The combined total amount that members of the company are liable to contribute if the company is wound up is \$1,400 (2019: \$1,400).

Auditor's independence declaration

A copy of the auditor's independence declaration under APES 110 *Code of Ethics for Professional Accountants* in relation to the audit for the financial year is provided with this report.

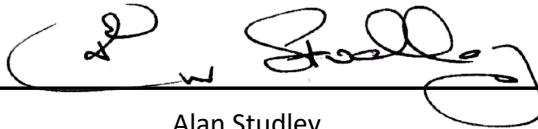
Signed on behalf of the board of directors.

Director: _____



John Michailidis

Director: _____



Alan Studley

Dated this 22nd day of October 2020

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AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF ACCESS HEALTH AND COMMUNITY

In relation to the independent audit for the year ended 30 June 2020, to the best of my knowledge and belief there have been no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.



M J HARRISON
Partner

Date 22 October 2020



PITCHER PARTNERS
Melbourne

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**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2020**

	Note	2020 \$	2019 \$
Revenue and other income			
Revenue from contracts with customers	2	22,511,144	20,520,578
Other revenue	3	3,288,316	371,799
Gain on merger	3	-	<u>495,642</u>
		<u>25,799,460</u>	<u>21,388,019</u>
Less: expenses			
Employee benefits expense		(19,729,686)	(17,727,372)
Accreditation expense		(52,650)	(35,727)
Advertising expense		(162,411)	(96,777)
Computer expense		(260,440)	(233,519)
Contractor and consultant expense		(130,146)	(81,192)
Contractor cleaning expense		(287,067)	(230,898)
Contract Labour expense		(3,150)	(2,366)
Depreciation and amortisation expense	4	(810,848)	(528,829)
Finance costs	4	(52,582)	(22,074)
Medical expense		(164,191)	(139,865)
Motor vehicle expenses		(106,708)	(97,573)
Occupancy expense		(180,780)	(397,279)
Program brokerage		(648,323)	(336,020)
Program expenses		(351,297)	(131,084)
Repairs and maintenance expense		(175,832)	(213,235)
Telephone expense		(363,713)	(326,945)
Utility expense		(136,336)	(146,199)
Other expenses	4	<u>(614,138)</u>	<u>(823,165)</u>
		<u>(24,230,298)</u>	<u>(21,570,119)</u>
Surplus / (deficit) for the year		1,569,162	(182,100)
Other comprehensive income		-	-
Total comprehensive income		<u>1,569,162</u>	<u>(182,100)</u>

The accompanying notes form part of these financial statements.

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STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2020

	Note	2020 \$	2019 \$
Current assets			
Cash and cash equivalents	6	7,830,305	7,651,579
Receivables	7	247,410	262,135
Other assets	8	<u>2,415,123</u>	<u>660,939</u>
Total current assets		<u>10,492,838</u>	<u>8,574,653</u>
Non-current assets			
Intangible assets	9	124,396	177,864
Lease assets	10	785,820	-
Property, plant and equipment	11	<u>20,726,531</u>	<u>20,693,807</u>
Total non-current assets		<u>21,636,747</u>	<u>20,871,671</u>
Total assets		<u>32,129,585</u>	<u>29,446,324</u>
Current liabilities			
Payables	12	1,513,842	1,986,414
Lease liabilities	10	239,543	-
Provisions	13	2,864,599	2,813,420
Other liabilities	14	<u>834,480</u>	<u>315,042</u>
Total current liabilities		<u>5,452,464</u>	<u>5,114,876</u>
Non-current liabilities			
Lease liabilities	10	571,095	-
Provisions	13	<u>659,271</u>	<u>453,855</u>
Total non-current liabilities		<u>1,230,366</u>	<u>453,855</u>
Total liabilities		<u>6,682,830</u>	<u>5,568,731</u>
Net assets		<u>25,446,755</u>	<u>23,877,593</u>
Equity			
Reserves	15	14,114,770	14,114,770
Accumulated surplus		<u>11,331,985</u>	<u>9,762,823</u>
Total equity		<u>25,446,755</u>	<u>23,877,593</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 2020

	Reserves \$	Accumulated surplus \$	Total equity \$
Balance as at 1 July 2018	14,114,770	9,944,923	24,059,693
Deficit for the year	-	(182,100)	(182,100)
Other comprehensive income	-	-	-
Balance as at 30 June 2019	<u>14,114,770</u>	<u>9,762,823</u>	<u>23,877,593</u>
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	-	-	-
Balance as at 30 June 2020	<u>14,114,770</u>	<u>11,331,985</u>	<u>25,446,755</u>

The accompanying notes form part of these financial statements.

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2020

	Note	2020	2019
		\$	\$
Cash flow from operating activities			
Receipts from customers		5,179,429	4,437,552
Operating grant receipts		22,494,174	17,973,624
Donations received		65,413	31,832
Receipts from sale of publications		(26,862,994)	(22,311,476)
Interest received		105,968	173,009
Finance costs		<u>(52,282)</u>	<u>(22,074)</u>
Net cash provided by operating activities		<u>929,708</u>	<u>282,467</u>
Cash flow from investing activities			
Proceeds from sale of property, plant and equipment		(532,942)	(403,509)
Proceeds from sale of investments		<u>6,243</u>	<u>9,455</u>
Net cash provided by / (used in) investing activities		<u>(526,699)</u>	<u>(394,054)</u>
Cash flow from financing activities			
Principal portion of lease payments		(224,283)	-
Cash acquired via merger with Camcare		<u>-</u>	<u>714,113</u>
Net cash provided by / (used in) financing activities		<u>(224,283)</u>	<u>714,113</u>
Reconciliation of cash			
Cash at beginning of the financial year		7,651,579	7,049,053
Net increase in cash held		<u>178,726</u>	<u>602,526</u>
Cash at end of financial year		<u>7,830,305</u>	<u>7,651,579</u>

The accompanying notes form part of these financial statements.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

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 as an individual entity. Access Health and Community is a company limited by guarantee, incorporated and domiciled in Australia. Access Health and Community 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 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) Going concern

The financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(d) 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 will not continue to support Access Health and Community.

(e) Revenue from contracts with customers

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

Grant funding agreements that do not have sufficiently specific performance obligations are recognised when it is probably that the economic benefits gained from the grant will flow to the entity and the amount of the grant can be reliably measured.

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.

Revenue from the sale of goods

Revenue from the sale of good comprises revenue derived from the sale of goods purchased for resale. Revenue is recognised at the point in time when control of the goods is transferred to the customer, which generally occurs at the time the goods are purchased by customers from the company's retail outlets. Customers are required to pay in full for all goods purchased at the time of purchase.

(f) Other revenue and 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 revenue when received.

All revenue is measured net of the amount of goods and services tax (GST).

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(g) 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.

(h) 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*.

(i) 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.

(j) 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.

Plant and equipment

Plant and equipment is measured on the cost basis.

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Property, plant and equipment (Continued)

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.

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.

(k) 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.

(l) 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.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(m) Leases

Accounting policy applied to the information presented for the current period under AASB 16 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.

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.

Accounting policy applied to the information presented for the prior period under AASB 117 Leases:

Leases are classified at their inception as either operating or finance leases based on the economic substance of the agreement so as to reflect the risks and benefits incidental to ownership.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(m) Leases (Continued)

Operating leases

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

Lease incentives received under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

(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.

(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.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(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) New and revised accounting standards effective at 30 June 2020

The company has applied all new and revised Australian Accounting Standards that apply to annual reporting periods beginning on or after 1 July 2019, including AASB 16 *Leases* (AASB 16), AASB 1058 *Income of Not-for-Profit Entities* (AASB 1058) and AASB 15 *Revenue from Contracts with Customers* (AASB 15).

AASB 16: Leases

AASB 16 replaces AASB 117 *Leases* and introduces a single lessee accounting model that requires a lessee to recognise right-of-use assets and lease liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. Right-of-use assets are initially measured at cost and lease liabilities are initially measured on a present value basis. Subsequent to initial recognition:

- (a) right-of-use assets are accounted for on a similar basis to non-financial assets, whereby the right-of-use asset is accounted for on a cost basis unless the underlying asset is accounted for on a revaluation basis, in which case if the underlying asset is:
 - i. investment property, the lessee applies the fair value model in AASB 140 *Investment Property* to the right-of-use asset; or
 - ii. property, plant or equipment, the applies the revaluation model in AASB 116 *Property, Plant and Equipment* to all of the right-of-use assets that relate to that class of property, plant and equipment; and
- (b) lease liabilities are accounted for on a similar basis to other financial liabilities, whereby interest expense is recognised in respect of the lease liability and the carrying amount of the lease liability is reduced to reflect the principal portion of lease payments made.

AASB 16 substantially carries forward the lessor accounting requirements of the predecessor standard, AASB 117. Accordingly, under AASB 16 a lessor continues to classify its leases as operating leases or finance leases subject to whether the lease transfers to the lessee substantially all of the risks and rewards incidental to ownership of the underlying asset, and accounts for each type of lease in a manner consistent with the current approach under AASB 117.

In accordance with the transition requirements of AASB 16, the company has elected to apply AASB 16 retrospectively to those contracts that were previously identified as leases under the predecessor standard, with the cumulative effect, if any, of initially applying the new standard recognised as an adjustment to opening retained earnings at the date of initial application (i.e., at 1 July 2019). Accordingly, comparative information has not been restated.

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**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(q) New and revised accounting standards effective at 30 June 2020 (Continued)

The company has also elected to apply the following practical expedients to the measurement of right-of-use assets and lease liabilities in relation to those leases previously classified as operating leases under the predecessor standard:

- to recognise each right-of-use asset at the date of initial application at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position immediately before the date of initial application;
- to not recognise a right-of-use asset and a lease liability for leases for which the underlying asset is of low value;
- to not recognise a right-of-use asset and a lease liability for leases for which the lease term ends within 12 months of the date of initial application;
- to apply a single discount rate to a portfolio of leases with reasonably similar characteristics;
- to adjust each right-of-use asset at the date of initial application by the amount of any provision for onerous leases recognised in the statement of financial position immediately before the date of initial application;
- to exclude initial direct costs from the measurement of each right-of-use asset at the date of initial application; and
- to use hindsight, such as in determining the lease term if the contract contains options to extend or terminate the lease.

The application of AASB 16 resulted in the recognition of right-of-use assets with an aggregate carrying amount of \$1,034,921 (referred to in these financial statements as "lease assets") and corresponding lease liabilities with an aggregate carrying amount of \$1,034,921. The weighted average incremental borrowing rate applied in the calculation of the initial carrying amount of lease liabilities was 3.60%.

The following is a reconciliation of non-cancellable operating lease commitments disclosed at the end of the prior reporting period (i.e., at 30 June 2019) to the aggregate carrying amount of lease liabilities recognised at the date of the initial application (i.e., at 1 July 2019):

	\$
Aggregate non-cancellable operating lease commitments at 30 June 2019	1,109,463
Plus: lease payments included in the measurement of lease liabilities and not previously included in non-cancellable operating lease commitments	51,125
Less: lease payments previously included in non-cancellable lease commitments for leases with remaining terms of less than 12 months and leases of low value assets	(43,867)
Less: impact of discounting lease payments to their present value at 1 July 2019	<u>(81,800)</u>
Carrying amount of lease liabilities recognised at 1 July 2019	<u>1,034,921</u>

Further details of the company's accounting policy in relation to accounting for leases under AASB 16 are contained in Note 1(m) .

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(q) New and revised accounting standards effective at 30 June 2020 (Continued)

AASB 1058: Income for not-for-profit entities and AASB 15: Revenue from contracts with customers

AASB 1058 replaces the income recognition requirements in AASB 1004: *Contributions* applicable to private sector not-for-profit entities with a model based on the principles of AASB 15: *Revenue from Contracts with Customers*. Consequently, AASB 1058 requires private sector not-for-profit entities to recognise all revenue from contracts with customers when the related performance obligations are satisfied, irrespective of whether the ultimate beneficiary of the goods or services provided by the not-for-profit entity is the grantor of the funds or another entity. An agreement involving a not-for-profit entity would be classified as a contract with a customer (and therefore accounted for under AASB 15) if the agreement:

- (a) creates enforceable rights and obligations between the parties; and
- (b) includes a promise by the not-for-profit entity to transfer a good or service that is sufficiently specific for the entity to determine when the obligation is satisfied.

For contracts with customers that comprise a donation component, AASB 1058 requires such components to be treated as part of the performance obligation(s) unless the entity can demonstrate that component is not related to the promised goods or services.

When an arrangement does not meet the criteria for a contract with a customer under AASB 15, the arrangement is accounted for in accordance with AASB 1058, which requires:

- (a) the asset received by the not-for-profit entity to be accounted for in accordance with the applicable Australian Accounting Standard, which in most circumstances requires the asset to be initially measured at its fair value;
- (b) any related amounts (such as contributions from owners, financial liabilities, contract liabilities, lease liabilities and provisions) to be accounted for in accordance with the applicable Australian Accounting Standard; and
- (c) any difference between the consideration given for the asset and its fair value, after recognising any related amounts (such as contributions from owners, financial liabilities, contract liabilities, lease liabilities and provisions), is recognised as income.

However, amending standard AASB 2018-8 provides a temporary option for not-for-profit entities to not apply the fair value initial measurement requirement to right-of-use assets arising under leases with significantly below-market terms and conditions. This enables not-for-profit entities to elect to initially measure such right-of-use assets at cost rather than fair value, which has the corresponding effect of reducing the amount of income recognised under AASB 1058.

AASB 1058 also permits a not-for-profit entity to recognise volunteer services as an asset or expense (as applicable) and any related contributions by owners or revenue as an accounting policy choice, provided that the fair value of the services can be measured reliably.

AASB 1058 also has specific recognition criteria in relation to transfers to enable an entity to acquire or construct a recognisable non-financial asset to be controlled by the entity. The obligation to acquire or construct the non-financial asset is accounted for similarly to a performance obligation under AASB 15.

In accordance with the transition requirements of AASB 1058 and AASB 15, the company has elected to apply AASB 1058 and AASB 15 retrospectively, with the cumulative effect, if any, of initially applying the new standards recognised as an adjustment to opening retained earnings at the date of initial application

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**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020**

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(q) New and revised accounting standards effective at 30 June 2020 (Continued)

(i.e., at 1 July 2019). Accordingly, comparative information has not been restated.

The application of AASB 1058 and AASB 15 has not materially impacted the recognition and measurement of income or revenue from contracts with customers.

Further details of the company's accounting policy in relation to accounting for income under AASB 1058 and revenue from contracts with customers under AASB 15 are contained in Note 1(e) and Note 1

(r) 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 2020

	2020	2019
	\$	\$
NOTE 2: REVENUE AND OTHER INCOME		
Revenue from contracts with customers		
Grant and subsidies income		
Dental Health Services Victoria	1,342,631	1,184,347
Department of Health	4,926,866	4,937,685
Eastern Access Community Health	427,786	387,366
Local government grants	832,718	948,862
Eastern Health	578,341	482,205
Department of Health and Human Services	5,028,784	5,307,475
Department of Education	124,743	294,615
Eastern Melbourne Primary Health Network	3,004,008	1,408,908
Connect4 Health Medication	927,162	935,014
Connect4 Health AOD	118,024	106,869
Other grants	<u>149,221</u>	<u>279,656</u>
	<u>17,460,284</u>	<u>16,273,002</u>
Income from operations		
Client fees and medical supply sales	1,111,824	1,189,811
Medicare fees	648,278	685,677
Practice incentive payments	182,100	262,197
Rental charges	869,990	941,697
NDIS	<u>2,238,668</u>	<u>1,168,194</u>
	<u>5,050,860</u>	<u>4,247,576</u>
	<u>22,511,144</u>	<u>20,520,578</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 3: OTHER REVENUE AND OTHER INCOME		
Other revenue		
Interest income	105,968	173,009
Jobkeeper revenue	2,944,384	-
Cashboost income	<u>50,000</u>	<u>-</u>
	<u>2,994,384</u>	<u>-</u>
Donations	65,413	31,832
Other revenue	<u>122,551</u>	<u>166,958</u>
	<u>3,288,316</u>	<u>371,799</u>
Other Income		
Gain on merger	<u>-</u>	<u>495,642</u>
	<u>3,288,316</u>	<u>867,441</u>

On 9 July 2018, the company merged with Camcare Incorporated (Camcare). From that date, the community health services previously undertaken by Camcare were provided by Access Health and Community. A gain on merger of \$495,642 was recorded in the previous financial year.

NOTE 4: OPERATING SURPLUS/(DEFICIT)

Surplus/(deficit) has been determined after:

Finance costs		
- Lease liabilities - finance charges	33,254	-
- Bank charges	<u>19,328</u>	<u>22,074</u>
	52,582	22,074
Depreciation and Amortisation		
- buildings	156,802	155,461
- leasehold improvement	53,341	45,860
- plant and equipment	66,938	65,159
- motor vehicles	43,064	50,867
- computer equipment	178,934	152,161
- amortisation of right of use assets	249,101	-
- amortisation of software	<u>62,668</u>	<u>59,321</u>
	810,848	528,829
Bad and doubtful debts	3,884	6,932
Employee benefits	19,729,686	17,727,372
Contract labour	3,150	2,366

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 4: OPERATING SURPLUS/(DEFICIT) (CONTINUED)		
Other expenses		
- Administration costs	(25,168)	76,844
- Expression of interest expenditure	-	71,659
- Minor equipment expense	41,179	62,558
- Interpreter costs	19,985	40,243
- Laboratory costs	131,744	143,268
- Printing and stationery	91,206	147,186
- Subscriptions expense	65,570	47,272
- Travel expense	40,038	43,594
- Waste disposal expense	23,889	17,737
- Sundry expenses	<u>225,695</u>	<u>172,804</u>
	614,138	823,165
 NOTE 5: KEY MANAGEMENT PERSONNEL COMPENSATION		
Compensation received by key management personnel of the company		
- short-term employee benefits	1,139,789	1,067,687
- post-employment benefits	<u>104,592</u>	<u>83,812</u>
	<u><u>1,244,381</u></u>	<u><u>1,151,499</u></u>
 NOTE 6: CASH AND CASH EQUIVALENTS		
Cash on hand	6,649	7,973
Cash at bank	285,946	288,348
Cash on deposit	<u>7,537,710</u>	<u>7,355,258</u>
	<u><u>7,830,305</u></u>	<u><u>7,651,579</u></u>
 NOTE 7: RECEIVABLES		
CURRENT		
Receivables from contracts with customers	263,688	282,135
Allowance for credit losses	<u>(20,000)</u>	<u>(20,000)</u>
	243,688	262,135
 Other receivables		
- Short term deposits	<u>3,722</u>	<u>-</u>
	<u><u>247,410</u></u>	<u><u>262,135</u></u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 8: OTHER ASSETS		
CURRENT		
Prepayments	88,835	129,188
Accrued income	<u>2,326,288</u>	<u>531,751</u>
	<u><u>2,415,123</u></u>	<u><u>660,939</u></u>

NOTE 9: INTANGIBLE ASSETS

Software	364,050	354,850
Accumulated amortisation and impairment	<u>(239,654)</u>	<u>(176,986)</u>
	<u><u>124,396</u></u>	<u><u>177,864</u></u>

NOTE 10: LEASE ASSETS AND LEASE LIABILITIES

Lease arrangements (30 June 2020)

The following information relates to the current reporting period only, and is presented in accordance with AASB 16 *Leases* (which was applied by the company for the first time in the current reporting period).

(a) Lease assets

Buildings		
Under lease	1,034,921	-
Accumulated depreciation	<u>(249,101)</u>	<u>-</u>
	<u><u>785,820</u></u>	<u><u>-</u></u>

Reconciliations

Buildings

Opening carrying amount	-	-
Additions	1,034,921	-
Depreciation	<u>(249,101)</u>	<u>-</u>
Closing carrying amount	<u><u>785,820</u></u>	<u><u>-</u></u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 10: LEASE ASSETS AND LEASE LIABILITIES (CONTINUED)		
(b) Lease liabilities		
CURRENT		
Lease liability	<u>239,543</u>	<u>-</u>
NON CURRENT		
Lease liability	<u>571,095</u>	<u>-</u>
Total carrying amount of lease liabilities	<u><u>810,638</u></u>	<u><u>-</u></u>
(c) Lease expenses and cashflows		
Interest expense on lease liabilities	33,254	-
Depreciation expense on lease assets	249,101	-
(d) Non-cancellable operating lease arrangements (30 June 2019)		
The following information relates to non-cancellable operating lease arrangements of the prior reporting period only, and is presented in accordance with the predecessor accounting standard AASB 117 Leases.		
Operating lease commitments :		
- Not later than 1 year		287,899
- Later than 1 year and not later than 5 years		<u>821,564</u>
Aggregate lease payments contracted for at reporting date		<u><u>1,109,463</u></u>

(e) 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. 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 2020

NOTE 10: LEASE ASSETS AND LEASE LIABILITIES (CONTINUED)

(e) Lease arrangements substantially less than market value (continued)

The directors have identified the following material leases less than market-value at 30 June 2020:

Property	Annual rent (\$ Excl. GST & outgoings)	Expiry of lease term	Options to extend and details	Description of property	Any restrictions of use?
7-9, Samarinda Avenue, Ashburton VIC 3147	\$3,078	31 Jan 2025	One further term of 5 years until 31 Jan 2030.	This property houses the entire dental services team and is also a base for Child and Family, and Allied Health services.	None
Level 1, 360 Burwood Road, Hawthorn VIC 3122	\$40,680	30 June 2024	No options to extend.	This site is solely occupied by the Headspace Hawthorn operations.	None
44 Balmoral Avenue, Templestowe Lower VIC 3107	\$254	30 Sept 2020	One further term of 4 years until 30 Sep 2024.	This site is used by the Child & Family team for delivering Early Intervention and community health services.	Specified use agreed with lease provider.
2 Centre Way, Balwyn North VIC 3104	\$ 1	30 June 2023	No options to extend.	This property is co-tenanted by Access Health & Community specifically for the purpose of delivering community support, and wellbeing services and ancillary uses.	Specified use agreed with lease provider.
4 Y Street, Ashburton VIC 3147	\$ 1	30 June 2022	No options to extend.	This site is solely occupied by the Camcare – Family Services and Emergency Relief teams.	None
51 St Johns Ave, Camberwell VIC 3124	\$ 1	30 June 2022	No options to extend.	This site is solely occupied by the Camcare – Family Services and Emergency Relief teams.	None

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 11: PROPERTY, PLANT AND EQUIPMENT		
Land at independent valuation		
283 Church Street, Richmond	6,808,000	6,808,000
378 Burwood Road, Hawthorn	5,181,250	5,181,250
10 Rose Street, Box Hill	<u>1,492,100</u>	<u>1,492,100</u>
Total freehold land	<u>13,481,350</u>	<u>13,481,350</u>
Buildings at independent valuation		
283 Church Street, Richmond	1,272,000	1,272,000
Accumulated depreciation	<u>(98,176)</u>	<u>(66,289)</u>
	1,173,824	1,205,711
378 Burwood Road, Hawthorn	5,047,362	4,818,750
Accumulated depreciation	<u>(373,194)</u>	<u>(251,441)</u>
	4,674,168	4,567,309
10 Rose Street, Box Hill	126,096	126,096
Accumulated depreciation	<u>(10,146)</u>	<u>(6,985)</u>
	<u>115,950</u>	<u>119,111</u>
Total buildings	<u>5,963,942</u>	<u>5,892,131</u>
Total land and buildings	<u>19,445,292</u>	<u>19,373,481</u>
Plant and equipment		
Plant and equipment at cost	1,020,285	935,958
Accumulated depreciation	<u>(607,150)</u>	<u>(540,278)</u>
	413,135	395,680
Leasehold improvements	1,251,900	1,233,331
Accumulated depreciation	<u>(1,038,210)</u>	<u>(984,848)</u>
	213,690	248,483
Motor vehicles at cost	657,289	663,418
Accumulated depreciation	<u>(484,928)</u>	<u>(459,609)</u>
	172,361	203,809
Computer equipment at cost	1,622,978	1,434,366
Accumulated depreciation	<u>(1,140,925)</u>	<u>(962,012)</u>
	<u>482,053</u>	<u>472,354</u>
Total plant and equipment	<u>1,281,239</u>	<u>1,320,326</u>
Total property, plant and equipment	<u>20,726,531</u>	<u>20,693,807</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 11: 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 2017. The net increment of value in land and buildings was recognised through the asset revaluation reserve.

	2020	2019
	\$	\$
(b) Reconciliations		
Reconciliation of the carrying amounts of property, plant and equipment at the beginning and end of the current financial year		
<i>Freehold land</i>		
Opening carrying amount	<u>13,481,350</u>	<u>13,481,350</u>
Closing carrying amount	<u>13,481,350</u>	<u>13,481,350</u>
<i>Buildings</i>		
Opening carrying amount	5,892,131	6,047,552
Additions	228,613	-
Depreciation expense	<u>(156,802)</u>	<u>(155,421)</u>
Closing carrying amount	<u>5,963,942</u>	<u>5,892,131</u>
<i>Plant and equipment</i>		
Opening carrying amount	395,680	454,732
Additions	84,393	6,107
Depreciation expense	<u>(66,938)</u>	<u>(65,159)</u>
Closing carrying amount	<u>413,135</u>	<u>395,680</u>
<i>Leasehold improvements</i>		
Opening carrying amount	248,483	180,447
Additions	18,548	113,898
Depreciation expense	<u>(53,341)</u>	<u>(45,862)</u>
Closing carrying amount	<u>213,690</u>	<u>248,483</u>
<i>Motor vehicles</i>		
Opening carrying amount	203,809	239,218
Additions	11,541	15,458
Depreciation expense	<u>(42,989)</u>	<u>(50,867)</u>
Closing carrying amount	<u>172,361</u>	<u>203,809</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	\$	\$
NOTE 11: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)		
(b) Reconciliations (Continued)		
<i>Computer equipment</i>		
Opening carrying amount	472,354	326,209
Additions	188,708	298,344
Depreciation expense	<u>(179,009)</u>	<u>(152,199)</u>
Closing carrying amount	<u><u>482,053</u></u>	<u><u>472,354</u></u>
 <i>Total property, plant and equipment</i>		
Opening carrying amount	20,693,807	20,729,508
Additions	531,803	433,807
Depreciation expense	<u>(499,079)</u>	<u>(469,508)</u>
Closing carrying amount	<u><u>20,726,531</u></u>	<u><u>20,693,807</u></u>
 NOTE 12: PAYABLES		
CURRENT		
<i>Unsecured liabilities</i>		
Trade creditors	321,301	242,098
Sundry creditors and accruals	<u>1,192,541</u>	<u>1,744,316</u>
	<u><u>1,513,842</u></u>	<u><u>1,986,414</u></u>
 NOTE 13: PROVISIONS		
CURRENT		
Employee benefits	(a) 2,691,395	2,645,028
Office restoration	<u>173,204</u>	<u>168,392</u>
	<u><u>2,864,599</u></u>	<u><u>2,813,420</u></u>
NON CURRENT		
Employee benefits	(a) <u>659,271</u>	<u>453,855</u>
(a) Aggregate employee benefits liability	3,350,666	3,098,883
 NOTE 14: OTHER LIABILITIES		
CURRENT		
Deferred income	<u>834,480</u>	<u>315,042</u>

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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

		2020 \$	2019 \$
NOTE 15: RESERVES			
Asset revaluation reserve	15(a)	<u>14,114,770</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		<u>14,114,770</u>	<u>14,114,770</u>
Closing balance		<u>14,114,770</u>	<u>14,114,770</u>

NOTE 16: CAPITAL AND LEASING COMMITMENTS

(a) Operating lease commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements:

Payable			
- not later than one year		-	287,899
- later than one year and not later than five years		<u>-</u>	<u>821,564</u>
		<u>-</u>	<u>1,109,463</u>

Operating lease commitments are recognised as a liability on the Statement of Financial Position upon adoption of AASB 16 Leases from 1 July 2019. Refer note 1 (i).

NOTE 17: RELATED PARTY TRANSACTIONS

The related parties of Access Health and Community are the directors. The directors during the period are listed below:

- | | |
|--------------------|----------------|
| - John Michailidis | - Jane Canaway |
| - Penny Lovett | - Diana Brown |
| - Alan Studley | - Gayle Austen |
| - Peter Turner | - Kerry Grabau |
| - Mike Morgan | |

No services were rendered to Access Health and Community during the year or the prior year by the Directors and/or their related parties (an entity in which the Director is a member/shareholder/Director or with a Company in which the Director has a substantial financial interest).

ACCESS HEALTH AND COMMUNITY
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NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2020

NOTE 18: EVENTS SUBSEQUENT TO REPORTING DATE

Other than those matters disclosed throughout the financial report there have been no other matters or circumstances, which have arisen since 30 June 2020 that have significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 30 June 2020, of the company, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 30 June 2020, of the company.

NOTE 19: 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 2020 the number of members was 140 (2019: 140). The combined total amount that members of the company are liable to contribute if the company is wound up is \$1,400 (2019: \$1,400).

NOTE 20: COMPANY DETAILS

The registered office of the company is:

Access Health and Community
283 Church Street
RICHMOND VIC 3121

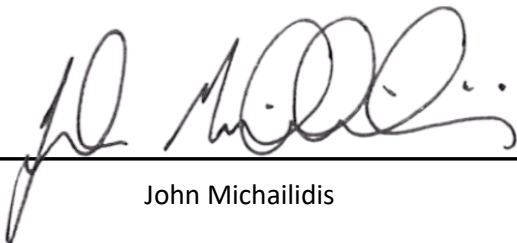
ACCESS HEALTH AND COMMUNITY
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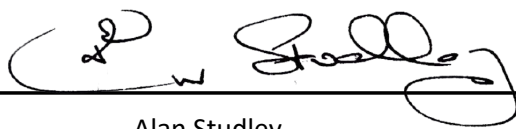
DIRECTORS' DECLARATION

The directors declare that:

1. there are reasonable grounds to believe that the registered entity is able to pay all of its debts, as and when they become due and payable; and
2. the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*.

Director: 
John Michailidis

Director: 
Alan Studley

Dated this 22nd day of October 2020

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ACCESS HEALTH AND COMMUNITY

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Access Health and Community, "the Company", which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of Access Health and Community, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the Company's financial position as at 30 June 2020 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards - Reduced Disclosure Requirements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* "ACNC Act" and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* "the Code" that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the information included in the Company's annual report for the year ended 30 June 2020, but does not include the financial report and our auditor's report thereon.

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ACCESS HEALTH AND COMMUNITY

Other Information (Continued)

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the ACNC Act and for such internal control as management determines 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.

In preparing the financial report, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives 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 our 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.

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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ACCESS HEALTH AND COMMUNITY

Auditor's Responsibilities for the Audit of the Financial Report (Continued)

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We 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 our 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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.

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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF ACCESS HEALTH AND COMMUNITY

Auditor's Responsibilities for the Audit of the Financial Report (Continued)

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



M J HARRISON

Partner



PITCHER PARTNERS

Melbourne

Date 22 October 2020