

Access Health and Community

ABN: 82 136 672 681

Financial report

For the year ended 30 June 2024

TABLE OF CONTENTS

Directors' report	1 - 9
Auditor's independence declaration	10
Financial report	
Statement of profit or loss and other comprehensive income	11
Statement of financial position	12
Statement of changes in equity	13
Statement of cash flows	14
Notes to financial statements	15 - 36
Directors' declaration	37
Independent auditor's report	38 - 39

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 2024 and auditor's report thereon.

Directors names

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

Gayle Austen (Chair)

Penny Lovett (Deputy Chair)

Alan Studley

Annette Mercuri

David Benady

David Lau

Mike Morgan

Peter Turner

Ross Goeman

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

Results

The deficit of the company for the year amounted to \$2,068,441 (2023: \$859,239 deficit).

Significant changes in state of affairs

There have been no significant changes in the company's state of affairs that occurred during the financial year, other than those referred to elsewhere in this report.

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

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 2023/24 Access Health and Community primary program services include:

- Accredited GP clinics
- Priority Primary Care Centre
- 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

Some programs were delivered in partnership with:

- HealthAbility (formerly Carrington Health)
- Inspiro
- Eastern Health – Turning Point
- Oonah Belonging Place
- Self Help Addiction Resource Centre
- EACH

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

DIRECTORS' REPORT

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

Leased premises at:

- 7 Samarinda Ave., Ashburton
- 44 Balmoral Ave., Lower Templestowe
- 51 St John Ave., Camberwell
- 2 Centre Way., Balwyn North
- 32 Henry St., Hawthorn
- 4 Y St., Ashburton
- 3/50 Upper Heidelberg Rd, Ivanhoe
- 360 Burwood Rd., Hawthorn
- 1020 Doncaster Rd., East Doncaster
- 41 Wetherby Rd., Doncaster
- 33-39 William St., Hawthorn
- 1257 High St., Malvern
- 584 Glenferrie Rd., Hawthorn
- MC2 687 Doncaster Rd., Doncaster

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

DIRECTORS' REPORT

Information on directors

Gayle Austen

Joined Board November 2018

Qualifications

Bachelor of Arts (Communications)

GAICD (Order of Merit)

Advanced Certificate 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 was most recently President of Camcare and Chair of Trust for Nature. Her passion for social justice and local community is reflected in her career and previous non-profit Board roles.

Special responsibilities

Board Chair

Audit and Risk Committee Member

Community Advisory Committee Member

Governance Committee Member

Quality and Safety Committee Member

Penny Lovett

Joined Board August 2018

Qualifications

Bachelor of Commerce

Grad Dip, Human Resource Management

Master Business Administration

GAICD

Experience

Executive General Manager People and Culture at Invocare. Penny's experience encompasses organisational leadership and all aspects of People and Culture leadership including cultural renewal, HR Business Partnering, Workplace Health and Safety, Remuneration and Benefits, Organisational Development, HR Services, and Volunteer Management. 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

Chair Governance Committee

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

DIRECTORS' REPORT

Information on directors (Continued)

Alan Studley	Joined Board December 2015
Qualifications	Masters of Business Administration Graduate Diploma Management Systems Bachelor Business (Accounting / Marketing) Fellow AICD (Australian Institute of Company Directors) Fellow of CPA Australia (FCPA)
Experience	Alan is a non-executive director of Alexandra District Hospital, Wayss (Family Violence & Housing Support), ANZGITA and Member of Audit and Risk Committee at Murrindindi Shire Council. 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 Governance Committee Member

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

DIRECTORS' REPORT

Information on directors (Continued)

Annette Mercuri	Joined Board May 2022
Qualifications	Bachelor of Applied Science (Planning) Member of the Australian Institute of Company Directors (MAICD) Associate Fellow ACHSM (Australasian College of Health Service Management)
Experience	Annette is an accomplished Executive, Project & Program Director, harnessing 25+ years' experience in strategic health planning, capital project management and service reform, for Government, NGO and NFP service providers. She has consulted for government and non-profits on a range of initiatives, including strategic planning, merger and transformation, service and capital planning, service redesign and model of care development – most recently in the primary care and mental health sectors. Annette was formerly a Principal at Nous Group, led strategic, service development and capital infrastructure project teams for Multiple Sclerosis Limited, St Vincent's Health, Royal Children's Hospital and Royal District Nursing Service (now Bolton Clarke) and was a senior manager involved in the merger of Australian Airlines with Qantas. Annette has been a resident of Boroondara for over 25 years. Her passion for reform, transformation and improvement of Health and Mental Health services is reflected in her career and proven success in facilitating sector collaboration, innovation and partnership to improve community outcomes. Annette is also the Deputy Chair of Tweddle Child and Family Health Service.
Special responsibilities	Deputy Chair Chair Community Advisory Committee Quality and Safety Committee Member
David Benady	Joined Board November 2021
Qualifications	Juris Doctor Masters of Public and International Law Masters of Public Policy and Management Senior Executive MBA
Experience	David has 20 years of experience in a broad range of community and human rights settings in the UK, Africa, Australia and Asia. His primary focus in the community has been on children's rights. He is proud of the landmark cases he won leading to substantial change and improved recognition of children's rights in Victoria. After leaving the law profession, he worked in business strategy consulting for Strategy&. He now consults to manufacturers on strategy and operations, and has set up his own procurement consulting firm specialising in manufacturing and health sector procurement.
Special responsibilities	Quality and Safety Committee Member Audit and Risk Committee Member

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

DIRECTORS' REPORT

Information on directors (Continued)

David Lau	Joined Board May 2022
Qualifications	BPharm (Monash) MClinPharm (Monash) GCHlthSM (Melbourne) FSHP (Society Hospital Pharmacists of Australia) MAICD (Australian Institute of Company Directors)
Experience	David's early experiences as a hospital clinician led to his enduring passion for system reform, its sustainability and service quality. His specialist skills and experiences span hospital leadership, pharmaceutical supply chain, digital health, health industry development and commercialisation, and health practitioner regulation. He is currently the Managing Partner of Mitte Analytics, a technology start-up, and past positions include General Manager of Institutional Healthcare at EBOS Group, Health Industry Lead at Optus, and Executive Director of Ambulatory Services at the Royal Victorian Eye and Ear Hospital. He has previously chaired the Pharmacy Board of Victoria and the Victorian Pharmacy Authority, and has served as a board director of several other health services including Western Health, The Royal Children's Hospital, and North Yarra Community Health.
Special responsibilities	Governance Committee Member Quality and Safety Committee Member
Mike Morgan	Joined Board June 2019
Qualifications	BDS (Otago) MDS Grad Dip Epidemiol PhD (Melbourne) FRACDS GAICD
Experience	Immediate past Dean of the Faculty of Dentistry at the University of Otago, New Zealand. Previously Head of Melbourne Dental School, Faculty of Medicine, Dentistry and Health Sciences at The University of Melbourne. He holds an Honorary Professorship at both institutions. 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	Chair, Quality and Safety Committee Community Advisory Committee Member

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

DIRECTORS' REPORT

Information on directors (Continued)

Peter Turner	Joined Board April 2013
Qualifications	Masters of Health Administration Graduate Diploma of Business – Accounting Fellow of CPA Australia (FCPA) Fellow of the Australian Institute of Management (FAIM) Fellow of the Australian College of Health Service Management Certified Health Executive (CHE) GAICD
Experience	Peter is the Managing Director of Independence Australia Group. He has worked in a range of senior management positions in the health and community services industry for over 30 years in the public, private and not-for-profit sectors. He is a Harvard Club Fellow, an Alumnus of Leadership Victoria, was a volunteer Surveyor for the Australian Council on Healthcare Standards for 20 years 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 Governance Committee Member
Ross Goeman	Joined Board May 2022
Qualifications	Master of Business Administration Master of Public Policy and Management Master of Science Bachelor of Arts (Honours)
Experience	Ross has extensive leadership experience within local government, most recently as Manager of Corporate Performance and Strategic Risk at the City of Melbourne. He has held leadership roles at Monash City Council and Yarra City Council. Ross has significant expertise in risk management, business assurance, compliance management and corporate planning
Special Responsibilities	Audit and Risk Committee Member Community Advisory Committee Member

ACCESS HEALTH AND COMMUNITY

ABN: 82 136 672 681

DIRECTORS' REPORT

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
Gayle Austen	7	7	6	6	4	3	3	3	4	3
Penny Lovett	7	7	-	-	-	-	3	3	2	-
Alan Studley	7	6	6	6	-	-	3	3	-	-
Annette Mercuri	7	6	-	-	4	3	-	-	4	4
David Benady	7	6	6	4	4	4	-	-	-	-
David Lau	7	7	-	-	4	4	3	2	-	-
Mike Morgan	7	7	-	-	4	3	-	-	4	4
Peter Turner	7	4	6	5	-	-	3	-	-	-
Ross Goeman	7	7	6	6	-	-	-	-	4	4

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 2024 the number of members was 26 (2023: 34). The combined total amount that members of the company are liable to contribute if the company is wound up is \$260 (2023: \$340).

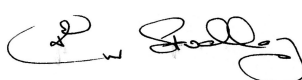
Auditor's independence declaration

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 on behalf of the Board of Directors.

Director: 

 Gayle Austen

Director: 

 Alan Studley

Dated this 21 day of November 2024

Auditor-General's Independence Declaration

To the 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 2024, 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
21 November 2024



Sahchu Chummar

as delegate for the Auditor-General of Victoria

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
Revenue and other income			
Revenue from contracts with customers	3	38,558,188	34,200,606
Other income	4	645,810	714,723
Gain on investment	4	-	41,938
		<u>39,203,998</u>	<u>34,957,267</u>
Less: expenses			
Employee benefits expense	5	(32,149,219)	(27,416,871)
Advertising expense		(113,282)	(121,224)
Computer expense		(380,278)	(391,743)
Contractor and consultant expense		(409,859)	(354,647)
Contractor cleaning expense		(319,708)	(365,300)
Depreciation and amortisation expense	5	(1,408,317)	(1,080,388)
Finance costs	5	(282,313)	(127,835)
Medical expense		(192,102)	(152,012)
Motor vehicle expenses		(113,930)	(105,041)
Occupancy expense		(389,038)	(178,848)
Program brokerage		(3,896,621)	(3,494,684)
Program expenses		(186,808)	(154,383)
Repairs and maintenance expense		(168,941)	(232,780)
Loss on investment	5	(3,288)	(46,264)
Telephone expense		(335,779)	(321,327)
Utility expense		(149,410)	(130,047)
Other expenses	5	(773,546)	(1,143,112)
		<u>(41,272,439)</u>	<u>(35,816,506)</u>
Deficit for the year		(2,068,441)	(859,239)
Other comprehensive income			
<i>Other comprehensive income</i>			
Reverse revaluation of Church Street, Richmond		(2,774,198)	-
Unrealised gain/ (loss) on investment		533,655	304,826
		<u>(2,240,543)</u>	<u>304,826</u>
Other comprehensive income / (deficit)		<u>(2,240,543)</u>	<u>304,826</u>
Total comprehensive income / (deficit)		<u>(4,308,984)</u>	<u>(554,413)</u>

The accompanying notes form part of these financial statements.

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2024

	Note	2024 \$	2023 \$
Current assets			
Cash and cash equivalents	7	1,841,753	5,507,951
Receivables	8	1,902,310	2,400,156
Investments	9	7,390,428	6,009,798
Other assets	11	<u>769,726</u>	<u>404,453</u>
		11,904,217	14,322,358
Assets classified as held for sale	12	<u>8,017,421</u>	<u>-</u>
Total current assets		<u>19,921,638</u>	<u>14,322,358</u>
Non-current assets			
Intangible assets	10	5,026	10,861
Lease assets	13	4,289,855	3,182,822
Property, plant and equipment	14	<u>14,781,626</u>	<u>24,121,567</u>
Total non-current assets		<u>19,076,507</u>	<u>27,315,250</u>
Total assets		<u>38,998,145</u>	<u>41,637,608</u>
Current liabilities			
Payables	15	3,556,796	4,103,744
Lease liabilities	13	429,450	691,757
Provisions	16	4,303,459	3,213,106
Other liabilities	17	<u>724,903</u>	<u>712,625</u>
Total current liabilities		<u>9,014,608</u>	<u>8,721,232</u>
Non-current liabilities			
Lease liabilities	13	3,949,122	2,536,500
Provisions	16	<u>705,045</u>	<u>741,522</u>
Total non-current liabilities		<u>4,654,167</u>	<u>3,278,022</u>
Total liabilities		<u>13,668,775</u>	<u>11,999,254</u>
Net assets		<u>25,329,370</u>	<u>29,638,354</u>
Equity			
Reserves	18	14,248,262	16,488,805
Accumulated surplus		<u>11,081,108</u>	<u>13,149,549</u>
Total equity		<u>25,329,370</u>	<u>29,638,354</u>

The accompanying notes form part of these financial statements.

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

	Reserves \$	Accumulated surplus \$	Total equity \$
Balance as at 1 July 2022	16,183,979	14,008,788	30,192,767
Deficit for the year	-	(859,239)	(859,239)
Unrealised gain/ (loss) on investment	<u>304,826</u>	<u>-</u>	<u>304,826</u>
Total comprehensive income / (deficit) for the year	<u>304,826</u>	<u>(859,239)</u>	<u>(554,413)</u>
Balance as at 30 June 2023	<u>16,488,805</u>	<u>13,149,549</u>	<u>29,638,354</u>
Balance as at 1 July 2023	16,488,805	13,149,549	29,638,354
Deficit for the year	-	(2,068,441)	(2,068,441)
Reverse revaluation of 378 Burwood Road, Hawthorn	(2,774,198)	-	(2,774,198)
Unrealised gain/ (loss) on investment	<u>533,655</u>	<u>-</u>	<u>533,655</u>
Total comprehensive income / (deficit) for the year	<u>(2,240,543)</u>	<u>(2,068,441)</u>	<u>(4,308,984)</u>
Balance as at 30 June 2024	<u>14,248,262</u>	<u>11,081,108</u>	<u>25,329,370</u>

The accompanying notes form part of these financial statements.

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2024

	Note	2024 \$	2023 \$
Cash flow from operating activities			
Receipts from customers		7,731,781	6,400,550
Operating grant receipts		34,396,976	30,257,517
Donations received		18,503	81,751
Payments to suppliers and employees		(42,354,716)	(37,732,014)
Interest received		158,895	86,445
Finance costs		<u>(274,953)</u>	<u>(96,958)</u>
Net cash (used in) / provided by operating activities		<u>(323,514)</u>	<u>(1,002,709)</u>
Cash flow from investing activities			
Payment for property, plant and equipment		(2,188,992)	(1,473,043)
Proceeds from sale of investments		-	8,358,769
Payment for investments		(678,153)	(6,365,797)
Dividends received from investments		241,933	174,581
Interest received from investments		<u>80,596</u>	<u>76,460</u>
Net cash provided by / (used in) investing activities		<u>(2,544,616)</u>	<u>770,970</u>
Cash flow from financing activities			
Principal portion of lease payments		<u>(798,068)</u>	<u>(448,329)</u>
Net cash used in financing activities		<u>(798,068)</u>	<u>(448,329)</u>
Reconciliation of cash and cash equivalents			
Cash and cash equivalents at beginning of the financial year		5,507,951	6,188,019
Net (decrease) / increase in cash and cash equivalents		<u>(3,666,198)</u>	<u>(680,068)</u>
Cash and cash equivalents at end of financial year	7	<u><u>1,841,753</u></u>	<u><u>5,507,951</u></u>

The accompanying notes form part of these financial statements.

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION

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 - Simplified Disclosures, Interpretations and other applicable authoritative pronouncements of the Australian Accounting Standards Board. This includes compliance with the recognition and measurement requirements of all Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the disclosure requirements of AASB 1060 *General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities*.

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 at the date of the directors' report.

Historical Cost Convention

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.

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.

Accounting policies

The following accounting policies have been applied in the preparation and presentation of the financial report.

(a) 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.

(b) Revenue from contracts with customers

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.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

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 AASB 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 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.

Contract assets

A contract asset represents 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.

Contract liabilities

Consideration received (or receivable) in advance of the transfer of goods or services to customers is initially recognised as a contract liability. Contract liabilities arising from advance payments for goods or services are subsequently recognised as revenue in the period in which those goods or services are transferred to the customer.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(c) 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*.

(d) Property, plant and equipment

Each class of 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.

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.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(d) Property, plant and equipment (Continued)

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.

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.

(e) 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 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(f) 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.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(g) 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.

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.

Fair value measurement

For financial reporting purposes, 'fair value' is the price that would be received to sell an asset, or paid to transfer a liability, in an orderly transaction between market participants (under current market conditions) at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

When estimating the fair value of an asset or liability, the entity uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs. Inputs to

**ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

NOTE 1: MATERIAL ACCOUNTING POLICY INFORMATION (CONTINUED)

(g) Financial instruments (Continued)

valuation techniques used to measure fair value are categorised into three levels according to the extent to which the inputs are observable as detailed in Note 1(g).

(h) 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.

(i) Non-current assets held for sale

Non-current assets classified as held for sale are reclassified to current assets and measured at the lower of their carrying amounts and fair value less costs of disposal.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 2: 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) 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.

(ii) 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.

(iii) 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(b).

(iv) 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.

(v) 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.

(vi) 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

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

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.

(vii) Employee benefits provision

As discussed in Note 1(h), 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.

(viii) 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 \$19,976 (2023: \$10,000) which has been regarded as doubtful.

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 3: REVENUE AND OTHER INCOME		
Revenue from contracts with customers		
Grant and subsidies income		
Dental Health Services Victoria	1,612,063	1,436,925
Department of Health and Aged Care	6,512,169	5,482,958
Eastern Access Community Health	493,720	478,743
Local government grants	843,557	831,777
Eastern Health	723,359	682,969
Department of Health Victoria	10,032,236	6,915,211
Department of Education	99,431	107,502
Eastern Melbourne Primary Health Network	6,889,653	8,707,759
Department of Families, Fairness and Housing	-	1,245,903
Community Information & Support Victoria	81,937	79,367
South Eastern Melbourne Primary Health Network	1,750,404	1,047,719
North Western Melbourne Primary Health Network	2,093,628	690,291
Other grants	<u>512,828</u>	<u>388,979</u>
	<u>31,644,985</u>	<u>28,096,103</u>
Income from operations		
Client fees and medical supply sales	1,451,260	1,318,542
Medicare fees	1,065,348	827,224
Practice incentive payments	277,612	152,739
Rental charges	796,928	825,071
NDIS	<u>3,322,055</u>	<u>2,980,927</u>
	<u>6,913,203</u>	<u>6,104,503</u>
	<u>38,558,188</u>	<u>34,200,606</u>
Revenue and other income recognised under:		
- AASB 15: Revenue from Contracts with Customers	38,121,267	33,136,140
- AASB 1058: Income of Not-for-Profit Entities	<u>436,921</u>	<u>1,064,466</u>
	<u>38,558,188</u>	<u>34,200,606</u>
AASB 15: Revenue from Contracts with Customers		
- Revenue recognised at a point in time	5,738,664	5,126,693
- Revenue recognised over time	<u>32,382,603</u>	<u>28,009,447</u>
	<u>38,121,267</u>	<u>33,136,140</u>

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 4: OTHER INCOME		
Other revenue		
Dividend income	207,723	199,160
Interest income	<u>239,491</u>	<u>162,905</u>
	<u>447,214</u>	<u>362,065</u>
Government subsidies and support revenue		
Donations	18,503	81,751
Other revenue	<u>180,093</u>	<u>270,907</u>
	<u>645,810</u>	<u>714,723</u>
Other income recognised under:		
- AASB 15: Revenue from Contracts with Customers, at a point in time	450,502	362,065
- AASB 1058: Income of Not-for-Profit Entities	<u>195,308</u>	<u>352,658</u>
	<u>645,810</u>	<u>714,723</u>
NOTE 5: OPERATING DEFICIT		
(Deficit) has been determined after:		
Gain / (loss) on investment		
- Realised losses	3,288	46,264
- Unrealised gains / (losses)	<u>-</u>	<u>41,938</u>
	<u>3,288</u>	<u>88,202</u>
Finance costs		
- Lease liabilities - finance charges	169,317	30,877
- Bank charges	<u>112,996</u>	<u>96,958</u>
	282,313	127,835

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 5: OPERATING DEFICIT (CONTINUED)		
Depreciation and Amortisation		
- buildings	175,234	164,978
- leasehold improvement	176,677	162,136
- plant and equipment	83,456	90,198
- motor vehicles	15,261	29,972
- computer equipment	235,880	200,893
- amortisation of right of use assets	714,803	423,878
- amortisation of software	<u>7,006</u>	<u>8,333</u>
	1,408,317	1,080,388
Bad and doubtful debts	20,820	12,461
Employee benefits	32,149,219	27,416,871
Other expenses		
- Administration costs	95,187	441,398
- Minor equipment expense	40,753	57,301
- Laboratory costs	128,065	120,847
- Printing and stationery	98,187	96,173
- Subscriptions expense	68,549	42,191
- Sundry expenses	<u>342,805</u>	<u>427,201</u>
	773,546	1,185,111

NOTE 6: KEY MANAGEMENT PERSONNEL COMPENSATION

Compensation received by key management personnel of the company		
- short-term employee benefits	1,365,445	1,174,068
- post-employment benefits	145,377	120,588
- termination benefits	<u>-</u>	<u>69,600</u>
	<u>1,510,822</u>	<u>1,364,256</u>

NOTE 7: CASH AND CASH EQUIVALENTS

CURRENT		
Cash on hand	7,130	6,600
Cash at bank	701,605	1,060,300
Cash on deposit	<u>1,133,018</u>	<u>4,441,051</u>
	<u>1,841,753</u>	<u>5,507,951</u>

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 8: RECEIVABLES		
CURRENT		
Receivables from contracts with customers	1,817,347	2,287,136
Allowance for credit losses	<u>(19,976)</u>	<u>(10,000)</u>
	1,797,371	2,277,136
Investment receivables	18,116	52,326
Other receivables	<u>86,823</u>	<u>70,694</u>
	<u><u>1,902,310</u></u>	<u><u>2,400,156</u></u>

NOTE 9: INVESTMENTS

CURRENT

Financial assets at fair value

Managed investments	<u>7,390,428</u>	<u>6,009,798</u>
Total financial assets at fair value	<u><u>7,390,428</u></u>	<u><u>6,009,798</u></u>

Fair values of all financial assets were at level 1 (see note 1(k)) based on quoted market prices as at balance date.

NOTE 10: INTANGIBLE ASSETS

NON CURRENT

Software at cost	380,616	379,416
Accumulated amortisation and impairment	<u>(375,590)</u>	<u>(368,555)</u>
	<u><u>5,026</u></u>	<u><u>10,861</u></u>

NOTE 11: OTHER ASSETS

CURRENT

Prepayments	231,203	190,962
Accrued income	214,481	156,596
Other current assets	<u>324,042</u>	<u>56,895</u>
	<u><u>769,726</u></u>	<u><u>404,453</u></u>

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 12: ASSETS CLASSIFIED AS HELD FOR SALE		
<i>Properties held-for-sale</i>		
283 Church Street, Richmond	6,300,000	-
10 Rose Street, Box Hill	<u>1,717,421</u>	<u>-</u>
	<u>8,017,421</u>	<u>-</u>
 NOTE 13: LEASE ASSETS AND LEASE LIABILITIES		
(a) Lease assets		
<i>Buildings</i>		
Under lease	6,007,314	4,185,478
Accumulated depreciation	<u>(1,798,327)</u>	<u>(1,104,620)</u>
	4,208,987	3,080,858
 <i>Office equipment</i>		
Office equipment under lease	105,479	105,479
Accumulated depreciation	<u>(24,611)</u>	<u>(3,515)</u>
	<u>80,868</u>	<u>101,964</u>
Total carrying amount of lease assets	<u>4,289,855</u>	<u>3,182,822</u>
 Reconciliations		
<i>Buildings</i>		
Opening carrying amount	3,080,858	512,762
Additions	1,821,836	2,980,414
Depreciation	<u>(693,707)</u>	<u>(412,318)</u>
Closing carrying amount	<u>4,208,987</u>	<u>3,080,858</u>
 <i>Office equipment</i>		
Opening carrying amount	101,964	8,045
Additions	-	105,479
Depreciation	<u>(21,096)</u>	<u>(11,560)</u>
Closing carrying amount	<u>80,868</u>	<u>101,964</u>
 (b) Lease liabilities		
CURRENT		
Buildings	<u>429,450</u>	<u>691,757</u>

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 13: LEASE ASSETS AND LEASE LIABILITIES (CONTINUED)

NON CURRENT

Buildings	<u>3,949,122</u>	<u>2,536,500</u>
Total carrying amount of lease liabilities	<u>4,378,572</u>	<u>3,228,257</u>

(c) AASB 16 related amounts recognised in the statement of profit or loss and other comprehensive income

Interest expense on lease liabilities	169,317	30,877
Amortisation expense on lease assets	<u>714,803</u>	<u>423,878</u>

(d) Below-market lease arrangements

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 2. 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.

NOTE 14: PROPERTY, PLANT AND EQUIPMENT

Land at independent valuation

283 Church Street, Richmond	(b)	-	7,750,000
378 Burwood Road, Hawthorn		5,727,700	5,727,700
10 Rose Street, Box Hill	(b)	<u>-</u>	<u>1,593,900</u>
Total freehold land		<u>5,727,700</u>	<u>15,071,600</u>

Buildings at independent valuation

283 Church Street, Richmond	(b)	-	1,410,373
Accumulated depreciation	(b)	<u>-</u>	<u>(65,000)</u>
		-	1,345,373
378 Burwood Road, Hawthorn		5,426,907	5,419,407
Accumulated depreciation		<u>(391,791)</u>	<u>(255,778)</u>
		5,035,116	5,163,629
10 Rose Street, Box Hill	(b)	-	133,870
Accumulated depreciation	(b)	<u>-</u>	<u>(6,785)</u>
		-	127,085
Total buildings		<u>5,035,116</u>	<u>6,636,087</u>
Total land and buildings		<u>10,762,816</u>	<u>21,707,687</u>

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 14: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)		
Plant and equipment		
Plant and equipment at cost	1,326,513	1,237,020
Accumulated depreciation	<u>(943,909)</u>	<u>(860,454)</u>
	382,604	376,566
Leasehold improvements	2,561,005	2,100,617
Accumulated depreciation	<u>(1,512,922)</u>	<u>(1,336,245)</u>
	1,048,083	764,372
Motor vehicles at cost	714,412	631,997
Accumulated depreciation	<u>(450,950)</u>	<u>(435,689)</u>
	263,462	196,308
Computer equipment at cost	2,409,175	2,300,920
Accumulated depreciation	<u>(1,897,656)</u>	<u>(1,661,776)</u>
	511,519	639,144
Capital work in progress	<u>1,813,142</u>	<u>437,490</u>
Total plant and equipment	<u>4,018,810</u>	<u>2,413,880</u>
Total property, plant and equipment	<u><u>14,781,626</u></u>	<u><u>24,121,567</u></u>

(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. As at 30 June 2024 283 Church Street was reclassified to asset classified as held for sale and has been remeasured to fair value less costs to sell.

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 14: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)

(b) Land and buildings held for sale

Church Street Richmond and Rose St Box Hill have been re-classified as held for sale due to plans to sell during FY25. Refer to note 1(o).

	2024	2023
	\$	\$
(c) 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	15,071,600	15,071,600
Transferred to current assets held for sale	(7,044,472)	-
Impairment of assets held for sale	<u>(2,299,428)</u>	-
Closing carrying amount	<u><u>5,727,700</u></u>	<u><u>15,071,600</u></u>
<i>Buildings</i>		
Opening carrying amount	6,636,087	6,340,816
Additions	11,832	460,249
Depreciation expense	(175,234)	(164,978)
Transfer from other classes of assets	10,150	-
Transferred to current assets held for sale	(972,949)	-
Impairment of assets held for sale	<u>(474,770)</u>	-
Closing carrying amount	<u><u>5,035,116</u></u>	<u><u>6,636,087</u></u>
<i>Plant and equipment</i>		
Opening carrying amount	376,566	391,622
Additions	53,344	62,120
Disposals	(4,641)	(223)
Depreciation expense	(83,456)	(90,198)
Transferred from other classes of assets	<u>40,791</u>	<u>13,245</u>
Closing carrying amount	<u><u>382,604</u></u>	<u><u>376,566</u></u>
<i>Leasehold improvements</i>		
Opening carrying amount	764,372	926,508
Additions	118,924	-
Depreciation expense	(176,677)	(162,136)
Transferred from other classes of assets	<u>341,464</u>	-
Closing carrying amount	<u><u>1,048,083</u></u>	<u><u>764,372</u></u>

**ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681**

**NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

	2024	2023
	\$	\$
NOTE 14: PROPERTY, PLANT AND EQUIPMENT (CONTINUED)		
(c) Reconciliations (Continued)		
<i>Motor vehicles</i>		
Opening carrying amount	196,308	166,178
Additions	99,814	60,102
Disposals	(17,399)	-
Depreciation expense	<u>(15,261)</u>	<u>(29,972)</u>
Closing carrying amount	<u><u>263,462</u></u>	<u><u>196,308</u></u>
<i>Computer equipment</i>		
Opening carrying amount	639,144	400,200
Additions	108,255	347,652
Depreciation expense	(235,880)	(200,893)
Transferred from other classes of assets	<u>-</u>	<u>92,185</u>
Closing carrying amount	<u><u>511,519</u></u>	<u><u>639,144</u></u>
<i>Capital work in progress</i>		
Opening carrying amount	437,490	105,430
Additions	1,768,056	437,490
Transferred to other classes of assets	<u>(392,404)</u>	<u>(105,430)</u>
Closing carrying amount	<u><u>1,813,142</u></u>	<u><u>437,490</u></u>
<i>Total property, plant and equipment</i>		
Opening carrying amount	24,121,567	23,402,354
Additions	2,160,226	1,367,613
Disposals	(22,040)	(223)
Depreciation expense	(686,508)	(648,177)
Impairment	(2,774,198)	-
Transfer to assets held for sale	<u>(8,017,421)</u>	<u>-</u>
Closing carrying amount	<u><u>14,781,626</u></u>	<u><u>24,121,567</u></u>

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$
NOTE 15: PAYABLES		
CURRENT		
<i>Unsecured liabilities</i>		
Trade creditors	714,570	1,230,200
Sundry creditors and accruals	<u>2,842,226</u>	<u>2,873,544</u>
	<u>3,556,796</u>	<u>4,103,744</u>
 NOTE 16: PROVISIONS		
CURRENT		
Employee benefits	4,147,067	3,039,902
Office restoration	<u>156,392</u>	<u>173,204</u>
	<u>4,303,459</u>	<u>3,213,106</u>
NON CURRENT		
Employee benefits	<u>705,045</u>	<u>741,522</u>
 NOTE 17: OTHER LIABILITIES		
CURRENT		
Contract liabilities	<u>724,903</u>	<u>712,625</u>
 NOTE 18: RESERVES		
Asset revaluation reserve	18(a) 13,581,055	16,355,253
Investment revaluation reserve	(b) <u>667,207</u>	<u>133,552</u>
	<u>14,248,262</u>	<u>16,488,805</u>

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

	2024	2023
	\$	\$

NOTE 18: RESERVES (CONTINUED)

(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	16,355,253	16,355,253
Reverse revaluation of 283 Church Street, Richmond	<u>(2,774,198)</u>	<u>-</u>
Closing balance	<u>13,581,055</u>	<u>16,355,253</u>

(b) Investment revaluation reserve

The Investment revaluation reserve is used to records unrealised increments and decrements on equity instruments held within investments.

Movements in reserve

Opening balance	133,552	(171,274)
Unrealised gain/ (loss) on investment	<u>533,655</u>	<u>304,826</u>
Closing balance	<u>667,207</u>	<u>133,552</u>

NOTE 19: CONTINGENT LIABILITIES

The company had no contingent liabilities as at 30 June 2024 and 30 June 2023.

NOTE 20: RELATED PARTY TRANSACTIONS

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

- Gayle Austen
- Penny Lovett
- Alan Studley
- Annette Mercuri
- David Benady
- David Lau
- Mike Morgan
- Peter Turner
- Ross Goeman

No services were rendered to Access Health and Community during the year or the prior year by the Directors. No services were provided during the period to a director related entity.

Key management personnel are compensated with details disclosed in note 5.

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 21: EVENTS SUBSEQUENT TO REPORTING DATE

In April 2024 the organisation announced the potential merger with Inspiro Health. Both organisations believe that a merger will be a significant and positive step for the delivery of services to our communities across the East, North and Northeast of Melbourne and the Yarra Ranges. Our organisations have a long track-record of partnering together to improve the health and wellbeing for our communities and have shared purpose and values that will be the foundation for any merger.

Between April and June 2024, AccessHC and Inspiro conducted due diligence, supported by Legal Advisors and Financial Advisors, alongside subject matter experts from within our own organisations.

In July 2024, the AccessHC Board considered the due diligence reports and approved a merger with Inspiro, by way of business transfer of Inspiro to AccessHC, subject to a Transfer Agreement and Land Sale Contract being agreed between the parties. The Board Chair and Deputy Chair were authorised to negotiate a Letter of Intent, Transfer Agreement and Land Sale Contract aligned to the Feasibility Study and advice from legal and financial advisors. In addition, the Board approved the appointment of a Transition Team to support the merger.

In October 2024 the Board approved the Transfer Agreement and this was subsequently signed by both parties, with a merger to occur on 1 May 2025.

Subsequent to 30 June 2024 the company revised its Constitution with respect to the membership model. The new model results in only the current Board Directors of the Company being appointed as members for the duration of their term. Historically the membership model comprised of community members and the current Board Directors.

On 11 November 2024 the company signed a contract for the sale of its property at 283 Church Street, Richmond for \$6,300,000.

Other than the above there have been no other matters or circumstances, which have arisen since 30 June 2024 that has significantly affected or may significantly affect:

- (a) the operations, in financial years subsequent to 30 June 2024, of the company, or
- (b) the results of those operations, or
- (c) the state of affairs, in financial years subsequent to 30 June 2024, of the company.

NOTE 22: 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 2024 the number of members was 26 (2023: 34) The combined total amount that members of the company are liable to contribute if the company is wound up is \$260 (2023: \$340).

ACCESS HEALTH AND COMMUNITY
ABN: 82 136 672 681

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

NOTE 23: COMPANY DETAILS

The registered office 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 of the company declare that:

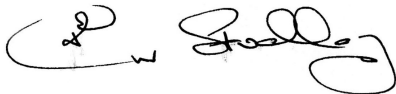
1. In the directors' opinion, the financial statements and notes thereto, as set out on pages 11 - 36, satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, including:
 - (a) complying with Australian Accounting Standards - Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Regulations 2022*; and
 - (b) giving a true and fair view of the financial position as at 30 June 2024 and performance for the year ended on that date of the company.
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 subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulations 2022*.



Director: _____

Gayle Austen



Director: _____

Alan Studley

Dated this 21 day of November 2024

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 2024 • 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 material accounting policy information • directors' 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 2024 and of its financial performance and its cash flows for the year then ended • complying with Australian Accounting Standards – <i>Simplified Disclosures Requirements</i> and Division 60 of the <i>Australian Charities and Not-for-profits Commission Regulations 2022</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 <i>APES 110 Code of Ethics for Professional Accountants</i> (the Code) that are relevant to my audit of the financial report in Victoria. 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 of a financial report that gives a true and fair view in accordance with Australian Accounting Standards– <i>Simplified Disclosures Requirements</i> 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 of a financial report that gives a true and fair view and 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.



Sanchu Chummar

as delegate for the Auditor-General of Victoria

MELBOURNE
21 November 2024