

**Aboriginal and Torres Strait Islander Community Health Service Brisbane
Limited**

ABN 40 084 136 508

Financial Statements

For the Year Ended 30 June 2021

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited

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Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Directors' Report
30 June 2021

The directors present their report on Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited for the financial year ended 30 June 2021.

Directors

The names of the directors throughout the year and at the date of this report are:

| Director | Position | Date Started | Date Ceased |
|-----------------|----------|------------------|------------------|
| Brett Shannon | Chair | | 12 November 2020 |
| Jon Willis | Director | | 28 April 2021 |
| Andrew Niven | Director | | |
| Tracey Appo | Director | | 12 November 2020 |
| Melody Ingra | Director | | |
| Tomisina Ahwang | Director | | |
| Dane Corowa | Director | 12 November 2020 | |
| Jyi Lawton | Director | 12 November 2020 | |
| Anthony Morgan | Director | 12 November 2020 | |
| Anthony Lynham | Director | 29 April 2021 | |

During the financial year, a number of committee meetings were held. Attendances by each of committee member during the year were as follows:

| Committee Members Name | Number Eligible to Attend | Number Attended |
|------------------------|---------------------------|-----------------|
| Brett Shannon | 5 | 5 |
| Jon Willis | 9 | 6 |
| Andrew Niven | 11 | 10 |
| Tracey Appo | 5 | 3 |
| Melody Ingra | 11 | 8 |
| Tomisina Ahwang | 11 | 7 |
| Dane Corowa | 6 | 6 |
| Jyi Lawton | 6 | 6 |
| Anthony Morgan | 6 | 4 |
| Anthony Lynham | 1 | 1 |

Information on Directors

Brett Shannon Chair

Brett is a Ngugi descendant of the Quandamooka people from Moreton and Stradbroke Islands and is also a Director of the Institute for Urban Indigenous Health (IUIH). Brett is currently a full time doctor at Phoenix Occupational Medicine and LIME Medicolegal and has previously worked as a medical practitioner in emergency medicine at The Prince Charles Hospital. Prior to completing medicine (MBBS) at the University of Queensland, Brett completed degrees including Bachelor of Business, Bachelor of Applied Science (QUT) and Masters of Applied Epidemiology (ANU) Brett has signed up to the Australian College of Emergency Medicine and is currently completing a diploma in child health. Brett has a passion for working with community to improve health outcomes, particularly adolescent and child health and hopes to finish his training and work on continuing to expand the clinical services provided to Indigenous people in the South East Queensland.

**Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
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**Directors' Report
30 June 2021**

Jon Willis

Associate Professor Jon Willis is a medical anthropologist and social epidemiologist, with tertiary qualifications in anthropology, sociology and public health. He is currently employed as the Research Director of the UQ Poche Centre for Indigenous Health and has worked as an academic teacher and researcher, or in the Indigenous community sector since 1985. He has previously served on the boards of the Victorian AIDS Council, PLWHA Victoria, NAPWA, and Disability Services of Central Australia, and has been on Ministerial advisory committees to the Commonwealth, Victoria and Northern Territory health ministers. He currently also services on the Movember Global Health Advisory Committee, and the board of the Bachelor of Arts at the University of Queensland. He is also a member of the University of Queensland Institutional Ethics Committee. He has a Bachelor of Arts A (Hons) in Anthropology from the UNSW, a MLitt of Sociology from the UNE and a PhD in Tropical Public Health from ACITHN, UQ.

Andrew Niven

Andrew is a Djaku-nde man from the Bunya Mountains, born and raised in Brisbane. Andrew completed a Bachelor of Business (Accounting) at the Queensland University of Technology. He is currently employed at Queensland Treasury Corporation (QTC) and has previous experience in finance, investment and strategic planning at Indigenous Business Australia (IBA), The Institute for Urban Indigenous Health (IUIH) and National Australia Bank (NAB). He is also the President of the CareerTrackers Alumni Association. Andrew expresses his passion for health and wellbeing through his elite level in CrossFit where he aims to be a holistic health advocate and role model for Indigenous Australians. He is excited to blend in fitness achievements with his financial experience for the health development of Aboriginal and Torres Strait Islander people.

Tracey Appo

Tracey is an Aboriginal and South Sea Islander woman with family from Brisbane, Gin Gin, Hervey Bay and Cherbourg. She has an associate degree in community services, is studying a post-graduate degree in family and domestic violence, and has a teenage daughter. Tracey has worked in Aboriginal and Torres Strait Islander community-controlled organisations for the past 25 years in various roles across South East Queensland and Wide Bay. Tracey has also worked with government departments in various identified positions with a specific focus on supporting and building capacities. Tracey is passionate about working for mob and believes being a part of the ATSICHS Board will strengthen and grow her continued focus and passion.

Melody Ingra

Melody is a proud Gooreng Gooreng/Wakka Wakka woman from Central Queensland. Born and raised on country in Gladstone, she has a teaching degree and has worked in primary and high schools in regional and remote communities. While working as the Principal Project Officer for Early Childhood Education and Care in the Remote Indigenous Professional Development Program, Melody delivered professional development to early childhood educators in Queensland, Northern Territory and South Australia. Melody now works in the early childhood sector in a national role promoting reconciliation and is passionate about our little people and growing them to be deadly and proud.

Tomisina Ahwang

Tomisina hails from the Kuku Yalanji and Bwngcolman nation in North Queensland together with Torres Strait Islander bloodlines originating from St Paul, Moa, Badu, Mabuiag and Mer. Born, raised and educated in Brisbane, Tomisina first commenced casual work with ATSICHS Brisbane in the early 1970s and over the next few decades her career has included management positions in Aboriginal and Torres Strait Islander Community Controlled Organisations across Queensland. She has extensive experience in the Government sector and has worked for various departments including Social Security, Child Safety, ATSIC (Elected Commissioner) and more recently Queensland Health as a Consumer Liaison Officer. Tomisina is committed and passionate about community engagement at all levels.

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
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Directors' Report
30 June 2021

Principal Activities

In accordance with the objectives of the Company, the principal activities of the Company during the financial year were to assist Aboriginal and Torres Strait Islander people in need of medical and dental advice, treatment and other services.

No significant change in the nature of these activities occurred during the year.

Short Term Objectives

The Company's short term objectives are to:

- To continue to embed the Institute for Urban Indigenous Health (IUIH) model of care across all of the ATSICHS Brisbane Limited clinics;
- To continue on the path of building the financial sustainability of the organisation; and
- To maintain quality accreditation through ISO, AGPAL, Aged Care Licensing and Child Safety Licensing.

Long Term Objectives

The Company's long term objectives are to:

- Provide leadership in the provision of health services to Aboriginal and Torres Strait Islander people in Brisbane;
- Operate services with strong community and client support; and
- Build a quality and sustainable organisation.

Strategy for Achieving the Objectives

To achieve these objectives, the Company has adopted the following strategies:

- Maintain a strong focus on governance and transparency;
- Maintain and expand the provision of services across Brisbane; and
- Contribute to the development of a competent and sustainable Aboriginal and Torres Strait Islander workforce.

Performance Measures

The following measures are used within the Company to monitor performance:

- The Company measures its own performance through the use of both quantitative and qualitative benchmarks. The benchmarks are used by the directors to assess the financial sustainability of the Company and whether the Company's short-term and long-term objectives are being achieved.

Members' Guarantees

Aboriginal and Torres Strait Islander Community Health Services ("ATSICHS") Brisbane Limited was originally incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. It is now governed by the *Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act 2012)*. In the event of, and for the purpose of winding up of the Company, the amount capable of being called up from each members and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$ 1 per member, subject to the provisions of the Company's constitution.

At 30 June 2021 the collective liability of members was 99 (2020: 114 members).

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
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Directors' Report
30 June 2021

Operating Result

The surplus after providing for income tax for the financial year amounted to \$3,700,434 (2020 : \$117,216).

Going Concern

This financial report has been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The ability of the Company to continue to operate as a going concern is dependent upon the ability of the Company to generate sufficient cashflows from operations to meet its liabilities. The directors of the Company believe that the going concern assumption is appropriate.

Auditor's Independence Declaration

The lead auditor's independence declaration in accordance with Section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012 (Cth) (ACNC Act), for the year ended June 30 2021 has been received and can be found on the next page of the financial report.

Signed in accordance with a resolution of the Directors on:



.....

Chair

Dated: 9 September 2021

**Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508**

Auditor's Independence Declaration



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DECLARATION OF INDEPENDENCE BY C HENRY TO THE DIRECTORS OF ABORIGINAL & TORRES STRAIT ISLANDER COMMUNITY HEALTH SERVICE BRISBANE LIMITED (ATSICHS)

As lead auditor of Aboriginal & Torres Strait Islander Community Health Service Brisbane Limited (ATSICHS) for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of section 60-40 of the *Australian Charities and Not-for-profit Commission Act 2012* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read 'C Henry', written in a cursive style.

C Henry
Director

BDO Audit Pty Ltd

Brisbane, 9 September 2021

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Statement of Profit or Loss and Other Comprehensive Income
For the Year Ended 30 June 2021

| | Note | 2021 \$ | 2020 \$ |
|--|------|-------------------|-------------------|
| Income | | | |
| Revenue | 2 | 43,761,165 | 40,354,909 |
| Other Income | 3 | 2,435,173 | 1,016,391 |
| Total Income | | 46,196,338 | 41,371,300 |
| Expenses | | | |
| Administration Expenses | | 1,080,218 | 1,327,011 |
| Depreciation and Amortisation | 4 | 1,806,601 | 2,545,608 |
| Employee Benefits Expense | 5 | 30,825,736 | 29,620,048 |
| Motor Vehicle Expenses | | 885,319 | 398,115 |
| Occupancy Costs | | 2,063,034 | 1,299,698 |
| Other Expenses from Ordinary Activities | | 5,541,861 | 5,785,264 |
| Loss on Write-Off Property Plant and Equipment | | 293,135 | 278,340 |
| Total Expenses | | 42,495,904 | 41,254,084 |
| Current Year Surplus before Taxation | | 3,700,434 | 117,216 |
| Income Tax Expense | 1 | - | - |
| Net Comprehensive Surplus for the year | | 3,700,434 | 117,216 |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
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Balance Sheet
As At 30 June 2021

| | Note | 2021 \$ | 2020 \$ |
|--------------------------------|------|-------------------|-------------------|
| Assets | | | |
| Current Assets | | | |
| Cash and Cash Equivalents | 6 | 6,491,326 | 3,629,904 |
| Trade and Other Receivables | 7 | 951,614 | 184,430 |
| Financial Assets | 8 | 9,643,652 | 8,174,793 |
| Other Current Assets | 9 | 133,749 | 155,394 |
| Total Current Assets | | <u>17,220,341</u> | <u>12,144,521</u> |
| Non-Current Assets | | | |
| Investment properties | 10 | 4,550,571 | 4,550,571 |
| Property, Plant and Equipment | 11 | 39,213,087 | 39,945,936 |
| Right Of Use Assets | 12 | 3,247,894 | 4,833,025 |
| Total Non-Current Assets | | <u>47,011,552</u> | <u>49,329,532</u> |
| Total Assets | | <u>64,231,893</u> | <u>61,474,053</u> |
| Liabilities | | | |
| Current Liabilities | | | |
| Trade and Other Payables | 13 | 2,958,866 | 2,446,316 |
| Employee Provisions | 14 | 1,967,172 | 1,749,899 |
| Financial Liabilities | 15 | 59,718 | 93,117 |
| Other Liabilities | 16 | 491,421 | 461,105 |
| Lease Liabilities | 17 | 874,927 | 949,046 |
| Total Current Liabilities | | <u>6,352,104</u> | <u>5,699,483</u> |
| Non-Current Liabilities | | | |
| Employee Provisions | 14 | 270,409 | 395,013 |
| Financial Liabilities | 15 | 1,711,115 | 1,704,585 |
| Lease Liabilities | 17 | 2,491,451 | 3,968,592 |
| Total Non-Current Liabilities | | <u>4,472,975</u> | <u>6,068,190</u> |
| Total Liabilities | | <u>10,825,079</u> | <u>11,767,673</u> |
| Net Assets | | <u>53,406,814</u> | <u>49,706,380</u> |
| Equity | | | |
| Retained Earnings | | 53,406,814 | 49,706,380 |
| Total Equity | | <u>53,406,814</u> | <u>49,706,380</u> |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited ABN
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Statement of Changes in Equity
For the Year Ended 30 June 2021

| | 2021 | 2020 |
|-----------------------------------|-------------------|-------------------|
| | \$ | \$ |
| Retained Surplus | | |
| Retained Surplus at Start of Year | 49,706,380 | 49,589,164 |
| Net Surplus for the Year | 3,700,434 | 117,216 |
| Retained Earnings | <u>53,406,814</u> | <u>49,706,380</u> |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
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Statement of Cash Flows
For the Year Ended 30 June 2021

| | Note | 2021 \$ | 2020 \$ |
|---|------|--------------------|--------------------|
| Cash Flows From Operating Activities | | | |
| Receipts from customers | | 9,188,884 | 9,305,321 |
| Government Grants Received | | 34,602,354 | 34,204,508 |
| Proceeds from Investments | | 591,309 | 381,196 |
| Payments to Suppliers & Employees | | (37,434,326) | (38,064,789) |
| Net GST Obligation | | (2,005,687) | (1,364,519) |
| Interest Received | | 5,066 | 14,197 |
| Interest Paid | | (114,203) | (159,995) |
| Net Cash Provided By/(Used In) Operating Activities | 18 | <u>4,833,397</u> | <u>4,315,919</u> |
| Cash Flows from Investing Activities | | | |
| Proceeds from Investments | | - | 1,500,000 |
| Payments for Investments | | (589,220) | (378,627) |
| Payments for Property, Plant and Equipment | | (908,354) | (5,980,711) |
| Net Cash Provided By/(Used In) Investing Activities | | <u>(1,497,574)</u> | <u>(4,859,338)</u> |
| Cash Flows From Financing Activities | | | |
| Proceeds from Borrowings | | - | 2,803,421 |
| Repayment of Borrowings | | (26,869) | (804,494) |
| Principal Repayments on Lease Liabilities | | (447,532) | - |
| Net Cash Provided By/(Used In) Financing Activities | | <u>(474,401)</u> | <u>1,998,927</u> |
| Net increase/(decrease) in cash and cash equivalents held | | 2,861,422 | 1,455,508 |
| Cash and cash equivalents at beginning of year | | 3,629,904 | 2,174,396 |
| Cash and cash equivalents at end of financial year | 6 | <u>6,491,326</u> | <u>3,629,904</u> |

Notes to the Financial Statements
For the Year Ended 30 June 2021

1 Basis of Preparation

(a) Compliance with Prescribed Requirements

Aboriginal and Torres Strait Islander Community Health Service ("ATSICHS") Brisbane Limited applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in *AASB 1053: Application of Tiers of Australian Accounting Standards* and *AASB 2010-2: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements*.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB); *the Australian Charities and Not-for-profits Commission Act 2012 (ACNC Act 2012)*; and *the Australian Charities and Not-for-profits Regulation 2013 (ACNC Regulation 2013)*. The Company is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

(b) The Reporting Entity

The Company does not control other entities. The financial statements include the value of all income, expenses, assets, liabilities and equity for the Company as an individual entity.

(c) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

Notes to the Financial Statements
For the Year Ended 30 June 2021

(d) Other Presentation Matters

Comparatives

Comparative information reflects the audited 2020 financial statements.

Current / Non-Current Classification

Assets and liabilities are classified as either 'current' or 'non-current' in the Statement of Financial Position and associated notes. Assets are classified as 'current' where their carrying amount is expected to be realised within 12 months after the reporting date.

Liabilities are classified as 'current' when they are due to be settled within 12 months after the reporting date, or the Company does not have an unconditional right to defer settlement to beyond 12 months after the reporting date. All other assets and liabilities are classified as non-current.

(e) New Accounting Standards and Interpretations not yet mandatory or early adopted

The Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

The Company's assessment of the impact of these new or amended Accounting Standards and Interpretations, most relevant to the Company, are set out below.

Conceptual Framework for Financial Reporting (Conceptual Framework)

The revised Conceptual Framework is applicable to annual reporting periods beginning on or after 1 July 2021 and early adoption is permitted. The Conceptual Framework contains new definition and recognition criteria as well as new guidance on measurement that affects several Accounting Standards. Where the Company has relied on the existing framework in determining its accounting policies for transactions, events or conditions that are not otherwise dealt with under the Australian Accounting Standards, the Company may need to review such policies under the revised framework.

At this time, the application of the Conceptual Framework is not expected to have a material impact on the Company's financial statements.

AASB 2020-1 Amendments to Australian Accounting Standards - Classification of Liabilities as Current or Non-current

This standard is applicable to annual reporting periods beginning on or after 1 January 2023. There are four main changes to the classification requirements:

1. The requirement for an 'unconditional' right has been deleted from paragraph 69(d) because covenants in banking agreements would rarely result in unconditional rights.
2. The right to defer settlement must exist at the end of the reporting period. If the right to defer settlement is dependent upon the entity complying with specified conditions (covenants), the right to defer only exists at reporting date if the entity complies with those conditions at reporting date.
3. Classification is based on the right to defer settlement, and not intention (paragraph 73), and

Notes to the Financial Statements
For the Year Ended 30 June 2021

4. If a liability could be settled by an entity transferring its own equity instruments prior to maturity (e.g. a convertible bond), classification is determined without considering the possibility of earlier settlement by conversion to equity, but only if the conversion feature is classified as equity under IAS 32.

As these amendments only apply for the first time to the 30 June 2024 balance sheet (and 30 June 2023 comparative balance sheet), the Company is not yet able to make an assessment of the impacts regarding the right to defer settlement, compliance with bank covenants, and intention to settle.

AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities

This standard is applicable to annual reporting periods beginning on or after 1 July 2021. The main change to the standard is Simplified Disclosures are included in a separate disclosure standard that is based on the disclosure requirements of the international standard, IFRS for SMEs. They are the same where the recognition and measurement requirements are the same or similar in full IFRS (and therefore Australian Accounting Standards) as compared to IFRS for SMEs. However, disclosures have been adapted or added where the recognition and measurement requirements in IFRS for SMEs are different to full IFRS.

Disclosures not included in IFRS for SMEs that have been added to Simplified Disclosures based on cost-benefit analyses, or because they address matters of public policy include: Audit fees Franking credits Numerical reconciliation of income tax expense

When the Company first adopts the standard for the year ended 30 June 2022, additional disclosures will be required as compared to the following minimum disclosures currently required for special purpose financial statements prepared under Part 2M of the Corporations Act:

- *AASB 101 Presentation of Financial Statements*
- *AASB 107 Statement of Cash Flows*
- *AASB 108 Accounting Policies, Changes in Accounting Estimates and Errors*
- *AASB 1054 Australian Additional Disclosures*

(f) Revenue and other income

The Company recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the entity is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

**Notes to the Financial Statements
For the Year Ended 30 June 2021**

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Rent

Rent revenue from investment properties is recognised on a straight-line basis over the lease term. Lease incentives granted are recognised as part of the rental revenue. Contingent rentals are recognised as income in the period when earned.

Grants

Revenue from government grants received under enforceable agreements, where there are sufficiently specific performance obligations imposed, is deferred until the obligations are satisfied. If the performance obligations are not sufficiently specific, revenue will be recognised upon receipt.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

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

(g) Depreciation of property, plant and equipment

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

Land and buildings

Land and buildings are measured using the cost model.

Freehold land and buildings that have been contributed at no cost or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired. Buildings are depreciated.

Plant and equipment

Plant and equipment are measured using the cost model and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amounts written down immediately to the estimated recoverable amount. A formal assessment of recoverable amount is made when impairment indicators are present.

Notes to the Financial Statements
For the Year Ended 30 June 2021

Depreciation

The depreciable amount of all property, plant and equipment, except for freehold land is depreciated on a reducing balance method from the date that management determine that the asset is available for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable asset are shown below:

| Fixed asset class | Depreciation rate |
|--------------------------|--------------------------|
| Buildings | 2% |
| Plant and Equipment | 20 - 30% |
| Motor vehicles | 20 - 30% |

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains or losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(h) Right of Use Asset

Right of use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the consolidated entity expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any re-measurement of lease liabilities.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the consolidated entity expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any re-measurement of lease liabilities.

(i) Financial Instruments

Initial recognition and measurement

Financial instruments are recognised initially on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

Financial assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

**Notes to the Financial Statements
For the Year Ended 30 June 2021**

Classification

On initial recognition, the Company classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL

Financial assets are not reclassified subsequent to their initial recognition unless the Company changes its business model for managing financial assets.

Amortised cost

Assets measured at amortised cost are financial assets where:

- the business model is to hold assets to collect contractual cash flows; and
- the contractual terms give rise on specified dates to cash flows are solely payments of principal and interest on the principal amount outstanding.

The Company's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position .

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

Financial assets through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at FVTPL.

Net gains or losses, including any interest or dividend income are recognised in profit or loss.

Impairment of financial assets

Impairment of financial assets is recognised on an expected credit loss (ECL) basis for the following assets: financial assets measured at amortised cost.

When determining whether the credit risk of a financial assets has increased significant since initial recognition and when estimating ECL, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience and informed credit assessment and including forward looking information.

The Company uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Company uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Company in full, without recourse to the Company to actions
- such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

**Notes to the Financial Statements
For the Year Ended 30 June 2021**

Credit losses are measured as the present value of the difference between the cash flows due to the Company in accordance with the contract and the cash flows expected to be received. This is applied using a probability weighted approach.

Trade receivables

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Company has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense.

Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Company renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

Other financial assets measured at amortised cost

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9.

On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

Financial liabilities

The Company measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

The financial liabilities of the Company comprise trade payables, bank and other loans and finance lease liabilities.

(j) Impairment of Assets

At the end of each reporting period, the Company reviews the carrying values of assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised in Statement of profit or loss and other comprehensive income.

Where the future economic benefits of the assets are not primarily dependent upon the asset's ability to generate net cash inflow and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Notes to the Financial Statements
For the Year Ended 30 June 2021

(k) Employee Benefits

Short-term employee provisions

Provision is made for the Company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of annual reporting period in which the employees render the related service, including wages and salaries. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The Company's obligations for short-term employee benefits such as wages and salaries are recognised as a part of employee provisions.

Other long-term employee provisions

Provisions is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employee render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, duration of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Upon the re-measurement of obligations for the long-term employee benefits, the net change in the obligation is recognised in profit or loss as apart of employee benefits expense.

The Company's obligations for long-term employee benefits are presented as non-current employee provisions in its statement of financial position, except where the Company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

(l) Cash and cash equivalents

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

(m) Goods and Services Tax (GST)

Revenue, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

Cash flows in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

(n) Income Tax

No provision for income tax has been raised as the Company is exempt from income tax under *Div 50 of the Income Tax Assessment Act 1997 (Cth)*. However the Company is entitled to a refund of franking credits arising from its investments with Bendigo Bank. The refund will be returned as income upon receipt.

Notes to the Financial Statements
For the Year Ended 30 June 2021

(o) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

(p) Trade and Other Payables

Trade and other payable represented the liability outstanding at the end of the reporting period for goods and services received by the Company during the reporting period which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

(q) Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the consolidated entity's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

(r) Economic Dependence

ATSICHS Brisbane Limited is dependent on the State and Federal Government funding 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 State and Federal Government funding will not continue to support ATSICHS Brisbane Limited.

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Notes to the Financial Statements
For the Year Ended 30 June 2021

2 Revenue

| | 2021 | 2020 |
|--|-------------------|-------------------|
| | \$ | \$ |
| Revenue from Contracts with Customers | | |
| HIC Fees | 950,742 | 909,245 |
| Dental Service Income | 47,558 | 38,820 |
| Kindy and Child Care Fees | 46,827 | 12,952 |
| Medicare Income | 5,711,162 | 5,167,019 |
| Other Organisations | 743,407 | 640,330 |
| Rental Income - Residents | 1,325,958 | 1,357,694 |
| Rental Income (Others) | 363,473 | 257,302 |
| | 9,189,127 | 8,383,362 |
| Grants | | |
| Commonwealth Government Grants - Operating | 29,670,941 | 26,853,186 |
| State Government Grants - Operating | 4,901,097 | 5,118,361 |
| | 34,572,038 | 31,971,547 |
| | 43,761,165 | 40,354,909 |

3 Other Income

| | | |
|---|------------------|------------------|
| Distribution Received from Managed Investment | 591,309 | 381,196 |
| Interest | 5,066 | 14,197 |
| Realised Gain/(Loss) on Managed Investments | - | 151,342 |
| Unrealised Gain/(Loss) on Managed Investments | 879,639 | - |
| Other | 959,159 | 469,656 |
| | 2,435,173 | 1,016,391 |
| | 2,435,173 | 1,016,391 |

4 Depreciation

| | | |
|------------------------|------------------|------------------|
| Buildings | 634,902 | 722,691 |
| Plant and machinery | 301,075 | 466,337 |
| Motor vehicles | 96,926 | 75,116 |
| Leasehold improvements | 315,167 | 394,655 |
| Right Of Use Assets | 458,531 | 886,809 |
| | 1,806,601 | 2,545,608 |
| | 1,806,601 | 2,545,608 |

5 Employee Benefits Expense

| | | |
|------------------------------|-------------------|-------------------|
| Salary and Wages | 25,779,506 | 24,623,465 |
| Superannuation Contributions | 2,364,633 | 2,233,394 |
| Other Payroll Expenses | 2,681,597 | 2,763,189 |
| | 30,825,736 | 29,620,048 |
| | 30,825,736 | 29,620,048 |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Notes to the Financial Statements
For the Year Ended 30 June 2021

6 Cash and Cash Equivalents

| | 2021 | 2020 |
|--------------|------------------|------------------|
| | \$ | \$ |
| Cash at Bank | 6,491,326 | 3,629,904 |
| | <u>6,491,326</u> | <u>3,629,904</u> |

7 Trade and Other Receivables

| | | |
|---------------------|----------------|----------------|
| Current | | |
| Accounts Receivable | 951,614 | 184,430 |
| | <u>951,614</u> | <u>184,430</u> |

8 Financial Assets

| | | |
|---------------------------------------|------------------|------------------|
| Current | | |
| Investments in Bendigo Balanced Funds | 9,643,652 | 8,174,793 |
| | <u>9,643,652</u> | <u>8,174,793</u> |

Reconciliation

Reconciliation of the fair values at the beginning and end of the current and previous financial year are set out below:

| | | |
|---------------------------|------------------|------------------|
| Opening Fair Value | 8,174,793 | 9,599,282 |
| Additions | 589,220 | 378,627 |
| Disposals | - | (1,348,658) |
| Revaluation Increments | 879,639 | (454,458) |
| Closing Fair Value | <u>9,643,652</u> | <u>8,174,793</u> |

9 Other Assets

| | | |
|-------------------------|----------------|----------------|
| Current | | |
| Bonds and Deposits Paid | 133,749 | 155,394 |
| | <u>133,749</u> | <u>155,394</u> |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Notes to the Financial Statements
For the Year Ended 30 June 2021

10 Investment Properties

| | 2021 | 2020 |
|-----------------------|------------------|------------------|
| | \$ | \$ |
| Investment properties | 4,550,571 | 4,550,571 |
| | <u>4,550,571</u> | <u>4,550,571</u> |

Reconciliation

Reconciliation of the fair values at the beginning and end of the current and previous financial year are set out below:

At Fair Value

| | | |
|--------------------|------------------|------------------|
| Opening Fair Value | <u>4,550,571</u> | 4,550,571 |
| Closing Fair Value | <u>4,550,571</u> | <u>4,550,571</u> |

11 Property, Plant and Equipment

Land and Buildings

| | | |
|---------------------------------------|--------------------|--------------------|
| Land and Buildings (at cost) | 40,098,111 | 39,659,277 |
| Accumulated Depreciation of Buildings | <u>(4,453,304)</u> | <u>(3,822,819)</u> |
| | <u>35,644,807</u> | <u>35,836,458</u> |

Plant and Equipment

| | | |
|--|--------------------|--------------------|
| Plant and Equipment | 3,555,625 | 4,567,361 |
| Less Accumulated Depreciation on Plant and Equipment | <u>(1,723,199)</u> | <u>(2,318,665)</u> |
| | <u>1,832,426</u> | <u>2,248,696</u> |

| | | |
|---|------------------|------------------|
| Motor Vehicles (at cost) | 738,313 | 473,200 |
| Less Accumulated Depreciation on Motor Vehicles | <u>(258,775)</u> | <u>(212,142)</u> |
| | <u>479,538</u> | <u>261,058</u> |

| | | |
|---|------------------|------------------|
| Leasehold Improvements (at cost) | 2,120,833 | 2,127,356 |
| Less Accumulated Amortisation on Leasehold Improvements | <u>(864,517)</u> | <u>(551,522)</u> |
| | <u>1,256,316</u> | <u>1,575,834</u> |

| | | |
|---------------------------|-------------------|-------------------|
| Capital Works in Progress | - | 23,890 |
| | <u>39,213,087</u> | <u>39,945,936</u> |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Notes to the Financial Statements
For the Year Ended 30 June 2021

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial year are set out below:

| | Land | Plant and Equipment | Motor Vehicles | Leasehold Imp'ments | Capital Works in Progress | Total |
|--------------------------------|-------------------|---------------------|----------------|---------------------|---------------------------|-------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance at 1 July 2020 | 35,836,458 | 2,248,696 | 261,058 | 1,575,834 | 23,890 | 39,945,936 |
| Additions | 470,142 | 112,962 | 325,250 | - | - | 908,354 |
| Disposals | (26,891) | (228,157) | (9,844) | (4,351) | (23,890) | (293,133) |
| Depreciation expense | (634,902) | (301,075) | (96,926) | (315,167) | - | (1,348,070) |
| Balance at 30 June 2021 | 35,644,807 | 1,832,426 | 479,538 | 1,256,316 | - | 39,213,087 |

12 Right of Use Assets

| | 2021 | 2020 |
|---------------------------------|------------------|------------------|
| | \$ | \$ |
| Non-Current Right Of Use Assets | 4,461,999 | 5,719,834 |
| Less: Accumulated Depreciation | (1,214,105) | (886,809) |
| | 3,247,894 | 4,833,025 |

Additions to the right-of-use assets during the year were \$758,656.

13 Trade and Other Payables

| | | |
|------------------------|------------------|------------------|
| Current | | |
| Accounts Payable | 1,406,505 | 1,360,202 |
| Residents Funds Held | 874,137 | 469,981 |
| Other Current Payables | 678,224 | 616,133 |
| | 2,958,866 | 2,446,316 |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Notes to the Financial Statements
For the Year Ended 30 June 2021

14 Employee Provisions

| | 2021 | 2020 |
|---|------------------|------------------|
| | \$ | \$ |
| Current | | |
| Provision for Annual Leave Entitlements | 1,792,803 | 1,554,260 |
| Provision for Long Service Leave | 174,369 | 195,639 |
| | <u>1,967,172</u> | <u>1,749,899</u> |
| Non-current | | |
| Provision for Long Service Leave | 270,409 | 395,013 |
| | <u>270,409</u> | <u>395,013</u> |

15 Financial Liabilities

| | | |
|---------------------|------------------|------------------|
| Current | | |
| Loan - Bendigo Bank | 59,718 | 93,117 |
| | <u>59,718</u> | <u>93,117</u> |
| Non-current | | |
| Loan - Bendigo Bank | 1,711,115 | 1,704,585 |
| | <u>1,711,115</u> | <u>1,704,585</u> |

16 Other Liabilities

| | | |
|----------------------------|----------------|----------------|
| Current | | |
| Income Received in Advance | 491,421 | 461,105 |
| | <u>491,421</u> | <u>461,105</u> |

17 Lease Liabilities

| | | |
|-------------------|------------------|------------------|
| Current | | |
| Lease Liabilities | 874,927 | 949,046 |
| | <u>874,927</u> | <u>949,046</u> |
| Non-Current | | |
| Lease Liabilities | 2,491,451 | 3,968,592 |
| | <u>2,491,451</u> | <u>3,968,592</u> |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Notes to the Financial Statements
For the Year Ended 30 June 2021

18 Reconciliation of Cash

| | 2021 | 2020 |
|---|-------------------------|-------------------------|
| | \$ | \$ |
| Cash at the end of the financial year as shown in the is reconciled to items in the as follows: | | |
| Net Surplus for the Year | 3,700,434 | 117,216 |
| Loss on Write-Off Property Plant and Equipment | 293,135 | 278,340 |
| Realised Gain/(Loss) on Managed Investments | - | (151,342) |
| Unrealised (Gain)/ Loss on Managed Investments | (879,639) | 454,458 |
| Depreciation and amortisation | 1,806,601 | 2,545,608 |
| (Increase)/Decrease in Trade & Other Receivables | (767,183) | 109,485 |
| (Increase)/Decrease in Other Current Assets | 21,645 | 158,836 |
| Increase/(Decrease) in Trade & Other Payables | 535,419 | 237,143 |
| Increase/(Decrease) in Other Liabilities | 30,316 | 91,886 |
| Increase/(Decrease) in Current Employee Entitlements | 217,273 | 481,937 |
| Increase/(Decrease) in Non-Current Employee Entitlements | (124,604) | (7,648) |
| Cash Provided By Operating Activities | <u>4,833,397</u> | <u>4,315,919</u> |

19 Key Management Personnel

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

Key management personnel remuneration for 4 senior executives of the organisation included within employee expenses for the year was \$601,208 (2020 \$544,149).

20 Remuneration of Auditors

| | 2021 | 2020 |
|------------------------|----------------------|----------------------|
| | \$ | \$ |
| Auditor's Remuneration | 76,760 | 42,222 |
| | <u>76,760</u> | <u>42,222</u> |

Notes to the Financial Statements
For the Year Ended 30 June 2021

21 Capital Management

Management controls the capital of the entity to ensure that within tolerable risk parameters adequate cash flows are generated to fund its mentoring programs and that returns from investments are maximised. The finance committee ensures that the overall risk management strategy is in line with this objective.

The CEO and finance officer operate under policies approved by the directors. Risk management policies are approved and reviewed by the board on a regular basis. These include credit risk policies and future cash flow requirements.

The entity's capital consists of financial liabilities, supported by financial assets.

Management effectively manages the entity's capital by assessing the entity's financial risks and responding to changes in these risks and in the market. These responses may include the consideration of debt levels.

There have been no changes to the strategy adopted by management to control the capital of the entity since the previous year.

22 Commitments and Contingencies

In the opinion of the Directors, the Company did not have any contingencies at 30 June 2021 (30 June 2020: None).

In the opinion of the Directors, the Company did not have any commitments at 30 June 2021 (30 June 2020: None).

23 Members' Guarantees

The Company was originally incorporated under the *Corporations Act 2001* and is a Company limited by guarantee. It is now governed by the *ACNC Act 2012*. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 1 each towards meeting any outstandings and obligations of the Company. At 30 June 2021, the number of members was 99 (2020: 114).

24 Events Occurring After the Reporting Date

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Notes to the Financial Statements
For the Year Ended 30 June 2021

25 Information on Jimbelunga Nursing Centre

| | 2021 | 2020 |
|---|-------------------|-------------------|
| | \$ | \$ |
| Profit and Loss and Other Comprehensive Income | | |
| Revenue | 6,451,039 | 6,744,262 |
| Administrative Expenses | (237,871) | (352,685) |
| Clinical and Resident Care | (742,801) | (777,919) |
| Depreciation Expense | (384,963) | (423,615) |
| Employee Benefit Expenses | (5,482,760) | (5,091,549) |
| Motor Vehicle Expense | (21,938) | (23,172) |
| Property Expenses | (514,362) | (391,172) |
| Staff Training Expenses | (16,558) | (10,100) |
| Surplus (Deficit) after Income Tax | <u>(950,214)</u> | <u>(325,950)</u> |
| Statement of Financial Position | | |
| Assets | | |
| Current Assets | | |
| Cash and Cash Equivalents | 264,003 | 197,030 |
| Trade and Other Receivables | 70,619 | 84,068 |
| Parent Receivable | 5,697,275 | 6,555,830 |
| Total Current Assets | <u>6,031,897</u> | <u>6,836,928</u> |
| Non-Current Assets | | |
| Property, Plant and Equipment | 15,587,311 | 15,964,414 |
| Total Non-Current Assets | <u>15,587,311</u> | <u>15,964,414</u> |
| Total Assets | <u>21,619,208</u> | <u>22,801,342</u> |
| Liabilities | | |
| Current Liabilities | | |
| Trade and Other Payables | 665,138 | 325,931 |
| Short Term Provisions | 769,120 | 633,535 |
| Total Current Liabilities | <u>1,434,258</u> | <u>959,466</u> |
| Non-Current Liabilities | | |
| Long Term Provisions | - | 143,011 |
| Total Non-Current Liabilities | <u>-</u> | <u>143,011</u> |
| Total Liabilities | <u>1,434,258</u> | <u>1,102,477</u> |
| Net Assets | <u>20,184,950</u> | <u>21,698,865</u> |
| Equity | | |
| Retained Surplus (Shortfall) | 20,184,950 | 21,698,865 |
| Total Equity | <u>20,184,950</u> | <u>21,698,865</u> |

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
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Notes to the Financial Statements
For the Year Ended 30 June 2021

Established in 1994, Jimbelunga comes under the Aboriginal and Torres Strait Island Community Health Service Brisbane's umbrella. It was formed to meet the cultural and spiritual needs of Aboriginal and Torres Strait Islander people and proudly caters for a wide range of people from other cultures in the community. We provide 74 fully air-conditioned rooms which have been fully renovated with our resident's care needs, comfort and enjoyment in mind.

All our residents have access to a range of health and community services through ATSICHS Brisbane including general doctor visits, dental and oral health services, chronic disease management, optometry and access to a wide variety of visiting specialist and allied health services.

26 Company Information

The registered office of the Company is:

Aboriginal and Torres Strait Islander Community Health Service
Brisbane Limited
55 Annerley Road
BRISBANE QLD 4102

The principal places of business are:

a) Aboriginal and Torres Strait Islander Community Health Service
Brisbane Limited
55 Annerley Road
BRISBANE QLD 4102

b) Jimbelunga Nursing Centre
259 River Hills Road
EAGLEBY QLD 4207

Aboriginal and Torres Strait Islander Community Health Service Brisbane Limited
ABN 40 084 136 508

Responsible Persons' Declaration

The directors of the entity declare that:

1. The financial statements and notes, as set out on pages 6 to 27, are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and the Australian Charities and Not-for-profits Regulation 2013 and:
 - a. comply with Australian Accounting Standards; and
 - b. give a true and fair view of the financial position as at 30 June 2021 and of the performance for the year ended on that date of the entity.
2. In the Directors' opinion, there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors under subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.

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

Director



.....

Dated 9 September 2021

INDEPENDENT AUDITOR'S REPORT

To the members of Aboriginal & Torres Strait Islander Community Health Service Brisbane Limited (ATSICHS)

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Aboriginal & Torres Strait Islander Community Health Service Brisbane Limited (ATSICHS), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the directors' declaration.

In our opinion the accompanying financial report of Aboriginal & Torres Strait Islander Community Health Service Brisbane Limited (ATSICHS), is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) Giving a true and fair view of the registered entity's financial position as at 30 June 2021 and of its financial performance for the year then ended; and
- (ii) 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 registered entity in accordance with the auditor independence requirements of 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

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the director's report, but does not include the financial report and our auditor's report thereon.

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 on the other information obtained prior to the date of this auditor's report, 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 responsible entities for the Financial Report

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, responsible entities are responsible for assessing the registered entity'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 the responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the registered entity'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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd



C Henry
Director

Brisbane, 9 September 2021