

# TAIHS

Townsville Aboriginal &  
Islander Health Service



# 2022/23

annual report





We're *leading the way*  
in providing accessible,  
integrated health and social  
support services to our people  
so that they can live *healthier,*  
*stronger, and longer lives;*  
preserving our oldest surviving  
culture for future generations.







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# CHAIRPERSON MESSAGE

It is my pleasure to present the 2022-23 Annual Report for the Townsville Aboriginal & Torres Strait Islander Corporation for Health Service.

The 2022-23 financial year is in a strong position for further future growth despite corporate challenges. I thank TAIHS financial management teams, the Executive, the Financial Audit and Risk Committee, and Board who have worked determinedly to maintain a presence and ensure uninterrupted health care service provision to our communities.

We recognise that further collaborations formed with key stakeholders and partners within our primary health care and community services sectors can and will increase positive health outcomes for our people.

Coming into the role as Chairperson for the past six months has been a demanding but rewarding experience to know that we are continuing the legacy of past Aboriginal & Torres Strait Islander leaders and members who made this organisation what it is today. I have to say thank you to our previous Chairperson and Director Michael Illin for his tireless efforts and dedication to the Chairperson role.

In this environment we encounter many seasons and with those seasons come considerable purpose of the great work that has been achieved through our multifaceted services: Primary Health Care, Youth, Accommodation, Stronger Families, Healthy Kids, Social Emotional Wellbeing, ITC, Child Protection and Maternal & Child Health, provided by our dedicated and committed staff across our organisation.

TAIHS must continue to be innovative through our collaboration, empowerment, cultural governance, evidence based approach and accountability in maintaining healthier stronger and longer lives to our members and Townsville & surrounding communities.

Our values are summed up in the statement below:

*More than a health service*

Reflected in TAIHS strategic pillars of:

- Access & capability
- Innovation & transformation
- Culture & community
- People
- Sustainability & governance



Health care services should strive to achieve the state where *every individual is able to achieve their full potential as human beings*, and must bring about the total wellbeing of their communities. (2014, Gee et al.)

Our Strategic Plan 2022-2025 aims to align with community's needs and sets out to improve inclusive health care and community services access. The Strategic Plan provides the current and future Boards with strong direction through creative approaches to future planning, development and improvement of service delivery provision whilst maintaining our cultural integrity and cultural values.

Although we are seeing the end of the tunnel with COVID restrictions, we must continue with the necessary precautions to ensure our community of Townsville and surrounding areas remain safe. TAIHS will continue to be vigilant with COVID-19, and the vaccination and protection of our communities to ensure all Aboriginal & Torres Strait Islanders are cared for.

Key collaborations with NACCHO, Federal Department of Health, QAIHC, Department of Townsville Hospital & Health Service and Community Partners will ensure the vulnerable continue to have access and linked with vital virtual and presenting health care to address further concerns of COVID-19. This also applies to the annual Influenza epidemic that affects many across our service delivery footprint.

The Board of Townsville Aboriginal and Islander Health Service's (TAIHS)

acknowledges the trying year we have faced but the Board remains steadfast and committed to ensuring TAIHS remains a leading Aboriginal Community Controlled Health Service for our Elders, members, children, youth, families, and community. TAIHS must be re-established as the employer of choice in the health sector.

I commend and thank the TAIHS Directors who are a great resource for our services across our Townsville and surrounding communities. Throughout the challenges presented, I give heartfelt thanks to Directors, the Executive, Managers, and our dedicated staff for sharing their knowledge, skills, and experience. To all TAIHS staff on the ground, I commend your commitment and dedication, you have remained staunch; but more importantly I applaud your patience and resilience during the past year.

I look forward to the continuance of quality health services, better health outcomes and social and emotional wellbeing advances that TAIHS delivers to our Elders, members, children, youth and families, and community present and beyond.



Chairperson  
Randal Ross

# OUR YEAR AT A GLANCE

## 2320 STUDENTS

Completed a Deadly Choices  
Program from 2022-2023

We had 580 Participants at our Local  
DC Events, 1700 Participants completed  
a Tobacco Survey, 1250 Completed the  
Survey Pledge and DC have run over 384  
Tobacco Stalls between 2022-2023.



## 4353.04 HOURS

of support was provided at  
the Youth Shelter

## 93

Young people identified as Aboriginal  
and/or Torres Strait Islander

## 460

Young people received support

## 80 YOUTH

have engaged with the Bail Support  
Service and Intensive Bail Initiative  
program this financial year





# 183 FAMILIES

Were engaged with our Family Participation Program to empower Aboriginal & Torres Strait Islander Families to participate in Child Protection Decisions to help keep their families safe.



## LIGHTHOUSE RAN 1007 PROGRAMS

at the Lighthouse facility and throughout the community.

193 young people were supported this financial year.

Bed of Rest was provided 44 times, for 37 Males + 7 Females



### Social Emotional Mental Wellbeing

## 120 REFERRALS + 500 HOURS

provided over in consultation and liaison time directly supporting the TAIHS GPs.

Social and emotional wellbeing held

## 38 GROUP WORKS

429 attendance with Women of Wisdom Group and Budda's In Arms Group.

1244 clients were provided with supports through Counselling and Social supports

1946 episodes of service.

# 2,049

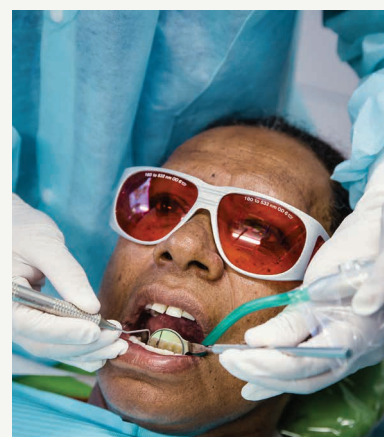
Attended the dental clinic

58% FEMALE

42% MALE

## 143 CHILDREN

were placed into our kinship services



Active Primary  
Care patients as  
of 01/07/2023

**5,545**

**5,032**

First Nations  
active patients

**513**

Non First Nations  
active patients

438 ATSI patients with a chronic disease had a  
GP management plan completed

63.5% of Childhood immunisation are up to date  
and fully immunised

62% of the eligible population are up to date with  
their cervical screening check

1,021 occasions of care and support were provided  
to ITC clients including engagement with 74  
external organisations

**25,497**

Total patients  
seen by a General  
Practitioner

**2,782**

715 Health  
Check were  
performed

specialists homelessness services

## CAMP STREET

Total Distinct Stays	28
Total Number of Bed Nights	5811
Male Clients	20
Female Clients	8
4 x successful transitions	

## YOUTH SHELTER

Total Distinct Nights	37
Total Number of bed nights	1973
Male Clients	18
Female Clients	19
6 x successful transitions	

MY HEALTH  
NEEDS AND GOALS  
WERE EXPLAINED  
CLEARLY TO ME

GOOD POLITE  
SERVICE WITH  
RECEPTION, HEALTH  
WORKERS, NURSES  
AND DR'S

FROM RECEPTION  
TO COMPLETION  
OF APPOINTMENT,  
EVERYONE WAS  
FRIENDLY AND  
ACCOMMODATING

GOOD SERVICE  
FRIENDLY STAFF  
ARE CARING AND  
SUPPORTIVE

THE CLINICAL  
STAFF ARE  
WONDERFUL AND  
ALWAYS LOOK  
AFTER ME



**171**  
total staff  
employees

**70%** are females

**30%** are males



**AVERAGE AGE**  
**46.5 YEARS**

**AVERAGE TENURE**  
**4.8 YEARS**



**62% IDENTIFY AS  
FIRST NATIONS**



**67.84% FEMALES**

**32.16% MALES**

**19** in Corporate

**69** in Primary Care

**83** in Community Services







# THE BOARD



*Randal Ross*  
Chairperson

Randall is a Senior Lore/Law Man of Yuru, Bindal Nation - Dyirbal & Birrigubba Language Group. He is currently a manager for Cultural & Community Relations at North West Remote Health. He also co-founded the internationally recognised 'Red Dust Healing, where he is a senior facilitator. In addition, Randall co-authored Garbutt Magpies: 'Boys to Men: 25 years on'.

Randall holds various offices and memberships, including Chairperson for Garbutt Bomber Sporting & Cultural Association; Director of Garbutt Magpies Sporting & Cultural Association; First Nation Council of Elders & Leaders Inaugural Member Central Queensland University (Townsville);

Ronald McDonald House Aboriginal and Torres Strait Islander Advisory Council Member, Townsville Hospital & Health Aboriginal & Torres Strait Islander Community Advisory Council Member.



*Michael Illin*  
Director



*Leone Malamoo*  
Director



*Sterling Wedel*  
Director



*Topsy Tapim*  
Deputy Chairperson



*Dorothy Smith*  
Director

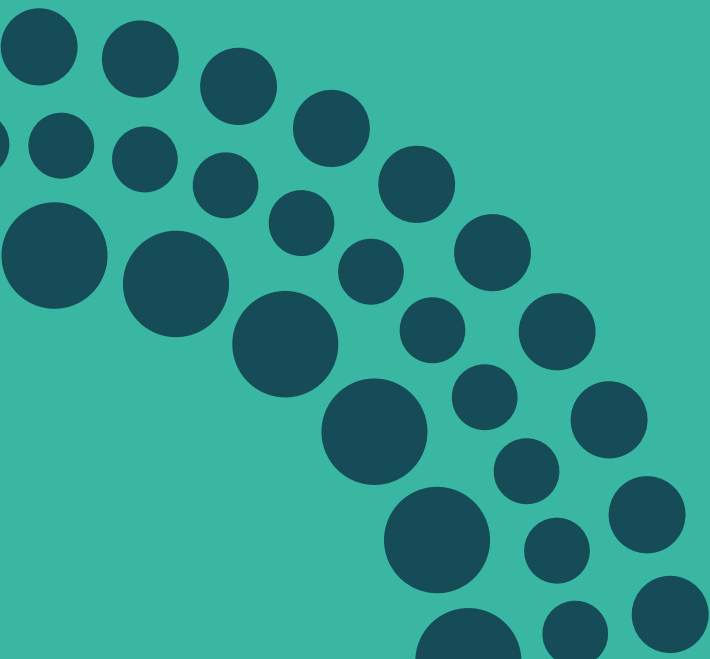


*John Bearne*  
Director

# SUCCESS STORIES

“Since giving up I have put on a healthy amount of weight, I have bought myself a car and have successfully gained employment. These are things that I have always wanted and now I have them, I now have things to show for.”

*Raymond Anderson*



# RAYMOND ANDERSON



My name is Raymond Anderson, I'm 58 Years of age and I wanted to tell you my story on how I have successfully given up the smokes with the support of TAIHS.

I was 15 years old when I had first started smoking, so I had smoked on and off for roughly 42 years.

I would like to thank Dr Ghandi from the bottom of my heart for always encouraging & supporting me, I had tried to give up a few times before without any success.

Dr Ghandi has supported me with every attempt and I cannot thank him enough for helping me through those times.

I had tried a few different methods and I found that the Champix was the most effective treatment.

I started with the Initiation pack followed by the combination pack which I basically threw away after 2 days.

Dr Ghandi had warned me that I was in the early stages of emphysema and I didn't want to be a statistic to cigarettes, I wanted to be here for my 27 grandchildren. My mother, bless her soul, she was 57 when she gave up the cigarettes and she had lived till the age of 94.

The challenges I faced during this time was still being associated with family and friends who were still smoking around me.

The best part about giving up is I have a much healthier outlook on life now, I used to wake up and smoke cigarettes with a cup of tea instead of having breakfast, I had lost so much weight.

Since giving up I have put on a healthy amount of weight, I have bought myself a car and have successfully gained employment, these are things that I have always wanted and now I have them, I now have things to show for.

If my story could help just one person try to take the first step then I'd be happy with that, there are over 100 chemicals in those things & plus they cost way too much money so do yourself a favour and see a TAIHS GP today.



# OUR PURPOSE

Lead the way in providing accessible, integrated health and social support services to our people so that they can live healthier, stronger, and longer lives, preserving our oldest surviving culture for future generations.





**CULTURAL  
GOVERNANCE  
ACCOUNTABLE  
COLLABORATIVE  
INNOVATIVE  
EVIDENCE-BASED  
EMPOWERMENT**

*our values*





# OUR STRATEGIC PILLARS



## **ACCESS & CAPABILITY**

Improving access to high-quality, inclusive health and human services that are culturally safe and responsive.

## **INNOVATION & TRANSFORMATION**

Translating knowledge into action by championing creative approaches to planning, designing, and delivering health and human services.

## **CULTURE & COMMUNITY**

Reflecting Aboriginal and Torres Strait Islander peoples' cultural values throughout the organisation's policies, practices and relationships.

## **PEOPLE**

Strengthening and empowering our capability, practices, and every community member to engage in culturally responsive ways.

## **SUSTAINABILITY & GOVERNANCE**

Strengthening and enhancing our foundation for long success, stewardship and influence.

# OUR MISSION

Provide culturally appropriate, health professional, continuous care through access, accountability, affordable services, to maintain strong outcomes for social, emotional + wellbeing for community and their families.







# COMMUNITY FEEDBACK



"I have been attending TAIHS for a very long time, the service meets my criteria for myself and my family's health care. I'm happy with the service & the staff.

I always leave confident with what the doctor & staff have explained. I know that when coming here me and my little family are always looked after."

*Client 1*

"I have been visiting TAIHS my whole life, I have done all my antenatal care with Mums and Bubs & I find that when booking an appointment, it's always been easy.

I have always been able to get myself or my daughter in even as a walk-in, I don't have any complaints about TAIHS the service has always been helpful."

*Client 2*





"I have been attending TAIHS for roughly 6 years, I absolutely love it here. Everyone is inviting and kind, I honestly look forward coming to the doctors because I know I'm accepted here and this is a safe place.

I have sometimes come in upset and have left feeling a little happier. I really feel a sense of community here & I know that if myself or my children attend Mums and Bubs we are always looked after."

*Client 3*

"Kym - very very deadly. The boss - very very deadly. Joe - deadly.

At men's group we have a cuppa coffee, do painting, tell about stories of Aboriginal society and how they used to live. It's good to know what is good and what wrong has been done. It's good being here."

*Client 4*



# **TOWNSVILLE ABORIGINAL & TORRES STRAIT ISLANDER CORPORATION FOR HEALTH SERVICES**

ABN: 66 010 113 603

## **FINANCIAL STATEMENTS**

For the Year Ended 30 June 2023



# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

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# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Directors' Report

30 June 2023

### Principal activities

The principal activity of Townsville Aboriginal & Torres Strait Islander Corporation for Health Services during the financial year was the delivery of culturally appropriate integrated health and social support services, to support Aboriginal and Torres Strait Islander people to achieve better health and wellbeing outcomes.

### Review of operations

The surplus of the Corporation for the the financial year amounted to \$ 2,989,697 (2022: \$ 864,474). Net assets of the Corporation increased by 18.4% to \$19,218,261 as at 30 June 2023.

### Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Corporation during the year.

### Matters or circumstances arising after the end of the year

No matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Corporation, the results of those operations or the state of affairs of the Corporation in future financial years.

### Environmental matters

The Corporation's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory.

### Meetings of directors

During the financial year, 12 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Board Meetings	
	Number eligible to attend	Number attended
Randall Ross	12	12
Michael Illin	12	11
Topsy Mola	12	9
Sterling Wedel	12	9
Leone Malamoo	12	10
Dorothy Smith	12	12
John Bearne	7	7
Anne Taylor	1	-

### Contributions on winding up

The corporation is incorporated under the Corporations (Aboriginal and Torres Strait Islander) Act 2006 (CATSI Act). If the corporation is wound up, the rulebook states that each member is required to contribute a maximum of \$Nil each towards meeting any outstanding obligations of the entity. At 30 June 2023, the total amount that members of the corporation are liable to contribute if the corporation is wound up is \$Nil (2022: \$Nil).

## Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

### Directors' Report

30 June 2023

#### Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 339-50 of the Corporations (Aboriginal and Torres Strait Islander) Act 2006, for the year ended 30 June 2023 has been received and can be found on page 9 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Board Chair:  .....

Randall Ross

Deputy Board Chair:  .....

Topsy Mola

Dated this 17 day of November 2023



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## Auditor's Independence Declaration

Under Section 339-50 of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* to the Members of Townsville Aboriginal & Torres Strait Islander Corporation For Health Services

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2023, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

*Crowe Audit Australia*

**Crowe Audit Australia**

**Donna Sinanian**  
Partner

Townsville, 17 November 2023

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# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2023

		2023	2022
	Note	\$	Restated* \$
Revenue	4	26,812,176	26,191,245
Other income	4	937,394	1,528,783
<b>Expenses</b>			
Employee benefits expense		(16,589,817)	(18,844,524)
Depreciation and amortisation expense		(1,044,594)	(968,214)
Administration expenses		(2,073,471)	(1,788,757)
Client expenses		(876,173)	(699,991)
Medical supplies		(153,356)	(163,821)
Meeting expenses		(16,479)	(19,970)
Motor vehicle expenses		(307,324)	(561,187)
Occupancy expenses		(1,405,300)	(1,615,417)
Subcontractors		(2,145,578)	(1,908,749)
Travel and training expenses		(147,781)	(104,547)
Loss/write-off of assets		-	(180,377)
<b>Profit before income tax</b>		<b>2,989,697</b>	<b>864,474</b>
Income tax expense		-	-
<b>Profit from continuing operations</b>		<b>2,989,697</b>	<b>864,474</b>
<b>Profit for the year</b>		<b>2,989,697</b>	<b>864,474</b>
<b>Other comprehensive income, net of income tax</b>			
Revaluation changes for property, plant and equipment	9(a)	-	1,331,658
<b>Total comprehensive income for the year</b>		<b>2,989,697</b>	<b>2,196,132</b>

The accompanying notes form part of these financial statements.

**Townsville Aboriginal & Torres Strait Islander Corporation for Health Services**

ABN: 66 010 113 603

**Statement of Financial Position****As At 30 June 2023**

		<b>2023</b>	<b>2022</b>
	<b>Note</b>	<b>\$</b>	<b>Restated*</b>
		<b>\$</b>	<b>\$</b>
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	6	<b>8,043,514</b>	8,122,468
Trade and other receivables	7	<b>269,042</b>	470,762
Contract assets	8	<b>2,235,397</b>	-
Other assets	11	<b>321,388</b>	258,653
TOTAL CURRENT ASSETS		<b>10,869,341</b>	8,851,883
NON-CURRENT ASSETS			
Property, plant and equipment	9	<b>14,022,383</b>	14,272,108
TOTAL NON-CURRENT ASSETS		<b>14,022,383</b>	14,272,108
TOTAL ASSETS		<b>24,891,724</b>	23,123,991
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	13	<b>1,432,125</b>	1,655,213
Contract liabilities	8	<b>2,357,948</b>	3,278,525
Lease liabilities	12	<b>363,210</b>	311,172
Employee benefits	14	<b>747,231</b>	815,256
TOTAL CURRENT LIABILITIES		<b>4,900,514</b>	6,060,166
NON-CURRENT LIABILITIES			
Lease liabilities	12	<b>670,455</b>	545,300
Employee benefits	14	<b>102,494</b>	289,961
TOTAL NON-CURRENT LIABILITIES		<b>772,949</b>	835,261
TOTAL LIABILITIES		<b>5,673,463</b>	6,895,427
NET ASSETS		<b>19,218,261</b>	16,228,564
<b>EQUITY</b>			
Reserves	15	<b>1,484,400</b>	1,484,400
Retained earnings		<b>17,733,861</b>	14,744,164
TOTAL EQUITY		<b>19,218,261</b>	16,228,564

The accompanying notes form part of these financial statements.

# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Statement of Changes in Equity For the Year Ended 30 June 2023

2023

	Retained Earnings	Asset Revaluation Surplus	Total
	\$	\$	\$
<b>Balance at 1 July 2022</b>	<b>14,744,164</b>	<b>1,484,400</b>	<b>16,228,564</b>
Total other comprehensive income for the year	2,989,697	-	2,989,697
<b>Balance at 30 June 2023</b>	<b>17,733,861</b>	<b>1,484,400</b>	<b>19,218,261</b>

2022

	Retained Earnings Restated*	Asset Revaluation Surplus Restated*	Total Restated*
Note	\$	\$	\$
<b>Balance at 1 July 2021</b>	13,879,690	152,742	14,032,432
Total other comprehensive income for the year	864,474	-	864,474
Other comprehensive income for the year Increase in asset revaluation surplus	9(a) -	1,331,658	1,331,658
<b>Balance at 30 June 2022</b>	<b>14,744,164</b>	<b>1,484,400</b>	<b>16,228,564</b>

The accompanying notes form part of these financial statements.



# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Statement of Cash Flows For the Year Ended 30 June 2023

	Note	2023 \$	2022 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from customers		2,804,639	3,330,608
Receipts from the government and funding bodies		24,200,071	25,373,133
Payments to suppliers and employees		(26,315,285)	(25,932,811)
Interest received		27,090	561
Interest paid		-	(449)
Net cash provided by/(used in) operating activities		716,515	2,771,042
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Proceeds from sale of plant and equipment		-	803,437
Purchase of property, plant and equipment		(238,289)	(4,579,823)
Net cash provided by/(used in) investing activities		(238,289)	(3,776,386)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Repayment of borrowings		-	(69,186)
Repayment of lease liabilities		(557,180)	(342,389)
Net cash provided by/(used in) financing activities		(557,180)	(411,575)
Net increase/(decrease) in cash and cash equivalents held		(78,954)	(1,416,919)
Cash and cash equivalents at beginning of year		8,122,468	9,539,387
Cash and cash equivalents at end of financial year	6	8,043,514	8,122,468

The accompanying notes form part of these financial statements.

## Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

### Notes to the Financial Statements For the Year Ended 30 June 2023

The financial report covers Townsville Aboriginal & Torres Strait Islander Corporation for Health Services as an individual entity. Townsville Aboriginal & Torres Strait Islander Corporation for Health Services is a not-for-profit Corporation incorporated and domiciled in Australia.

The principal activities of the Corporation for the year ended 30 June 2023 were the delivery of culturally appropriate integrated health and social support services, to support Aboriginal and Torres Strait Islander people to achieve better health and wellbeing outcomes.

The functional and presentation currency of Townsville Aboriginal & Torres Strait Islander Corporation for Health Services is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

#### 1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the Corporation (Aboriginal and Torres Strait Islander) Act 2006. The Corporation is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements 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.

Significant accounting policies adopted in the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

#### 2 Summary of Significant Accounting Policies

##### (a) Revenue and other income

###### Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the company 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.

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.

None of the revenue streams of the Corporation have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.



# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 2 Summary of Significant Accounting Policies

#### (a) Revenue and other income

##### Statement of financial position balances relating to revenue recognition

##### Contract assets and liabilities

Where the amounts billed to customers are based on the achievement of various milestones established in the contract, the amounts recognised as revenue in a given period do not necessarily coincide with the amounts billed to or certified by the customer.

When a performance obligation is satisfied by transferring a promised good or service to the customer before the customer pays consideration or before payment is due, the Corporation presents the contract as a contract asset, unless the Corporation's rights to that amount of consideration are unconditional, in which case the Corporation recognises a receivable.

When an amount of consideration is received from a customer prior to the entity transferring a good or service to the customer, the Corporation presents the contract as a contract 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.

##### Grant revenue

Grant revenue is recognised in profit or loss when the company satisfies the performance obligations stated within the funding agreements. If conditions are attached to the grant which must be satisfied before the company is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

##### Other income

Other income is recognised on an accruals basis when the Corporation is entitled to it.

#### (b) Income tax

The Corporation is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

#### (c) 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 GST.

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.

## Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### 2 Summary of Significant Accounting Policies

##### (d) Property, plant and equipment

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

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

##### Land and buildings

Freehold land and buildings are shown at their fair value based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. If the reevaluation decreases the value of the assets, it is offset against the previous increases of the same asset classes and is recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

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

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.

##### Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 2(e) for details of impairment)

Plant and equipment that have been contributed at no cost, or for nominal cost are recognised at the fair value of the asset at the date it is acquired.

##### Depreciation

Freehold land and buildings are shown at their fair value based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct directors' valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2023**

#### **2 Summary of Significant Accounting Policies**

##### **(d) Property, plant and equipment**

###### **Depreciation**

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

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

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.

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

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Buildings	2.50%
Plant and Equipment	10% - 67%

At the end of each annual reporting period, the depreciation method, useful life and residual value of each asset is reviewed. Any revisions are accounted for prospectively as a change in estimate.

##### **(e) Financial instruments**

Financial instruments are recognised initially on the date that the Corporation 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.

###### *Classification*

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

- amortised cost
- fair value through profit or loss - FVTPL
- fair value through other comprehensive income - equity instrument (FVOCI - equity)



## Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### 2 Summary of Significant Accounting Policies

##### (e) Financial instruments

###### Financial assets

- fair value through other comprehensive income - debt investments (FVOCI - debt)

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

###### *Trade receivables and contract assets*

Impairment of trade receivables and contract assets have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses. The Corporation 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 expenditure. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Corporation 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.

###### Financial liabilities

The Corporation 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 Corporation comprise trade payables, bank and other loans and lease liabilities.

##### (f) Impairment of non-financial assets

At the end of each reporting period the Corporation determines whether there is 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

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2023**

#### **2 Summary of Significant Accounting Policies**

- (f) **Impairment of non-financial assets**  
impairment loss.

- (g) **Cash and cash equivalents**

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

- (h) **Leases**

At inception of a contract, the Corporation assesses whether a lease exists.

##### **Lessee accounting**

The non-lease components included in the lease agreement have been separated and are recognised as an expense as incurred.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Corporation's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Corporation's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

##### *Exceptions to lease accounting*

The Corporation has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Corporation recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

- (i) **Employee benefits**

##### **Short-term employee benefits**

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

##### **Other long-term employee benefits**

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

## Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### 2 Summary of Significant Accounting Policies

##### (j) New accounting standards and interpretations issued but not yet effective

The AASB has issued no new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods.

#### 3 Critical Accounting Estimates and Judgments

The directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

The significant estimates and judgements made have been described below.

##### Key estimates - estimation of useful lives of assets

The Corporation 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.

##### Key estimates - impairment of non-financial assets

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

##### Key estimates - provision for employee benefits

As discussed in note 1, 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.

##### Key estimates - receivables

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.



# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 4 Revenue and Other Income

	2023 \$	2022 \$
<b>Revenue from (non-reciprocal) Government Grants and Other Grants</b>		
<b>Commonwealth Government Grants</b>		
- Department of Health	6,694,356	5,333,682
- Department of the Prime Minister and Cabinet	562,112	2,533,033
- Department of Housing and Public Works	1,663,257	1,603,761
<b>State Government Grants</b>		
- Department of Child Safety, Youth and Women	11,246,585	9,288,908
- Queensland Health	2,361,416	2,231,968
<b>Other Grants</b>		
- Northern Queensland Primary Health Network	651,268	769,686
- Northern Aboriginal and Torres Strait Islander Health Alliance	933,581	316,000
- Other Grants	1,364,713	2,745,393
- Unexpired grants movement	(356,640)	(865,977)
	<b>25,120,648</b>	<b>23,956,454</b>
<b>Revenue from trading activities</b>		
- Medicare income	1,691,528	2,234,791
<b>Total Revenue</b>	<b>26,812,176</b>	<b>26,191,245</b>
<b>Other Income</b>		
- Contributions	101,907	115,491
- Rental income	8,933	4,800
- Recoveries	213,185	247,750
- Checkup reimbursements	156,348	332,747
- Practice incentive payments	385,930	434,128
- Sales of goods	11,845	8,401
- Interest	27,090	561
- Other income	32,156	384,904
<b>Total Other Income</b>	<b>937,394</b>	<b>1,528,782</b>

# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 5 Surplus for the Year

The result for the year includes the following specific expenses:

	2023	2022
	\$	\$
<b>Employee benefit expenses:</b>		
Employee benefit expenses	14,409,241	16,268,959
Superannuation contributions	1,526,741	1,591,345
Board remuneration	57,511	54,900
Other payroll expenses	596,324	929,320
<b>Total employee benefit expenses</b>	<b>16,589,817</b>	<b>18,844,524</b>
<b>Depreciation expenses</b>		
Land and buildings	225,990	209,609
Leasehold buildings	1,330	70,101
Motor vehicles	6,502	24,596
Plant and equipment	384,278	376,823
Right of use assets	426,494	287,085
<b>Total depreciation and amortisation expenses</b>	<b>1,044,594</b>	<b>968,214</b>

### 6 Cash and Cash Equivalents

	2023	2022
	\$	\$
Cash on hand	-	1,100
Bank balances	8,030,204	8,108,058
Short-term deposits	13,310	13,310
<b>Total cash and cash equivalents</b>	<b>8,043,514</b>	<b>8,122,468</b>

A large component of the Cash at bank balance is a "restricted asset" in that amounts representing unexpended grants may only be applied for the purpose specified in the Program Funding Agreement.

# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 7 Trade and Other Receivables

	2023	2022
	\$	\$
CURRENT		
<b>Trade Receivables</b>		
Trade receivables	262,530	467,799
<b>Other Receivables</b>		
Security deposit - electricity	583	583
Credit cards	5,929	2,380
<b>Total trade and other receivables</b>	<b>269,042</b>	<b>470,762</b>

The Corporation applies AASB 9 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables. To measure the expected credit losses, trade receivables has been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on the payment profiles of sales over a period of 12 months before 30 June 2022 and the corresponding historical credit losses experienced within this period. The historical loss rates are adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the customers to settle the receivables. The expected loss rates based on the nature of the organisations trade receivables is determined to be nil.

### 8 Contract Balances

#### Contract assets and liabilities

The Corporation has recognised the following contract assets and liabilities from contracts with customers:

	2023	2022
	\$	\$
<b>Current assets</b>		
CURRENT		
Accrued income	2,235,397	-
<b>Total contract assets</b>	<b>2,235,397</b>	<b>-</b>
<b>Contract liabilities</b>		
CURRENT		
Contract liabilities	2,357,948	3,278,525
<b>Total contract liabilities</b>	<b>2,357,948</b>	<b>3,278,525</b>



# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 9 Property, Plant and Equipment

	2023 \$	2022 Restated \$
LAND AND BUILDINGS		
Leasehold land		
At independent valuation	3,363,971	3,363,971
Total leasehold land	3,363,971	3,363,971
Buildings		
At independent valuation	8,836,030	8,836,030
At cost	24,285	24,285
Accumulated depreciation	(322,488)	(96,498)
Total buildings	8,537,827	8,763,817
Total land and buildings	11,901,798	12,127,788
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	4,927,297	4,689,008
Accumulated depreciation	(3,775,742)	(3,391,464)
Total plant and equipment	1,151,555	1,297,544
Motor vehicles		
At cost	89,201	89,201
Accumulated depreciation	(69,695)	(63,193)
Total motor vehicles	19,506	26,008
Leasehold Improvements		
At cost	463,323	463,323
Accumulated depreciation	(463,323)	(461,993)
Total leasehold improvements	-	1,330
Total plant and equipment	1,171,061	1,324,882
RIGHT-OF-USE		
Right-of-Use - Motor Vehicles		
At cost	1,988,645	1,386,314
Accumulated depreciation	(1,039,121)	(566,876)
Total Right-of-Use - Motor Vehicles	949,524	819,438
<b>Total property, plant and equipment</b>	<b>14,022,383</b>	<b>14,272,108</b>

**Townsville Aboriginal & Torres Strait Islander Corporation for Health Services**

ABN: 66 010 113 603

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2023**

**9 Property, Plant and Equipment**  
**(a) Movements in carrying amounts of property, plant and equipment**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

<b>2023</b>	<b>Land</b>	<b>Buildings</b>	<b>Plant and Equipment</b>	<b>Motor Vehicles</b>	<b>Leasehold Improvements</b>	<b>Right-of-Use - Motor Vehicles</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Year ended 30 June 2023</b>							
Balance at the beginning of year	3,363,971	8,763,817	1,297,544	26,008	1,330	819,438	14,272,108
<b>Additions</b>							
Additions	-	-	238,289	-	-	602,331	840,620
<b>Disposals</b>							
Disposals	-	-	-	-	-	(45,751)	(45,751)
Depreciation expense	-	(225,990)	(384,278)	(6,502)	(1,330)	(426,494)	(1,044,594)
<b>Balance at the end of the year</b>	<b>3,363,971</b>	<b>8,537,827</b>	<b>1,151,555</b>	<b>19,506</b>	<b>-</b>	<b>949,524</b>	<b>14,022,383</b>

**Townsville Aboriginal & Torres Strait Islander Corporation for Health Services**

ABN: 56 010 113 603

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2023**

**9 Property, Plant and Equipment**

**(a) Movements in carrying amounts of property, plant and equipment**

	Land Restated* \$	Buildings Restated* \$	Plant and Equipment \$	Motor Vehicles \$	Leasehold Improvements \$	Right-of-Use - Motor Vehicles \$	Total \$
<b>Year ended 30 June 2022</b>							
Balance at the beginning of year	3,353,500	4,331,514	1,225,917	43,394	71,431	344,546	9,370,302
Additions	-	4,111,452	468,370	-	-	736,771	5,316,593
Disposals	(450,000)	(258,018)	(5,520)	(7,190)	-	-	(720,728)
Transfers	-	-	(14,400)	14,400	-	-	-
Depreciation expense	-	(209,609)	(376,823)	(24,596)	(70,101)	(287,085)	(968,214)
Revaluation increase	460,471	871,209	-	-	-	-	1,331,680
Other changes, movements	-	(82,731)	-	-	-	25,206	(57,525)
<b>Balance at the end of the year</b>	<b>3,363,971</b>	<b>8,763,817</b>	<b>1,297,544</b>	<b>26,008</b>	<b>1,330</b>	<b>819,438</b>	<b>14,272,108</b>



## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2023**

#### **9 Property, Plant and Equipment**

##### **(b) Fair value measurement**

The corporation measures some of its assets at fair value on a recurring basis, based on the requirements of the applicable Accounting Standard.

"Fair value" is the price the corporation would receive to sell an asset in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset. The fair values of assets that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The Corporation measures the following property, plant and equipment at fair value.

- The freehold land and buildings were independently valued at February 2022 by Herron Todd White. The valuation resulted in an increment to freehold land of \$460,471 and an increment to freehold buildings of \$734,840, resulting in a net decrement of \$1,195,311 being recognised in the revaluation surplus for the year ended 30 June 2022.
- The Directors determined that there is no significant change in the valuation at 30 June 2023.

## Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

### Notes to the Financial Statements For the Year Ended 30 June 2023

#### 10 Correction of Prior Period Error

A comprehensive valuation was undertaken in the prior year on the land and building asset classes, however due to the changes in management, this valuation was not reviewed or adopted. The reports were provided for review in the current year and after analysis of the results, it was identified that a material movement in valuation of these assets had occurred. As a result, it was determined there was a material prior period error in the financial statements that required correction and restatement in the current year.

The aggregate effect of the error on the annual financial statements for the year ended 30 June 2023 is as follows:

	Previously stated \$	30 June 2022 Adjustments \$	Restated \$
<b>Statement of Profit or Loss and Other Comprehensive Income</b>			
Depreciation expense	(674,686)	(6,443)	(681,129)
<b>Profit for the year</b>	<b>870,917</b>	<b>(6,443)</b>	<b>864,474</b>
<b>Statement of Financial Position</b>			
Land	2,903,500	460,471	3,363,971
Buildings at cost	3,944,991	(3,944,991)	-
Building improvements	212,034	(187,749)	24,285
Buildings at fair value	4,156,198	4,679,832	8,836,030
Buildings Accumulated Depreciation	(414,150)	317,652	(96,498)
<b>Net Assets</b>	<b>14,903,349</b>	<b>1,325,215</b>	<b>16,228,564</b>
Asset Revaluation Surplus	(152,742)	(1,331,658)	(1,484,400)
<b>Total Equity</b>	<b>(14,896,906)</b>	<b>(1,331,658)</b>	<b>(16,228,564)</b>

#### 11 Prepayments

	2023 \$	2022 \$
CURRENT		
Prepayments	<b>321,388</b>	258,653
<b>Total prepayments</b>	<b>321,388</b>	<b>258,653</b>

# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 12 Leases

#### Corporation as a lessee

#### Lease liabilities

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	1 - 5 years	Lease liabilities included in this Statement Of Financial Position
	\$	\$	\$
<b>2023</b>			
Lease liabilities	<b>363,210</b>	<b>670,455</b>	<b>1,033,665</b>
<b>2022</b>			
Lease liabilities	311,172	545,300	856,472
<b>2021</b>			
Lease liabilities	138,884	227,385	366,269

#### Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statement of profit or loss and other comprehensive income relating to interest expense on lease liabilities and short-term leases or leases of low value assets are shown below:

	2023	2022
	\$	\$
Interest expense on lease liabilities	<b>177,792</b>	70,615
Expenses relating to short-term leases and leases of the low-value assets	<b>277,267</b>	270,339
	<b>455,059</b>	340,954



# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 13 Trade and Other Payables

	2023	2022
	\$	\$
CURRENT		
Trade payables	446,353	386,595
Deposits	11,227	11,227
GST payable	114,433	524,088
Employee benefits	113,782	150,207
Sundry payables and accrued expenses	748,794	582,685
Credit cards	(2,464)	411
<b>Total trade and other payables</b>	<b>1,432,125</b>	<b>1,655,213</b>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

### 14 Employee Benefits

	2023	2022
	\$	\$
CURRENT		
Long service leave	159,676	163,619
Provision for employee benefits	587,555	651,637
<b>Total current employee benefits</b>	<b>747,231</b>	<b>815,256</b>
NON-CURRENT		
Long service leave	102,494	289,961
<b>Total non-current employee benefits</b>	<b>102,494</b>	<b>289,961</b>

### 15 Reserves

#### Asset revaluation reserve

	2023	2022
	\$	Restated \$
<b>Revaluation surplus</b>		
Land and building	1,484,400	1,484,400
<b>Total asset revaluation reserve</b>	<b>1,484,400</b>	<b>1,484,400</b>

The asset revaluation reserve records fair value movements on property, plant and equipment held under the revaluation model.

### 16 Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Corporation is \$ 925,042 (2022: \$ 942,133).

# Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

## Notes to the Financial Statements For the Year Ended 30 June 2023

### 17 Auditors' Remuneration

	2023	2022
	\$	\$
Remuneration of the auditor for:		
- auditing the financial statements	38,500	35,000
<b>Total auditors' remuneration</b>	<b>38,500</b>	<b>35,000</b>

### 18 Contingencies

During the prior year, the entity identified that it had potentially not been paying a number of its employees in accordance with the relevant award/s. At the date of this report, the entity has not yet quantified the amount of any underpayments (if any).

In the opinion of the Directors, the Corporation did not have any contingencies at 30 June 2023 (30 June 2022:None).

### 19 Related Parties

#### (a) The Corporation's main related parties are as follows:

Key management personnel - refer to Note 16.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

#### (b) Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

### 20 Events Occurring After the Reporting Date

The financial report was authorised for issue on date signed by the board of directors.

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Corporation, the results of those operations, or the state of affairs of the Corporation in future financial years.

### 21 Statutory Information

The registered office and principal place of business of the company is:  
Townsville Aboriginal & Torres Strait Islander Corporation for Health Services  
57-59 Gordon Street  
GARBUTT QLD 4814

## Townsville Aboriginal & Torres Strait Islander Corporation for Health Services

ABN: 66 010 113 603

### Directors' Declaration

The directors of the Corporation declare that:

1. The financial statements and notes, as set out on pages 10 to 31, are in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and:
  - a. comply with Australian Accounting Standards - Simplified Disclosure Standard; and
  - b. give a true and fair view of the financial position as at 30 June 2023 and of the performance for the year ended on that date of the Corporation.
2. In the directors' opinion, there are reasonable grounds to believe that the Corporation 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.

Board Chair: .....  .....  
Randall Ross

Deputy Board Chair: .....  .....  
Topsy Mola

Dated this 17 day of November 2023



## Independent Auditor's Report to the Members of Townsville Aboriginal & Torres Strait Islander Corporation For Health Services

### Opinion

We have audited the financial report of Townsville Aboriginal & Torres Strait Islander Corporation For Health Services (the corporation), which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion, the accompanying financial report of the corporation is in accordance with the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*, including:

- (a) giving a true and fair view of the corporation financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards to the extent described in Note 2 and the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*.

### 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 corporation in accordance with the auditor independence requirements of the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and the ethical requirements of the Accounting Professional & 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 confirm that the independence declaration required by the *Corporations (Aboriginal and Torres Strait Islander) Act 2006*, which has been given to the directors of the corporation, would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of the Directors for the Financial Report

The directors of the corporation are responsible for the preparation of the financial report and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the needs of the members and the *Corporations (Aboriginal and Torres Strait Islander) Act 2006* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

### Responsibilities of the Directors for the Financial Report (cont.)

In preparing the financial report, the directors are responsible for assessing the ability of the corporation to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the corporation or to cease operations, or have no realistic alternative but to do so.

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## Independent Auditor's Report

to the Members of Townsville Aboriginal & Torres Strait Islander Corporation For Health Services (cont.)

### 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.

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by those charged with governance.
- Conclude on the appropriateness of those charged with governance's 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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the entity 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.

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

**Crowe Audit Australia**  
Crowe Audit Australia

**Donna Sinanian**  
Partner

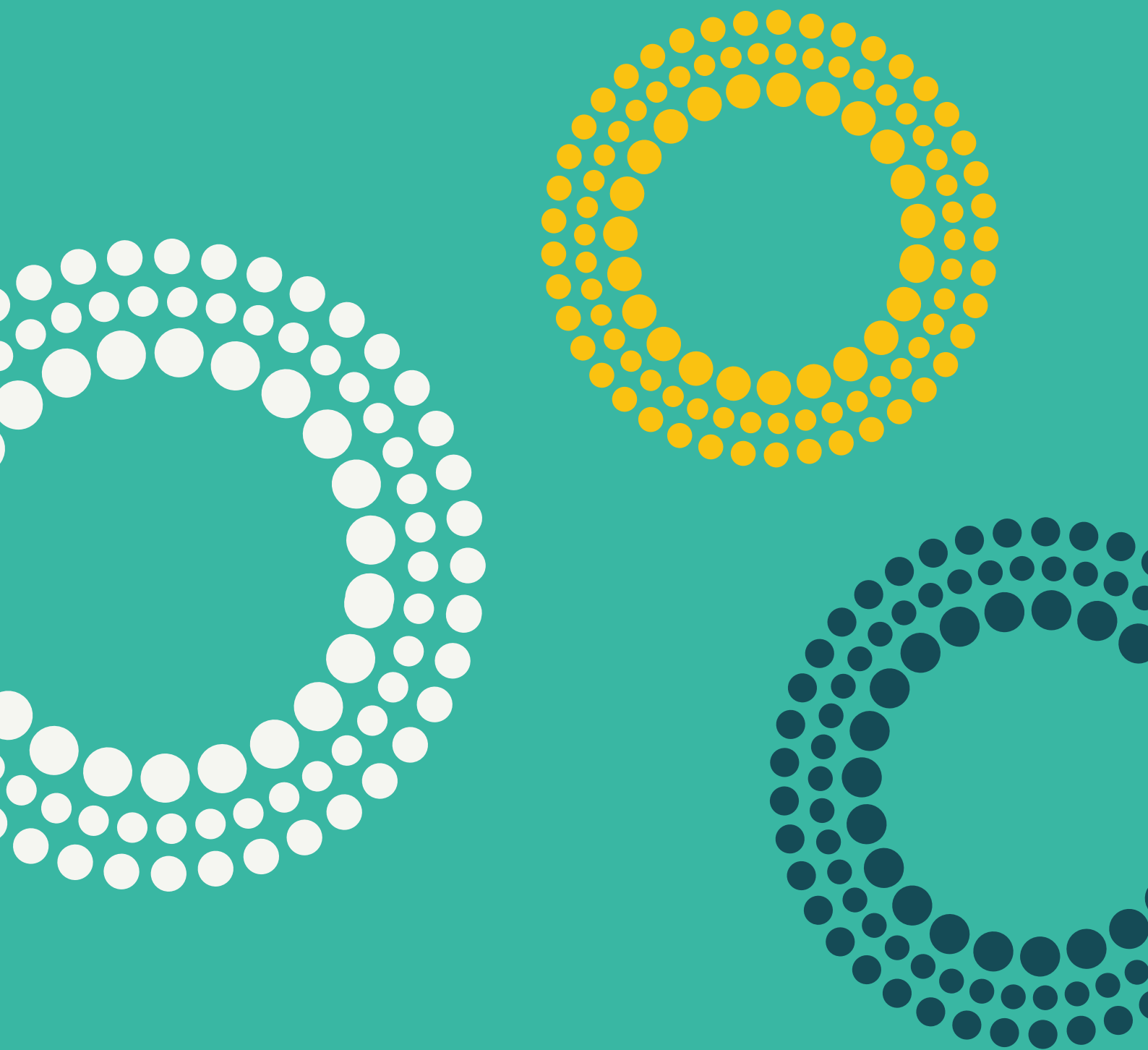
Townsville, 17 November 2023

The title 'Partner' conveys that the person is a senior member within their respective division and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Audit Australia's external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.









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