

EIS Health Limited

ABN 68 603 815 818

Summary Financial Statements

For the Year Ended 30 June 2022

The financial statements and other specific disclosures have been derived from EIS Health Limited's (the Company's) full financial statements for the financial year. Other information included in the Summary Financial Statements is consistent with the Company's full financial statements.

The Summary Financial Statements do not, and cannot be expected to, provide as full an understanding of the financial performance, financial position and financing and investing activities of **the Company as the full financial statements**.

A copy of the Company's 2022 full financial statements, including the independent audit report, is available to all members and will be sent to members without charge upon request.

EIS Health Limited

ABN 68 603 815 818

Contents

For the Year Ended 30 June 2022

	Page
Summary Financial Statements	
Directors' Report	1
Auditor's Independence Declaration	13
Independent Audit Report	14
Directors' Declaration	15
Summary Statement of Surplus or Deficit and Other Comprehensive Income	16
Summary Statement of Financial Position	17
Summary Statement of Changes in Funds	18
Summary Statement of Cash Flows	19
Notes to the Summary Financial Statements	20
Discussion and Analysis of the Summary Financial Statements	22

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

The Directors present their report for the Company for the financial year ended 30 June 2022.

1. General information

Directors

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

Names	Position	Appointed/Resigned
Dr Michael Wright	Chair	
Dr Teresa Anderson	Director	
Prof Mark Harris	Director	
Dr Gary Nicholls	Director	
Mr Robert Ramjan	Director	
A/Prof Anthony Schembri	Director	
Mr Chris Tzarimas	Director	
Ms Rosemary Bishop	Director	Resigned 23/11/2021
Mr Rene Pennock	Director	
Mr Tobi Wison	Director	
Ms Peggy Huang	Director	
Sarah Reed	Director	Appointed 23/11/2021
Sharlene McKenzie	Director	Appointed 15/02/2022

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

Company secretary

The following person held the position of Company Secretary at the end of the financial year:

Nathalie Hansen

Peter Manchester (Appointed 28/09/2021)

Members guarantee

EIS Health Limited is a Company limited by guarantee. In the event of and for the purpose of winding up of the Company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$10, subject to the provisions of the Company's constitution.

At 30 June 2022 the collective liability of members was \$70 (2021: \$70).

EIS Health Limited provides membership, governance and accounting support services to 6 of the 7 member organisations. During the period ending 30 June 2022, EIS Health Limited has received revenues to the value of \$20,150 (2021: \$18,548) for the provision of these services.

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

1. General information

Principal activities

EIS Health Limited operates Central and Eastern Sydney PHN, one of 31 primary health networks established by the Commonwealth Government to drive improvements in the delivery of primary health care. Primary health networks are responsible for improving the health of the local population through coordinating the planning, designing and delivery of effective, equitable and evidence-informed primary health care.

The principal activities of EIS Health Limited during the financial year were;

- a) supporting, strengthening and shaping an effective person centred primary health care system for the people who live in, work in and/or visit the geographical areas in which the Company operates;
- b) working in partnership with general practitioners, practice nurses, allied health professionals, local health districts and networks, other health professionals and services;
- c) working in partnership with consumers, communities and non-government organisations;
- d) identifying the health needs of the communities served by the Company and working in partnership with others to address those needs;
- e) providing practice support, continuing professional education and development, eHealth connectivity, other services, information, tools and resources to general practices, other primary health care providers and organisations;
- f) providing information, services and support to consumers of primary health care services, their families and carers;
- g) actively supporting teaching, training, education and research to support and strengthen primary health care;
- h) commissioning services where appropriate to address identified health needs, service gaps and health issues;
- i) education and advocacy on primary health care and its needs, priorities and issues;
- j) networking and benchmarking with other primary health care organisations, health and research centres and institutes in Australia and internationally; and
- k) doing all such things that are incidental to or conducive to the above activities.
- l) provision of pandemic support to our primary care providers, local health services and our community.

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

1. General information

Operating results

The surplus from ordinary activities amounted to \$61,582 (2021: \$ 29,891)

2. Other items

Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Company during the year apart from:

EIS continues to see the impact of COVID-19 that was declared in March 2020 by the World Health Organisation ("WHO") a pandemic. In response to this, the Australian Government together with State and Territory Premiers announced a series of measures aimed at preventing the spread of COVID-19, which had the effect of impacting the state of the Australian economy (i.e. the impact on supply chain, customers, availability of finance, consumer confidence, etc.)

Refer to Note 1(b) in the Financial Statements for further information regarding the impacts of COVID-19.

After balance date events

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

Auditors independence declaration

The lead auditor's independence declaration in accordance with subdivision 60-C of the *Australian Charities and Not-for-profits Commission Act 2012* for the year ended 30 June 2022 has been received and can be found on page 13 of the financial report.

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Information on Directors

Dr Michael Wright

Qualifications

Experience

Chair

MBBS, MSc, PhD, FRACGP, GAICD

Dr Michael Wright is a general practitioner working in Woollahra, Sydney, is the Chief Medical Officer of Avant Mutual, Australia's largest medical defence organisation, and is a researcher/health economist with the Centre for Health Economics Research and Evaluation (CHERE) at the University of Technology Sydney.

Michael completed his PhD analysing the association between continuity of care in Australian general practice and health outcomes in 2019. Michael has previously worked in Queensland and spent four years in the UK, where he worked in private and NHS general practice and was a Research Fellow at the London School of Hygiene and Tropical Medicine.

Michael is Deputy Chair of the NSW/ACT RACGP Faculty Board, chairs the RACGP Reference Committee for Funding and Health System Reform and has strategic appointments with the Australian Institute of Health and Welfare and NSW Health's Agency for Clinical Innovation. Michael was previously Chair of the CESPHN Clinical Council, and a member of the Federal Government's Primary Health Care Advisory Group. Michael is keen to improve coordination in our health system, reduce fragmentation of care and highlight the benefits of high quality primary care **to the Australian health system.**

Special Responsibilities

FAR Committee and Governance Committee

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Information on Directors

Dr Teresa Anderson AM

Qualifications

Experience

Director

B.App Science (Speech Pathology) PhD, FIPAA

Dr Teresa Anderson has worked in the NSW public health system for more than 35 years. She is Chief Executive of Sydney Local Health District, providing services to more than 740,000 people in Sydney and more than a million people who come into the district each day to study, work and visit. Dr Anderson has extensive experience as a clinician, manager and health service leader. She has held positions as the Director, Clinical Operations, Sydney South West Area Health Service, General Manager, Liverpool Hospital and Director of Community and Allied Health Services for the Liverpool Health Service.

She serves on the boards of the Ingham Institute, Centenary Institute, Asbestos Diseases Research Foundation, ANZAC Research Institute and is the Chair of the Sydney Research Council. She is on the Advisory Council of the Centre for Primary Health Care and Equity at UNSW and is Vice President of the NSW Institute for Public Administrators Australia (IPAA) and is a Fellow of the IPAA.

Dr Anderson is focused on supporting collaboration and building partnerships to provide excellent health care. She is widely acknowledged for supporting and mentoring her staff in fostering new ideas to drive efficiencies and best practice.

She was awarded a member (AM) in the Order of Australia in 2018 for service to community health and to public administration in New South Wales as a clinician, manager and health service executive.

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Information on Directors

Prof Mark Harris AO

Qualifications

Experience

Director

MBBS, MD, FRACGP, FAAHMS

Mark Harris is Foundation Professor of General Practice and Executive

Director of the Centre for Primary Health Care and Equity at UNSW. He was appointed Scientia Professor in 2013. He has substantial experience in health services research, trials on chronic illness prevention and management in primary health care and health equity research with refugees and Aboriginal and Torres Strait Islanders. He has over 400 publications and 5000 citations in peer reviewed journals. He has worked as a volunteer GP at the Sydney Asylum Seekers Centre since 2000.

Mark is a life Fellow of the Royal Australian College of General Practice in recognition for his work for general practice on diabetes and preventive medicine including editing the RACGP Guidelines for Preventive Activities in General Practice and the SNAP Guide. He received the Australian Association for Academic Primary Care "Charles Bridges Webb Medal" in 2010 and the North American Primary Care Research Group: President's award 2017 for contribution to primary health care research.

He was appointed as a fellowship of the Australian Academy of Health and Medical Sciences in 2017. He was awarded an Officer of the Order of Australia (AO) in 2018 for distinguished service to education, and to the community, in the area of public health care, evidence based practice, and equity, as an academic and researcher and to refugees.

Special Responsibilities

Governance Committee (Chair)

Dr Gary Nicholls

Qualifications

Experience

Director

MBBS, FRACGP, MRCGP, MRCP, MA, BA(Hons)

Dr Gary Nicholls trained in the UK at Cambridge University and St Bartholomews' Hospital Medical School, University of London. He has extensive experience in acute general hospital medicine, community health and general practice in both the UK and Australia. He is especially passionate about developing ways to 'join up' services between primary and community care, and hospital care – aiming to improve the health care of patients whilst improving service efficiency.

He holds positions as a Staff Specialist Physician for NSW Health and as a general practitioner in Sydney. He has special interests in the health care of disadvantaged patients, quality use of medicines, patient safety and medical education. Gary is a Conjoint Lecturer in Medicine at St Vincent's Hospital Clinical School, University of New South Wales.

Special Responsibilities

Nominations Committee (2021) and Governance Committee

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Information on Directors

Mr Robert Ramjan AM

Qualifications

Experience

Director

AM, BA, BSocStuds

Rob Ramjan was CEO of One Door Mental Health for 28 years and was the inaugural Executive Director of the Schizophrenia Fellowships Council of Australia Inc. He has worked with people with a mental illness and their carers for 55 years. Rob was made a Member of the Order of Australia in 2007 for services to people with mental illness.

Rob has extensive experience in the provision of mental health services, especially in the non government sector. He has worked in NSW Health hospital and community services and worked in the Richmond Implementation Unit. He was instrumental in the establishment of the NSW Police Mental Health Intervention Team. His previous roles have included delegate to the Mental Health Council of Australia and member of the NSW Mental Health Priority Task Force and the Guardianship Tribunal.

He is a member of the NSW Mental Health Review Tribunal. He is a Trustee of the Psychosis Australia Trust and the NSW Schizophrenia Research Trust Fund. He is a Trustee and Independent Director of the Mental Illness Fellowship of Australia. Rob is the author of a book on mental health residential services and was project director for 'The Schizophrenias: guidelines for an holistic approach to clinical practice guidelines', commissioned by NSW Health.

Special Responsibilities

FAR Committee and Nominations Committee (2021)

A/Prof Anthony Schembri
AM

Qualifications

Experience

Director

BSW(Hons) GradDipPubAdmin, MPP, FCHSM, MAASW

Anthony Schembri is the CEO of the St Vincent's Health Network Sydney. Prior to this Anthony was employed in General Manager roles at Liverpool Hospital, Bankstown Lidcombe Hospital and Fairfield Hospital. Anthony has also held the role of Clinical Director for Allied Health and hospital social work roles.

Anthony holds appointment as Board Director for the Garvan Institute of Medical Research, the Victor Chang Cardiac Research Institute, National Centre for Clinical Research of Emerging Drugs, the St Vincent's Curran Foundation, Board Councillor of Sydney Partnership for Health, Education, Research and Enterprise (SPHERE) and Co Chair of Australian Catholic University/St Vincent's Nursing Research Institute.

Anthony is an Adjunct Professor at the Australian Catholic University, and **the University of Notre Dame Australia and Conjoint Associate Professor at the University of New South Wales.**

Anthony was awarded in the 2019 Queens Birthday Honours List, a Member of the Order of Australia for significant service to hospital administration, and to medical research.

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Information on Directors

Mr Chris Tzarimas

Qualifications

Experience

Director

MSc(Ex. Rehab.), BSc(HMS), FAAESS, MBA

As the founding director of the Lifestyle Clinic - a local health service operating as a division of the Faculty of Medicine, University of NSW - Chris has been involved in numerous local, state and federal health initiatives. He commenced his career as an accredited exercise physiologist coordinating evidence-based chronic disease management programs including People living with HIV/AIDS and mental health. He is the current Chair of the multi-disciplinary group within the Translational Cancer Research Network in Sydney. His previous posts include Chair, Exercise Is Medicine – Australia (the Australian arm of the global health initiative), Board Director of Eastern Sydney Medicare Local, Executive Committee of the NSW Cancer Survivors Centre and the primary care representative to the Australian Commission on Safety and Quality in Health Care (ACSQHC). He is also a member of the Central and Eastern Sydney Allied Health Network and was previously a Board Director of Eastern Sydney Allied Health Network.

An advocate for allied health services playing an integral role in person-centred care, Chris is passionate about translating research into practice to promote healthy lifestyles and keep people out of hospitals. He has contributed extensively to Central and Eastern Sydney PHN through Board sub-committees including the Finance Committee (November 2017 to current), Audit and Risk Committee (November 2016 to current) and **Nominations Committee (Chairperson – August 2016 to November 2017)**, as well as the Board representative to the Clinical Council (June 2016 to current).

Special Responsibilities

FAR Committee and Nominations Committee (2022)

Ms Rosemary Bishop

Qualifications

Experience

Director (resigned 23 November 2021)

M.B.A., G.A.I.C.D., B.A. (Hons.) Dip Ed

Rosemary is the Director of Interdependent a change management and community engagement consultancy. Her current projects include a review of a health service and an interim CEO role within the women's health sector. Prior to re establishing Interdependent Rosemary was the CEO of 3Bridges, an organisation that services the St George, Sutherland, and Central Sydney area to enable community connection and support wellbeing from birth to death.

Rosemary also led the merge of Mamre Plains, a small charity supporting refugees and people with a disability, into Catholic Care before joining 3Bridges. Rosemary was previously the Chair of Evolve Housing where she worked with two Boards to merge into Evolve housing and she was a Board **member with Afford Disability. Rosemary brings a community perspective** and a strategic focus on change and sustainability to the Board.

Special Responsibilities

Governance Committee

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Information on Directors

Mr Rene Pennock

Qualifications

Experience

Director

Bachelor Applied Science Physiotherapy, Grad Dip Ger. GAICD

Rene graduated as a physiotherapist in 1989 (Sydney University) and spent the first 15 years of his career working in the public sector for South Western Sydney Area Health service performing both clinical and management roles. In 2004, he became the CEO of the Macarthur Division of General practice and during the ongoing primary health care reform, progressed to the CEO of South Western Sydney Medicare Local (SWSML) and then South Western Sydney Primary Health Network (SWSPHN). Rene completed a post graduate diploma in Gerontology (Sydney University) and the Board Directors course (AICD). Rene is currently working for himself as a consultant in the health sector working with various organisations. Most of his professional career has been working in the primary and community sectors, working with allied health, nursing and medical specialties such as General Practitioners, Geriatricians and Pediatricians. He has been commissioning services since his time in SWSML with an increased focus on this type of business as CEO of SWSPHN. He is currently a Director on the Board of Down Syndrome Association NSW and Australia and Murrumbidgee PHN.

His key achievement over the last 10 years would be the implementation of Quality in General practice Support services, Practice Nursing workforce support, the implementations of a Health Alliance model of care and the commencement of **an interoperability platform to enable real time sharing of clinical data between the acute and primary care sector**. His current independent role enables him to share expertise and knowledge across a wide range of sectors and regions.

Special Responsibilities

FAR Committee (Chair)

Mr Tobi Wilson

Qualifications

Experience

Director

B Physio, MHSM

Tobi Wilson is an experienced health leader, currently holding the position of Chief Executive for South Eastern Sydney Local Health District. Prior to this, Tobi has held a range of executive positions, including General Manager of Prince of Wales Hospital and Sydney/Sydney Eye Hospitals, Chief Operating Officer at the Royal Melbourne Hospital and Acting Chief Executive Officer, Southern Adelaide Local Health Network.

In addition to this directorship, Tobi is Chair and President of Health Roundtable, a Director of Mindgardens Neuroscience Network, and Director of the Health Science Alliance.

Tobi began his career as a physiotherapist, before completing a Masters of Health Science Management at the University of South Australia.

Tobi is passionate about clinical redesign to improve service delivery, the role of virtual care in supporting care for people in their homes and the use of informatics to support decision making.

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Information on Directors

Ms Peggy Huang

Director

Qualifications

BAppSc (Exercise and Sports Sci), BSc (Hon. Class I Nutr and Dietetics),
Dip Rehab, Dip Leadership and Management

Experience

Peggy has six years of experience as a board director, combined with 13 years of clinical experience providing individual and group services across a variety of settings including general practice and practice support, hospitals, rehab, youth, and aged care.

Before joining the EIS board, Peggy was Chairperson of the Central and Eastern Sydney Allied Health Network (CESAHN) Board of Directors, member of the CESP HN Clinical Council and allied health representative on Sydney Health Pathways and the CESP HN SLHD Liaison Committee. With a varied background in health and community services, education and training, project management, leadership and management development, supplemented by MBA (Law) studies, Peggy brings to the board strategic advice through multiple professional lenses.

She is also a Non-Executive Director for 3Bridges Community and member of the 3Bridges Governance and Risk Committee. Peggy is committed to achieving better health for all and building stronger communities through responsible management, whilst engaging stakeholders and the community in creating shared value.

Special Responsibilities

Governance Committee and Nominations Committee (2022)

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Information on Directors

Sarah Reed

Qualifications

Experience

Director (appointed 23 November 2021)

MBA, Master Public Affairs, BSc, FAICD

Sarah Reed is a senior business executive with diverse capabilities in health technology, health communications and social services. Sarah is a valued advisor in the health industry to national corporations, small businesses, and not-for-profit organisations. She has consulted to professionals in life science, food science, pharmaceuticals, human services and animal health.

Sarah takes a strategic view when facing issues, based on experience in health technology, medical communication and involvement with clinical research organisations. Sarah was General Manager Business Development at Telstra Health, where she worked alongside the mergers and acquisitions team to spearhead post implementation operations for every significant acquisition during the start-up period. Sarah was General Manager Business Development at Mission Australia, helping shape the NFP's social service portfolio to end homelessness in Australia.

Sarah founded and led two successful private businesses: one in healthcare communications/public affairs and one in clinical research (patient cohort recruitment). Both businesses focused on the health sector and delivered impact for prescribers, dispensers and allied health professionals across multiple therapeutic areas. Throughout her professional career, she has applied executive and operational experience to situations that require **integrity, resilience, and leadership.**

Special Responsibilities

Governance Committee

Sharlene McKenzie OAM

Qualifications

Experience

Director (appointed 15/02/2022)

Advanced Diploma Community and Social Development UWS, Good Governance NSWALC

Sharlene has worked across the sector in Executive positions within NGOs that deliver services to the community. She has had some 16 years experience within the community sector. Sharlene has managed delivery of services within mental health, aged care, disability and youth to the Aboriginal and Torres Strait Islander community. For this work she was awarded an Order of Australia medal in 2022. She was also a finalist in the NSW Aboriginal Woman of the Year in 2019.

Sharlene is the former Chairperson of CESPHN Community Council of which she was a member from its inception. Sharlene was a member of the Aboriginal Advisory for the NSW Ministerial Carers Strategy, Chairperson of the Disability Justice Project, Advisor to the NSW Ministerial Ageing Strategy, Member of the Suicide Prevention Lived Experience Network, **Recipient of the Benevolent National Leadership award and a current member of the NSW Serious Young Offenders Review Panel.**

Sharlene is a Wiradjuri woman who is passionate about Closing the Gap in health outcomes for Aboriginal and Torres Strait Islander peoples.

Special Responsibilities

Governance Committee

EIS Health Limited

ABN 68 603 815 818

Directors' Report

30 June 2022

3. Directors Information

Meetings of Directors

During the financial year, 22 meetings of Directors (including committees of Directors) were held. Attendances by each Director during the year were as follows:

	Directors' Meetings		FAR Committee		Governance Committee		Nominating Committee	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Dr Michael Wright (Chair)	9	8	8	7	3	1	-	-
Dr Teresa Anderson	9	4	-	-	-	-	-	-
Prof Mark Harris	9	9	-	-	3	3	-	-
Dr Gary Nicholls	9	8	-	-	2	1	2	2
Mr Robert Ramjan	9	9	8	6	-	-	2	2
A/Prof Anthony Schembri	9	6	-	-	-	-	-	-
Mr Chris Tzarimas	9	9	8	7	-	-	1	1
Ms Rosemay Bishop	3	3	-	-	1	1	-	-
Mr Rene Pennock	9	9	8	8	-	-	-	-
Mr Tobin Wilson	9	8	-	-	-	-	-	-
Ms Peggy Huang	9	9	-	-	1	1	1	1
Sarah Reed	6	6	-	-	2	2	-	-
Sharlene McKenzie	3	3	-	-	-	-	-	-

4. Indemnification and insurance of officers

The Company has paid premiums to insure each of the Directors against liabilities for costs and expenses incurred by them in defending any legal proceedings arising out of their conduct while acting in the capacity of Director of the Company, other than conduct involving a wilful breach of duty in relation to the Company. The amount of the premium is not disclosed due to the terms of the insurance contracts and to protect commercially sensitive information of the Company.

Signed in accordance with a resolution of the Company's Directors

Director: 
Director: 

Dated 27 September 2022

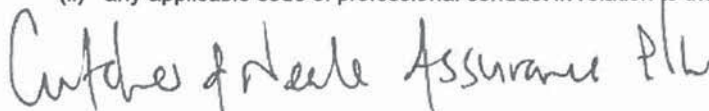
EIS Health Limited

ABN 68 603 815 818

Auditor's Independence Declaration

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2022 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.



Cutcher & Neale Assurance Pty Limited
(An authorised audit company)



M.J. O'Connor
Director

NEWCASTLE

20 September 2022

EIS Health Limited

ABN 68 603 815 818

Independent Audit Report to the members of EIS Health Limited

Report of the Independent Auditor on the Summary Financial Statements

Opinion

The summary financial statements, which comprise the summary statement of financial position as at 30 June 2022, the summary statement of surplus or deficit and other comprehensive income, the summary statement of changes in funds, the summary statement of cash flows, notes to the summary financial statements and the Directors' Declaration for the year then ended, and related notes, are derived from the audited financial report of EIS Health Limited for the year ended 30 June 2022.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with (or a fair summary of) the audited financial report, on the basis described in Note 1.

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by *Australian Accounting Standards – Simplified Disclosures*. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and auditor's report thereon.

The Audited Financial Report and Our Report Thereon

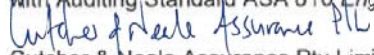
We expressed an unmodified audit opinion on the audited financial report in our report dated 28 September 2022.

Responsibilities of Directors for the Summary Financial Statements

The Directors' are responsible for the preparation of the summary financial statements on the basis described in Note 1.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial report based on our procedures, which are conducted in accordance with Auditing Standard ASA 810, *Engagements to Report on Summary Financial Statements*.


Cutcher & Neale Assurance Pty Limited
(An authorised audit Company)

M.J. O'Connor
Director

NEWCASTLE

28 September 2022

EIS Health Limited

ABN 68 603 815 818

Directors' Declaration

The Directors of the Company declare that the summary financial statements of EIS Health Limited for the financial year ended 30 June 2022, as set out on pages 16 to 23:

- (a) comply with the Accounting policies described in Note 1; and
- (b) have been derived from and are consistent with the full financial statements of EIS Health Limited.

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

Director


.....

Dated 27 September 2022

Director


.....

EIS Health Limited

ABN 68 603 815 818

Summary Statement of Surplus or Deficit and Other Comprehensive Income For the Year Ended 30 June 2022

		2022	2021
	Note	\$	\$
Revenue from contracts with customers	2	55,023,525	46,854,978
Other income from ordinary activities	2	383,690	448,017
Employee benefits expense		(9,645,592)	(9,090,248)
Amortisation expense		(490,393)	(490,393)
Occupancy expense		(231,708)	(293,559)
Program delivery expense		(43,354,379)	(35,930,997)
Management and administration expense		(1,582,982)	(1,411,023)
Interest expense on lease liabilities		(40,579)	(56,884)
Surplus / (deficit) before income tax		61,582	29,891
Income tax expense		-	-
Surplus / (deficit) after income tax		61,582	29,891
Other comprehensive income		-	-
Total comprehensive income		61,582	29,891

The accompanying notes form part of these financial statements.

EIS Health Limited

ABN 68 603 815 818

Summary Statement of Financial Position As at 30 June 2022

	2022 \$	2021 \$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	30,081,931	19,537,220
Trade and other receivables	215,260	197,726
Other assets	342,036	549,811
TOTAL CURRENT ASSETS	30,639,227	20,284,757
NON-CURRENT ASSETS		
Property, plant and equipment	388,627	610,417
Right-of-use assets	582,253	1,072,645
TOTAL NON-CURRENT ASSETS	970,880	1,683,062
TOTAL ASSETS	31,610,107	21,967,819
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	5,773,824	4,086,934
Other liabilities	22,966,187	14,448,733
Employee benefits	816,144	829,454
Lease liabilities	547,284	505,457
TOTAL CURRENT LIABILITIES	30,103,439	19,870,578
NON-CURRENT LIABILITIES		
Employee benefits	313,945	247,025
Provision for make good of premises	250,000	200,000
Other liabilities	388,627	610,418
Lease liabilities	106,674	653,958
TOTAL NON-CURRENT LIABILITIES	1,059,246	1,711,401
TOTAL LIABILITIES	31,162,685	21,581,979
NET ASSETS	447,422	385,840
FUNDS		
Accumulated Surplus	447,422	385,840
TOTAL FUNDS	447,422	385,840

The accompanying notes form part of these financial statements.

EIS Health Limited

ABN 68 603 815 818

Summary Statement of Changes in Funds For the Year Ended 30 June 2022

	Accumulated Surplus
	\$
Balance at 1 July 2021	385,840
Total other comprehensive income	<u>61,582</u>
Balance at 30 June 2022	<u>447,422</u>

	Accumulated Surplus
	\$
Balance at 1 July 2020	355,949
Total other comprehensive income	<u>29,891</u>
Balance at 30 June 2021	<u>385,840</u>

The accompanying notes form part of these financial statements.

EIS Health Limited

ABN 68 603 815 818

Summary Statement of Cash Flows For the Year Ended 30 June 2022

	2022	2021
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from government funding and services provided	69,676,113	55,838,665
Payments to suppliers and employees	(58,488,234)	(52,922,972)
Interest received	34,490	82,976
Interest paid	(40,579)	(56,884)
Net cash provided by (used in) operating activities	<u>11,181,790</u>	<u>2,941,785</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(131,622)	(8,973)
Net cash used by investing activities	<u>(131,622)</u>	<u>(8,973)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of lease liabilities	(505,457)	(465,833)
Net cash used by financing activities	<u>(505,457)</u>	<u>(465,833)</u>
Net increase (decrease) in cash and cash equivalents held	10,544,711	2,466,979
Cash and cash equivalents at beginning of year	19,823,908	17,356,929
Cash and cash equivalents at end of financial year	<u>30,368,619</u>	<u>19,823,908</u>

The accompanying notes form part of these financial statements.

EIS Health Limited

ABN 68 603 815 818

Notes to the Summary Financial Statements

For the Year Ended 30 June 2022

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

The summary financial statements have been prepared from the audited financial report of EIS Health Limited for the year ended 30 June 2022. The audited report for the year ended 30 June 2022 is available at request from EIS Health Limited.

The financial statements, specific disclosures and the other information included in the summary financial statements are derived from and are consistent with the full financial statements of EIS Health Limited. The summary financial statements cannot be expected to provide as detailed an understanding of the financial performance, financial position and financing and investing activities of EIS Health Limited as the full financial statements.

The accounting policies have been consistently applied to EIS Health Limited and are consistent with those of the financial year for their entirety.

EIS Health Limited is dependent on the Department of Health for the majority of its revenue. At the date of this report the Directors have no reason to believe the Department of Health will not continue to support EIS Health Limited. The Department of Health has agreed to extend the core funding contract for Primary Health Networks to 30 June 2025.

The presentation currency used in the financial report is Australian dollars.

(b) Significant changes in the current reporting period

Impact of COVID-19 on Operations

The Company continues to see the impact of the COVID-19 pandemic which is still influencing the nature of the new funding received. Much of the new funding has gone to supporting the community to be protected from COVID-19 and enabled health professionals working in primary care to continue delivering care. The Company have provided vaccination support services to those most vulnerable and delivered much needed PPE to primary care providers. Additional funding has also enabled the Company to better meet the health needs of the growing numbers of older people in the community and help ensure they get timely access to care. To meet the demand for mental health, the Company have been able to invest more funding to support local services. Some of the services have received additional funding in priority areas such as mental health and family and domestic violence.

The Company continue to work intensively in partnership with their commissioned providers and ensure services are delivered in a timely manner and reach the expectations of the community in Central and Eastern Sydney.

EIS Health Limited

ABN 68 603 815 818

Notes to the Summary Financial Statements For the Year Ended 30 June 2022

2 Revenue and other income

	2022	2021
	\$	\$
Revenue from contracts with customers		
- Funding - Commonwealth Government	52,867,820	45,941,198
- Funding - NSW Government	1,741,515	913,780
- Funding - Non-Government Program Partner Contributions	414,190	-
Total revenue from contracts with customers	55,023,525	46,854,978
Other income from ordinary activities		
- Interest revenue	34,490	82,976
- Other income	349,200	365,041
Total other income from ordinary activities	383,690	448,017
Total revenue and other income	55,407,215	47,302,995

EIS Health Limited

ABN 68 603 815 818

Discussion and Analysis of the Summary Financial Statements For the Year Ended 30 June 2022

Statement of Surplus or Deficit and Other Comprehensive Income

The surplus from ordinary activities for the year was \$61,582 (2021: \$29,891).

EIS Health Limited operates Central and Eastern Sydney PHN, one of 31 Primary Health Networks established by the Commonwealth Government to drive improvements in the delivery of primary health care. Primary Health Networks are responsible for improving the health of the local population through coordinating the planning, designing and delivery of effective, equitable and evidence-informed primary health care.

From July 1, 2016 the Company began commissioning local health services on behalf of the Australian Government. These newly commissioned services have been designed to improve the efficiency and effectiveness of health services and improve health outcomes for people with priority needs. EIS Health Limited provide programs and services that strengthen general practice and allied health services, including practice management support and continuing professional development. EIS Health Limited also provide a range of programs focused on delivering integrated care within the local health districts and specialty health networks including Aboriginal health, antenatal shared care, aged care, health pathways, immunisation, mental health and sexual health.

Revenue

Total revenue for the year was \$55,407,215 (2021: \$47,302,995).

Revenue from contracts with customers for the year was \$55,023,525 (2021: \$46,854,978). Almost all of this revenue was derived from delivering outcomes in accordance with Commonwealth Department of Health funding contracts. Operating funding income increased with notable increases for; Mental Health and Suicide Prevention (**Including Ministry of Health**) and Core Funding. This was offset by decreases in revenue recognised for Drug and Alcohol, After Hours, Psychosocial Support and Community Health and Hospital.

Expenditure

Total expenses incurred for the year were \$55,345,633 (2021: \$47,273,104).

Employment costs amounted to \$9,645,592 (2021: \$9,090,248). Employee benefits expense increased \$555k due to CPI increases, recruitment of new employees and increased headcount in programs that commenced part way through the prior year.

Program costs amounted to \$43,354,379 (2021: \$35,930,997). These costs represent the cost of allied health professionals and similar direct costs incurred for planning, developing, promoting and delivery of primary health care services. The increase is consistent with the revenue recognised.

EIS Health Limited

ABN 68 603 815 818

Discussion and Analysis of the Summary Financial Statements For the Year Ended 30 June 2022

Statement of Financial Position

The Company's statement of financial position discloses net assets of \$447,422 as at 30 June 2022. The net asset position is consistent with the requirements of the Company's reciprocal funding arrangements with the Commonwealth Department of Health. Unexpended funding, committed funding and funding received in advance is recorded as contract liabilities and represent amounts carried forward to be applied in future periods in accordance with plans and strategies approved by the Department of Health.

The Company has reported current assets of \$30,639,227 (2021: \$20,284,757) and current liabilities of \$30,103,439 (2021: \$19,870,578). Assets consist mainly of cash of \$30,081,931 (2021: \$19,537,220) which is of similar value to the sum of contract liabilities \$22,966,187 (2021: \$14,448,733), and trade and other payables of \$5,773,824 (2021: \$4,086,934).

Statement of Cash Flows

Operating Activities

Cash receipts from operating activities were \$69,676,113 (2021: \$55,838,665). Almost all the cash receipts represented funding received from the Department of Health. Cash payments to suppliers and employees amounted to \$58,488,234 (2021: \$52,922,972).

Investing Activities

Cash outflows from investing activities were \$131,622 (2021: \$8,973). Property, plant and equipment decreased \$222k due to depreciation for the period of \$353k; offset by additions of \$132k.

Financing Activities

Repayment of lease liabilities of \$505,457.

