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To the Chief Executive Preventive Health SA

Opinion

I have audited the financial report of Preventive Health SA for the financial year ended 30 June 2025.

In my opinion, the accompanying financial report gives a true and fair view of the financial position of Preventive Health SA as at 30 June 2025, its financial performance and its cash flows for year then ended in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards – Simplified Disclosures.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2025
- a Statement of Financial Position as at 30 June 2025
- a Statement of Changes in Equity for the year ended 30 June 2025
- a Statement of Cash Flows for the year ended 30 June 2025
- notes, comprising material accounting policy information and other explanatory information
- a Certificate from the Chief Executive and the Director, Corporate Services.

Basis for opinion

I conducted the audit in accordance with the *Public Finance and Audit Act 1987* and Australian Auditing Standards. My responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial report' section of my report. I am independent of Preventive Health SA. The *Public Finance and Audit Act 1987* establishes the independence of the Auditor-General. In conducting the audit, the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* have been met.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of the Chief Executive for the financial report

The Chief Executive is responsible for the preparation of the financial report that gives a true and fair view in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards – Simplified Disclosures, and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Chief Executive is responsible for assessing the entity's ability to continue as a going concern, taking into account any policy or funding decisions the government has made which affect the continued existence of the entity. The Chief Executive is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the assessment indicates that it is not appropriate.

Auditor's responsibilities for the audit of the financial report

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987*, I have audited the financial report of Preventive Health SA for the financial year ended 30 June 2025.

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Preventive Health SA's internal control

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Chief Executive
- conclude on the appropriateness of the Chief Executive'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 I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the opinion. My conclusion is based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an 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.

My report refers only to the financial report described above and does not provide assurance over the integrity of electronic publication by the entity on any website nor does it provide an opinion on other information which may have been hyperlinked to/from the report.

I communicate with the Chief Executive about, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.



Daniel O'Donohue
Deputy Auditor-General

18 September 2025

Certification of the financial statements

We certify that the:

- Financial statements of Preventive Health SA:
 - are in accordance with the accounts and records of the authority; and
 - comply with relevant Treasurer's instructions; and
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the authority at the end of the financial year and the result of its operations and cash flows for the financial year.
- Internal controls employed by Preventive Health SA over its financial reporting and its preparation of the financial statements have been effective throughout the financial year.



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Marina Bowshall
Chief Executive



Derek Selby
Director, Corporate Services

Date: 10 September 2025

OFFICIAL

PREVENTIVE HEALTH SA
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 30 June 2025

	Note	2025	2024
		\$'000	\$'000
Income			
Revenues from SA Government	2	34,367	26,525
Fees and charges	3	199	460
Grants and contributions	4	141	2,886
Resources received free of charge	5	306	262
Other revenues/income	6	49	36
Total income		35,062	30,169
Expenses			
Employee related expenses	7	12,697	12,519
Supplies and services	8	13,014	8,444
Depreciation and amortisation		3	3
Grants and subsidies	9	9,478	6,448
Payments to SA Government	2	1,191	1,252
Other expenses	10	137	109
Total expenses		36,520	28,775
Net result		(1,458)	1,394
Total comprehensive result		(1,458)	1,394

The accompanying notes form part of these financial statements. The net result and total comprehensive result are attributable to the SA Government as owner.

PREVENTIVE HEALTH SA
STATEMENT OF FINANCIAL POSITION
As at 30 June 2025

	Note	2025	2024
		\$'000	\$'000
Current assets			
Cash and cash equivalents	11	3,625	4,618
Receivables	12	489	2,433
Total current assets	1.4	4,114	7,051
Non-current assets			
Receivables	12	4	4
Property, plant and equipment	13	-	11
Total non-current assets		4	15
Total assets		4,118	7,066
Current liabilities			
Payables	14	1,449	3,168
Financial liabilities	13	-	5
Employee related liabilities	15	1,516	1,399
Provisions	16	49	46
Contract liabilities and other liabilities		2	1
Total current liabilities	1.4	3,016	4,619
Non-current liabilities			
Financial liabilities	13	-	7
Employee related liabilities	15	2,217	2,093
Provisions	16	150	154
Total non-current liabilities		2,367	2,254
Total liabilities		5,383	6,873
Net assets		(1,265)	193
Equity			
Retained earnings		(1,265)	193
Total equity		(1,265)	193

The accompanying notes form part of these financial statements. The total equity is attributable to the SA Government as owner.

PREVENTIVE HEALTH SA
STATEMENT OF CHANGES IN EQUITY
For the year ended 30 June 2025

	Retained earnings \$ '000	Total equity \$ '000
Balance at 30 June 2023	(889)	(889)
Net result for 2023-24	1,394	1,394
Total comprehensive result for 2023-24	1,394	1,394
Net liabilities assumed from an administrative restructure	(312)	(312)
Balance at 30 June 2024	193	193
Net result for 2024-25	(1,458)	(1,458)
Total comprehensive result for 2024-25	(1,458)	(1,458)
Balance at 30 June 2025	(1,265)	(1,265)

The accompanying notes form part of these financial statements. All changes in equity are attributable to the SA Government as owner.

PREVENTIVE HEALTH SA
STATEMENT OF CASH FLOWS
For the year ended 30 June 2025

	Note	2025	2024
		\$'000	\$'000
Cash flows from operating activities			
Cash inflows			
Receipts from SA Government		34,367	26,525
Fees and charges		2,342	607
Grants and contributions		141	757
Other receipts		50	38
GST recovered from ATO		1,959	916
Cash outflows			
Employee benefit payments		(12,469)	(12,500)
Payments for supplies and services		(15,965)	(23,030)
Payments of grants and subsidies		(10,075)	(6,756)
Other payments		(148)	(119)
Payments to SA Government		(1,191)	(1,252)
Net cash from/(used in) operating activities		(989)	(14,814)
Cash flows from investing activities			
Cash outflows			
Purchase of property, plant and equipment		8	(1)
Net cash from/(used in) investing activities		8	(1)
Cash flows from financing activities			
Cash outflows			
Repayment of lease liabilities		(12)	(1)
Net cash from/(used in) financing activities		(12)	(1)
Net increase/(decrease) in cash and cash equivalents		(993)	(14,815)
Cash and cash equivalents at the beginning of the period		4,618	19,433
Cash and cash equivalents at the end of the period	11	3,625	4,618

The accompanying notes form part of these financial statements.

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

1. About Preventive Health SA

Preventive Health SA is a state government agency, attached to the Department of Health and Wellbeing. In November 2024 the *Preventive Health SA Act 2024* (the Act) passed the South Australian Parliament, ensuring a dedicated focus on improving the health and wellbeing of South Australians by embedding preventive health action as an essential and ongoing part of the South Australian health system.

Preventive Health SA is an administrative unit acting on behalf of the Crown. Preventive Health SA does not control any other entities and has no interests in unconsolidated structured entities.

The financial statements and accompanying notes include all the controlled activities of Preventive Health SA.

1.1 Objectives and activities

Preventive Health SA leads a dedicated program of work to prevent and reduce the burden of non-communicable health conditions and improve health equity, through addressing preventable risk factors and the associated determinants of health.

The agency's prevention priorities are obesity prevention, food systems, physical activity, tobacco and vaping control, alcohol and other drugs, mental health and wellbeing, suicide prevention, the determinants of health and Aboriginal health and health equity.

1.2 Basis of preparation

These financial statements are general purpose financial statements prepared in accordance with:

- ▣ section 23 of the *Public Finance and Audit Act 1987*,
- ▣ Treasurer's instructions and Accounting Policy Statements issued by the Treasurer under the *Public Finance and Audit Act 1987*; and
- ▣ relevant Australian Accounting Standards applying simplified disclosures.

The financial statements have been prepared based on a 12 month period and presented in Australian currency. All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000). Any transactions in foreign currency are translated into Australian dollars at the exchange rates at the date the transaction occurs.

The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

Material accounting policies are set out below and throughout the notes.

1.3 Taxation

Preventive Health SA is not subject to income tax. Preventive Health SA is liable for fringe benefits tax (FBT), goods and services tax (GST) and payroll tax. The net amount of GST recoverable from, or payable to, the Australian Taxation Office (ATO) is included as part of receivables or payables in the Statement of Financial Position.

Income, expenses and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods or services is not recoverable from the Australian Taxation Office, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item applicable; and
- receivables and payables, which are stated with the amount of GST included.

1.4 Continuity of operations

As at 30 June 2025, Preventive Health SA had working capital surplus of \$1.098 million. Working capital surplus reflects the net current assets, calculated as the difference between current assets and current liabilities. The SA Government is committed and has consistently demonstrated a commitment to ongoing funding of Preventive Health SA to enable it to perform its functions. This ongoing commitment is ultimately outlined in the annually produced and published State Budget Papers which presents the SA Government's current and estimated future economic performance, including forward estimates of revenue, expenses and performance by Agency.

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

1.5 Changes to administrative unit*

2023-24

On 4 September 2023 Minister Picton announced intent to establish Preventive Health SA, a new agency bringing together Wellbeing SA and parts of Drug and Alcohol Services SA (DASSA). As a result of administrative arrangements outlined in the Chief Executive agreement, effective 24 February 2024, governance of non-clinical DASSA services previously undertaken by the Southern Adelaide Local Health Network (SALHN) were transferred to Wellbeing SA, now Preventive Health SA. Net liabilities of \$0.312 million were transferred out of SALHN, consisting of employee related liabilities (\$0.334 million) less receivables (\$0.022 million, prepayments). This included the transfer of 14 employees. Preventive Health SA also received/receivable of \$2.746 million from SALHN for costs incurred from 24 February to 30 June 2024 (refer Note 4).

On 8th February 2024, it was proclaimed in the South Australian Government Gazette that Wellbeing SA will be renamed to Preventive Health SA, effective from 26 February 2024.

*This note has been included for the purpose of reporting comparative figures for revenue, expenses, assets and liabilities for 2023-24.

2. Revenues from/Payments to SA Government

	2025	2024
	\$'000	\$'000
Contingency funding provided by Department of Treasury and Finance	16	16
Operating purpose Appropriations from Consolidated Account pursuant to the Appropriation Act	32,655	25,880
Commonwealth recurrent grants received via Department of Treasury and Finance	1,696	629
Total revenues from SA Government	34,367	26,525
Return of surplus cash pursuant to cash alignment policy	1,191	1,252
Total payments to SA Government	1,191	1,252

Appropriations and intra-government transfers are recognised upon receipt.

Commonwealth recurrent grants include the Federation Funding Agreement revenue for Bowel Screening, (\$0.671m), Expansion of Cervical Screening, (\$0.519m) and Smoking and Vaping, (\$0.506m).

3. Fees and charges

	2025	2024
	\$'000	\$'000
Fees for health services	1	1
Other user charges and fees	198	459
Total fees and charges	199	460

All revenue from fees and charges is revenue recognised from contracts with customers. Revenue is recognised at a point in time when Preventive Health SA satisfies performance obligations by rendering services to its customers. These services include primarily data collection for Population Health Survey Module System (PHSMS) received from South Australian Health and Medical Research Institute (SAHMRI) and the Cancer Council Australia.

4. Grants and contributions

	2025	2024
	\$'000	\$'000
Other SA Government grants and contributions	141	2,886
Total grants and contributions	141	2,886

SA Government grants and contributions in 2025 relates to funding provided by the Department for Health and Wellbeing for a Social and Emotional Wellbeing (SEWB) position in Preventive Health SA, (\$0.141m).

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

5. Resources received free of charge

	2025	2024
	\$'000	\$'000
Services	306	262
Total resources received free of charge	306	262

Contribution of services are recognised only when a fair value can be determined reliably, and the services would be purchased if they had not been donated. Preventive Health SA receives Financial Accounting, Taxation, Payroll, Accounts Payable and Accounts Receivable services from Shared Services SA free of charge valued at 0.232 million (\$0.226 million), and ICT (information and communication technology) services from the Department of Premier and Cabinet valued at \$0.030 million (\$0.036 million), following Cabinet's approval to cease intra-government charging.

On 5 September 2024 the Treasurer approved the Auditor-General's request to cease audit fee charging arrangements for auditing the public accounts, effective for financial years ending on or after 30 June 2024. During 2024-25, Preventive Health SA received audit services from the Audit Office of South Australia free of charge valued at \$0.045 million.

6. Other revenues/Income

	2025	2024
	\$'000	\$'000
Other	49	36
Total other revenues/income	49	36

Includes audit services provided by the Audit Office of South Australia valued at \$0.045 million for the 2024 financial year. In accordance with the Treasurer's approval and accounting standards, audit services for 2023-24 have been recognised as other income, representing a reversal of accrued expenses as at 30 June 2024.

In 2025, revenue also consists of \$0.003 million received from the private sector for the Aboriginal Health Programme, compared to no funding in 2024. In 2024, funds included \$0.020 million for the Stokes Bay Playground as part of a Bushfire Revival program and \$0.05 million for Suicide Prevention programs, both of which were not received in 2025.

7. Employee related expenses

	2025	2024
	\$'000	\$'000
Salaries and wages	9,202	9,040
Targeted voluntary separation packages	-	99
Long service leave	319	399
Annual leave	1,028	919
Skills and experience retention leave	83	64
Superannuation	1,379	1,231
Workers compensation	100	137
Board and committee fees	20	14
Other employee related expenses	566	616
Total employee related expenses	12,697	12,519

Superannuation expense represents Preventive Health SA's contribution to superannuation plans in respect of current services of employees.

7.1 Key Management Personnel

Key management personnel (KMP) of Preventive Health SA includes the Minister for Health and Wellbeing (the Minister), the Chief Executive and five (six) members of the Executive Management Group who have responsibility for the strategic direction and management of Preventive Health SA.

Total compensation for KMP for the financial year was \$1.470 million (\$1.769 million) and excludes salaries and other benefits by the Minister. The Minister's remuneration and allowances are set by the *Parliamentary Remuneration Act 1990* and the Remuneration Tribunal of SA respectively and are payable from the Consolidated Account (via DTF) under section 6 of the *Parliamentary Remuneration Act 1990*.

Preventive Health SA did not enter into any transactions with KMP or their close family during the reporting period.

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

7.2 Remuneration of Boards and Committees

	2025	2024
	No. of	No. of
	Members	Members
\$0	51	54
\$1 - \$19,999	17	17
Total	68	71

The total remuneration received or receivable by members was \$0.021 million (\$0.014 million). Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, superannuation contributions, salary sacrifice benefits and fringe benefits and any related fringe benefits tax paid. In accordance with the Premier and Cabinet Circular No. 016, government employees did not receive any remuneration for board/committee duties during the financial year.

Unless otherwise disclosed, transactions between members are on conditions no more favourable than those that it is reasonable to expect the entity would have adopted if dealing with the related party at arm's length in the same circumstances.

Refer to note 19 for members of boards/committees that served for all or part of the financial year and were entitled to receive income from membership in accordance with APS 124.B.

7.3 Remuneration of employees

	2025	2024
	No.	No.
The number of employees whose remuneration received or receivable falls within the following bands:	n/a	2
\$166,001 - \$171,000*	1	1
\$171,001 - \$191,000	1	1
\$191,001 - \$211,000	1	2
\$211,000 - \$231,000	1	2
\$231,001 - \$251,000	1	-
\$251,001 - \$271,000	-	-
\$271,001 - \$291,000	-	1
\$291,001 - \$311,000	-	-
\$311,001 - \$331,000	-	-
\$331,001 - \$351,000	-	1
\$351,001 - \$371,000	1	-
\$371,001 - \$391,000	6	10
Total number of employees	6	10

* This band has been included for the purpose of reporting comparative figures based on the executive base-level remuneration rate for 2023-24.

The total remuneration received by those employees for the year was \$1.459 million (\$2.269 million).

The table includes all employees who received remuneration equal to or greater than the base executive remuneration level during the year. Employee Remuneration reflects all costs of employment including salaries and wages, payments in lieu of leave, superannuation contributions, salary sacrifice benefits and any related fringe benefits and related fringe benefits tax.

7.4 Targeted voluntary separation packages (TVSP)

	2025	2024
	\$'000	\$'000
Amount paid/payable to separated staff:	-	75
Leave paid/payable to separated employees	-	99
Targeted voluntary separation packages	-	174
Net cost to Preventive Health SA	-	174
The number of staff who received a TVSP during the reporting period	-	1

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

8. Supplies and services

	2025	2024
	\$'000	\$'000
Administration	171	165
Advertising	2,227	1,317
Communication	149	143
Computing	306	448
Consultants	543	619
Contract of services	4,320	1,913
Contractors	2,144	555
Contractors - agency staff	937	201
Electricity, gas and fuel	14	26
Fee for service	56	59
Food supplies	13	11
Housekeeping	1	1
Insurance	45	12
Legal	13	34
Minor equipment	14	60
Motor vehicle expenses	9	6
Occupancy rent and rates	741	684
Postage	1	5
Printing and stationery	19	22
Repairs and maintenance	20	114
Security	-	4
Services from Shared Services SA	238	226
Training and development	212	191
Travel expenses	105	112
Other supplies and services	716	1,516
Total supplies and services	13,014	8,444

Preventive Health SA's accommodation is provided by DIT under MoAA issued in accordance with Government wide accommodation policies. The arrangement does not meet the definition of a lease and accordingly expensed (disclosed within Occupancy rent and rates).

Preventive Health SA recognises lease payments associated with short term leases (12 months or less) and leases (other than SAFA vehicles) for which the underlying asset is low value (less than \$15,000) as an expense on a straight-line basis over the lease term. Lease commitments for short term leases is similar to short term lease expenses disclosed.

9. Grants and subsidies

	2025	2024
	\$'000	\$'000
Subsidies	221	-
Funding to non-government organisations	9,227	6,443
Other	30	5
Total grants and subsidies	9,478	6,448

Grants consist of contributions for the delivery of Community Wellbeing and Resilience projects, the cancer prevention and screening initiatives, Aboriginal and Torres Strait Islander cultural strengthening, Wellbeing Hub initiative, Automated External Defibrillator grants, partnerships with multicultural communities councils, and support for Alcohol, Tobacco and other Drugs initiatives.

10. Other expenses

	2025	2024
	\$'000	\$'000
Payment to DHW	-	79
Other	137	30
Total other expenses	137	109

Preventive Health SA receives accounting and ICT services free of charge from the Department of Treasury and Finance (Shared Services SA) and the Department of the Premier and Cabinet respectively. Preventive Health SA also receives audit services free of charge from the Audit Office of South Australia in relation to work performed under the *Public Finance and Audit Act 1987*. No other services have been provided by the Audit Office of South Australia.

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

11. Cash and cash equivalents

Cash is measured at nominal amounts. Preventive Health SA has a deposit account (general operating) of \$3.625 million (\$4.618 million) with the Treasurer. Preventive Health SA does not earn interest on this account. The Government has a policy to align cash balances with the appropriation and expenditure authority.

12. Receivables

	2025	2024
	\$'000	\$'000
Current		
Debtors	10	733
Prepayments	21	20
Sundry receivables and accrued revenue	1	1,402
GST input tax recoverable	457	278
Total current receivables	489	2,433
Non-current		
Debtors	4	4
Total non-current receivables	4	4
Total receivables	493	2,437

Receivables arise in the normal course of selling goods and services to other agencies and to the public. Preventive Health SA's trading terms for receivables are generally 30 days after the issue of an invoice or the goods/services have been provided under a contractual arrangement. Receivables, prepayments and accrued revenues are non-interest bearing. Receivables are held with the objective of collecting the contractual cash flows and they are measured at amortised cost.

Statutory receivables

Statutory receivables do not arise from contracts with customers. They are related to taxes and tax equivalents as well as statutory fees and charges. Statutory receivables are recognised and measured similarly to contractual receivables. Statutory receivables are not financial assets. Workers compensation recoveries are related to the interim benefits receivable from employees pursuant to Section 32(3) of *Return to Work Act 2014*. This receivable is recognised when the relevant employees' claims are rejected.

No impairment loss was recognised in relation to statutory receivables.

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

13. Property, plant and equipment/Financial liabilities

Right-of-use asset leased by Preventive Health SA as a lessee is measured at cost and there are no indicators of impairment.

Preventive Health SA has a motor vehicle lease with the South Australian Government Financing Authority (SAFA) through their agent LeasePlan Australia. The lease is non-cancellable, for a 3 year period with rental payment monthly in arrears.

The following table shows the movement:

	2025	2024
	\$'000	\$'000
Carrying amount at the beginning of the period	11	1
Additions	-	12
Disposals	(8)	-
Subtotal:	3	13
Gains/(losses) for the period recognised in net result:		
Depreciation and amortisation	(3)	(2)
Subtotal:	(3)	(2)
Carrying amount at the end of the Period	-	11
Gross carrying amount		
Gross carrying amount	-	12
Accumulated depreciation/amortisation	-	(1)
Carrying amount at the end of the Period	-	11

The lease liability relating to this right-of-use asset at 30 June 2025 was nil (\$11,000). Interest expense was \$306 (\$200) and cash outflow relating to this lease was \$12,000 (\$2,000).

Motor vehicles – were leased from the South Australian Government Financing Authority (SAFA) through their agent LeasePlan Australia. Effective 1 April 2025, SAFA issued new lease agreements for all its existing leases. Each of these new lease agreements includes a standard clause that gives SAFA substantive substitution rights, as a result motor vehicle leases are no longer captured by AASB 16. Accordingly, the carrying values of existing right-of-use assets and corresponding lease liabilities were derecognised.

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

14. Payables

	2025	2024
	\$'000	\$'000
Current		
Creditors and accrued expenses	1,436	3,167
Paid Parental Leave Scheme	-	1
Other payables	13	-
Total current payables	1,449	3,168
Total payables	1,449	3,168

Payables are measured at nominal amounts. Creditors and accruals are recognised for all amounts owed and unpaid. Contractual Payables are normally settled within 15 days from the date the invoice is first received. All payables are non-interest bearing. The carrying amount of payables approximates net fair value due to their short term nature.

Refer to note 18 for information on risk management.

15. Employee related liabilities

	2025	2024
	\$'000	\$'000
Current		
Accrued salaries and wages	64	28
Annual leave	965	881
Long service leave	185	174
Skills and experience retention leave	82	69
Employment on-costs	218	245
Other	2	2
Total current employee related liabilities	1,516	1,399
Non-current		
Long service leave	2,005	1,896
Employment on-costs	212	197
Total non-current employee related liabilities	2,217	2,093
Total employee related liabilities	3,733	3,492

Employee related liabilities accrue as a result of services provided up to the reporting date that remain unpaid. Long-term employee benefits are measured at present value and short-term employee benefits are measured at nominal amounts.

15.1 Salaries and wages, annual leave, skills and experience retention leave and sick leave

The annual leave liability and the skills and experience retention leave liability are expected to be payable within 12 months and are measured at the undiscounted amount expected to be paid.

As a result of the actuarial assessment performed by DTF, the salary inflation rate has increased from the 2024 rate (2.4%) to 3.2% for annual leave and skills and experience retention leave liability. As a result, there is an increase in the employee related liability and employee benefits expenses of \$0.008 million.

No provision has been made for sick leave, as all sick leave is non-vesting, and the average sick leave taken in future years by staff is estimated to be less than the annual entitlement for sick leave.

15.2 Long service leave

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The expected timing and amount of long service leave payments are determined through whole-of-government actuarial calculations, which are based on actuarial assumptions on expected future salary and wage levels, experience of employee departures and periods of service. These assumptions are based on employee data over SA Government entities and the health sector across government.

AASB 119 requires the use of the yield on long-term Commonwealth Government bonds as the discount rate in the measurement of the long service leave liability. The yield on long-term Commonwealth Government bonds has remained unchanged at 4.25%. No movement in the bond yield, which is used as the rate to discount future long service leave cash flows, results in an immaterial movement in the reported long service leave liability. The actuarial assessment performed by DTF leaves the salary inflation rate unchanged from 2024 at 3.5% for long service leave liability.

The net financial effect of the changes to actuarial assumptions is a decrease in the long service leave liability of Nil, payables (employment on-costs) of \$0.011 million and employee benefits expense of \$0.019 million. The impact on future periods is impracticable to estimate as the long service leave liability is calculated using a number of assumptions – a key assumption being the long-term discount rate.

15.3 Employment On-Costs

Employment on-costs include payroll tax, fringe benefits tax. Return to Work SA levies and superannuation contributions and are settled when the respective employee benefits that they relate to are discharged. These on-costs primarily relate to the balance of leave owing to employees. Preventive Health SA makes contributions to several State Government and externally managed superannuation schemes. These contributions are treated as an expense when they occur. There is no liability for payments to beneficiaries as they have been assumed by the respective superannuation schemes. The only liability outstanding at reporting date relates to any contributions due but not yet paid to the respective superannuation schemes.

As a result of an actuarial assessment performed by DTF, the portion of long service leave taken as leave has increased from 2024 (38%) to 47% and the average factor for the calculation of employer superannuation on-costs has increased from the 2024 rate (11.5%) to 12.0% to reflect the increase in super guarantee. These rates are used in the Employment on-cost calculation. The net financial effect of the changes in the current financial year is an increase in the employee on-cost liability and employee benefits expenses of Nil. The estimated impact on future periods is impracticable to estimate as the long service leave liability is calculated using a number of assumptions.

16. Provisions

The provision consists only of workers compensation.

Reconciliation of workers compensation (statutory and non-statutory)

	2025	2024
	\$'000	\$'000
Carrying amount at the beginning of the period	200	57
Increase/ (Decrease) in provisions recognised	(1)	143
Carrying amount at the end of the period	199	200

Workers compensation provision (statutory and additional compensation schemes)

Preventive Health SA is a self-insured employer under the *Return to Work Act 2014*. Under a scheme arrangement, Preventive Health SA is responsible for the management of workers rehabilitation and compensation and is directly responsible for meeting the costs of workers' compensation claims and the implementation and funding of preventative programs. Accordingly, a provision has been reported to reflect unsettled workers compensation claims (statutory and additional compensation schemes).

The workers compensation provision is based on an actuarial assessment of the outstanding liability as at 30 June 2025 provided by a consulting actuary engaged through the Office of the Commissioner for Public Sector Employment.

The additional compensation scheme provides continuing benefits to workers who have suffered eligible work-related injuries and whose entitlements have ceased under the statutory workers compensation scheme. Eligible injuries are non-serious injuries sustained in circumstances which involved, or appeared to involve, of a criminal offence, or which arose from a dangerous situation.

There is a significant degree of uncertainty associated with estimating future claim and expense payments and also around the timing of future payments due to the variety of factors involved. The liability is impacted by agency claim experience relative to other agencies, average claim sizes and other economic and actuarial assumptions.

In addition to these uncertainties, the additional compensation scheme is impacted by the limited claims history and the evolving nature of the interpretation of, and evidence required to meeting, eligibility criteria. Given these uncertainties, the actual cost of additional compensation claims may differ materially from the estimate.

17. Unrecognised contractual commitments

Commitments include operating arrangements arising from contractual or statutory sources and are disclosed at their nominal value.

17.1 Expenditure Commitments

	2025	2024
	\$'000	\$'000
Within one year	1,325	350
Total expenditure commitments	1,325	350

Preventive Health SA expenditure commitments are for agreements for goods and services ordered but not received.

18. Financial instruments/Financial risk management

18.1 Financial risk management

Risk management is overseen by DHW's Risk and Audit Committee and risk management policies are in accordance with the Risk Management Policy Statement issued by the Treasurer and the Premier and the principles established in the Australian Standard Risk Management Principles and Guidelines.

Preventive Health SA's exposure to financial risk (liquidity risk, credit risk and market risk) is low due to the nature of the financial instruments held. Financial instruments are measured at amortised cost. Preventive Health SA is funded principally from appropriations by the SA Government and intra-government transfers from DHW. Preventive Health SA works with DTF to determine cash flows associated with its Government approved program of works. The carrying amount of assets are detailed throughout the notes.

PREVENTIVE HEALTH SA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
For the year ended 30 June 2025

19. Board and committee members

Members of boards/committees that served for all or part of the financial year and were entitled to receive income from membership in accordance with the APS 124 B were:

Board/Committee name:	Government employee members*	Other members
One Stop Screening Shop	-	Janice Rigney, Patricia Clarke., Roslyn Weetra.
Preventive Health SA Advisory Council (the board ceased on 02/08/2024)	1	Alison Edwards, Andrew Culley, Rhiannon Pilkington, Kim Morey, Odette Pearson, Caroline Miller, David Pearson, Todd Harper, Michelle Atkinson, Nicola Roxon.
South Australian Maternal and Perinatal Mortality Committee	21	Marion Crompton, Megan Cooper, Jenni Goold
Suicide Prevention Council	7	Amanda Braddock, Benjamin Flink (end date: 31/12/2024), Chez Curnow, Ebony Gill, Kellie-Ann Hodges, Matthew Newlands, Michelle Atchison, Monika Ferguson, Sally Underdown, Simon Schrapel, Perin Lakdawala, Clinton Bennell, Varo.

Refer to note 7.2 for remuneration of board and committee members

*These board members are current SA Government employees. In accordance with Premier and Cabinet Circular 016, government employees did not receive any remuneration for board/committee duties during the financial year.