
Financial performance

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Deputy Secretary, Financial and Corporate Services and Chief Financial Officer's report

Expenses

NSW Health is a provider of patient-centred healthcare services. Approximately \$21.2 billion (65 per cent) of costs incurred during 2024-25 were labour related, including the costs of employee salaries and contracted visiting medical officers. Other operating and financing costs include approximately \$2.2 billion in pharmaceutical, medical, and surgical supplies; and \$770 million in maintenance related expenses.

Grants and subsidies to third parties for the provision of public health related services totalled approximately \$1.9 billion in 2024-25, including payments of \$912 million in operating grants being paid to affiliated health organisations.

Revenue

Key revenue items include a range of fees for medical services rendered, consisting of the Department of Veterans' Affairs, private health funds for privately insured patients, workers compensation and non-patient fees (\$1.4 billion); the sales and recoveries of pharmaceutical supplies, mainly the recoup of costs from the Commonwealth through Medicare for highly specialist drugs (\$389 million); and compensable payments received from motor vehicle insurers for the costs of people hospitalised or receiving treatment as a result of a motor vehicle accident (\$223 million).

Commonwealth Payments as part of the National Health Reform Agreement are receipted under grants and contributions (\$8.9 billion).

NSW Health's full year capital expenditure for 2024-25 (excluding capital expensing) was \$2.6 billion for works in progress and completed works. The total spent on capital in 2024-25 represents 7.7 per cent of the total Property, Plant, Equipment and Intangibles asset base.

Net assets

NSW Health's net assets at 30 June 2025 are \$31.2 billion. This is made up of total assets of \$39.5 billion, netted off by total liabilities of \$8.3 billion. The net assets are represented by accumulated funds of \$17.7 billion and an asset revaluation reserve of \$13.4 billion.

The audited financial statements for the NSW Ministry of Health are provided in the report. Audited financial statements have also been prepared in respect of each of the reporting entities controlled by the NSW Ministry of Health. These statements have been included in a separate volume of the NSW Health 2024-25 Annual Report. The NSW Ministry of Health and all its controlled entities received an unqualified audit opinion.

Adjunct Professor Alfa D'Amato

Deputy Secretary, Financial and Corporate Services
and Chief Financial Officer
NSW Health

Financial management

Asset management

As from 1 July 2024, NSW Health has been supporting the development of asset management capability and capacity by providing funding directly to local health districts and specialty health networks for resources to promote uplift in asset management maturity.

NSW Health implemented the Asset Management Capability Funding Program which is designed to strengthen planning and delivery of services, through funded asset management-specific resources. These resources will minimise gaps in asset management related expertise and capacity, and is based on local needs, identified through the annual asset management maturity assessment process. This Program is aligned to NSW Health's strategic asset management priorities to enable better health outcomes for patients and the community.

Non-government funding

Each year, NSW Health allocates funding to non-government organisations (NGOs) to deliver community-based services supporting health and wellbeing, particularly for vulnerable or hard-to-reach populations.

Aboriginal health; aged care; children; youth and families; chronic care and disability; community transport; drug and alcohol; mental health; palliative care; population health; and women's health are among the services for which NSW Health provides funding.

Aboriginal Health

| Grant recipient | Amount (\$) | Description |
|---|-------------|--|
| Aboriginal Health and Medical Research Council NSW (AH&MRC) | 2,957,400 | Supports the peak body for Aboriginal Community Controlled Health Services in NSW and its core activities including building the capacity of member services in priority areas such as governance, financial management and business processes, and workforce development. Funding supports the AH&MRC to contribute to NSW Health policy and program development processes aimed at improving the health outcomes of Aboriginal people across NSW, and to be a formal partner with NSW Health on Aboriginal health issues |
| Aboriginal Medical Service Co-Operative Ltd | 799,000 | Provision of population health and chronic care primary health services; provision of drug and alcohol services for the Aboriginal community in the Sydney region |
| Albury Wodonga Aboriginal Health Service | 262,300 | Provision of population health and chronic care primary health services to the Aboriginal community in the Albury Wodonga area |
| Armajun Health Service Aboriginal Corporation | 348,500 | Provision of population health and chronic care services to the Aboriginal community in the Armidale, Glen Innes, Inverell, Tenterfield, and Tingha regions |
| Awabakal Ltd | 900,100 | Provision of population health, chronic care, and drug and alcohol primary care services; provision of ear health and family health services for the Aboriginal community in the Newcastle region |
| Biripi Aboriginal Corporation Medical Centre | 510,000 | Provision of population health, chronic care and drug and alcohol primary health services, and provision of family health services for the Aboriginal community in the Taree area |
| Bourke Aboriginal Corporation Health Service | 442,700 | Provision of population health, chronic care, and drug and alcohol primary health services, and provision of family health services for the Aboriginal community in Bourke and surrounding areas |
| Bulgarr Ngaru Medical Aboriginal Corporation | 741,900 | Provision of population health and chronic care primary health services, and provision of family health services in the Richmond and Clarence valley regions |
| Bullinah Aboriginal Health Service Ltd | 280,400 | Provision of population health and chronic care primary health services to the Aboriginal community in the Ballina region |
| CatholicCare Wilcannia-Forbes Ltd | 232,400 | Provision of family health services in Narromine and Bourke |
| Condobolin Aboriginal Health Service Inc | 452,400 | Provision of population health and chronic care primary health services to the Aboriginal community in the Condobolin area |
| Coomealla Health Aboriginal Corporation | 220,900 | Provision of population health and chronic care primary health services to the Aboriginal community in the Dareton and Wentworth area |
| Coonamble Aboriginal Health Service | 754,600 | Provision of population health and chronic care primary health services, and provision of family health services in the Coonamble, Dubbo, and Gilgandra regions |
| Cummeragunja Health and Development Aboriginal Corporation | 223,500 | Provision of population health and chronic care primary health services for Aboriginal community in the Cummeragunja, Moama, and surrounding areas |
| Dubbo Neighbourhood Centre Inc | 120,500 | Provision of family health services for communities in the Dubbo area |
| Durri Aboriginal Corporation Medical Service | 738,100 | Provision of population health, chronic care, and drug and alcohol primary health services for the Aboriginal communities in the Kempsey, Nambucca Valley area |

| Grant recipient | Amount (\$) | Description |
|--|-------------|---|
| Eleanor Duncan Aboriginal Services Ltd | 506,900 | Provision of population health, chronic care and ear health primary health services and provision of family health services for the Aboriginal communities in the Central Coast area |
| Galambila Aboriginal Health Service Inc | 386,700 | Provision of population and chronic care primary health services for Aboriginal communities in the Coffs Harbour area |
| Griffith Aboriginal Medical Service Inc | 280,400 | Provision of population health and chronic care primary health services to the Aboriginal community in the Griffith and Hay region |
| Illaroo Co-operative Aboriginal Corporation | 77,900 | Personal care worker for the Rose Mumbler Retirement Village |
| Illawarra Aboriginal Medical Service | 424,800 | Provision of population health, chronic care, and drug and alcohol primary health services for the Aboriginal community in the Illawarra area |
| Intereach Ltd | 141,300 | Provision of family health services in the Deniliquin area |
| Katungul Aboriginal Corporation Community and Medical Services | 412,400 | Provision of population health, chronic care and ear health primary health services for Aboriginal communities of the Far South Coast region and Bega |
| Maari Ma Health Aboriginal Corporation | 487,300 | Provision of population health and chronic care primary health services and family health services in Broken Hill and across Far West NSW |
| Ngaimpe Aboriginal Corporation | 257,800 | Residential drug and alcohol treatment and referral program providing statewide services, located in the Central Coast area |
| Orana Haven Aboriginal Corporation | 214,000 | Residential drug and alcohol treatment and referral program providing statewide services located near Brewarrina |
| Orange Aboriginal Medical Service | 348,500 | Provision of population health and chronic care primary health services for Aboriginal communities in the Orange area |
| Pius X Aboriginal Corporation | 223,100 | Provision of population health and chronic care primary health services to the Aboriginal community in the Moree area |
| Riverina Medical and Dental Aboriginal Corporation | 649,800 | Provision of population health, chronic care, drug and alcohol and ear health primary health services and provision of family health services for the Aboriginal community in the Riverina region |
| South Coast Medical Service Aboriginal Corporation | 325,500 | Provision of population health, chronic care and drug and alcohol primary health services for the Aboriginal community in the Nowra area |
| South Coast Women's Health and Welfare Aboriginal Corporation | 616,000 | Provision of population health and chronic care primary health services and provision of family health services to Aboriginal women and their families in the South Coast region |
| Tamworth Aboriginal Medical Service Inc | 317,900 | Provision of population health and chronic care primary health services to the Aboriginal community in the Tamworth area |
| Tharawal Aboriginal Corporation | 445,700 | Provision of population health, chronic care and drug and alcohol primary health services for the Aboriginal community in the Campbelltown area |
| The Oolong Aboriginal Corporation | 288,200 | Residential drug and alcohol treatment and referral program providing statewide services located in the Nowra area |
| Tobwabba Aboriginal Medical Service | 325,600 | Provision of population health and chronic care primary health services and provision of family health services for the Aboriginal community in Forster and surrounding areas |

| Grant recipient | Amount (\$) | Description |
|--|-------------------|--|
| Ungooroo Aboriginal Corporation | 280,400 | Provision of population health and chronic care primary health services to the Aboriginal community in the Singleton and Muswellbrook areas |
| Walgett Aboriginal Medical Service | 543,600 | Provision of population health, chronic care, and drug and alcohol primary health services and provision of family health services for the Aboriginal community in the Walgett, Brewarrina and surrounding areas |
| Weigelli Centre Aboriginal Corporation | 107,600 | Residential drug and alcohol treatment and referral program providing statewide services located in the Cowra area |
| Wellington Aboriginal Corporation Health Service | 1,498,900 | Provision of population health, chronic care and drug and alcohol primary health services and provision of family health services for the Aboriginal communities around Wellington and Greater Western Sydney |
| Werin Aboriginal Corporation | 280,400 | Provision of population health and chronic care primary health services to the Aboriginal community in the Port Macquarie area |
| Yoorana Gunya Family Healing Centre Aboriginal Corporation | 520,700 | Provision of population health and chronic care primary health services and provision of family health services for the Aboriginal community in Forbes and surrounding areas |
| Total | 19,946,100 | |

Drug and alcohol

| Grant recipient | Amount (\$) | Description |
|--|------------------|--|
| Aboriginal Health and Medical Research Council NSW | 218,900 | Develop capacity of NSW Aboriginal Community Controlled Health Organisations to identify and respond to alcohol and other drug related harm |
| Aboriginal Medical Service Co-Operative Ltd | 379,100 | Delivery of alcohol and other drug treatment and support services for Aboriginal people in Redfern |
| Odyssey House NSW | 933,800 | Delivery of alcohol and other drug prevention, community development, treatment and research services for people and communities with cultural and linguistic diversity, primarily in Western and South Western Sydney |
| Network of Alcohol and other Drugs Agencies Inc | 1,905,800 | Represent and develop capacity of NSW non-government organisations delivering alcohol and other drug prevention, harm minimisation, and treatment services |
| The Oolong Aboriginal Corporation | 417,700 | Alcohol and other drug residential rehabilitation in Nowra primarily for Aboriginal men, with priority access for Magistrates Early Referral into Treatment program participants |
| Uniting NSW.ACT | 5,033,100 | Medically supervised injecting-centre |
| Total | 8,888,400 | |

Health promotion

| Grant recipient | Amount (\$) | Description |
|------------------------|------------------|--|
| Family Drug Support | 450,600 | Provides a 24-hour 7 days telephone service, information, support and referral to families affected by alcohol and other drug issues |
| Life Education NSW Ltd | 2,631,500 | Delivers alcohol and other drugs and healthy lifestyle related education to primary school children in NSW |
| Asthma Australia Ltd | 631,700 | Asthma Australia aims to build the capacity of the health workforce to provide evidence-based care to people with asthma, develop and implement programs and services that support people with asthma to proactively self manage their disease and help develop policies and systems to create safer environments for people with asthma |
| Kidsafe NSW Inc | 305,900 | Kidsafe NSW undertakes public awareness campaigns and provides information, training and advice on child injury prevention to key stakeholders and the community |
| Total | 4,019,700 | |

Oral health

| Grant recipient | Amount (\$) | Description |
|---|-------------|---------------------------------|
| Aboriginal Medical Service Co-Operative Ltd | 460,900 | Aboriginal Oral Health Services |
| Albury Wodonga Aboriginal Health Service | 656,400 | Aboriginal Oral Health Services |
| Armajun Health Service Aboriginal Corporation | 625,800 | Aboriginal Oral Health Services |
| Awabakal Ltd | 414,400 | Aboriginal Oral Health Services |
| Biripi Aboriginal Corporation Medical Centre | 234,600 | Aboriginal Oral Health Services |
| Bourke Aboriginal Corporation Health Service | 451,800 | Aboriginal Oral Health Services |
| Condobolin Aboriginal Health Service | 272,000 | Aboriginal Oral Health Services |
| Coonamble Aboriginal Health Service | 172,000 | Aboriginal Oral Health Services |
| Durri Aboriginal Corporation Medical Service | 568,200 | Aboriginal Oral Health Services |
| Eleanor Duncan Aboriginal Services Ltd | 449,100 | Aboriginal Oral Health Services |
| Griffith Aboriginal Medical Service Inc | 172,000 | Aboriginal Oral Health Services |
| Illawarra Aboriginal Medical Service | 529,700 | Aboriginal Oral Health Services |

| Grant recipient | Amount (\$) | Description |
|--|------------------|---------------------------------|
| Katungul Aboriginal Corporation Community and Medical Services | 427,200 | Aboriginal Oral Health Services |
| Maari Ma Health Aboriginal Corporation | 465,000 | Aboriginal Oral Health Services |
| Orange Aboriginal Medical Service | 569,000 | Aboriginal Oral Health Services |
| Pius X Aboriginal Corporation | 234,000 | Aboriginal Oral Health Services |
| Riverina Medical and Dental Aboriginal Corporation | 618,600 | Aboriginal Oral Health Services |
| South Coast Medical Service Aboriginal Corporation | 355,600 | Aboriginal Oral Health Services |
| Tamworth Aboriginal Medical Service Inc | 164,500 | Aboriginal Oral Health Services |
| Tharawal Aboriginal Corporation | 469,800 | Aboriginal Oral Health Services |
| Tobwabba Aboriginal Medical Service | 451,800 | Aboriginal Oral Health Services |
| University of Sydney | 315,100 | Aboriginal Oral Health Services |
| Walgett Aboriginal Medical Service | 232,100 | Aboriginal Oral Health Services |
| Total | 9,309,600 | |

HIV, blood-borne viruses and sexually transmitted infections (STI)

| Grant recipient | Amount (\$) | Description |
|--|-------------|---|
| Aboriginal Health and Medical Research Council NSW | 151,300 | Delivery of education and training in Primary Health Care (Sexual Health) and specialised short courses and skill set training covering HIV, hepatitis C and B, and STIs to support Aboriginal health workers in Aboriginal Community Controlled Health Services and local health districts to implement the NSW HIV, STI, hepatitis C and hepatitis B strategies |
| ACON Health Ltd | 13,905,000 | A statewide community-based organisation providing HIV and STI prevention, education, and support services to gay and other men who have sex with men. Services and programs include: HIV and STI prevention, health promotion, education and community engagement programs for gay and other men who have sex with men to increase access to HIV and STI testing, treatment and prevention |

| | | |
|--|-------------------|--|
| Australasian Society For HIV, Viral Hepatitis and Sexual Health Medicine | 726,300 | Provides general practitioner (GP) engagement and delivery of training for authorisation as required for prescribing of drugs used in the treatment of HIV and hepatitis B; training that supports GPs involved with patients who have HIV and STI; sexual health and viral hepatitis training for nurses; HIV, STI and viral hepatitis training content and materials for GPs and other health care providers |
| Bobby Goldsmith Foundation | 2,209,400 | Provision of client-centred services across NSW for HIV positive people with complex care needs to support client stability, and address barriers to retention in care and target service gaps in partnership with specialist HIV community services |
| Diabetes NSW | 3,111,000 | Provision of syringes and pen needles at no cost to NSW registrants of the National Diabetic Services Scheme |
| Hepatitis NSW Inc | 2,395,600 | A statewide community-based organisation that provides information, support, referral, testing, education and advocacy services for people in NSW affected by hepatitis C and hepatitis B |
| NSW Users and AIDS Association Inc | 1,858,200 | Statewide community-based organisation that provides HIV and hepatitis C prevention education, harm reduction, access to testing, advocacy, resources, referral and support services for people who inject drugs |
| Positive Life NSW Inc | 1,194,800 | Statewide community-based health promotion and education, advocacy, and implementation of policy and programs for people living with HIV |
| Sex Workers Outreach Project Inc | 1,647,500 | Statewide peer-based health education and outreach services to sex industry workers to prevent the transmission of HIV, viral hepatitis and STI |
| Total | 27,199,100 | |

External Health Services

| Grant recipient | Amount (\$) | Description |
|--|------------------|--|
| Royal Flying Doctor Service Of Australia (South Eastern Section) | 2,530,810 | Provision of Rural Aerial Health Service |
| Total | 2,530,810 | |

Rural Doctors Services

| Grant recipient | Amount (\$) | Description |
|---------------------------|------------------|---|
| NSW Rural Doctors Network | 1,993,100 | Core funding supports a range of programs aimed at ensuring sufficient numbers of suitably trained and experienced medical practitioners are available to meet the healthcare needs of rural NSW communities. Funding is also provided for the NSW Rural Medical Undergraduates Initiatives Program, which provides financial assistance to medical students undertaking rural NSW placements; and the NSW Rural Resident Medical Officer Cadetship Program, which supports selected medical students in their final two years of study who commit to completing two of their first three postgraduate years in a NSW regional hospital |
| Total | 1,993,100 | |

Mental Health

| Grant recipient | Amount (\$) | Description |
|---|-------------|---|
| Aboriginal Health and Medical Research Council NSW | 233,500 | Mental Health statewide coordination to support and develop the capacity of Aboriginal Community Controlled Health Organisation to deliver mental health and wellbeing services and provide strategic advice to NSW Health on key issues affecting mental health and wellbeing service delivery in the Aboriginal Community Controlled sector |
| Aboriginal Medical Service Co-operative Limited | 386,600 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Albury Wodonga Aboriginal Health Service incorporated | 117,900 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Awabakal Ltd | 132,400 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| BEING - Mental Health Consumers Incorporated | 76,500 | The peak body for mental health consumers in NSW, BEING represent the interest of mental health consumers in NSW and advocate on behalf of consumers for changes in policy, legislation and service provision. BEING also deliver projects that support the expansion and growth of the lived experience workforce |
| Black Dog Institute | 1,896,200 | Education and training programs for health professionals, schools and school communities. The Black Dog Institute Clinic is a psychiatric assessment clinic receiving referrals from GPs and Psychiatrists who are seeking diagnosis and treatment planning for patients who have already unsuccessfully undertaken pharmacological and psychological interventions for their mood disorder |

| Grant recipient | Amount (\$) | Description |
|--|-------------|--|
| Bulgarr Ngaru Medical Aboriginal Corporation | 135,400 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| CatholicCare Wilcannia-Forbes Limited | 1,021,300 | NSW Family and Carer Mental Health Program - supports families and carers of people with a mental illness through individual support, support groups, advocacy and training and education |
| Coomealla Health Aboriginal Corporation | 132,400 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community. |
| Cummeragunja Housing and Development Aboriginal Corporation | 132,400 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Galambila Aboriginal Corporation | 117,900 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Katungul Aboriginal Corporation Regional Health and Community Services | 124,700 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Lifeline Australia | 4,003,300 | Support for Lifeline Centres in NSW to provide the Lifeline crisis support telephone service |
| Mental Health Association NSW Ltd | 122,900 | Wayahead is the peak body for mental health promotion in NSW. Wayahead promotes mental health and wellbeing, supports the people of NSW to access mental health services and delivers mental health projects across NSW |
| Mental Health Carers Arafmi NSW Inc | 43,900 | Mental Health Carers NSW (MHCN) is the peak body for mental health carers in NSW. MHCN represent the interest of mental health carers in NSW and information they gather from carers is used to advocate for changes in policy, legislation and service provision to better recognise and support carers |
| Mental Health Co-ordinating Council Limited | 746,000 | NSW mental health peak organisation funded to support the mental health community managed organisation sector to provide quality services |
| Mission Australia | 1,012,100 | NSW Family and Carer Mental Health Program - supports families and carers of people with a mental illness through individual support, support groups, advocacy and training and education |
| Riverina Medical and Dental Aboriginal Corporation | 117,900 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Schizophrenia Fellowship Of New South Wales Ltd | 3,176,400 | NSW Family and Carer Mental Health Program - supports families and carers of people with a mental illness through individual support, support groups, advocacy and training and education |
| Schizophrenia Fellowship Of New South Wales Ltd | 571,800 | One Door Mental Health Core Grant to provide support, referral, advocacy and information to people experiencing mental health issues |

| Grant recipient | Amount (\$) | Description |
|---|-------------------|--|
| South Coast Medical Service Aboriginal Corporation | 254,000 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| South Coast Women's Health and Welfare Aboriginal Corporation | 128,200 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Stride Mental Health Limited | 999,500 | NSW Family and Carer Mental Health Program - supports families and carers of people with a mental illness through individual support, support groups, advocacy and training and education |
| Tharawal Aboriginal Corporation | 117,900 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Peer Support Australia | 172,550 | School based, peer-led mentoring program supporting the mental, social and emotional wellbeing of children and young people |
| The Peer Support Foundation Ltd | 86,275 | School based, peer-led mentoring program supporting the mental, social and emotional wellbeing of children and young people |
| Life Education NSW Limited | 86,275 | School based, peer-led mentoring program supporting the mental, social and emotional wellbeing of children and young people |
| The Trustees Of The Society Of St Vincent De Paul (NSW) | 264,900 | Frederic House is a residential aged care facility that targets older men with mental health and/or substance use issues. This top up funding supports the facility and services provided, particularly the provision of specialist mental health staffing |
| Uniting NSW.ACT | 2,028,500 | NSW Family and Carer Mental Health Program - supports families and carers of people with a mental illness through individual support, support groups, advocacy and training and education |
| Walgett Aboriginal Medical Service Ltd | 235,300 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Weigelli Centre Aboriginal Corporation inc | 117,900 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Wellington Aboriginal Corporation Health Service | 247,100 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Yerin Aboriginal Health Services Limited | 117,900 | Increased access to culturally safe, holistic and flexible mental health and wellbeing services led by Aboriginal Community Controlled Health Organisations that are responsive to the needs to the local community |
| Total | 19,157,800 | |

Community services - NSW children, youth and families

| Grant recipient | Amount (\$) | Description |
|---|------------------|---|
| Australian Breastfeeding Association (NSW Branch) | 197,900 | The Australian Breastfeeding Association (ABA) promotes, protects and supports breastfeeding by advocating for the importance of human milk. The ABA provides peer support to women and families and supports health professionals with resources, workshops and seminars |
| Australian Red Cross Society | 428,900 | Residential program that builds the capacity of young pregnant women, over 20 weeks gestation, with complex needs, and newly parenting young men and women aged 12 to 25 to live and parent independently and respond appropriately to the needs of their children |
| CatholicCare Sydney Trust | 109,900 | This organisation promotes natural family planning within the community and providing community-based information sessions for individuals and families about natural fertility methods |
| Red Nose Saving Little Lives | 217,100 | Red Nose provides bereavement support to NSW families who experience the death of their baby or child during pregnancy, birth and infancy, including miscarriage, ectopic pregnancy, termination of pregnancy, stillbirth, neonatal and infant death and sudden death of a child |
| Royal Far West Children's Health Scheme | 4,788,200 | The Paediatric Developmental Program at Royal Far West provides specialist comprehensive multidisciplinary assessment, diagnosis, planning, review and treatment for rural and remote children up to age 12 with complex developmental and behavioural issues. The Program includes support for parents and carers. The service targets the needs of families residing north of Taree, west of Lithgow and south of Nowra, who cannot access the services they need locally |
| Youth Action | 158,000 | Youth Action is the peak body for young people and youth services in NSW. Youth Action has received funding to develop and implement the NSW Youth Health Literacy Project. This aims to improve the health outcomes of young people aged 12 to 24 years old through promoting their health literacy and access to healthcare |
| Youthsafe | 235,900 | Youthsafe partners with key stakeholders to prevent unintentional injury of young people aged 12 to 26 years. The focus is on injuries from use of roads, participation in workplaces and sport, and socialising with friends |
| Total | 6,135,900 | |

Aged Care, disability and community care

| Grant recipient | Amount (\$) | Description |
|-------------------------|-------------|--|
| CF Together | 352,700 | CF Together, previously known as Cystic Fibrosis Community Care, provides counselling, support and assistance to people with Cystic Fibrosis and their families. It also delivers community outreach and works to improve equitable delivery of services and multidisciplinary engagement |
| Palliative Care NSW Inc | 116,900 | Palliative Care NSW provides information and education to healthcare professionals and the general public to raise awareness and enable informed choices about quality palliative and end of life care. The organisation designs and delivers strategies and policies to support the growth and uptake of palliative care in NSW, and assists primary and specialist health professionals who provide palliative care in the community |

| Grant recipient | Amount (\$) | Description |
|-----------------|----------------|---|
| Parkinsons NSW | 34,200 | Parkinson's NSW supports people living with Parkinson's Disease, their families and carers. It provides essential services through the Parkinson's NSW Infoline, counselling services, network of Support groups, Parkinson's Nurse specialists in regional NSW, and education and information programs |
| Total | 503,800 | |

Community Services

| Grant recipient | Amount (\$) | Description |
|---|------------------|--|
| Albury Wodonga Aboriginal Health Service | 304,200 | This organisation provides child and family health services including the provision of child health and development checks |
| Association for the Wellbeing of Children in Healthcare | 249,100 | AWCH co-ordinates and supports the AWCH Ward Grandparent Program in NSW public hospitals and advocates for the needs of children and young people through, education, policy development, awareness raising and partnerships |
| Centre for Disability Studies Ltd | 264,800 | CDS provides a Complex Care Service for adults with intellectual disability and complex health needs, working with the person's General Practitioner to ensure high quality health care. CDS provides comprehensive multidisciplinary health assessments, health care plans, advice and referrals |
| NSW Council of Social Service | 338,600 | NCOSS provides capacity building activities that increase sustainability in health-related activities that promote the development of health policies, strategies, service design and delivery to better address the health needs of disadvantaged people |
| Health Consumers NSW | 498,800 | HCNSW provides a voice for patients, their family members and carers, patient leaders and health consumer representatives in NSW, as well as health consumer organisations representing specific disease and population groups. Key activities include support for consumer representative networks, and training and education for consumers and NSW Health staff |
| The United Hospital Auxiliaries of NSW Inc | 256,300 | Funding supports delivery of head-office administrative and communications support to the affiliated hospital auxiliaries and UHA Volunteers located in public hospitals, multi-purpose services, community health centres, day care services and other public health facilities across NSW |
| Women's Health NSW | 288,200 | Women's Health NSW is the peak body for non-government, community-based, women's health centres in NSW. It is responsible for promoting a coordinated approach to policy and planning, service delivery, staff development, training, education and consultation between members, NSW Health and other government and non-government agencies |
| Total | 2,200,000 | |

Community Services - Transport

| Grant recipient | Amount (\$) | Description |
|---|------------------|------------------------------|
| Access Sydney Comm Transport | 53,100 | Community transport services |
| Active Care Network | 214,200 | Community transport services |
| Activus Transport | 28,900 | Community transport services |
| Bankstown Canterbury Community Transport | 27,300 | Community transport services |
| Cabonne Shire Council | 21,800 | Community transport services |
| Community Transport Central Coast Ltd | 57,200 | Community transport services |
| Connect You Too Ltd | 88,800 | Community transport services |
| Hart Services | 53,400 | Community transport services |
| Holdsworth Community Ltd | 34,800 | Community transport services |
| Hornsby Ku-Ring-Gai Community Aged/Disabled Transport Service | 24,700 | Community transport services |
| Inverell Hacc Services Inc | 22,500 | Community transport services |
| Linked Community Services | 34,800 | Community transport services |
| Linked Community Services (Care 'N' Go) | 34,600 | Community transport services |
| Live Better Services | 55,300 | Community transport services |
| Mid Western Regional Council | 33,200 | Community transport services |
| Neighbourhood Central | 48,800 | Community transport services |
| Ourcare Services | 26,500 | Community transport services |
| Stryder | 49,300 | Community transport services |
| The Community Transport Company Ltd | 48,600 | Community transport services |
| Transcare Hunter | 11,200 | Community transport services |
| Warrumbungle Shire Council | 11,100 | Community transport services |
| Wee Waa and District Hacc Assoc Inc | 39,300 | Community transport services |
| Total | 1,019,400 | |

Aboriginal Maternal and Infant Health

| Grant recipient | Amount (\$) | Description |
|--|-------------|---|
| Durri Aboriginal Corp Medical Service | 268,400 | Employment of a community midwife and Aboriginal Health Workers to provide Aboriginal Maternal and Infant Health Service to improve the health outcomes of Aboriginal mothers, and mothers with Aboriginal partners, and their babies |
| Maari Ma Health Aboriginal Corporation | 402,100 | Employment of a community midwife and Aboriginal Health Workers to provide Aboriginal Maternal and Infant Health Service (AMIHS) to improve the health outcomes of Aboriginal mothers, and mothers with Aboriginal partners, and their babies |
| Walgett Aboriginal Medical Service | 268,400 | Employment of a community midwife and Aboriginal Health Workers to provide Aboriginal Maternal and Infant Health Service to improve the health outcomes of Aboriginal mothers, and mothers with Aboriginal partners, and their babies |

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|--------------|----------------|
| Total | 938,900 |
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Other funding grants in 2024-25

| Grant recipient | Amount (\$) | Description |
|--|-------------|---|
| 2Connect Youth & Community Inc | 148,964 | Alcohol and other drugs youth treatment services |
| Aboriginal Community Housing Ltd | 155,625 | Alcohol and Other Drug Hub Grant funding |
| Aboriginal Corporation for Drug and Alcohol Network NSW | 170,000 | To support Aboriginal engagement in the ICE response |
| Aboriginal Drug and Alcohol Residential Rehabilitation Network Ltd | 182,064 | Aboriginal Drug and Alcohol Residential Rehabilitation Organisation and Service Development |
| Aboriginal Health and Medical Research Council NSW | 257,832 | Suicide Prevention Project Officer |
| Aboriginal Medical Service Co-Operative Ltd | 200,000 | Awarding of Aboriginal Model of Care Program grants |
| Aboriginal Medical Service Co-Operative Ltd | 40,000 | Funding for Dental Services and Equipment Upgrades in Aboriginal Community Controlled Health Organisations |
| ACON Health Ltd | 29,000 | Drug and Alcohol Harm Reduction Campaign |
| ACON Health Ltd | 200,000 | End of Life and Palliative Care Grants Program. |
| ACON Health Ltd | 105,000 | Establishment of ACON – Kaleido Health Service Grant |
| ACON Health Ltd | 1,812,614 | Suicide prevention services for People of Diverse Sexualities and Genders |
| Anglican Community Services | 1,187,652 | Mental Health Community Living Supports for Refugees |
| Aria Research Pty Ltd | 670,000 | Medical Devices Fund |
| Armajun Health Service Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Armajun Health Service Aboriginal Corporation | 60,000 | Funding for Dental Services and Equipment Upgrades in Aboriginal Community Controlled Health Organisations |
| Armidale Centacare New England North West Ltd | 319,727 | Alcohol and Other Drugs Youth Treatment Services |
| Association of Children's Welfare Agencies Inc | 18,300 | Centre for Community Welfare Training – Workforce Development Training grant |
| Association of Drug Referral Centres Ltd | 220,148 | Alcohol and Other Drugs Youth Treatment Services. |
| Australian Professional Association for Trans Health (AusPATH) | 25,000 | One-off contribution to support AusPATH's development of a new information platform in support of trans and gender diverse health |
| Australian Commission on Safety and Quality in Health Care | 2,979,813 | Contribution for Australian Commission on Safety And Quality In Health Care |
| Australian Community Support Organisation Ltd | 666,500 | Alcohol and Other Drugs funding |
| Australian Crime Commission | 50,000 | Enhance wastewater monitoring in regional NSW |
| Australian Digital Health Agency | 10,132,950 | NSW contribution to Australian Digital Health Agency |
| Australian Health Practitioner Regulation Agency | 420,000 | Registration pathway for specialist international medical graduates under the National Registration and Accreditation |

| Grant recipient | Amount (\$) | Description |
|--|-------------|---|
| Australian Medical Council | 1,717,161 | Australian Medical Council National ePortfolio |
| Australian Mens Shed Association | 47,500 | Men's Mental health and Suicide Prevention Program |
| Australian Pain Management Association Ltd | 100,000 | Contribution to support services for individuals living with chronic pain in NSW |
| Australian Red Cross Society | 659,807 | Mental Health Community Living Supports for refugees |
| Australian Theatre for Young People | 75,000 | Mental Health Arts and Cultural Funding Program as part of the 2025 Sydney Festival |
| Awards Australia Pty Ltd | 15,000 | Contribution towards Health Award |
| Babana Aboriginal Men's Group Inc | 50,000 | Men's Mental health and Suicide Prevention Program |
| BEING- Mental Health Consumers Inc | 878,207 | BEING core funding grant |
| BEING- Mental Health Consumers Inc | 150,000 | Funding for Research into Consumer Engagement Grant |
| Bellambi Neighbourhood Centre Inc | 85,000 | Contribution to Bellambi Neighbourhood Centre Inc |
| Beyond Blue Ltd | 1,386,614 | Beyond Blue Core Funding |
| Black Dog Institute | 310,000 | Workforce Capacity and Recovery |
| Bobby Goldsmith Foundation | 1,000 | Contribution to Bobby Goldsmith for expansion of support in Western Sydney additional Case Worker |
| Bourke Aboriginal Corporation Health Service | 200,000 | Aboriginal Mental Health and Wellbeing Model of Care Program |
| Bubble Enterprises Ltd | 100,000 | Contribution to Love Your Sister's fundraising activities to support cancer research in NSW |
| Bulgarr Ngaru Medical Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Bullinah Aboriginal Health Service Ltd | 151,472 | Building on Aboriginal Communities' Resilience initiative |
| Bullinah Aboriginal Health Service Ltd | 40,000 | Contribution to Bullinah Aboriginal Health Service Disaster Resilience Project initiative |
| Bullinah Aboriginal Health Service Ltd | 200,000 | End of Life and Palliative Care Grants Program |
| Bullinah Aboriginal Health Service Ltd | 138,661 | Building on Aboriginal Communities' Resilience initiative |
| Butterfly Foundation | 100,000 | Mental Health Funding for In-School-Based Eating Disorder Prevention: BodyKind Initiative in NSW |
| Cancer Council NSW | 89,000 | Grant for expansion of Generation Vape Research project |
| Cancer Council NSW | 19,051 | Tobacco In Australia Funding |
| Careflight Ltd | 3,600,000 | To operate CareFlight Rapid Response Helicopter |
| CatholicCare Sydney Trust | 11,750 | Men's Mental health and Suicide Prevention Program |
| CatholicCare Wilcannia-Forbes Ltd | 50,000 | Men's Mental health and Suicide Prevention Program |
| Children of the Bomaderry Aboriginal Childrens Home Inc | 100,000 | Funding Enhancement for Stolen Generation Survivors Health Support |
| Children of the Bomaderry Aboriginal Children's Home Inc | 195,000 | Health Care Coordinator positions for Stolen Generations Organisations |
| Community Broadcasting Association of Australia Ltd | 99,320 | End of Life and Palliative Care Grants Program |
| Community Restorative Centre | 549,875 | Alcohol and Other Drugs Treatment Access Expansion Grants |

| Grant recipient | Amount (\$) | Description |
|--|-------------|--|
| Community Restorative Centre | 149,398 | Drug and Alcohol Treatment Services Grant |
| Community Restorative Centre | 13,500 | Men's Mental health and Suicide Prevention Program |
| Community Restorative Centre | 2,500 | Post-custodial support skills development program |
| Condobolin Aboriginal Health Service Inc | 200,000 | Aboriginal Central West Mental Health and Wellbeing program |
| Condobolin Aboriginal Health Service Inc | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Coomealla Health Aboriginal Corporation | 200,000 | Aboriginal Mental Health and Wellbeing Model of Care Program |
| Coomealla Health Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Coonamble Aboriginal Health Service | 554,645 | Building on Aboriginal Communities' Resilience initiative |
| Coordinare Ltd | 1,877,594 | Funding to South East NSW Primary Health Network to support joint development phase of Collaborative Commissioning |
| Coordinare Ltd | 1,038,750 | Goulburn Urgent Care Service Grant |
| Coordinare Ltd | 220,460 | NSW universal aftercare service funding - South Eastern NSW |
| Coota Girls Aboriginal Corporation | 100,000 | Funding Enhancement to improve Stolen Generation Survivors health and wellbeing |
| Coota Girls Aboriginal Corporation | 195,000 | Health Care Coordinator positions for Stolen Generations Organisations |
| Cummeragunja Health and Development Aboriginal Corporation | 200,000 | Aboriginal Mental Health and Wellbeing Model of Care Program |
| Deadly Runners Pty Ltd | 200,000 | Funding to support Aboriginal health and wellbeing |
| Department Of Communities And Justice | 30,609 | National Coronial Information System Contribution |
| Department of Health and Aged Care | 1,528,583 | NSW contribution to Haemopoietic progenitor cell sector |
| Department of Health and Aged Care | 213,591 | NSW contribution to the Health Star Rating Scheme |
| Department of Health and Aged Care | 4,558,056 | Postvention support services for people in NSW impacted by suicide |
| Department of Health and Aged Care | 1,954,904 | NSW contribution for Health Chief Executive Forum Cost-Shared Budget |
| Directions Health Services | 925,922 | Alcohol and Other Drug Hub Grant funding |
| Directions Health Services | 825,830 | Alcohol and Other Drugs psychosocial counselling and support for people using Methamphetamine |
| Directions Health Services | 2,137,250 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| Directions Health Services | 28,800 | Men's Mental health and Suicide Prevention Program |
| Directions Health Services | 632,663 | Post Custodial Support Grant |
| Dubbo Neighbourhood Centre Inc | 268,515 | Grant to Dubbo Neighbourhood Centre for Women's Safety Coordinator |
| Durri Aboriginal Corp Medical Service | 200,000 | Alcohol and Other Drugs "ICE Inquiry" prevention programs for Aboriginal young people and their families |
| Durri Aboriginal Corp Medical Service | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| E Moore Family Trust | 100,000 | Health and exercise programs to support the mobility, independence and wellbeing of older adults |
| EIS Health Ltd | 20,000 | Contribution to support pilot testing of Sexual Health Continuing Professional Activity Guides in General Practice |

| Grant recipient | Amount (\$) | Description |
|---|-------------|--|
| EIS Health Ltd | 409,318 | NSW universal aftercare service funding - Central and Eastern Sydney |
| EIS Health Ltd | 1,687,500 | Urgent Care Service Grant - Belmore |
| EIS Health Ltd | 1,657,500 | Urgent Care Service Grant - Caringbah |
| EIS Health Ltd | 1,687,500 | Urgent Care Service Grant - Green Square |
| Eleanor Duncan Aboriginal Services Ltd | 200,000 | Aboriginal Mental Health and Wellbeing Model of Care Program |
| Eleanor Duncan Aboriginal Services Ltd | 200,000 | Alcohol and Other Drugs "ICE Inquiry" prevention programs for Aboriginal young people and their families |
| Eleanor Duncan Aboriginal Services Ltd | 317,500 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| Eleanor Duncan Aboriginal Services Ltd | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Eleanor Duncan Aboriginal Services Ltd | 45,000 | Funding for Dental Services and Equipment Upgrades in Aboriginal Community Controlled Health Organisations |
| Eleanor Duncan Aboriginal Services Ltd | 500,000 | Funding for Head to Health Kids Hubs for Aboriginal Community Controlled Health Organisation in NSW |
| Eleanor Duncan Aboriginal Services Ltd | 341,313 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| Family Planning NSW | 400,000 | Equitable Access to Reproductive Health Services in Regional NSW |
| Family Planning NSW | 70,288 | NSW Pregnancy Choices Helpline |
| Feel The Magic Ltd | 150,000 | Postvention support for children, young people, and families bereaved by suicide |
| Fight Against Cancer - Macarthur Incorporated | 50,000 | Funding to support Campbelltown Hospital and Camden Hospitals to assist in the care and comfort of children and adults diagnosed with cancer |
| Filling The Gap Ltd | 150,000 | Funding for National Dental Foundation Program. |
| Galambila Aboriginal Health Service Inc | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Gallipoli Turkish Cultural Foundation Ltd | 37,573 | Men's Mental health and Suicide Prevention Program |
| Gandangara Health Services Ltd | 311,250 | Alcohol and Other Drugs Funding: Ice Response |
| Gayaa Dhuwi (Proud Spirit) Australia Ltd | 100,000 | The Proud Futures 2025 Conference and the Aboriginal Remote Community-Led Social and Emotional Wellbeing Project |
| Gidget Foundation Australia | 1,867,500 | Mental Health Recovery Funding |
| Ginhar Indigenous Corporation | 49,400 | Men's Mental health and Suicide Prevention Program |
| Goanna Foundation Ltd | 50,000 | Men's Mental health and Suicide Prevention Program |
| Gotcha 4 Life Foundation Ltd | 120,000 | Mentally Fit Primary School Programs in NSW |
| Grand Pacific Health Ltd | 622,500 | Alcohol and Other Drug Hub Grant funding |
| Grand Pacific Health Ltd | 1,985,911 | Housing and Accommodation Support Initiative |
| Grand Pacific Health Ltd | 758,777 | Mental Health Community Living Supports for refugees |
| Grand Pacific Health Ltd | 1,237,044 | Rural Adversity Mental Health Program Coordination and Management |
| Griefline | 125,000 | Griefline funding |
| Griffith Aboriginal Medical Service Inc | 200,000 | Aboriginal Mental Health and Wellbeing Model of Care Program |
| Griffith Aboriginal Medical Service Inc | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Griffith Aboriginal Medical Service Inc | 20,000 | Funding for Dental Services and Equipment Upgrades in Aboriginal Community Controlled Health Organisations |

| Grant recipient | Amount (\$) | Description |
|--|-------------|--|
| Health Professional Councils Authority | 40,000 | Financial support for administration of the Aboriginal and Torres Strait Islander Health Practice Council |
| Health Professional Councils Authority | 311,002 | Treasury Managed Fund contribution for workers compensation, motor vehicles, and property |
| Healthy North Coast Ltd | 109,318 | NSW universal aftercare service funding - Healthy North Coast |
| HNECC Ltd | 1,609,318 | NSW universal aftercare service funding - Hunter New England and Central Coast |
| Human Nature Adventure Therapy Ltd | 49,945 | Men's Mental health and Suicide Prevention Program |
| Humpty Dumpty Foundation Ltd | 250,000 | Support the NSW public hospitals, including Michelle Beets Awards and medical equipment |
| Hunter Primary Care Ltd | 99,563 | Alcohol and Other Drugs Youth Treatment Services |
| Huntington's Australia Ltd | 112,986 | Funding to support the Foundation's objectives, including the Michelle Beets Award |
| Illawarra Aboriginal Medical Service | 60,000 | Funding for Dental Services and Equipment Upgrades in Aboriginal Community Controlled Health Organisations |
| Illawarra Aboriginal Medical Service | 500,000 | Funding for Head to Health Kids Hubs for Aboriginal Community Controlled Health Organisation in NSW |
| Illawarra International Womens Day Inc | 12,000 | Funding to support community health, wellbeing and equality initiatives |
| Ingham Institute For Applied Medical Research | 93,717 | Initial Assessment and Referral Decision Support Tool Child and Adolescent Mental Health Mapping Project |
| Intersex Human Rights Australia Ltd | 80,000 | Contribution to Intersex Human Rights Australia |
| Inventia Life Science Pty Ltd | 3,469,000 | Medical Devices Fund |
| Iris Foundation Australia Ltd | 50,000 | Funding to support women's health and wellbeing |
| Jirrawich | 15,000 | Funding towards Indigenous Rugby League Event for Suicide Prevention |
| Juvenile Arthritis Foundation Australia Ltd | 25,000 | Contribution towards the provision of the Australian Juvenile Arthritis Registry |
| Karitane | 5,000,000 | Capital Works contribution to the Karitane Fairfield Integrated Child and Family Hub |
| Karitane | 1,357,000 | Funding for Virtual Residential Parenting Service |
| Karitane | 1,500,000 | Planning for the Carramar/Fairfield Child and Family Health Hub |
| Karitane | 43,000 | Funding for Virtual Residential Parenting Service |
| Karralika Programs Inc | 1,777,238 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| Karralika Programs Inc | 601,055 | Alcohol and Other Drugs Youth Treatment Services |
| Katoomba Neighbourhood Centre Ltd | 50,000 | Men's Mental health and Suicide Prevention Program |
| Katungul Aboriginal Corporation Community and Medical Services | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Katungul Aboriginal Corporation Community and Medical Services | 75,000 | Contribution to support family, carers, and friends of people using alcohol or other drugs |
| Kedesh Rehabilitation Services Ltd | 206,279 | Drug and Alcohol Treatment Services Grant |
| Kids of Macarthur Health Foundation Trust | 50,000 | Funding to support the purchase of paediatric medical equipment for NSW Public Hospitals |
| Kinchela Boys Home Aboriginal Corporation | 195,000 | Coordinator position funding |

| Grant recipient | Amount (\$) | Description |
|--|-------------|--|
| Kinchela Boys Home Aboriginal Corporation | 100,000 | Funding Enhancement to improve Stolen Generation Survivors health and wellbeing |
| Kiray Putjung Aboriginal Corporation | 49,920 | Men's Mental health and Suicide Prevention Program |
| LevTech Lifesciences Pty Ltd | 2,077,961 | Medical Devices Fund |
| Lifeline Australia | 8,228,672 | Lifeline Australia additional funding for phone and text crisis support service |
| Lifeline Australia | 1,685,938 | Lifeline Text crisis support service |
| Lifeline Central West Inc | 20,000 | Contribution to help deliver post-traumatic stress disorder support for people living in NSW's central west |
| Little Wings Ltd | 600,000 | Funding to support organisation's objectives |
| Lives Lived Well Ltd | 454,035 | Alcohol and Other Drugs psychosocial counselling and support for people using Methamphetamine |
| Lives Lived Well Ltd | 1,099,750 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| Lives Lived Well Ltd | 2,121,243 | Drug and Alcohol Package Women and Children Residential Rehabilitation |
| Lives Lived Well Ltd | 217,492 | Drug and Alcohol Treatment Services Grant |
| Maari Ma Health Aboriginal Corporation | 200,000 | Alcohol and Other Drugs "ICE Inquiry" prevention programs for Aboriginal young people and their families |
| Maari Ma Health Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Maari Ma Health Aboriginal Corporation | 5,000 | Contribution to support family, carer and friends of people using alcohol or other drugs |
| Maari Ma Health Aboriginal Corporation | 365,450 | Drug and Alcohol Treatment Services Grant |
| Maaruma-Li Aboriginal Corporation Aboriginal Medical Service | 20,000 | Maaruma-Li Aboriginal Medical Service establishment grant |
| Macular Disease Foundation Australia | 180,000 | Funding to support the provision of support services for individuals living with macular disease |
| Marathon Health Ltd | 47,724 | Men's Mental health & Suicide Prevention Program |
| McGrath Foundation Ltd | 5,079,000 | McGrath Foundation Breast Care Nurses enhancement funding |
| Mental Health Assoc NSW Inc | 1,717,032 | WayAhead Core Funding |
| Mental Health Carers ARAFMI NSW Inc | 25,000 | Funding to develop a statewide community of practice for the Family and Carer Peer Workforce |
| Mental Health Carers ARAFMI NSW Inc | 593,949 | Mental Health Carers NSW Core Funding |
| Mental Health Carers ARAFMI NSW Inc | 150,000 | Research grant to improve engagement with carers from diverse backgrounds across NSW |
| Mental Health Coordinating Council Inc | 425,524 | Learning and Development Unit |
| Mental Health Coordinating Council Inc | 237,500 | Mental Health Coordinating Council (MHCC) NSW Peer Workforce Training Program |
| Mental Health Coordinating Council Inc | 94,270 | Professional development training for the Alcohol and Other Drug and Mental Health Workforce |
| Mentoring Men Ltd | 50,000 | Men's Mental health and Suicide Prevention Program |
| Merana Aboriginal Community Association for the Hawkesbury | 50,000 | Men's Mental health and Suicide Prevention Program |
| Metro North Hospital and Health Service | 9,051 | Support payment for NSW Aboriginal Palliative Care Health Workers to attend the Walawaani Conference in Brisbane |

| Grant recipient | Amount (\$) | Description |
|---|-------------|--|
| Mindgardens Neuroscience Network Ltd | 150,000 | Mindgardens Functional Neurological Disorders Clinic Extension Grant |
| Mindgardens Neuroscience Network Ltd | 1,487,511 | Tertiary Referral Service for Psychosis |
| Miracle Babies Foundation Ltd | 65,000 | Funding to support Foundation's initiatives |
| Mission Australia | 622,500 | Alcohol and Other Drug Hub Grant funding |
| Mission Australia | 859,530 | Alcohol and Other Drugs Continuing Care Sector Development |
| Mission Australia | 549,875 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| Mission Australia | 877,089 | Alcohol and Other Drugs Youth Treatment Services |
| Mission Australia | 57,226 | Benjamin Short Grove Specialist Residential Aged Care Facility |
| Mission Australia | 2,425,415 | Community Living Support Services |
| Mission Australia | 6,114,191 | Housing and Accommodation Support Initiative |
| Medical Research Commercialisation Fund Pty Ltd | 475,000 | Medical Research Commercialisation fund |
| Murrumbidgee Primary Health Network | 409,318 | NSW universal aftercare service funding - Murrumbidgee |
| Murrumbidgee Primary Health Network | 438,625 | Urgent Care Service grant |
| Muslim Community Radio | 33,300 | Men's Mental health and Suicide Prevention Program |
| National Blood Authority | 10,727,211 | National Blood Authority Operational costs |
| National Indigenous Australians Agency | 81,500 | The National Indigenous Australians Agency's engagement of the Oolong Grant Administrator |
| National Stroke Foundation | 180,000 | Funding to support the organisation's stroke education initiatives |
| Neami Ltd | 4,282,094 | Community Living Support Services |
| Neami Ltd | 10,102,602 | Housing and Accommodation Support Initiative |
| Nelune Foundation | 100,000 | Contribution to the Foundation's initiatives supporting cancer care services in NSW public hospitals |
| The Network of Alcohol and other Drugs Agencies Inc | 164,738 | Alcohol and Other Drugs Continuing Care Sector Development |
| The Network of Alcohol and other Drugs Agencies Inc | 5,000 | Analysis of First Nations data in NADABase |
| The Network of Alcohol and other Drugs Agencies Inc | 25,000 | Capacity building grant program in research, evaluation, and monitoring |
| New Horizons Enterprises Ltd | 7,664,399 | Community Living Support Services |
| New Horizons Enterprises Ltd | 3,949,018 | Housing and Accommodation Support Initiative Plus |
| New Horizons Enterprises Ltd | 9,100,847 | Housing and Accommodation Support Initiative |
| New Horizons Enterprises Ltd | 3,167,071 | Mental Health Community Living Supports for refugees |
| New Horizons Enterprises Ltd | 3,074,608 | Youth Aftercare Pilot |
| Newcastle University Rugby Union Club | 10,800 | Men's Mental health and Suicide Prevention Program |
| Northern Illawarra community Connections Inc | 50,000 | Support for Bulli Community Free Food Pantry Initiative |
| NSW Council For Intellectual Disability | 98,640 | End of Life and Palliative Care Grants Program |
| NSW Rural Doctors Network | 710,800 | Collaborative Care Funding |

| Grant recipient | Amount (\$) | Description |
|---|-------------|--|
| NSW Rural Doctors Network | 215,520 | National Rural Generalist Pathways Program |
| NSW Rural Doctors Network | 200,000 | Regional Psychiatry Services to support Central West NSW Mental Health and Wellbeing Program |
| NSW Rural Doctors Network | 1,829,000 | The expansion of the Rural Resident Medical Officer Cadetship program |
| NSW Users and Aids Association Inc | 529,000 | Core Alcohol and Other Drugs funding |
| NSW Users and Aids Association Inc | 6,000 | Development of the Alcohol and Other Drugs Care Charter Implementation Guide |
| NSW Users and Aids Association Inc | 175,320 | Hepatitis C activities |
| NSW Users and Aids Association Inc | 250,000 | Lived and Living Experience Grant Funding |
| NSW Users and Aids Association Inc | 122,000 | Overdose Prevention Grant Funding |
| NSW Users and Aids Association Inc | 66,991 | Peer Based Harm Reduction Services for NSW drug checking trial |
| NSW Users and AIDS Association Inc | 487,625 | Peer Based Harm Reduction Services for NSW Music Festivals Grant |
| Obesity Australia Pty Ltd | 85,000 | Contribution to the work of obesity collective in improving engagement and address weight stigma |
| Odyssey House NSW | 158,250 | Alcohol and other drug residential rehabilitation for people with children, regardless of gender |
| Odyssey House NSW | 1,981,624 | Community Drug Action Program in NSW |
| Odyssey House NSW | 371,671 | Drug and Alcohol Treatment Services Grant |
| Odyssey House NSW | 463,000 | Family Recovery Centre Grant |
| Odyssey House NSW | 518,750 | Post Custodial Support Grant |
| Open Minds Australia Ltd | 2,022,906 | Community Living Support Services |
| Open Minds Australia Ltd | 1,452,963 | Housing and Accommodation Support Initiative |
| Orana Haven | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Orange Aboriginal Medical Service | 200,000 | Aboriginal Mental Health and Wellbeing Model of Care Program |
| Orange Aboriginal Medical Service | 1,037,087 | Alcohol and Other Drugs funding |
| Orange Aboriginal Medical Service | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Orange Aboriginal Medical Service | 200,000 | Central West Mental Health Wellbeing program |
| Orange Aboriginal Medical Service | 20,000 | Funding for Dental Services and Equipment Upgrades in Aboriginal Community Controlled Health Organisations |
| Orange Aboriginal Medical Service | 500,000 | Funding for Head to Health Kids Hubs for Aboriginal Community Controlled Health Organisation in NSW |
| Orange Push for Palliative Inc | 26,927 | Contribution to support palliative care patients and their families |
| Orygen Research Centre | 400,000 | Pilot Program for Moderated Online Social Therapy |
| Palliative Care NSW Inc | 200,000 | End of Life and Palliative Care Grants Program |
| Palliative Care NSW Inc | 220,000 | Enhanced service level to support palliative care consumers and system in NSW |
| Palliative Care NSW Inc | 300,000 | Palliative Care Volunteer Services Support Program |
| Path 2 Change Ltd | 100,000 | Mental Health contribution to Pathway Wheels Program |
| Pharmaceutical Society of Australia Ltd | 141,601 | Opioid Treatment Program: Community Pharmacy Professional Support Package |
| Pius X Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |

| Grant recipient | Amount (\$) | Description |
|---|-------------|---|
| Port Macquarie Neighbourhood Centre Inc | 50,000 | Men's Mental health and Suicide Prevention Program |
| Ray Kelly Fitness Pty Ltd | 85,000 | Contribution to support the leadership in Diabetes Care Training program |
| Red Frogs Australia | 5,000 | Peer Based Harm Reduction Services at Music Festivals |
| Resolve SBB Trust | 1,758,957 | Social Benefit Bond |
| Respite Care for QBN Inc | 25,000 | Support people suffering from chronic illness |
| RichmondPRA Limited | 2,895,063 | Community Living Support Services |
| RichmondPRA Limited | 3,791,670 | Housing and Accommodation Support Initiative Plus |
| RichmondPRA Limited | 12,186,788 | Housing and Accommodation Support Initiative |
| RichmondPRA Limited | 3,100,000 | National Disability Insurance Scheme mental health officers' program |
| Riverina Medical and Dental Aboriginal Corporation | 200,000 | Aboriginal Mental Health and Wellbeing Model of Care Program |
| Riverina Medical and Dental Aboriginal Corporation | 75,000 | Contribution to support family, carer and friends of people using alcohol or other drugs |
| Riverina Medical and Dental Aboriginal Corporation | 311,250 | Post Custodial Support Grant |
| Rotary Club of Dubbo Macquarie Inc | 10,665 | Men's Mental health and Suicide Prevention Program |
| Rotary Club Of Warners Bay Inc | 50,000 | Contribution to support Men's Health Education Rural Van |
| Royal Aust College Of General Practitioners | 152,019 | General Practice Education and Training package and provide GP representation |
| Royal Far West | 570,000 | Contribution to support the Paediatric Development Program |
| Royal Hospital For Women Foundation | 50,000 | Financial assistance to support the Foundation's fundraising activities |
| Royal Society for the Welfare of Mothers and Babies | 2,574,285 | Tresillian Funding for five regional family care centres |
| Royal Society for the Welfare of Mothers and Babies | 5,891,430 | Tresillian Funding for seven family care centres, four residential beds Macksville and five Tresillian2U vans |
| Royal Society for the Welfare of Mothers and Babies | 1,317,981 | Tresillian Virtual Residential Parenting Service |
| Samaritans Foundation Diocese of Newcastle | 400,563 | Drug and Alcohol Treatment Services Grant |
| Samaritans Foundation Diocese of Newcastle | 5,508 | Men's Mental health and Suicide Prevention Program |
| Sane Australia | 50,000 | Men's Mental health and Suicide Prevention Program |
| Schizophrenia Fellowship of NSW Ltd | 207,110 | One Door Forensic Reintegration Program |
| Service NSW | 12,861,386 | Pre IVF Testing Rebate |
| Shared Reading NSW Inc | 40,800 | Men's Mental health and Suicide Prevention Program |
| Shedway Ltd | 50,000 | Men's Mental health and Suicide Prevention Program |
| Shoalhaven Suicide Prevention and Awareness Network Inc | 20,000 | Men's Mental health and Suicide Prevention Program |
| Sydney North Health Network Ltd | 409,318 | NSW universal aftercare service funding - Sydney North |

| Grant recipient | Amount (\$) | Description |
|--|-------------|--|
| Social Futures Ltd | 1,037,500 | Alcohol and Other Drug Hub Grant funding |
| Sonder Youth Ltd | 25,000 | One off contribution to expand the 2025 Changemakers Camp program across regional NSW |
| South Coast Medical Service Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| South Coast Medical Service Aboriginal Corporation | 70,000 | Funding for Dental Services and Equipment Upgrades in Aboriginal Community Controlled Health Organisations |
| South Western Sydney Primary Health Network Ltd | 1,467,000 | Campbelltown Medicare Urgent Care Service |
| South Western Sydney Primary Health Network Ltd | 1,341,125 | Gregory Hills Urgent Care Service |
| South Western Sydney Primary Health Network Ltd | 909,318 | NSW universal aftercare service funding - South Western Sydney |
| South Western Sydney Primary Health Network Ltd | 10,000 | Pilot testing Sexual Health Continuing Professional Guides in General Practice |
| Souths Cares Pbi Ltd | 49,050 | Men's Mental health and Suicide Prevention Program |
| Spinal Cord Injuries Australia | 27,120 | Men's Mental health and Suicide Prevention Program |
| Sporting Chance Cancer Foundation Fund | 100,000 | Funding to support children cancer outreach program |
| St Vincent de Paul Society NSW | 1,023,748 | Alcohol and Other Drug Hub Grant funding |
| St Vincent de Paul Society NSW | 4,137,435 | Alcohol and Other Drugs Continuing Care Sector Development |
| St Vincent de Paul Society NSW | 93,259 | Drug and Alcohol Treatment Services Grant |
| State Library of New South Wales | 182,760 | Drug Info at Your Library grant |
| Stolen Generations Council (NSW-ACT) Inc | 100,000 | Funding Enhancement to improve Stolen Generation Survivors' health and wellbeing |
| Stolen Generations Council (NSW-ACT) Inc | 195,000 | Stolen Generations Council funding for coordinator position |
| Street Side Medics Limited | 200,000 | Funding to support the organisation's objectives |
| Stride Mental Health Ltd | 2,024,253 | LikeMind funding to provide integrated care and support in community |
| Suicide Prevention Australia Ltd | 45,161 | Targeted activities for NSW Suicide Prevention Legislation |
| Survivors and Mates Support Network Limited | 1,095,000 | To deliver the Healing and Recovery for Survivors and Supporters project |
| Survivor's R Us Inc | 98,000 | Equipment and fit out enhancements to support the organisation delivery of mental health initiatives |
| Sydney Childrens Hospitals Foundation Ltd | 75,000 | Funding to support the Sydney Children's Hospital Network |
| Talk2meBro Inc | 250,000 | Funding to support the organisation's provision of mental health programs to the community |
| Talk2meBro Inc | 50,000 | Men's Mental health and Suicide Prevention Program |
| Tamworth Aboriginal Medical Service - Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Tamworth Aboriginal Medical Service - Aboriginal Corporation | 75,000 | Contribution to support family, carer and friends of people using alcohol or other drugs |

| Grant recipient | Amount (\$) | Description |
|---|-------------|---|
| Technical and Further Education Commission | 428,400 | Alcohol and Other Drugs Skillset Training Grant |
| Temora Business Enterprise Group | 50,000 | Men's Mental health and Suicide Prevention Program |
| Tharawal Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Tharawal Aboriginal Corporation | 40,000 | Funding for Dental Services and Equipment Upgrades in Aboriginal Community Controlled Health Organisations |
| The Association of Independent Schools of NSW Ltd | 26,460 | Support The Optimisation Of Live Life Well In Schools |
| The Bill Crews Charitable Trust | 722,500 | Alcohol and other drugs funding: ICE Response |
| The Bill Crews Charitable Trust | 250,000 | The provision of primary healthcare for homeless and vulnerable community members in Sydney |
| The Buttery Ltd | 487,625 | Alcohol and Other Drug Hub Grant funding |
| The Buttery Ltd | 1,746,113 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| The Buttery Ltd | 58,115 | Alcohol and Other Drugs Youth Treatment Services |
| The Buttery Ltd | 498,467 | Continuing Care Sector Development |
| The Buttery Ltd | 407,657 | Drug and Alcohol Treatment Services Grant |
| The Buttery Ltd | 1,475,074 | Housing and Accommodation Support Initiative Plus |
| The Buttery Ltd | 581,000 | Post Custodial Support Grant |
| The Gender Centre Inc | 500,000 | The Gender Centre funding |
| The Lebanese Moslem Association | 150,000 | Contribution to support the provision of preventative health and wellbeing initiatives |
| The Link Foundation AOD Ltd | 250,000 | Contribution to the provision of counselling and support services for families and individuals impacted by substance misuse |
| The Man Walk Australia Inc | 100,000 | Funding to support men's mental health and wellbeing |
| The Man Walk Australia Inc | 45,500 | Men's Mental health and Suicide Prevention Program |
| The Men's Table Ltd | 50,000 | Men's Mental health and Suicide Prevention Program |
| The Peregrine Centre Pty Ltd | 1,124,586 | Rural Mental Health Research Partnership Grant |
| The Salvation Army (NSW) Property Trust | 1,037,500 | Alcohol and Other Drug Hub Grant funding |
| The Salvation Army (NSW) Property Trust | 250,058 | Drug and Alcohol Treatment Services Grant |
| The Ted Noffs Foundation | 2,640,438 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| The Ted Noffs Foundation | 202,556 | Alcohol and Other Drugs Youth Treatment Services |
| The Twenty Ten Association Inc | 200,000 | Safe and Supported project, a project to support the mental health of young LGBTIQ+ people in NSW |
| Tobwabba Aboriginal Medical Service | 70,000 | Contribution to support family, carer and friends of people using alcohol or other drugs |
| Top Blokes Foundation | 50,000 | Men's Mental health and Suicide Prevention Program |
| Ungooroo Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Uniting (NSW ACT) | 2,902,943 | Community Living Support Services |
| Uniting (NSW ACT) | 4,057,642 | Housing and Accommodation Support Initiative Plus |
| Uniting (NSW ACT) | 3,852,796 | Housing and Accommodation Support Initiative |
| Uniting (NSW ACT) | 2,024,253 | LikeMind funding to provide integrated care and support in community |
| University of Newcastle | 20,000 | End of Life and Palliative care Research Grant program |

| Grant recipient | Amount (\$) | Description |
|---|-------------|---|
| University of Newcastle | 5,075 | Support The Optimisation Of Live Life Well In Schools |
| University of Newcastle | 200,000 | The Australian Research Council Linkage Project on the Financial Sustainability of the Healthcare System in Australia |
| University of NSW | 191,000 | End of Life and Palliative Care Grants Program |
| University of NSW | 85,077 | Enhancing Behavioural Surveillance to Address Gap and Disparities in Australia's HIV Response. |
| University of NSW | 25,000 | Follow up study on HIV and STI screening practices |
| University of NSW | 199,680 | Implementation research to guide elimination of HIV transmission in NSW |
| University of NSW | 562,849 | Intellectual Disability Mental Health Chair |
| University of NSW | 25,000 | Funding to support the organisation's research into pancreatic cancer |
| University of NSW | 268,029 | Support evaluation of Collaborative Commissioning |
| University of Sydney | 350,000 | Brain Injury Psychiatry Program |
| University of Sydney | 70,640 | Building the mental health capacity of alcohol and other drug workers – The Matilda Centre |
| University of Sydney | 40,000 | Centre for Population Health - Youth Sector Training Needs grant |
| University of Sydney | 102,377 | Chair Medical Physics variation |
| University of Sydney | 100,000 | Evaluation of the Central West NSW Mental Health and Welling Program |
| University of Sydney | 352,649 | Funding for Chair of Population Oral Health |
| University of Sydney | 15,000 | Midwives and Obstetricians Helping Mothers to Quit |
| University of Sydney | 25,638 | Sexuality and sexual health education pre-service teacher mapping |
| University of Sydney | 196,160 | Supervisor support program for Dentistry student placements in the Far West Local health district |
| University of Sydney | 50,000 | The impacts of e-micromobility on physical activity |
| University of Sydney | 140,000 | Understanding The Sexual Health Needs of “Pacific Australian Labour Mobility” Scheme Workers and Providers in NSW |
| University of Sydney | 100,000 | Workforce wellbeing and utilisation of digital Social and Emotional Wellbeing tools |
| University of Technology Sydney | 296,000 | End of Life and Palliative Care Grants Program |
| University of Technology Sydney | 21,000 | Scholarship for University of Technology Sydney Graduate Program Fees |
| University Of Wollongong | 2,140,062 | Funding for Project Air |
| University of Wollongong | 116,000 | End of Life and Palliative Care Grants Program |
| Walgett Aboriginal Medical Service | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Walk It Off Australia Inc | 47,500 | Men's Mental health and Suicide Prevention Program |
| Waminda South Coast Women's Health and Wellbeing Aboriginal Corporation | 200,000 | Aboriginal Mental Health and Wellbeing Model of Care Program |
| Waminda South Coast Women's Health and Wellbeing Aboriginal Corporation | 2,913,860 | Alcohol and Other Drugs Treatment Access Expansion Grants |
| Waminda South Coast Women's Health and Wellbeing Aboriginal Corporation | 277,323 | Building on Aboriginal Communities' Resilience initiative |

| Grant recipient | Amount (\$) | Description |
|---|-------------|--|
| Waminda South Coast Women's Health and Wellbeing Aboriginal Corporation | 200,000 | End of Life and Palliative Care Grants Program |
| Warrawong Residents Forum Inc | 30,000 | Contribution to Warrawong Resident Forum to provide food services for the community |
| Waves of Wellness Foundation Ltd | 49,000 | Men's Mental health & Suicide Prevention Program |
| We Help Ourselves | 856,827 | Drug and Alcohol Treatment Services Grant |
| Wee Waa Local Aboriginal Land Council | 50,000 | Contribution to support the organisation's business study for an Aboriginal Medical Centre in the Wee Waa township |
| Weigelli Centre Aboriginal Corp | 150,000 | Central West Mental Health Wellbeing program |
| Wellington Aboriginal Corporation Health Service | 200,000 | Alcohol and Other Drugs "ICE Inquiry" prevention programs for Aboriginal young people and their families |
| Wellington Aboriginal Corporation Health Service | 554,645 | Building on Aboriginal Communities' Resilience initiative |
| Wellington Aboriginal Corporation Health Service | 400,000 | Funding for Head to Health Kids Hubs for Aboriginal Community Controlled Health Organisation in NSW |
| Wellington Aboriginal Corporation Health Service | 285,598 | Post Custodial Support Grant |
| Wellways Australia Ltd | 3,540,869 | Community Living Support Services |
| Wellways Australia Ltd | 13,091,618 | Housing and Accommodation Support Initiative |
| Wellways Australia Ltd | 2,610,878 | Youth Community Living Support Services |
| Wentwest Ltd | 109,318 | NSW universal aftercare service funding - Western Sydney |
| Wentwest Ltd | 1,657,500 | Urgent Care Service Grant - Auburn |
| Wentwest Ltd | 768,750 | Urgent Care Service Grant - Castle Hill |
| Wentwest Ltd | 478,125 | Urgent Care Service Grant - Quakers Hill |
| Wentworth Healthcare Limited | 109,318 | NSW universal aftercare service funding - Nepean Blue Mountains |
| Wentworth Healthcare Limited | 1,020,000 | Urgent Care Service Grant - North Richmond |
| Western Health Alliance Ltd | 520,460 | NSW universal aftercare service funding - Western NSW |
| Western Health Alliance Ltd | 1,273,124 | Urgent Care Service Grant - Orange |
| Western Sydney University | 30,000 | Co-design and co-evaluation of an Alcohol and Other Drug Education Program |
| Womens Alcohol And Drug Advisory Centre Inc | 230,390 | Drug and Alcohol Treatment Services Grant |
| Womens Health NSW Inc | 100,000 | Assisting Access to Abortion Care and Long acting reversible contraception |
| Womens Health NSW Inc | 91,000 | Women's Health Centre election commitment funding enhancement |
| Yellow Dove Australia Ltd | 49,850 | Men's Mental health and Suicide Prevention Program |
| Yoorana Gunya Family Healing Centre Aboriginal Corp | 277,323 | Building on Aboriginal Communities' Resilience initiative |
| Yoorana Gunya Family Healing Centre Aboriginal Corp | 150,000 | Central West Mental Health Wellbeing program |
| Yoorana Gunya Family Healing Centre Aboriginal Corp | 500,000 | Funding for Head to Health Kids Hubs for Aboriginal Community Controlled Health Organisation in NSW |

| Grant recipient | Amount (\$) | Description |
|--|--------------------|--------------------------------------|
| Yoorana Gunya Family Healing Centre Aboriginal Corp | 200,000 | Mental Health and Wellbeing program. |
| Yourtown | 4,223,000 | Kids helpline service. |
| Total | 328,924,646 | |

Research grants in 2024-25

| Grant recipient | Amount (\$) | Description |
|---|-------------|---|
| The Sax Institute | 1,800,000 | Sax Institute Core Funding. |
| University of Newcastle | 406,250 | NSW Prevention Research Support Program – Priority Research Centre for Health Behaviour |
| University of NSW | 412,500 | NSW Prevention Research Support Program – National Drug and Alcohol Research Centre |
| University of NSW | 333,750 | NSW Prevention Research Support Program – Kirby Institute |
| University of NSW | 300,000 | NSW Prevention Research Support Program – Centre for Primary Health Care and Equity |
| University of Sydney | 93,750 | NSW Prevention Research Support Program – Women and Babies Research |
| University of Sydney | 406,250 | NSW Prevention Research Support Program – Prevention Research Collaboration |
| University of Sydney | 125,000 | NSW Prevention Research Support Program – Edith Collins Centre |
| University of Wollongong | 303,750 | NSW Prevention Research Support Program – Early Start |
| University of NSW | 150,000 | Alcohol and Other Drugs Linked Analyses Grant |
| University of Sydney | 100,000 | Clinical Audit of Public Antenatal Medical Records Grant |
| University of NSW | 130,816 | BUBs Quit study |
| University of Newcastle | 1,679,685 | Community pharmacy trial - participation support |
| University of Newcastle | 570,000 | Clinical trial – pharmacist management of urinary tract infections |
| University of NSW | 80,000 | Integrating mathematical modelling and public health surveillance – partner contribution |
| University of Melbourne | 60,000 | Grant to explore further development of the Safe & Together™ Model to provide culturally safe responses to addressing family violence in Aboriginal communities |
| The Australian and New Zealand Intensive Care Society | 431,501 | Bi-national intensive care databases |
| Australian Cardiovascular Alliance Ltd | 165,000 | Cardiovascular and stroke research investments on health outcomes |
| Association of Australian Medical Research Institutes Ltd | 2,000,000 | Collaborative research infrastructure enablement pilot grant |
| Black Dog Institute | 835,432 | Medical Research Support Program |
| Centenary Institute of Cancer Medicine & Cell Biology | 1,235,813 | Medical Research Support Program |
| Children's Cancer Institute | 982,478 | Medical Research Support Program |
| Children's Medical Research Institute | 1,143,196 | Medical Research Support Program |
| Garvan Institute of Medical Research | 11,099,234 | Medical Research Support Program |
| Hunter Medical Research Institute | 7,846,311 | Medical Research Support Program |
| Ingham Institute for Applied Medical Research | 3,459,907 | Medical Research Support Program |
| Neuroscience Research Australia | 2,803,580 | Medical Research Support Program |
| The George Institute for Global Health | 6,158,908 | Medical Research Support Program |
| The Heart Research Institute Ltd | 851,810 | Medical Research Support Program |
| The Westmead Institute for Medical Research | 3,063,152 | Medical Research Support Program |
| Victor Chang Cardiac Research Institute Ltd | 1,665,109 | Medical Research Support Program |

| Grant recipient | Amount (\$) | Description |
|---|-------------------|---|
| Woolcock Institute of Medical Research Ltd | 1,531,438 | Medical Research Support Program |
| Biotalk Pty Ltd | 240,625 | Sustainable operating model for the special enterprise Franklin Women |
| University of Newcastle | 498,928 | Schizophrenia Research Grants Program |
| University of NSW | 746,872 | Schizophrenia Research Grants Program |
| Ingham Institute for Applied Medical Research | 499,940 | NSW Translational Research Grants Scheme |
| University of Newcastle | 461,682 | NSW Translational Research Grants Scheme |
| Western Sydney University | 499,619 | NSW Translational Research Grants Scheme |
| Garvan Institute of Medical Research | 500,000 | Early Mid-Career Grants funding |
| Lifeforce Australia Trust | 499,979 | Early Mid-Career Grants funding |
| Macquarie University | 500,000 | Early Mid-Career Grants funding |
| Melanoma Institute Australia | 495,392 | Early Mid-Career Grants funding |
| University of Sydney | 497,000 | Early Mid-Career Grants funding |
| University of Sydney | 498,335 | Early Mid-Career Grants funding |
| Canberra Health Services | 695,017 | Rural, Regional and Remote Clinical trial support units |
| National Heart Foundation of Australia | 250,000 | NSW Cardiovascular Research Network |
| University of Newcastle | 450,000 | NSW Cardiovascular Research Capacity Program – Senior and Early Mid-career Research Grant |
| University of Newcastle | 449,000 | NSW Cardiovascular Research Capacity Program – Senior and Early Mid-career Research Grant |
| University of NSW | 2,539,106 | Cardiovascular Disease Senior and Early Mid-Career Grant Funding |
| University of NSW | 444,828 | NSW Cardiovascular Research Capacity Program – Senior and Early Mid-career Research Grant |
| University of Sydney | 3,137,028 | Cardiovascular Disease Senior and Early Mid-Career Grant Funding |
| University of Sydney | 449,623 | NSW Cardiovascular Research Capacity Program – Senior and Early Mid-career Research Grant |
| University of Sydney | 498,800 | NSW Cardiovascular Research Capacity Program – Senior and Early Mid-career Research Grant |
| University of Technology Sydney | 750,000 | NSW Cardiovascular Research Capacity Program – Senior and Early Mid-career Research Grant |
| University of Technology Sydney | 449,417 | NSW Cardiovascular Research Capacity Program – Senior and Early Mid-career Research Grant |
| Victor Chang Cardiac Research Institute Ltd | 1,400,000 | Cardiovascular Disease Precision Medicine for Public Health |
| Total | 69,675,811 | |

Financial statements

This section of the report presents the Auditor's report and financial statements of the NSW Ministry of Health.

The financial statements for all NSW Health entities can be found in volumes two and three of the NSW Health 2024-25 Annual Report on the NSW Health Website at health.nsw.gov.au/AnnualReport.



INDEPENDENT AUDITOR'S REPORT

Ministry of Health

To Members of the New South Wales Parliament

Opinion

I have audited the accompanying financial statements of the Ministry of Health and the consolidated entity (Ministry of Health) which comprise the Statement by the Accountable Authority, the Statement of Comprehensive Income for the year ended 30 June 2025, the Statement of Financial Position as at 30 June 2025, 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 Statement of Material Accounting Policies and other explanatory information of the Ministry of Health. The consolidated entity comprises the Ministry of Health and the entities it controlled at the year's end or from time to time during the financial year.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act), the *Government Sector Finance Regulation 2024* (GSF Regulation) and the Treasurer's Directions
- presents fairly the financial position, financial performance and cash flows of the Ministry of Health.

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Ministry of Health in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I have fulfilled my other ethical responsibilities in accordance with APES 110.

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

Key Audit Matters

Australian Auditing Standard ASA 701 'Communicating Key Audit Matters in the Independent Auditor's Report' applies to the audit of the general purpose financial statements of listed entities or when an auditor is required by legislation to communicate key audit matters in the auditor's report. There is no legislative requirement to communicate key audit matters in my independent audit report on the Ministry of Health. I have voluntarily included a narrative on Key Audit Matters to enhance the readability of my audit opinion.

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements of the Ministry of Health for the year ended 30 June 2025. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon. I do not provide a separate opinion on these matters.

| Key Audit Matter | How my audit addressed the matter |
|---|---|
| Valuation of property, plant and equipment | |
| <i>Refer to Note 23 Property, plant and equipment</i> At 30 June 2025, the Ministry of Health reported \$32.6 billion in infrastructure, property, plant and equipment measured at fair value and comprised of: <ul style="list-style-type: none">• \$30 billion - land and buildings• \$1.7 billion - plant and equipment• \$0.9 billion - infrastructure. I considered this area a key audit matter due to the: <ul style="list-style-type: none">• financial significance, geographical distribution and specialised or unique nature of health assets;• high degree of management judgement required in respect of classifying project costs as capital or expense; and• complexities associated with the application of AASB 13 Fair Value Measurement being dependent on assumptions that require significant judgement in areas such as:<ul style="list-style-type: none">– identifying components of buildings and determining their current replacement cost– forecasting remaining useful lives– assessing the conditions of the assets– assessing the financial impact of indicators of impairment.• 2024–25 amendments to AASB 13 for NFP public sector entities (AASB 2022-10), which required a management impact assessment on valuation assumptions, increasing audit focus• the scale and risk profile of Capital Work in Progress (WIP), including ageing and cancelled projects, readiness for capitalisation and cut-off, and the basis for allocating overheads to projects. | <p>To address the key audit matter, we:</p> <ul style="list-style-type: none">• assessed the adequacy of management's review of the valuation process;• assessed the competence, capabilities and objectivity of management's valuers;• reviewed the scope and instructions provided to the valuers and obtained an understanding of the methodology used and its appropriateness with reference to relevant Australian Accounting Standards and Treasurer's Directions;• assessed the appropriateness of the components of buildings used for measuring gross replacement cost with reference to common industry practice;• performed targeted procedures for WIP, including:<ul style="list-style-type: none">– sample testing of invoices and approvals, and ensured appropriate capitalisation of costs;– reviewed reasonability of overhead allocations capitalised;– performed WIP ageing analytics to identify outliers (delays, impairment indicators, cancellations);• evaluated whether the useful lives applied to the various asset classes were consistent with management's planned usage of those assets;• assessed assumptions used by the valuer to determine the asset values;• assessed the reasonableness and appropriateness of judgement used by management to assess non-financial assets for impairment. This included the process employed to monitor impairment indicators;• evaluated management's implementation of the amendments to AASB 13 (AASB 2022-10) by reviewing the impact assessment and supporting position papers, assessing key valuation judgements for compliance with AASB 13;• assessed the adequacy of the financial statement disclosures against the requirements of applicable Australian Accounting Standards and Treasurer's Directions. |

| Key Audit Matter | How my audit addressed the matter |
|--|---|
| Recognition and measurement of Commonwealth grants and contributions revenue | |
| <p><i>Refer to Note 10 Grants and other contributions</i></p> <p>Of the \$9.9 billion recognised as grants and other contributions revenue during the year, over \$8.9 billion related to the funding arrangements through the National Health Reform Agreement (NHRA) in 2024–25.</p> <p>I considered this area a key audit matter due to the:</p> <ul style="list-style-type: none"> • significance of the balance relative to the Ministry of Health's Statement of Comprehensive Income; • different types of performance obligations attached to each revenue stream; • Ministry of Health's complex IT system (EDWARD) for capturing various activities occurred at all NSW Health entities for activity-based funding (ABF) streams. | <p>To address the key audit matter, we:</p> <ul style="list-style-type: none"> • documented and understood the nature of the key revenue streams relating to the NHRA and other grants; • reviewed the terms and conditions contained within the key funding agreements entered with the grantors; • assessed the IT general controls of the new EDWARD system and the accounting treatments applied to each type of grant funding stream; • understood and assessed the implications resulting from expiration of any agreement; and • reviewed a sample of transactions to ensure the appropriate accounting treatment had been applied. |

Other Information

The Ministry of Health's annual report for the year ended 30 June 2025 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Secretary of the Ministry of Health is responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprise the climate-related financial disclosures included in the Sustainability Chapter of Ministry of Health's annual report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

Secretary's Responsibilities for the Financial Statements

The Secretary is responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards and the GSF Act, GSF Regulation and Treasurer's Directions. The Secretary's responsibility also includes such internal control as the Secretary determines is necessary to enable the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Secretary is responsible for assessing the ability of the Ministry of Health and the consolidated entity to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/media/5fkcysek/ar5_2024.pdf. The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Ministry of Health carried out its activities effectively, efficiently and economically
- about the assumptions used in formulating the budget figures disclosed in the financial statements
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.



Bola Oyetunji
Auditor-General for New South Wales

29 September 2025
SYDNEY

Ministry of Health

Statement by the Accountable Authority

for the year ended 30 June 2025



We state, pursuant to section 7.6(4) of the *Government Sector Finance Act 2018* ('GSF Act'):

1. The financial statements of the Ministry of Health for the year ended 30 June 2025 have been prepared in accordance with:
 - a. Australian Accounting Standards (AAS) (which include Australian Accounting Interpretations);
 - b. applicable requirements of the GSF Act, the *Government Sector Finance Regulation 2024*; and
 - c. Treasurer's Directions issued under the GSF Act.
2. The financial statements present fairly the Ministry of Health's financial position as at 30 June 2025 and the financial performance and cash flows for the year then ended.

A handwritten signature in black ink, appearing to read "Susan Pearce".

Susan Pearce AM
Secretary, NSW Health

26 September 2025

A handwritten signature in black ink, appearing to read "Alfa D'Amato".

Adjunct Professor Alfa D'Amato
**Deputy Secretary, Financial and Corporate Services and
Chief Financial Officer, NSW Health**

26 September 2025

Ministry of Health

Statement of Comprehensive Income for the year ended 30 June 2025

| | | Consolidated Actual 2025 \$000 | Consolidated Budget 2025 \$000 | Consolidated Actual 2024 \$000 | Parent Actual 2025 \$000 | Parent Actual 2024 \$000 |
|---|-------|---|---|---|-----------------------------------|-----------------------------------|
| | Notes | | | | | |
| Continuing operations | | | | | | |
| Expenses excluding losses | | | | | | |
| Employee related expenses | 2 | 19,851,794 | 19,485,465 | 18,901,233 | 340,898 | 282,330 |
| Operating expenses | 3 | 9,047,365 | 8,795,240 | 8,858,313 | 1,423,176 | 1,490,349 |
| Depreciation and amortisation | 4 | 1,577,540 | 1,547,631 | 1,477,854 | 11,706 | 11,420 |
| Grants and subsidies | 5 | 1,879,123 | 1,923,916 | 1,842,193 | 27,284,986 | 25,981,175 |
| Finance costs | 6 | 136,714 | 120,837 | 126,514 | 7 | 17 |
| Total expenses excluding losses | | 32,492,536 | 31,873,089 | 31,206,107 | 29,060,773 | 27,765,291 |
| Revenue | | | | | | |
| Appropriations | 7 | 19,859,008 | 20,367,312 | 19,138,955 | 19,859,008 | 19,138,955 |
| Acceptance by the Crown ¹ of employee benefits and other liabilities | 11 | 513,641 | 516,469 | 589,971 | 10,141 | 10,681 |
| Sale of goods and services from contracts with customers | 8 | 3,316,451 | 3,093,350 | 2,999,160 | 199,407 | 143,559 |
| Investment revenue | 9 | 115,374 | 92,579 | 113,634 | 20,858 | 18,606 |
| Grants and other contributions | 10 | 9,879,351 | 9,732,896 | 9,342,292 | 9,405,345 | 8,717,139 |
| Other income | 12 | 97,747 | 65,614 | 100,861 | 20,393 | 19,918 |
| Total revenue | | 33,781,572 | 33,868,220 | 32,284,873 | 29,515,152 | 28,048,858 |
| Operating result | | 1,289,036 | 1,995,131 | 1,078,766 | 454,379 | 283,567 |
| Gains / (losses) on disposal | 13 | (17,611) | - | (11,747) | (17) | (5) |
| Impairment losses on financial assets | 18 | (111,613) | - | (84,680) | (1,420) | 120 |
| Other gains / (losses) | 14 | (25,816) | (35,740) | (92,122) | (6,246) | (47) |
| Net result from continuing operations | | 1,133,996 | 1,959,391 | 890,217 | 446,696 | 283,635 |
| Net result from discontinued operations | | - | - | - | - | - |
| Net result | | 1,133,996 | 1,959,391 | 890,217 | 446,696 | 283,635 |
| Other comprehensive income | | | | | | |
| <i>Items that will not be reclassified to net result in subsequent periods</i> | | | | | | |
| Changes in revaluation surplus of property, plant and equipment | 23 | 1,181,078 | - | 1,190,421 | 43,690 | 5,673 |
| Total other comprehensive income | | 1,181,078 | - | 1,190,421 | 43,690 | 5,673 |
| TOTAL COMPREHENSIVE INCOME | | 2,315,074 | 1,959,391 | 2,080,638 | 490,386 | 289,308 |

¹Crown represents 'The Crown in right of the State of New South Wales'.

The accompanying notes form part of these financial statements.

Ministry of Health

Statement of Financial Position as at 30 June 2025

| | | Consolidated Actual 2025 \$000 | Consolidated Budget 2025 \$000 | Consolidated Actual 2024 \$000 | Parent Actual 2025 \$000 | Parent Actual 2024 \$000 |
|--------------------------------------|-------|---|---|---|-----------------------------------|-----------------------------------|
| | Notes | | | | | |
| ASSETS | | | | | | |
| Current assets | | | | | | |
| Cash and cash equivalents | 17 | 3,139,759 | 2,415,063 | 2,781,203 | 1,070,802 | 683,561 |
| Receivables | 18 | 1,419,461 | 1,179,151 | 1,267,496 | 283,292 | 318,899 |
| Contract assets | 19 | 7,843 | 2,260 | 2,677 | 6,301 | 636 |
| Inventories | 20 | 291,594 | 326,923 | 325,036 | 97,144 | 38,808 |
| Financial assets at fair value | 21 | 74,601 | 73,909 | 68,521 | - | - |
| Other financial assets | 22 | 389 | - | - | 184,620 | 281,133 |
| | | 4,933,647 | 3,997,306 | 4,444,933 | 1,642,159 | 1,323,037 |
| Non-current assets held for sale | | - | 304 | 304 | - | - |
| Total current assets | | 4,933,647 | 3,997,610 | 4,445,237 | 1,642,159 | 1,323,037 |
| Non-current assets | | | | | | |
| Receivables | 18 | 137,635 | 23,959 | 120,924 | 6,700 | 5,903 |
| Financial assets at fair value | 21 | 5,686 | 11,505 | 6,351 | - | - |
| Other financial assets | 22 | 97,252 | 93,056 | 90,771 | - | - |
| Property, plant and equipment | | | | | | |
| - Land and buildings | 23 | 29,958,255 | 30,220,869 | 27,945,803 | 199,838 | 165,945 |
| - Plant and equipment | 23 | 1,679,207 | 1,793,626 | 1,620,131 | 15,919 | 17,155 |
| - Infrastructure systems | 23 | 912,348 | 862,752 | 851,435 | 1,104 | 853 |
| Total property, plant and equipment | | 32,549,810 | 32,877,247 | 30,417,369 | 216,861 | 183,953 |
| Right-of-use assets | 24 | 707,473 | 669,387 | 738,947 | 120 | 639 |
| Intangible assets | 25 | 1,074,587 | 1,201,222 | 985,749 | 15,180 | 9,749 |
| Total non-current assets | | 34,572,443 | 34,876,376 | 32,360,111 | 238,861 | 200,244 |
| Total assets | | 39,506,090 | 38,873,986 | 36,805,348 | 1,881,020 | 1,523,281 |
| LIABILITIES | | | | | | |
| Current liabilities | | | | | | |
| Payables | 28 | 2,473,167 | 2,017,187 | 2,084,717 | 549,146 | 685,275 |
| Contract liabilities | 29 | 39,311 | 57,031 | 36,785 | 33 | 647 |
| Borrowings | 30 | 197,320 | 199,873 | 186,875 | 70 | 171 |
| Provisions | 31 | 3,632,133 | 3,232,583 | 3,469,465 | 77,346 | 102,774 |
| Other current liabilities | 32 | 50,584 | 111,893 | 102,755 | 25,276 | 187 |
| Total current liabilities | | 6,392,515 | 5,618,567 | 5,880,597 | 651,871 | 789,054 |
| Non-current liabilities | | | | | | |
| Payables | 28 | 72,185 | 74,801 | 106,396 | - | - |
| Contract liabilities | 29 | 83 | 556 | 198 | - | - |
| Borrowings | 30 | 1,497,733 | 1,443,579 | 1,560,822 | 50 | 485 |
| Provisions | 31 | 79,021 | 55,959 | 77,776 | 7,742 | 6,836 |
| Other non-current liabilities | 32 | 300,693 | 290,215 | 310,512 | 2,814 | 2,766 |
| Total non-current liabilities | | 1,949,715 | 1,865,110 | 2,055,704 | 10,606 | 10,087 |
| Total liabilities | | 8,342,230 | 7,483,677 | 7,936,301 | 662,477 | 799,141 |
| Net assets | | 31,163,860 | 31,390,309 | 28,869,047 | 1,218,543 | 724,140 |

Ministry of Health

Statement of Financial Position as at 30 June 2025 (continued)

| | | Consolidated | Consolidated | Consolidated | Parent | Parent |
|---------------------|-------|-------------------|-------------------|-------------------|------------------|----------------|
| | | Actual | Budget | Actual | Actual | Actual |
| | | 2025 | 2025 | 2024 | 2025 | 2024 |
| | Notes | \$000 | \$000 | \$000 | \$000 | \$000 |
| EQUITY | | | | | | |
| Reserves | | 13,439,633 | 12,818,902 | 12,256,774 | 205,159 | 161,469 |
| Accumulated funds | | 17,724,227 | 18,571,407 | 16,612,273 | 1,013,384 | 562,671 |
| Total equity | | 31,163,860 | 31,390,309 | 28,869,047 | 1,218,543 | 724,140 |

The accompanying notes form part of these financial statements.

Ministry of Health

Statement of Changes in Equity for the year ended 30 June 2025

| CONSOLIDATED | Notes | Accumulated | Asset | Total |
|--|-------|-------------------|-------------------|-------------------|
| | | Funds | Revaluation | |
| | | \$000 | \$000 | \$000 |
| Balance at 1 July 2024 | | 16,612,273 | 12,256,774 | 28,869,047 |
| Net result for the year | | 1,133,996 | - | 1,133,996 |
| Other comprehensive income: | | | | |
| Net changes in revaluation surplus of property, plant and equipment | 23 | - | 1,181,078 | 1,181,078 |
| Total comprehensive income for the year | | 1,133,996 | 1,181,078 | 2,315,074 |
| Transfer of asset revaluation surplus to accumulated funds on disposal of assets | | (1,781) | 1,781 | - |
| Transactions with owners in their capacity as owners | | | | |
| Increase / (decrease) in net assets from equity transfers | 33 | (20,261) | - | (20,261) |
| Balance at 30 June 2025 | | 17,724,227 | 13,439,633 | 31,163,860 |
| Balance at 1 July 2023 | | 15,704,871 | 11,083,538 | 26,788,409 |
| Net result for the year | | 890,217 | - | 890,217 |
| Other comprehensive income: | | | | |
| Net changes in revaluation surplus of property, plant and equipment | 23 | - | 1,190,421 | 1,190,421 |
| Total comprehensive income for the year | | 890,217 | 1,190,421 | 2,080,638 |
| Transfer of asset revaluation surplus to accumulated funds on disposal of assets | | 17,185 | (17,185) | - |
| Balance at 30 June 2024 | | 16,612,273 | 12,256,774 | 28,869,047 |

| PARENT | Notes | Accumulated | Asset | Total |
|---|-------|------------------|----------------|------------------|
| | | Funds | Revaluation | |
| | | \$000 | \$000 | \$000 |
| Balance at 1 July 2024 | | 562,671 | 161,469 | 724,140 |
| Net result for the year | | 446,696 | - | 446,696 |
| Other comprehensive income | | | | |
| Net changes in revaluation surplus of property, plant and equipment | 23 | - | 43,690 | 43,690 |
| Total other comprehensive income | | - | 43,690 | 43,690 |
| Total comprehensive income for the year | | 446,696 | 43,690 | 490,386 |
| Transactions with owners in their capacity as owners | | | | |
| Increase / (decrease) in net assets from equity transfers | 33 | 4,017 | - | 4,017 |
| Balance at 30 June 2025 | | 1,013,384 | 205,159 | 1,218,543 |
| Balance at 1 July 2023 | | 279,036 | 155,796 | 434,832 |
| Net result for the year | | 283,635 | - | 283,635 |
| Other comprehensive income | | | | |
| Net changes in revaluation surplus of property, plant and equipment | 23 | - | 5,673 | 5,673 |
| Total comprehensive income for the year | | 283,635 | 5,673 | 289,308 |
| Balance at 30 June 2024 | | 562,671 | 161,469 | 724,140 |

The accompanying notes form part of these financial statements.

Ministry of Health

Statement of Cash Flows for the year ended 30 June 2025

| | | Consolidated Actual 2025 \$000 | Consolidated Budget 2025 \$000 | Consolidated Actual 2024 \$000 | Parent Actual 2025 \$000 | Parent Actual 2024 \$000 |
|--|----|---|---|---|-----------------------------------|-----------------------------------|
| Notes | | | | | | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | | | | |
| Payments | | | | | | |
| Employee related | | (19,389,063) | (18,981,069) | (18,377,656) | (345,861) | (277,899) |
| Suppliers for goods and services | | (9,580,670) | (10,279,593) | (9,625,010) | (1,510,787) | (1,659,334) |
| Grants and subsidies | | (2,076,404) | (1,923,916) | (1,970,728) | (27,275,724) | (25,854,643) |
| Finance costs | | (136,713) | (120,837) | (126,514) | (7) | (17) |
| Total payments | | (31,182,850) | (31,305,415) | (30,099,908) | (29,132,379) | (27,791,893) |
| Receipts | | | | | | |
| Appropriations | | 19,859,008 | 20,367,312 | 19,138,955 | 19,859,008 | 19,138,955 |
| Reimbursements from the Crown ¹ | | 320,115 | - | 288,001 | 8,333 | 7,241 |
| Sale of goods and services | | 3,188,389 | 3,068,662 | 2,869,576 | 62,469 | 103,037 |
| Interest received | | 106,008 | 86,064 | 102,322 | 20,867 | 18,490 |
| Grants and other contributions | | 9,672,598 | 9,732,896 | 9,201,205 | 9,190,905 | 8,583,824 |
| Other | | 1,165,602 | 1,565,674 | 1,203,285 | 284,575 | 275,898 |
| Total receipts | | 34,311,720 | 34,820,608 | 32,803,344 | 29,426,157 | 28,127,445 |
| NET CASH FLOWS FROM OPERATING ACTIVITIES | 39 | 3,128,870 | 3,515,193 | 2,703,436 | 293,778 | 335,552 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | | | | |
| Proceeds from sale of property, plant and equipment and intangibles | | | | | | |
| Proceeds from sale of property, plant and equipment and intangibles | | 6,507 | 15,000 | 5,333 | 4,017 | - |
| Proceeds from sale of financial assets | | - | - | 36,581 | - | - |
| Purchases of property, plant and equipment and intangibles | | | | | | |
| Purchases of property, plant and equipment and intangibles | | (2,583,950) | (2,862,896) | (2,247,417) | (7,026) | (3,727) |
| Other | | 49 | (282,212) | 47 | 96,513 | (74,580) |
| NET CASH FLOWS FROM INVESTING ACTIVITIES | | (2,577,394) | (3,130,108) | (2,205,456) | 93,504 | (78,307) |

Ministry of Health

Statement of Cash Flows for the year ended 30 June 2025 (continued)

| | Notes | Consolidated Actual 2025 \$000 | Consolidated Budget 2025 \$000 | Consolidated Actual 2024 \$000 | Parent Actual 2025 \$000 | Parent Actual 2024 \$000 |
|---|-------|---|---|---|-----------------------------------|-----------------------------------|
| CASH FLOWS FROM FINANCING ACTIVITIES | | | | | | |
| Repayment of borrowings and advances | | (36,042) | (205,621) | (30,307) | - | - |
| Payment of principal portion of service concession financial liability | | (1,655) | - | (1,557) | - | - |
| Payment of principal portion of lease liabilities | | (160,400) | - | (163,440) | (41) | (170) |
| Proceeds / (payment) of derivatives | | 4,729 | - | 3,041 | - | - |
| NET CASH FLOWS FROM FINANCING ACTIVITIES | | (193,368) | (205,621) | (192,263) | (41) | (170) |
| NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS | | 358,108 | 179,464 | 305,717 | 387,241 | 257,075 |
| Opening cash and cash equivalents | | 2,781,203 | 2,235,599 | 2,475,288 | 683,561 | 426,486 |
| Effects of exchange rate changes on cash and cash equivalents | | 448 | - | 198 | - | - |
| CLOSING CASH AND CASH EQUIVALENTS | 17 | 3,139,759 | 2,415,063 | 2,781,203 | 1,070,802 | 683,561 |

¹Crown represents 'The Crown in right of the State of New South Wales'.

The accompanying notes form part of these financial statements.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

1. Statement of material accounting policy information

(a) Reporting entity

The Ministry of Health (the Ministry or Parent) is a NSW government entity and is controlled by the State of New South Wales, which is the immediate and ultimate parent. The Ministry is a not-for-profit entity (as profit is not its principal objective) and it has no cash generating units. The Ministry and its controlled entities are consolidated as part of the NSW Total State Sector Accounts.

The Ministry and its controlled entities are collectively referred to as the consolidated entity.

The Ministry controls the Local Health Districts established from 1 January 2011, as well as other controlled entities constituted under the *Health Services Act 1997* which include:

- | | |
|--|---|
| • Agency for Clinical Innovation | • Justice Health and Forensic Mental Health Network |
| • Albury Base Hospital | • Mid North Coast Local Health District |
| • Albury Wodonga Health Employment Division | • Murrumbidgee Local Health District |
| • Bureau of Health Information | • Nepean Blue Mountains Local Health District |
| • Cancer Institute NSW | • Northern NSW Local Health District |
| • Central Coast Local Health District | • Northern Sydney Local Health District |
| • Clinical Excellence Commission | • South Eastern Sydney Local Health District |
| • Far West Local Health District | • South Western Sydney Local Health District |
| • Graythwaite Charitable Trust (per Supreme Court order) | • Southern NSW Local Health District |
| • Health Administration Corporation | • Sydney Local Health District |
| • Health Education and Training Institute | • The Sydney Children's Hospitals Network |
| • Hunter New England Local Health District | • Western NSW Local Health District |
| • Illawarra Shoalhaven Local Health District | • Western Sydney Local Health District |

The Health Administration Corporation includes the operations of:

- | | |
|--|-------------------------------|
| • Ambulance Service of NSW | • Health System Support Group |
| • eHealth NSW | • HealthShare NSW |
| • Health Infrastructure | • NSW Health Pathology |
| • Single Digital Patient Record Implementation Authority | |

The consolidated financial statements also include results for the parent entity thereby capturing the central administrative function of the Ministry.

These consolidated financial statements for the year ended 30 June 2025 have been authorised for issue by the Secretary, NSW Health on the date the accompanying statement was signed.

(b) Principles of consolidation

The consolidated financial statements comprise the financial statements of the parent entity and its controlled entities, after elimination of all inter-entity transactions and balances. The controlled entities are consolidated from the date the parent entity obtained control and until such time as control passes.

The financial statements of the controlled entities are prepared for the same reporting period as the parent entity using uniform accounting policies for like transactions and other events in similar circumstances. As a result, no adjustments were required for any dissimilar accounting policies.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

1. Statement of material accounting policy information (continued)

(c) Basis of preparation

The consolidated financial statements are general purpose financial statements which have been prepared on an accruals basis and in accordance with:

- applicable Australian Accounting Standards (AAS) (which include Australian Accounting Interpretations);
- the requirements of the *Government Sector Finance Act 2018* ('GSF Act'), the *Government Sector Finance Regulation 2024*; and
- Treasurer's Directions issued under the GSF Act.

Property, plant and equipment, assets held for sale and certain financial assets and liabilities are measured using the fair value basis. Other financial statement items are prepared in accordance with the historical cost convention except where specified otherwise.

Judgements, key assumptions, and estimations management has made are disclosed in the relevant notes to the consolidated financial statements.

The consolidated financial statements have been prepared on a going concern basis, which assumes the consolidated entity will be able to meet its obligations as and when they fall due.

All amounts are rounded to the nearest one thousand dollars (unless otherwise stated) and are expressed in Australian currency, which is the consolidated and the parent entity's presentation and functional currency.

(d) Statement of Compliance

The consolidated financial statements and notes comply with Australian Accounting Standards which include Australian Accounting Interpretations.

(e) Comparative information

Except when an Australian Accounting Standard permits or requires otherwise, comparative information is presented in respect of the previous period for all amounts reported in the financial statements.

Certain comparative information has been reclassified and/or restated to ensure consistency with current year presentation and classification. These include:

- Note 26 Fair value measurement of non-financial assets: The fair value hierarchy disclosure has been updated in the current year to include leasehold improvements, work in progress and newly completed assets which are carried at cost, for better alignment with property, plant and equipment note. Prior year comparatives have accordingly been updated.
- Note 27 Restricted assets: The restricted asset balances, which previously reported the opening and closing equity balances, have now been revised to present the opening and closing balances of restricted cash and cash equivalents, along with restricted TCorpIM fund investments, for each category of restricted financial assets.
- Note 35 Trust funds: The trust fund balances, which previously reported the opening and closing equity balances, have now been revised to present the opening and closing balances of trust fund cash and cash equivalents for each category of trust funds.
- Note 41 Financial instruments: The market risk sensitivity analysis, which demonstrates the sensitivity to a reasonably possible change in interest rates, has been revised to exclude assets and liabilities not exposed to interest rate risks. Prior year comparatives have accordingly been updated.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

1. Statement of material accounting policy information (continued)

(f) Changes in accounting policy, including new or revised Australian Accounting Standards

(i) Effective for the first time in FY2024-25

The following new Australian Accounting Standard has been applied for the first time in 2024-25:

- *AASB 2022-10 Amendments to Australian Accounting Standards - Fair Value Measurements of Non-Financial Assets of Not-for-Profit Public Sector Entities (AASB 2022-10)*

The nature and effect of the changes as a result of adoption of this amendment is described below.

AASB 2022-10 amends AASB 13 *Fair Value Measurement* to add authoritative implementation guidance and related illustrative examples for fair value measurement of non-financial assets of not-for-profit public sector entities not held primarily for their ability to generate net cash inflows. The guidance specifies that the entity is required to consider whether the asset's highest and best use differs from its current use, clarifies the 'financial feasible' criteria, specifies that an entity uses its own assumptions as a starting point for unobservable inputs and provides guidance on how the cost approach is to be applied to measure the assets fair value.

The consolidated entity has reviewed its accounting policies with reference to the guidance and concluded that the impact of applying this amendment did not materially affect the financial statements.

Several other amendments and interpretations apply for the first time in 2024-25, the impact of which is not material to the consolidated financial statements.

As a result, the accounting policies applied in 2024-25 are consistent with those of the previous financial year.

(ii) Issued but not yet effective

NSW public sector entities are not permitted to early adopt new Australian Accounting Standards, unless NSW Treasury determines otherwise.

The following new AAS has not been applied and is not yet effective:

- *AASB 18 Presentation and Disclosure in Financial Statements (AASB 18)*

AASB 18 aims to improve how entities communicate in their financial statements, with a particular focus on information about financial performance in the statement of profit or loss. AASB 18 will replace AASB 101 *Presentation of Financial Statements*.

The key presentation and disclosure requirements established by AASB 18 are:

- the presentation of newly defined subtotals in the statement of profit or loss;
- the disclosure of management-defined performance measures; and
- enhanced requirements for grouping information (i.e. aggregation and disaggregation).

For not-for-profit public sector entities, AASB 18 applies to annual reporting periods beginning on or after 1 January 2028.

The impact of AASB 18 is yet to be determined by the consolidated entity.

There are other standards and amendments issued but not yet effective, the impacts of which are not anticipated to be material.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

2. Employee related expenses

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Salaries and wages* | 16,993,122 | 16,201,303 | 237,904 | 220,797 |
| Superannuation - defined benefit plan | 40,968 | 40,405 | 406 | 514 |
| Superannuation - defined contribution plan | 1,861,167 | 1,678,773 | 21,629 | 18,160 |
| Long service leave | 459,598 | 608,930 | 10,803 | 11,458 |
| Redundancies | 21,575 | 9,936 | 644 | 850 |
| Workers' compensation insurance | 457,540 | 344,882 | 53,232 | 14,783 |
| Payroll tax and fringe benefits tax | 17,824 | 17,004 | 16,280 | 15,768 |
| | 19,851,794 | 18,901,233 | 340,898 | 282,330 |

* Salaries and wages includes annual leave, accrued days off (ADO) and parental leave.

Refer to Note 31 for further details on recognition and measurement of employee related expenses.

Employee related costs of \$116.57 million (2024: \$49.99 million) (parent entity: \$4.58 million (2024: \$Nil)) have been capitalised in property, plant and equipment and intangible assets and are excluded from the above amounts.

In 2024, junior medical officers (JMO) litigation was settled for \$229.80 million, of which \$190.89 million was recognised under employee related expense (Note 2) and \$38.91 million recognised under general expenses (Note 3) in the consolidated entity.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

3. Operating expenses

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Agency expenses | 87,320 | 142,661 | 210 | 564 |
| Aircraft expenses | 152,018 | 144,924 | - | - |
| Auditor's remuneration | 5,975 | 5,739 | 1,269 | 1,099 |
| Blood and blood products | 203,257 | 219,780 | 50,285 | 53,401 |
| Capital project expense | 27,001 | 71,311 | 5,356 | - |
| Consultants | 3,347 | 5,204 | 1,352 | 1,648 |
| Contractors | 110,054 | 184,999 | 6,897 | 9,194 |
| Cost of sales | 7,854 | 2,414 | - | - |
| Disability equipment support services | 14,635 | 9,543 | - | - |
| Domestic supplies and services | 197,534 | 188,414 | 1,347 | 795 |
| Electricity, gas and water | 240,819 | 220,192 | 1,211 | 936 |
| Expenses relating to short-term leases | 51,984 | 47,719 | 16 | 13 |
| Expenses relating to leases of low-value assets | 21,309 | 21,152 | 874 | 924 |
| Food supplies | 139,680 | 140,728 | - | - |
| Information management expenses | 527,172 | 477,336 | 37,470 | 42,572 |
| Insurance | 540,868 | 530,148 | 484,473 | 478,924 |
| Interstate patient outflows | 461,596 | 365,032 | 461,596 | 365,032 |
| Isolated patient travel accommodation assistance | 55,051 | 49,302 | - | - |
| Legal services | 25,011 | 20,780 | 8,823 | 7,076 |
| Maintenance (see (a) below) | 770,370 | 666,989 | 14,409 | 5,978 |
| Medical and surgical supplies (including prostheses) | 1,137,511 | 1,082,012 | 6,874 | 8,380 |
| Motor vehicle expenses | 66,515 | 64,674 | 160 | 237 |
| Occupancy agreement expenses - Property and Development NSW | 55,660 | 49,847 | 23,417 | 22,642 |
| Office expenses | 92,837 | 96,778 | 2,548 | 2,886 |
| Outsourced patient services | 460,583 | 571,023 | 6,843 | 4,251 |
| Patient transport costs | 65,402 | 56,000 | 103 | 123 |
| Pharmaceutical supplies | 1,034,890 | 1,060,016 | 222,575 | 163,503 |
| Professional services (excluding consultants) | 53,803 | 79,965 | 17,545 | 18,059 |
| Specialised health services | 649,964 | 594,741 | 41,883 | 39,124 |
| Staff related costs | 92,140 | 75,740 | 2,539 | 1,505 |
| Travel expenses | 140,704 | 146,975 | 1,544 | 1,866 |
| Visiting medical officers | 1,317,343 | 1,194,677 | - | - |
| Warehousing expenses | 22,942 | 23,965 | - | - |
| Works performed for entities controlled by the ultimate parent | 45,237 | 9,476 | - | - |
| General expenses | 168,979 | 238,057 | 21,557 | 259,617 |
| | 9,047,365 | 8,858,313 | 1,423,176 | 1,490,349 |

The majority of the costs in relation to food supplies, medical and surgical supplies and pharmaceutical supplies relate to the consumption of inventory held by the consolidated entity.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

3. Operating expenses (continued)

General expenses of \$168.98 million (2024: \$238.06 million) for the consolidated entity relates to advertising, marketing, courier, freight, taxes, rates and related charges, security services and other miscellaneous expenses.

In 2024, general expenses of \$259.62 million for the parent entity included \$229.80 million for JMO litigation settlement expense.

(a) Reconciliation of total maintenance expense

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Corrective maintenance | 229,986 | 172,073 | 2,292 | 2,188 |
| Planned maintenance | 331,713 | 296,139 | 2,152 | 1,891 |
| New / replacement equipment not capitalised | 197,721 | 198,178 | 2,322 | 1,857 |
| Other | 10,950 | 599 | 7,643 | 42 |
| Maintenance expense - contracted labour and other (non-employee related), as above | 770,370 | 666,989 | 14,409 | 5,978 |
| Employee related maintenance expense* | 69,330 | 65,897 | - | - |
| Total maintenance expenses | 839,700 | 732,886 | 14,409 | 5,978 |

* This balance consists of employees who have been classified as providing maintenance services for the consolidated entity and the expense is included in employee related expenses in Note 2.

4. Depreciation and amortisation

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Depreciation - buildings | 963,281 | 883,909 | 9,409 | 9,414 |
| Depreciation - plant and equipment | 292,311 | 272,030 | 1,211 | 1,247 |
| Depreciation - infrastructure systems | 41,013 | 38,595 | 137 | 123 |
| Depreciation - right-of-use land and buildings | 68,019 | 74,286 | - | 133 |
| Depreciation - right-of-use plant and equipment | 103,434 | 96,787 | 63 | 45 |
| Amortisation - intangible assets | 109,482 | 112,247 | 886 | 458 |
| | 1,577,540 | 1,477,854 | 11,706 | 11,420 |

Refer to Note 23 Property, plant and equipment, Note 24 Leases and Note 25 Intangible assets for recognition and measurement policies on depreciation and amortisation.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

5. Grants and subsidies

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Payments to entities controlled by the Ministry | - | - | 26,002,413 | 24,722,659 |
| Payments to Affiliated Health Organisations | 912,059 | 860,026 | 536,316 | 501,307 |
| Payments to other public health services not controlled by the Ministry | 161,721 | 141,149 | 161,721 | 141,149 |
| Grants provided to support: | | | | |
| - Community packages | 51,148 | 51,385 | 1,701 | 731 |
| - Grants to research organisations | 89,335 | 104,491 | 66,127 | 76,489 |
| - Non-Government organisations | 210,014 | 206,568 | 104,506 | 100,610 |
| Grants to entities controlled by the ultimate parent | 65,949 | 60,907 | 62,773 | 58,594 |
| Other grants | 388,897 | 417,667 | 349,429 | 379,636 |
| | 1,879,123 | 1,842,193 | 27,284,986 | 25,981,175 |

Other grants consist of various grants provided to external organisations to support health related objectives and activities. It also includes \$166.79 million (2024: \$169.95 million) towards various mental health programs which includes \$96.89 million (2024: \$93.30 million) towards the Mental Health Housing and Accommodation Support Initiative (HASI) and Community Living Supports (CLS) program in the consolidated and parent entity.

Recognition and Measurement

Grants and subsidies generally comprise contributions in cash or in kind to controlled entities of the Ministry (from the parent entity), affiliated health organisations, various local government authorities and not-for-profit community organisations to support their health-related objectives and activities. Expenses are recognised on an accruals basis when the reporting entity has a present obligation under a contract to make the payment or upon the transfer of the cash or assets. The transferred assets are measured at their fair value.

6. Finance costs

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Interest expense from lease liabilities | 31,121 | 22,856 | 7 | 17 |
| Interest expense from financial liabilities at amortised cost | 105,569 | 103,610 | - | - |
| Other interest and charges | 24 | 48 | - | - |
| | 136,714 | 126,514 | 7 | 17 |

Recognition and Measurement

Finance costs consist of interest and other costs incurred in connection with the borrowing of funds. Finance costs are recognised as expenses in the period in which they are incurred, in accordance with NSW Treasury's mandate to not-for-profit NSW General Government Sector entities.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

7. Appropriations and transfers to The Crown in right of the State of New South Wales (Crown)

Summary of compliance at a lead minister level

| | 2025 \$000 | 2024 \$000 |
|---|---------------------|---------------------|
| Original budget per <i>Appropriation Act</i> | 20,367,312 | 19,612,662 |
| Other appropriations / expenditure: | | |
| Variations made to appropriations during the financial year | | |
| - Section 4.9 GSF Act (transfer of functions between GSF agencies) | - | 4,500 |
| - Section 4.11 GSF Act (variations of annual appropriations for Commonwealth grants) | 15,078 | 4,229 |
| - Special appropriations (per Section 39 (1)(b) of the Appropriations Act) | 3,382 | - |
| Total spending authority from parliamentary appropriations, other than deemed appropriations | 20,385,772 | 19,621,391 |
| Add: | | |
| The spending authority from deemed appropriations during the year | 14,461,999 | 13,709,915 |
| The unutilised spending authority from deemed appropriations in prior years | 2,781,242 | 2,470,125 |
| Total | 37,629,013 | 35,801,431 |
| Less: total expenditure out of the Consolidated Fund | (33,962,443) | (32,537,753) |
| Variance | 3,666,570 | 3,263,678 |
| Less: | | |
| The spending authority from appropriations lapsed at 30 June | (526,764) | (482,436) |
| Deemed appropriations balance carried forward to following years | 3,139,806 | 2,781,242 |

| | 2025 \$000 | 2024 \$000 |
|---|-------------------|-------------------|
| Appropriations (per Statement of Comprehensive Income) | 19,859,008 | 19,138,955 |
| Total amount drawn down against Annual Appropriations: | 19,859,008 | 19,138,955 |

The *Appropriation Act 2024* (Appropriations Act) (and the subsequent variations, if applicable) appropriates the sum of \$20,367.31 million to the Minister for Health out of the Consolidated Fund for the services of the Ministry of Health for the year 2025. The spending authority of the Minister from the Appropriations Act has been delegated or subdelegated to officers of the Ministry of Health and entities that it is administratively responsible for, listed in Note 1 to the financial statements, with separate instruments of delegation issued to portfolio agencies Mental Health Commission of New South Wales and Health Care Complaints Commission.

The lead Minister for each entity above, being the Minister for Health, is taken to have been given an appropriation out of the Consolidated Fund under the authority of section 4.7 of the GSF Act, at the time the entity receives or recovers any deemed appropriation money, for an amount equivalent to the money that is received or recovered by the entity. These deemed appropriations are taken to have been given for the services of the Ministry of Health.

In addition, government money that a GSF agency receives or recovers, from another GSF agency, of a kind prescribed by the GSF regulations that forms part of the Consolidated Fund, is also deemed appropriation moneys where the receiving agency has a different lead Minister to the agency making the payment, or one or both of the agencies is a special office (as defined in section 4.7(8)).

Ministry of Health

Notes to and forming part of the Financial Statements for the year ended 30 June 2025

7. Appropriations and transfers to The Crown in right of the State of New South Wales (Crown) (continued)

Summary of compliance at a lead minister level (continued)

The delegation / sub-delegations for 2025 and 2024, authorising officers to spend Consolidated Fund money, impose limits to the amounts of individual transactions, but do not specify an aggregate expenditure limit for the respective entities. However, as it relates to expenditure in reliance on a sum appropriated through an annual Appropriations Act, the delegation / sub-delegations are referrable to the overall authority to spend set out in the relevant Appropriations Act. The individual transaction limits have been properly observed. The information in relation to the limit from the Appropriations Act is disclosed in the summary of compliance table above.

The summary of compliance has been prepared on the basis of aggregating the spending authorities of both the Minister for Health for the services of the Ministry of Health and the lead Ministers for the services of the entities listed above that receives or recovers deemed appropriation money. It reflects the status at the point in time this disclosure statement is being made.

Recognition and Measurement

Parliamentary appropriations other than deemed appropriations

Income from appropriations, other than deemed appropriations (of which the accounting treatment is based on the underlying transaction), does not contain enforceable and sufficiently specific performance obligations as defined by AASB 15 *Revenue from Contracts with Customers* (AASB 15). Therefore, appropriations (other than deemed appropriations) are recognised as income when the entity obtains control over the asset comprising the appropriations. Control over appropriations is normally obtained upon the receipt of cash.

Ministry of Health

Notes to and forming part of the Financial Statements for the year ended 30 June 2025

8. Sale of goods and services from contracts with customers

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Sale of goods | | | | |
| Sale of inventories | 7,854 | 2,414 | - | - |
| Sales and recoveries of pharmaceutical supplies | 389,380 | 443,980 | - | - |
| Sales of prostheses | 63,714 | 63,592 | - | - |
| Other | 31,499 | 31,512 | 1,464 | - |
| | 492,447 | 541,498 | 1,464 | - |
| Rendering of services | | | | |
| Patients | | | | |
| Fees for clinical services | 74,449 | 66,670 | - | - |
| Fees for medical services rendered | 1,320,955 | 1,199,446 | 10,343 | 9,891 |
| Interstate patient inflows | 152,998 | 101,939 | 152,998 | 101,939 |
| Motor accident third party insurance covered | 222,903 | 192,029 | - | - |
| Patient transport fees | 90,724 | 84,341 | - | - |
| Other patient fees | 101,264 | 91,172 | - | - |
| General Community | | | | |
| Car parking fees | 86,894 | 51,691 | 28 | 6 |
| Commercial activities | 55,213 | 50,478 | - | - |
| Fees for non-medical services | 4,570 | 4,169 | - | - |
| Non-NSW Health entities | | | | |
| Services provided to non NSW Health organisations | 42,334 | 40,713 | - | - |
| Entities controlled by the ultimate parent | | | | |
| Fees for capital works performed | 45,237 | 9,476 | - | - |
| Other | | | | |
| Fees for private usage of hospital's facilities | 9,555 | 9,489 | - | - |
| Infrastructure fees - monthly facility charge | 366,041 | 338,258 | - | - |
| Infrastructure fees - annual charge | 119,290 | 95,459 | - | - |
| General user charges fees | 55,213 | 53,686 | 227 | 1,051 |
| Personnel service fees recharged | 33,447 | 30,619 | 33,447 | 30,619 |
| Other services | 42,917 | 38,027 | 900 | 53 |
| | 2,824,004 | 2,457,662 | 197,943 | 143,559 |
| | 3,316,451 | 2,999,160 | 199,407 | 143,559 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

8. Sale of goods and services from contracts with customers (continued)

Recognition and Measurement

Sales of goods

Revenue from sale of goods is recognised when the consolidated entity satisfies the performance obligation by transferring the promised goods.

| Type of good | Nature of timing of satisfaction of performance obligations, including significant payment terms | Revenue recognition policies |
|---|---|---|
| Sales of inventories and sale and recoveries of pharmaceutical supplies | The performance obligation of transferring inventories and pharmaceutical products is typically satisfied at the point in time when the products are dispensed to customers, which denotes acceptance by the customer, and therefore deemed as the point in time when the control is transferred to the customer. The payments are typically due within 30 days after the invoice date. | Revenue from these sales is recognised based on the price specified on the invoice, and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur. No element of financing is deemed present as the sales are made with a short credit term. No volume discount or warranty is provided on the sale. |
| Sales of prostheses | Relates to revenue generated for surgically implanted prostheses and medical devices. The performance obligation of transferring these products is typically satisfied at the point in time when the products are implanted in the body of the patient, which denotes acceptance by the customer, and therefore deemed as the point in time when the control is transferred to the customer. The payments are typically due within 30 days after the invoice date. | Revenue from these sales is recognised based on the price specified on the invoice, and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur. No element of financing is deemed present as the sales are made with a short credit term. No volume discount or warranty is provided on the sale. |
| Other | Relates to sale of various products including the sale of low value medical equipment, schedule 3 medical equipment, sale of publications, old wares and refuse and other general goods. The performance obligation of transferring these products is typically satisfied at the point in time when the products are purchased by the customer and takes delivery, which denotes acceptance by the customer, and therefore deemed as the point in time when the control is transferred to the customer. The payments are typically due within 30 days after the invoice date. | Revenue from these sales is recognised based on the price specified on the invoice, and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur. No element of financing is deemed present as the sales are made with a short credit term. No volume discount or warranty is provided on the sale. |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

8. Sale of goods and services from contracts with customers (continued)

Recognition and Measurement (continued)

Rendering of services

Revenue from rendering of services is recognised when the consolidated entity satisfies the performance obligation by transferring the promised services.

| Type of service | Nature of timing of satisfaction of performance obligations, including significant payment terms | Revenue recognition policies |
|---|---|---|
| Patient services - Patient transport fees, clinical and medical services, interstate patient flows and motor accident third party insurance | The performance obligations in relation to patient services are typically satisfied as the health services are delivered to the chargeable inpatients and non-inpatients. Public patients are not charged for health services provided at public hospitals. Chargeable patients, including Medicare ineligible patients, privately insured patients, eligible veterans and compensable patients are billed for health services provided under various contractual arrangements. Billings are typically performed upon patient discharge and are based on the rates specified by the Ministry of Health. The payments are typically due within 30 days after the invoice date. | Revenue is recognised on an accrual basis when the service has been provided to the patient. In limited circumstances the price is not fully recovered, e.g. due to inadequate insurance policies, overseas patients returning to their home country before paying, etc. The likelihood of occurrences is considered on a case by case basis. In most instances revenue is initially recognised at full amounts and subsequently adjusted when more information is provided. No element of financing is deemed present as majority of the services are made with a short credit term. |
| Non-patient services provided to the General community, non-NSW Health entities and entities controlled by the ultimate parent | Various non-patient related services are provided to the general community, non-NSW health entities and entities controlled by the ultimate parent. The performance obligations for these services are typically satisfied by transferring the promised services to its respective customers. The payments are typically due within 30 days after the invoice date. | Revenue is recognised when promised services are delivered. No element of financing is deemed present as the services are made with a short credit term. |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

8. Sale of goods and services from contracts with customers (continued)

Recognition and Measurement (continued)

Rendering of services (continued)

| Type of service | Nature of timing of satisfaction of performance obligations, including significant payment terms | Revenue recognition policies |
|---|--|--|
| Fees for private usage of hospital's facilities | Specialist doctors with rights of private practice are subject to an infrastructure charge, including service charges where applicable for the use of hospital facilities at rates determined by the Ministry of Health. The performance obligations for these services are typically satisfied when the hospital facilities are made available and used by the doctors and staff specialists. The payments are typically due when monies are collected from patient billings for services provided under the arrangement. | Revenue is recognised when promised services are delivered. No element of financing is deemed present as the services are made with a short credit term. |
| Other | Various other services are provided for general user charges, personnel services recharged and other small services. The performance obligations for these services are satisfied by transferring the promised services to its respective customers. Prices are determined by the Ministry of Health and billed once services have been provided. The payments are typically due within 30 days after the invoice date. | Revenue is recognised when promised services are delivered. No element of financing is deemed present as the services are made with a short credit term. |

Refer to Note 29 for the disclosure of the aggregate amount of the transaction price allocated to performance obligations that are unsatisfied (or partially unsatisfied) at the end of the reporting period, and when the consolidated entity expects to recognise the unsatisfied portion as revenue.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

9. Investment revenue

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Interest income from financial assets at amortised cost | 105,938 | 103,123 | 20,858 | 18,606 |
| Finance income on the net investment in the lease | 2,304 | 2,230 | - | - |
| Net gain / (loss) from TCorpIM Funds measured at fair value through profit or loss | 6,940 | 7,856 | - | - |
| Royalties | 66 | 25 | - | - |
| Dividends | 11 | 171 | - | - |
| Other | 115 | 229 | - | - |
| | 115,374 | 113,634 | 20,858 | 18,606 |

Recognition and Measurement

Net gain / (loss) from TCorpIM Funds measured at fair value through profit or loss

Net gain / (loss) from TCorpIM Funds measured at fair value through profit or loss includes distributions received as well as movements in the fair value.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

10. Grants and other contributions

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Grants to acquire / construct a recognisable non-financial asset to be controlled by the entity | | | | |
| Grants to acquire / construct non-financial asset | 34,614 | 25,203 | 413 | 47 |
| Grants with sufficiently specific performance obligations | | | | |
| Commonwealth National Health Reform Funding | 7,576,324 | 7,106,916 | 7,576,324 | 7,106,916 |
| Commonwealth National Partnership Agreement for Priority Groups COVID-19 Testing and Vaccination | | | | |
| - PCR testing payment | - | 40,111 | - | 40,111 |
| - Vaccination dose delivery payment | - | 58 | - | 58 |
| Commonwealth Government grants for community based services | 87,505 | 82,822 | - | - |
| Commonwealth Government grants - other | 67,604 | 41,281 | 42,176 | 7,937 |
| Clinical drug trials and research grants | 109,849 | 89,543 | - | - |
| Grants from entities controlled by the ultimate parent | 8,829 | 10,428 | 697 | - |
| Other grants | 93,117 | 93,436 | - | 1,407 |
| Grants without specific performance obligations | | | | |
| Commonwealth National Health Reform Funding | 1,320,300 | 1,232,659 | 1,320,300 | 1,232,659 |
| Commonwealth Government COVID-19 vaccines | 1,201 | 2,104 | - | - |
| Commonwealth Government grants - other | 252,442 | 289,743 | 247,327 | 215,185 |
| Clinical drug trials and research grants | 19,205 | 15,126 | - | - |
| Grants from entities controlled by the ultimate parent | 174,699 | 153,026 | 173,845 | 101,629 |
| Other grants | 52,219 | 78,554 | 44,263 | 11,190 |
| Donations | | | | |
| Donations | 81,443 | 81,282 | - | - |
| | 9,879,351 | 9,342,292 | 9,405,345 | 8,717,139 |

Commonwealth National Health Reform Funding revenue includes adjustments from the reconciliation of the prior year activity performed by the National Health Funding Pool Administrator as required under Section 238(1)(a) of the *National Health Reform Act 2011*. The adjustments include an increase of \$3.9 million (2024: decrease of \$6.5 million) revenue recognised under the 'Commonwealth National Health Funding Reform Funding'.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

10. Grants and other contributions (continued)

Recognition and Measurement

Income from grants to acquire / construct a recognisable non-financial asset to be controlled by the consolidated entity is recognised when the consolidated entity satisfies its obligations under the transfer. The consolidated entity satisfies the performance obligation under the transfer over time as the non-financial assets are being constructed. The percentage of cost incurred is used to recognise income, because this most closely reflects the progress to completion.

Revenue from grants with sufficiently specific performance obligations are recognised when the consolidated entity satisfies a performance obligation by transferring the promised goods or services.

The consolidated entity typically receives grants in respect of:

- Commonwealth government funded grant under the National Health Reform Agreement to improve the state's health outcomes and ensure sustainability of the health system;
- Commonwealth government funded vaccinations, including COVID-19 vaccinations, which are provided free of charge to the community; and
- Other various grants in respect of research, clinical drug trials and other community, health and wellbeing related projects.

Since 2020, the consolidated entity has also received various COVID-19 funding from Commonwealth Government. The most recent agreement, National Partnership Agreement for Priority Groups COVID-19 Testing and Vaccination, ended on 31 December 2023.

The consolidated entity uses various methods to recognise revenue over time, depending on the nature and terms and conditions of the grant contract. The payments are typically based on an agreed timetable or on achievement of different milestones set up in the contract. Revenue is recognised as follows:

- Commonwealth National Health Reform - consists of Activity Based Funding, Public Health Funding and Block Funding. Activity Based Funding is recognised under AASB 15, while Public Health and Block Funding is recognised under AASB 1058 *Income of Not-for-Profit Entities* (AASB 1058) due to lack of specific performance obligations. Revenue for Activity Based Funding is recognised when the hospital activities are performed. The revenue is calculated by the activity multiplied by the agreed National Weighted Activity Unit price. The Commonwealth undertakes an annual reconciliation of reported activity (revenue) against funding payments made for that year. Any differences arising from the reported activity (revenue) in previous years, is adjusted in the current year annual reconciliation.
- Commonwealth National Partnership Agreement for Priority Groups COVID-19 Testing and Vaccination (1 January 2023 to 31 December 2023) - consisted of two financial arrangements:
 - PCR Testing Payment: The Commonwealth shared the funding equally (pays for 50 per cent of costs) with the state government for costs incurred by states and territories for PCR testing for COVID-19. Revenue was recognised when the actual testing cost was incurred as a PCR testing payment.
 - Vaccination Dose Delivery Payment: The Commonwealth government provided states and territories a 50 per cent contribution to the agreed price per COVID-19 vaccine dose delivered. Revenue was recognised when the vaccine doses were delivered as a vaccination dose delivery payment.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

10. Grants and other contributions (continued)

Recognition and Measurement (continued)

- Other grants and contributions - consist of various types of grants and contributions received. The performance obligations are typically satisfied when the specified activities / milestones agreed in the grant contract are completed/met. Where there are no specific performance obligations, revenue is recognised on receipt of funding under AASB 1058. The payments are typically made in advance or based on an agreed timetable.

Revenue from these grants is recognised based on the grant amount specified in the funding agreement / funding approval, and revenue is only recognised to the extent that it is highly probable that a significant reversal will not occur. No element of financing is deemed present as funding payments are usually received in advance or shortly after the relevant obligation is satisfied.

Refer to Note 29 for the transaction price allocated to the performance obligations that have not been satisfied at the end of the year and when it is expected to be recognised as revenue.

Income from grants without sufficiently specific performance obligations is generally recognised when the consolidated entity obtains control over the granted assets (e.g. cash).

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

11. Acceptance by The Crown in right of the State of New South Wales (Crown) of employee benefits

The following liabilities and / or expenses have been assumed by the Crown:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---------------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Superannuation - defined benefit plan | 40,968 | 40,405 | 406 | 514 |
| Long service leave provision | 472,651 | 549,535 | 9,713 | 10,136 |
| Payroll tax | 22 | 31 | 22 | 31 |
| | 513,641 | 589,971 | 10,141 | 10,681 |

12. Other income

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Other income comprises the following: | | | | |
| Commissions | 1,892 | 1,953 | - | - |
| Discounts | 5,478 | 2,648 | - | - |
| Insurance refunds | 23,549 | 10,635 | 186 | 32 |
| Rental income | | | | |
| - rental income from subleasing right-of-use assets | 138 | 27 | - | - |
| - other rental income | 45,242 | 41,402 | 14,839 | 12,902 |
| Revenue related to service concession arrangements | 9,646 | 9,903 | - | - |
| Property not previously recognised | 1,215 | - | - | - |
| Other | 10,587 | 34,293 | 5,368 | 6,984 |
| | 97,747 | 100,861 | 20,393 | 19,918 |

Recognition and Measurement

Insurance refunds

Insurance activities are conducted through the NSW Treasury Managed Fund (TMF) Scheme of self insurance for Government entities. Insurance refunds are recognised when TMF accepts the insurance claim.

Rental income

Rental income is accounted for on a straight-line basis over the lease term. The rental income is incidental to the purpose for holding the property.

Revenue related to service concession arrangements

Revenue reflects the progressive unwinding of the 'grant of right to operate liability' (Note 32) over the remaining period of the arrangement.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

13. Gains / (losses) on disposal

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Gains / (losses) on disposal of: | | | | |
| Property, plant and equipment | | | | |
| Written down value of assets disposed | 73,559 | 15,682 | 4,020 | 5 |
| Less: Proceeds from disposal | (6,507) | (5,333) | (4,017) | - |
| Less: Proceeds received in advance for disposal* | (51,403) | - | - | - |
| Net gains / (losses) on disposal | (15,649) | (10,349) | (3) | (5) |
| Right-of-use assets | | | | |
| Written down value of assets disposed | 12,569 | 13,377 | 559 | - |
| Less: lease liabilities extinguished | (9,111) | (14,104) | (598) | - |
| Less: Finance lease receivable | (4,616) | - | - | - |
| Net gains / (losses) on disposal | 1,158 | 727 | 39 | - |
| Intangible assets | | | | |
| Written down value of assets disposed | 3,120 | 2,125 | 53 | - |
| Net gains / (losses) on disposal | (3,120) | (2,125) | (53) | - |
| Financial assets | | | | |
| Written down value of financial assets | - | 36,581 | - | - |
| Less: Proceeds from sale of financial assets | - | 36,581 | - | - |
| Net gains / (losses) on disposal | - | - | - | - |
| Total gains / (losses) on disposal | (17,611) | (11,747) | (17) | (5) |

* Proceeds received in advance for disposal relate to upfront payments from the University of NSW in prior years for the construction of the integrated space at Prince of Wales Hospital, Randwick. In the current year, the integrated space was derecognised as a finance lease, and all upfront payments have been accounted for as proceeds from the asset disposal.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

14. Other gains / (losses)

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Inventory write down | | | | |
| - Medical and surgical supplies | (10,806) | (84,987) | (4,590) | - |
| - Drug supplies | (15,282) | (7,101) | (1,701) | - |
| - Other | (1,087) | - | - | - |
| Gains / (losses) on derivative financial instruments at fair value through profit or loss | 1,067 | 77 | - | - |
| Foreign exchange gains / (losses) | 292 | 55 | 45 | (47) |
| Onerous contract costs | - | (166) | - | - |
| | (25,816) | (92,122) | (6,246) | (47) |

15. Conditions on restrictions on income of not-for-profit entities

The consolidated entity receives various types of grants and donations from different grantors / donors, some of which may not have enforceable performance obligations. The consolidated entity determines the grantor / donor expectations in determining the externally imposed restrictions and discloses them in accordance with different types of restrictions. The types of restrictions and income earned with restrictions are detailed in Note 27 Restricted assets.

Ministry of Health

Notes to and forming part of the Financial Statements
for the year ended 30 June 2025

16. Disaggregated disclosure statements of the consolidated entity

| CONSOLIDATED ENTITY EXPENSES AND INCOME | Service area 1 * | | Service area 2 * | | Service area 3 * | | Service area 4 * | | Service area 5 * | | Service area 6 * | | Not Attributable ** | | Total | |
|--|------------------|------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|------------------|------------------|------------------|------------------|---------------------|-------------------|-------------------|-------------------|
| | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 |
| Continuing operations | | | | | | | | | | | | | | | | |
| Expenses excluding losses | | | | | | | | | | | | | | | | |
| Employee related expenses | 669,259 | 624,009 | 4,790,170 | 4,549,021 | 3,167,330 | 2,895,424 | 10,455,161 | 10,092,346 | 480,420 | 463,636 | 289,454 | 276,797 | - | - | 19,851,794 | 18,901,233 |
| Operating expenses | 556,609 | 490,861 | 2,059,737 | 1,981,882 | 1,179,676 | 1,173,446 | 4,981,731 | 4,953,270 | 171,358 | 170,155 | 98,254 | 88,699 | - | - | 9,047,365 | 8,858,313 |
| Depreciation and amortisation | 42,532 | 41,788 | 402,119 | 384,742 | 276,503 | 243,187 | 817,927 | 771,690 | 23,945 | 22,349 | 14,514 | 14,098 | - | - | 1,577,540 | 1,477,854 |
| Grants and subsidies | 71,019 | 52,961 | 816,223 | 733,312 | 91,004 | 95,012 | 743,419 | 792,998 | 40,059 | 45,037 | 117,399 | 122,873 | - | - | 1,879,123 | 1,842,193 |
| Finance costs | 2,633 | 2,695 | 34,502 | 35,103 | 27,809 | 20,530 | 66,486 | 62,817 | 3,324 | 3,376 | 1,960 | 1,993 | - | - | 136,714 | 126,514 |
| Total expenses excluding losses | 1,342,052 | 1,212,314 | 8,102,751 | 7,684,060 | 4,742,322 | 4,427,599 | 17,064,724 | 16,673,121 | 719,106 | 704,553 | 521,581 | 504,460 | - | - | 32,492,536 | 31,206,107 |
| Revenue | | | | | | | | | | | | | | | | |
| Appropriations ** | - | - | - | - | - | - | - | - | - | - | - | - | 19,859,008 | 19,138,955 | 19,859,008 | 19,138,955 |
| Acceptance by the Crown of employee benefits and other liabilities | 18,612 | 22,618 | 134,926 | 156,345 | 79,477 | 84,379 | 261,326 | 303,660 | 11,965 | 13,873 | 7,335 | 9,096 | - | - | 513,641 | 589,971 |
| Sale of goods and services from contracts with customers | 16,197 | 14,258 | 880,238 | 837,459 | 279,516 | 187,014 | 2,097,142 | 1,950,496 | 35,042 | 9,933 | 8,316 | - | - | - | 3,316,451 | 2,999,160 |
| Investment revenue | 3,215 | 3,207 | 27,108 | 27,036 | 11,585 | 10,120 | 69,607 | 69,422 | 3,859 | 3,849 | - | - | - | - | 115,374 | 113,634 |
| Grants and other contributions | 407,499 | 286,038 | 2,023,221 | 1,814,964 | 1,179,177 | 1,031,396 | 5,854,659 | 5,836,339 | 321,105 | 276,324 | 93,690 | 97,231 | - | - | 9,879,351 | 9,342,292 |
| Other income | 2,458 | 2,839 | 20,739 | 23,928 | 18,317 | 8,957 | 53,281 | 61,731 | 2,952 | 3,406 | - | - | - | - | 97,747 | 100,861 |
| Total revenue | 447,981 | 328,960 | 3,086,232 | 2,859,732 | 1,568,072 | 1,321,866 | 8,336,015 | 8,221,648 | 374,923 | 307,385 | 109,341 | 106,327 | 19,859,008 | 19,138,955 | 33,781,572 | 32,284,873 |
| Gains / (losses) on disposal | - | - | - | - | - | - | - | - | - | - | - | - | (17,611) | (11,747) | (17,611) | (11,747) |
| Impairment losses on financial assets | - | - | - | - | - | - | - | - | - | - | - | - | (111,613) | (84,680) | (111,613) | (84,680) |
| Other gains / (losses) | - | - | - | - | - | - | - | - | - | - | - | - | (25,816) | (92,122) | (25,816) | (92,122) |
| Net result from continuing operations | (894,071) | (883,354) | (5,016,519) | (4,824,328) | (3,174,250) | (3,105,733) | (8,728,709) | (8,451,473) | (344,183) | (397,168) | (412,240) | (398,133) | 19,703,968 | 18,950,406 | 1,133,996 | 890,217 |
| Net result from discontinued operations | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Net result | (894,071) | (883,354) | (5,016,519) | (4,824,328) | (3,174,250) | (3,105,733) | (8,728,709) | (8,451,473) | (344,183) | (397,168) | (412,240) | (398,133) | 19,703,968 | 18,950,406 | 1,133,996 | 890,217 |
| Other comprehensive income | | | | | | | | | | | | | | | | |
| <i>Items that will not be reclassified to net result in subsequent periods</i> | | | | | | | | | | | | | | | | |
| Changes in revaluation surplus of property, plant and equipment | 31,842 | 33,661 | 301,059 | 309,912 | 207,013 | 195,889 | 612,368 | 621,601 | 17,927 | 18,002 | 10,866 | 11,356 | - | - | 1,181,078 | 1,190,421 |
| Total other comprehensive income | 31,842 | 33,661 | 301,059 | 309,912 | 207,013 | 195,889 | 612,368 | 621,601 | 17,927 | 18,002 | 10,866 | 11,356 | - | - | 1,181,078 | 1,190,421 |
| Total comprehensive income | (862,229) | (849,693) | (4,715,460) | (4,514,416) | (2,967,237) | (2,909,844) | (8,116,341) | (7,829,872) | (326,256) | (379,166) | (401,374) | (386,777) | 19,703,968 | 18,950,406 | 2,315,074 | 2,080,638 |

* The name and purpose of each service area is summarised in Note 16 (a).

** Appropriations are made on an entity basis and not to individual service area. Consequently, appropriations are included in the 'Not Attributable' column.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

16. Disaggregated disclosure statements of the consolidated entity (continued)

| CONSOLIDATED ENTITY ASSETS AND LIABILITIES | Service area 1 * | | Service area 2 * | | Service area 3 * | | Service area 4 * | | Service area 5 * | | Service area 6 * | | Not Attributable | | Total | |
|---|------------------|------------------|-------------------|------------------|------------------|------------------|-------------------|-------------------|------------------|----------------|------------------|----------------|------------------|---------------|-------------------|-------------------|
| | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 | 2025 \$000 | 2024 \$000 |
| ASSETS | | | | | | | | | | | | | | | | |
| Current assets | | | | | | | | | | | | | | | | |
| Cash and cash equivalents | 129,684 | 108,046 | 782,970 | 684,832 | 458,251 | 394,604 | 1,648,967 | 1,485,970 | 69,487 | 62,792 | 50,400 | 44,959 | - | - | 3,139,759 | 2,781,203 |
| Receivables | 6,934 | 6,026 | 376,747 | 353,924 | 119,634 | 79,035 | 897,589 | 824,313 | 14,998 | 4,198 | 3,559 | - | - | - | 1,419,461 | 1,267,496 |
| Contract assets | 38 | 12 | 2,082 | 748 | 661 | 167 | 4,959 | 1,741 | 83 | 9 | 20 | - | - | - | 7,843 | 2,677 |
| Inventories | 17,938 | 18,011 | 66,385 | 72,721 | 38,021 | 43,057 | 160,560 | 181,749 | 5,523 | 6,243 | 3,167 | 3,255 | - | - | 291,594 | 325,036 |
| Financial assets at fair value | 3,081 | 2,662 | 18,603 | 16,872 | 10,888 | 9,722 | 39,180 | 36,610 | 1,651 | 1,547 | 1,198 | 1,108 | - | - | 74,601 | 68,521 |
| Other financial assets | 16 | - | 97 | - | 57 | - | 204 | - | 9 | - | 6 | - | - | - | 389 | - |
| Non-current assets held for sale | - | 8 | - | 79 | - | 50 | - | 159 | - | 5 | - | 3 | - | - | - | 304 |
| Total current assets | 157,691 | 134,765 | 1,246,884 | 1,129,176 | 627,512 | 526,635 | 2,751,459 | 2,530,542 | 91,751 | 74,794 | 58,350 | 49,325 | - | - | 4,933,647 | 4,445,237 |
| Non-current assets | | | | | | | | | | | | | | | | |
| Receivables | 673 | 575 | 36,530 | 33,766 | 11,600 | 7,540 | 87,033 | 78,643 | 1,454 | 400 | 345 | - | - | - | 137,635 | 120,924 |
| Financial assets at fair value | 235 | 247 | 1,418 | 1,564 | 830 | 901 | 2,986 | 3,393 | 126 | 143 | 91 | 103 | - | - | 5,686 | 6,351 |
| Other financial assets | 4,017 | 3,527 | 24,252 | 22,351 | 14,194 | 12,879 | 51,076 | 48,498 | 2,152 | 2,049 | 1,561 | 1,467 | - | - | 97,252 | 90,771 |
| Property, plant and equipment | | | | | | | | | | | | | | | | |
| - Land and buildings | 807,727 | 790,205 | 7,636,425 | 7,275,365 | 5,250,927 | 4,598,601 | 15,532,822 | 14,592,436 | 454,728 | 422,610 | 275,626 | 266,586 | - | - | 29,958,255 | 27,945,803 |
| - Plant and equipment | 45,274 | 45,813 | 428,034 | 421,782 | 294,323 | 266,599 | 870,639 | 845,982 | 25,488 | 24,500 | 15,449 | 15,455 | - | - | 1,679,207 | 1,620,131 |
| - Infrastructure systems | 24,598 | 24,076 | 232,560 | 221,661 | 159,912 | 140,107 | 473,036 | 444,593 | 13,848 | 12,876 | 8,394 | 8,122 | - | - | 912,348 | 851,435 |
| Right-of-use assets | 19,075 | 20,895 | 180,336 | 192,376 | 124,002 | 121,597 | 366,812 | 385,855 | 10,739 | 11,175 | 6,509 | 7,049 | - | - | 707,473 | 738,947 |
| Intangible assets | 28,972 | 27,874 | 273,915 | 256,628 | 188,348 | 162,209 | 557,154 | 514,728 | 16,311 | 14,907 | 9,887 | 9,403 | - | - | 1,074,587 | 985,749 |
| Total non-current assets | 930,571 | 913,212 | 8,813,470 | 8,425,493 | 6,044,136 | 5,310,433 | 17,941,558 | 16,914,128 | 524,846 | 488,660 | 317,862 | 308,185 | - | - | 34,572,443 | 32,360,111 |
| TOTAL ASSETS | 1,088,262 | 1,047,977 | 10,060,354 | 9,554,669 | 6,671,648 | 5,837,068 | 20,693,017 | 19,444,670 | 616,597 | 563,454 | 376,212 | 357,510 | - | - | 39,506,090 | 36,805,348 |
| LIABILITIES | | | | | | | | | | | | | | | | |
| Current liabilities | | | | | | | | | | | | | | | | |
| Payables | 152,153 | 115,520 | 563,045 | 466,416 | 322,474 | 276,159 | 1,361,794 | 1,165,703 | 46,842 | 40,044 | 26,858 | 20,875 | - | - | 2,473,167 | 2,084,717 |
| Contract liabilities | 1,621 | 1,127 | 8,051 | 7,146 | 4,692 | 4,061 | 23,296 | 22,980 | 1,278 | 1,088 | 373 | 383 | - | - | 39,311 | 36,785 |
| Borrowings | 8,150 | 7,260 | 49,206 | 46,015 | 28,799 | 26,514 | 103,630 | 99,846 | 4,367 | 4,219 | 3,167 | 3,021 | - | - | 197,320 | 186,875 |
| Provisions | 122,449 | 114,542 | 876,421 | 835,007 | 579,502 | 531,477 | 1,912,902 | 1,852,527 | 87,899 | 85,104 | 52,959 | 50,808 | - | - | 3,632,133 | 3,469,465 |
| Other current liabilities | 2,090 | 3,992 | 12,614 | 25,302 | 7,383 | 14,579 | 26,566 | 54,901 | 1,119 | 2,320 | 812 | 1,661 | - | - | 50,584 | 102,755 |
| Total current liabilities | 286,463 | 242,441 | 1,509,337 | 1,379,886 | 942,850 | 852,790 | 3,428,188 | 3,195,957 | 141,505 | 132,775 | 84,169 | 76,748 | - | - | 6,392,515 | 5,880,597 |
| Non-current liabilities | | | | | | | | | | | | | | | | |
| Payables | 4,441 | 5,896 | 16,434 | 23,804 | 9,412 | 14,094 | 39,747 | 59,493 | 1,367 | 2,044 | 784 | 1,065 | - | - | 72,185 | 106,396 |
| Contract liabilities | 3 | 6 | 17 | 38 | 10 | 22 | 49 | 124 | 3 | 6 | 1 | 2 | - | - | 83 | 198 |
| Borrowings | 61,864 | 60,637 | 373,494 | 384,330 | 218,596 | 221,453 | 786,593 | 833,932 | 33,147 | 35,239 | 24,042 | 25,231 | - | - | 1,497,733 | 1,560,822 |
| Provisions | 2,665 | 2,567 | 19,067 | 18,719 | 12,608 | 11,914 | 41,617 | 41,529 | 1,912 | 1,908 | 1,152 | 1,139 | - | - | 79,021 | 77,776 |
| Other non-current liabilities | 12,419 | 12,062 | 74,985 | 76,459 | 43,886 | 44,056 | 157,921 | 165,904 | 6,655 | 7,011 | 4,827 | 5,020 | - | - | 300,693 | 310,512 |
| Total non-current liabilities | 81,392 | 81,168 | 483,997 | 503,350 | 284,512 | 291,539 | 1,025,927 | 1,100,982 | 43,084 | 46,208 | 30,806 | 32,457 | - | - | 1,949,715 | 2,055,704 |
| TOTAL LIABILITIES | 367,855 | 323,609 | 1,993,334 | 1,883,236 | 1,227,362 | 1,144,329 | 4,454,115 | 4,296,939 | 184,589 | 178,983 | 114,975 | 109,205 | - | - | 8,342,230 | 7,936,301 |
| NET ASSETS | 720,407 | 724,368 | 8,067,020 | 7,671,433 | 5,444,286 | 4,692,739 | 16,238,902 | 15,147,731 | 432,008 | 384,471 | 261,237 | 248,305 | - | - | 31,163,860 | 28,869,047 |

* The name and purpose of each service area is summarised in Note 16 (a).

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

16. Disaggregated disclosure statements of the consolidated entity (continued)

(a) Disaggregated disclosure name and purpose of the consolidated entity

Disaggregated information has been presented on the same basis as 2023-24.

| Service area | Purpose |
|---|--|
| Service area 1 - Population health services | Population health services reflects preventive and population health and is critical to keeping people healthier. It covers a range of functions NSW Health is responsible for including to protect and promote public health, control infectious diseases, reduce preventive diseases and death, help people manage their own health, and promote equitable health outcomes in the community. |
| Service area 2 - Community health services | Community health services reflects that healthcare extends beyond the hospital and needs to connect across settings to reduce the burden of chronic disease, assist people with conditions to live well and avoid complications, support people to recover from illness and injury, and prevent avoidable hospitalisations. NSW Health services funded to achieve this outcome include non-admitted and community-based services, sub-acute services, hospital in the home, and dental services. |
| Service area 3 - Emergency services | NSW Health often provides the first point of contact for those needing access to emergency healthcare and is responsible for managing and administering ambulance and emergency services. |
| Service area 4 - Admitted health services | Admitted health service reflect the state's responsibility to manage and administer public hospitals. When people are admitted to a hospital in NSW, they can expect world-class medical and surgical care within clinically recommended timeframes. |
| Service area 5 - Teaching and training | Teaching and training reflects the requirement that a skilled workforce with access to world leading education and training is essential to deliver safe, reliable person-centred care driving the best outcomes and experiences. |
| Service area 6 - Health and medical research | Health and medical research reflects the requirement that clinical service delivery continues to transform through health and medical research, digital technologies, and data analytics. |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

17. Cash and cash equivalents

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Cash at bank and on hand | 3,139,759 | 2,781,203 | 931,805 | 572,108 |
| Cash at bank - held by HealthShare NSW | - | - | 138,997 | 111,453 |
| | 3,139,759 | 2,781,203 | 1,070,802 | 683,561 |

Cash at bank - held by HealthShare NSW represents the balance of cash held by HealthShare NSW in a central bank account, on behalf of the parent entity for its operating and investing activities. It is an operational bank account that earns interest on daily bank balances.

Refer to Note 41 for details regarding credit risk and market risk arising from financial instruments.

Cash and cash equivalents includes restricted cash of \$1,963.88 million (2024: \$1,883.58 million) for the consolidated entity and \$139.00 million (2024: \$111.45 million) for the parent entity. Refer to Note 27 for details of restricted assets which consists of cash and cash equivalents and TCorpIM fund investments.

HealthShare NSW, a controlled entity of the parent entity manages accounts payable and employee related payments on behalf of the parent entity for payments to suppliers and employees. HealthShare NSW makes payments after the parent has submitted correctly rendered invoices and exception based approved payroll reports are received. These payments are reported as expenditures and cash outflows in the financial statements of the parent entity.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

18. Receivables

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Trade receivables from contracts with customers | 999,122 | 874,190 | 205,686 | 215,006 |
| Receivables from controlled health entities | - | - | 27,318 | 76,766 |
| Goods and Services Tax | 164,948 | 139,068 | 20,301 | 12,652 |
| Other receivables | 119,773 | 106,498 | 25,981 | 11,297 |
| | 1,283,843 | 1,119,756 | 279,286 | 315,721 |
| Less: allowance for expected credit losses* | | | | |
| - Trade receivables from contracts with customers | (178,146) | (127,816) | - | - |
| - Other receivables | (8,294) | (4,489) | (1,888) | (468) |
| | 1,097,403 | 987,451 | 277,398 | 315,253 |
| Prepayments | 322,058 | 280,045 | 5,894 | 3,646 |
| Total current receivables | 1,419,461 | 1,267,496 | 283,292 | 318,899 |
| Non-current | | | | |
| Trade receivables from contracts with customers | 295 | 142 | - | - |
| Other receivables | 7,171 | 6,163 | 6,700 | 5,903 |
| | 7,466 | 6,305 | 6,700 | 5,903 |
| Less: allowance for expected credit losses* | | | | |
| - Trade receivables from contracts with customers | (277) | (142) | - | - |
| - Other receivables | (32) | (6) | - | - |
| | 7,157 | 6,157 | 6,700 | 5,903 |
| Prepayments | 130,478 | 114,767 | - | - |
| Total non-current receivables | 137,635 | 120,924 | 6,700 | 5,903 |

* Movement in the allowance for expected credit losses

Trade receivables from contracts with customers and other receivables

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Balance at the beginning of the year | (132,453) | (152,536) | (468) | (595) |
| Amounts written off during the year | 57,317 | 104,763 | - | 7 |
| (Increase) / decrease in allowance recognised in net result ¹ | (111,613) | (84,680) | (1,420) | 120 |
| Balance at the end of the year | (186,749) | (132,453) | (1,888) | (468) |

¹ Includes impairment loss recognised of \$106.85 million (2024: \$80.18 million) in the consolidated entity and \$Nil (2024: \$Nil) in the parent entity on trade receivables from contracts with customers.

Details regarding credit risk of receivables that are neither past due nor impaired, are disclosed in Note 41.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

18. Receivables (continued)

Recognition and Measurement

Receivables are initially recognised at fair value plus any directly attributable transaction costs. Trade receivables that do not contain a significant financing component are measured at the transaction price.

Subsequent measurement

The consolidated entity holds receivables with the objective to collect the contractual cash flows and therefore measures them at amortised cost using the effective interest method, less any impairment. Changes are recognised in the net result for the year when impaired, derecognised or through the amortisation process.

Impairment

For trade receivables, the consolidated entity applies a simplified approach in calculating expected credit losses (ECLs). The consolidated entity recognises a loss allowance based on lifetime ECLs at each reporting date. The consolidated entity has established a provision matrix based on its historical credit loss experience for trade receivables, adjusted for forward looking factors specific to the receivable.

19. Contract assets

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|-----------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Contract assets | 7,843 | 2,677 | 6,301 | 636 |
| | 7,843 | 2,677 | 6,301 | 636 |

The contract asset balance has increased in the consolidated and parent entity during the year due to the varying billing arrangements from contracts existing at different reporting dates.

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Contract receivables (included in Note 18) | 999,417 | 874,332 | 233,004 | 291,772 |
| | 999,417 | 874,332 | 233,004 | 291,772 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

20. Inventories

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Held-for-distribution | | | | |
| Drug supplies | 152,056 | 166,298 | 98,845 | 37,369 |
| Medical and surgical supplies | 161,427 | 192,114 | - | 1,439 |
| Food and hotel supplies | 3,171 | 3,072 | - | - |
| Other | 5,425 | 7,351 | - | - |
| | 322,079 | 368,835 | 98,845 | 38,808 |
| Less: Allowance for impairment | | | | |
| - Drug supplies | (1,701) | (6,457) | (1,701) | - |
| - Medical and surgical supplies | (28,784) | (37,342) | - | - |
| | 291,594 | 325,036 | 97,144 | 38,808 |

The majority of the inventory held-for-distribution is held for consumption in the ordinary activities of the consolidated entity and upon consumption, are expensed in food supplies, medical and surgical supplies and pharmaceutical supplies (Note 3).

Recognition and Measurement

All inventories are held for distribution (consumed in the ordinary activities of the consolidated entity). Inventories held for distribution are stated at cost, adjusted when applicable, for any loss of service potential. A loss of service potential is identified and measured based on the existence of a current replacement cost that is lower than the carrying amount or any loss of operating capacity due to obsolescence. Costs are assigned to individual items of stock mainly on the basis of weighted average costs.

In 2025, the consolidated entity wrote off \$40.49 million of inventories. Following the write-off, the allowance for impairment was reassessed and a reduction in impairment of \$13.31 million was recognised mainly due to large write-off of expired inventory items. The write-off and additional allowance for impairment expensed under other gains / (losses) (Note 14) is \$27.18 million.

The cost of inventories acquired at no cost or for nominal consideration is the current replacement cost as at the date of acquisition. Current replacement cost is the cost the consolidated entity would incur to acquire the asset. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

Obsolete items are disposed of in accordance with instructions issued by the Ministry.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

21. Financial assets at fair value

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|-------------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Derivatives | 1,587 | 2,447 | - | - |
| TCorplM Funds Investment facilities | 73,014 | 66,074 | - | - |
| | 74,601 | 68,521 | - | - |
| Non-current | | | | |
| Derivatives | 5,686 | 6,351 | - | - |
| | 5,686 | 6,351 | - | - |

Refer to Note 41 for further information regarding fair value measurement, credit risk, and market risk arising from financial instruments.

Recognition and Measurement

Classification and measurement

The consolidated entity's financial assets at fair value are classified, at initial recognition, at fair value through profit or loss.

Transaction costs of financial assets carried at fair value through profit or loss are expensed in net results.

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss include financial assets designated upon initial recognition at fair value through profit or loss, or financial assets mandatorily required to be measured at fair value under AASB 9 *Financial Instruments* (AASB 9).

Financial assets are held for trading if acquired for the purpose of selling or repurchasing in the near term. Derivatives are economic hedges classified as fair value through profit or loss unless they are designated as effective hedging instruments.

Derivative contracts are carried as financial assets when their fair value at the reporting date is positive. Derivative contracts maturing less than 12 months are classified as current and all other contracts as non-current.

The consolidated entity has elected not to apply hedge accounting to the economic hedges.

Financial assets with cash flows that are not solely payments of principal and interest are classified and measured at fair value through profit or loss, irrespective of the business model. TCorplM Funds are managed and their performance is evaluated on a fair value basis and therefore the business model is neither to hold to collect contractual cash flows or sell the financial asset. Hence these investments are mandatorily required to be measured at fair value through profit or loss.

Notwithstanding the criteria to be classified at amortised cost or at fair value through other comprehensive income, financial assets may be designated at fair value through profit or loss on initial recognition if doing so eliminates, or significantly reduces, an accounting mismatch.

A gain or loss on a financial asset that is subsequently measured at fair value through profit or loss is recognised in net results and presented net within other gains / (losses), except for TCorplM Funds that are presented in 'investment revenue' in the period in which it arises.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

22. Other financial assets

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Receivables on finance leases as lessor (Note 24) | 389 | - | - | - |
| Intra health loans receivable | - | - | 184,620 | 281,133 |
| | 389 | - | 184,620 | 281,133 |
| Non-current | | | | |
| Receivables on finance leases as lessor (Note 24) | 97,252 | 90,771 | - | - |
| | 97,252 | 90,771 | - | - |

The current intra health loans receivable balance within the parent entity includes \$184.62 million (2024: \$281.13 million) of cash advances provided to HealthShare NSW to make all payments to employees, suppliers of goods and services and grants and subsidies.

Refer to Note 41 for further information regarding fair value measurement, credit risk, and market risk arising from financial instruments.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment

(a) Total property, plant and equipment

CONSOLIDATED

| | Land and Buildings \$000 | Plant and Equipment \$000 | Infrastructure systems \$000 | Total \$000 |
|--|--------------------------------|---------------------------------|------------------------------------|-------------------|
| At 1 July 2023 - fair value | | | | |
| Gross carrying amount | 38,802,773 | 3,369,330 | 1,539,535 | 43,711,638 |
| Less: accumulated depreciation and impairment | (12,763,020) | (1,847,933) | (657,870) | (15,268,823) |
| Net carrying amount | 26,039,753 | 1,521,397 | 881,665 | 28,442,815 |
| Year ended 30 June 2024 | | | | |
| Net carrying amount at beginning of year | 26,039,753 | 1,521,397 | 881,665 | 28,442,815 |
| Additions | 1,587,613 | 412,507 | 97 | 2,000,217 |
| Reclassifications to intangibles | - | (2,640) | - | (2,640) |
| Reclassification to inventory | - | (3,228) | - | (3,228) |
| Disposals | (5,026) | (10,656) | - | (15,682) |
| Net revaluation increment less revaluation decrements | 1,159,175 | 205 | 31,041 | 1,190,421 |
| Depreciation expense | (883,909) | (272,030) | (38,595) | (1,194,534) |
| Other reclassifications within property, plant and equipment | 48,197 | (25,424) | (22,773) | - |
| Net carrying amount at end of year | 27,945,803 | 1,620,131 | 851,435 | 30,417,369 |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

(a) Total property, plant and equipment (continued)

CONSOLIDATED

| | Land and Buildings \$000 | Plant and Equipment \$000 | Infrastructure systems \$000 | Total \$000 |
|--|--------------------------------|---------------------------------|------------------------------------|-------------------|
| At 1 July 2024 - fair value | | | | |
| Gross carrying amount | 41,765,112 | 3,577,809 | 1,553,942 | 46,896,863 |
| Less: accumulated depreciation and impairment | (13,819,309) | (1,957,678) | (702,507) | (16,479,494) |
| Net carrying amount | 27,945,803 | 1,620,131 | 851,435 | 30,417,369 |
| Year ended 30 June 2025 | | | | |
| Net carrying amount at beginning of year | 27,945,803 | 1,620,131 | 851,435 | 30,417,369 |
| Additions | 1,983,234 | 357,307 | 1,122 | 2,341,663 |
| Reclassifications to intangibles | - | (235) | - | (235) |
| Reclassification from right-of-use assets | 56 | - | - | 56 |
| Reclassification from assets held for sale | 304 | - | - | 304 |
| Disposals | (67,549) | (6,010) | - | (73,559) |
| Equity transfers out ⁽ⁱ⁾ | (15,947) | (4,314) | - | (20,261) |
| Net revaluation increment less revaluation decrements | 1,148,353 | - | 32,725 | 1,181,078 |
| Depreciation expense | (963,281) | (292,311) | (41,013) | (1,296,605) |
| Other reclassifications within property, plant and equipment | (72,718) | 4,639 | 68,079 | - |
| Net carrying amount at end of year | 29,958,255 | 1,679,207 | 912,348 | 32,549,810 |
| At 30 June 2025 - fair value | | | | |
| Gross carrying amount | 45,012,205 | 3,768,043 | 1,676,604 | 50,456,852 |
| Less: accumulated depreciation and impairment | (15,053,950) | (2,088,836) | (764,256) | (17,907,042) |
| Net carrying amount | 29,958,255 | 1,679,207 | 912,348 | 32,549,810 |

(i) Further details regarding equity transfers are disclosed in Note 33(a).

The net carrying amount of service concession assets included in each class of property, plant and equipment as at 30 June 2025:

- land and buildings \$718.59 million (2024: \$804.72 million)
- plant and equipment \$10.22 million (2024: \$16.18 million)
- infrastructure systems \$25.69 million (2024: \$26.34 million)

During the current period, the net carrying amount of \$94.47 million (2024: \$55.49 million) for service concession assets of the consolidated entity has been reclassified to normal property, plant and equipment.

Further details regarding fair value measurement of property, plant and equipment are disclosed in Note 26(b).

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

(b) Property, plant and equipment held and used by the consolidated entity

CONSOLIDATED

| | Land and Buildings \$000 | Plant and Equipment \$000 | Infrastructure systems \$000 | Total \$000 |
|--|--------------------------------|---------------------------------|------------------------------------|-------------------|
| At 1 July 2023 - fair value | | | | |
| Gross carrying amount | 38,413,521 | 3,369,330 | 1,538,973 | 43,321,824 |
| Less: accumulated depreciation and impairment | (12,578,968) | (1,847,933) | (657,540) | (15,084,441) |
| Net carrying amount | 25,834,553 | 1,521,397 | 881,433 | 28,237,383 |
| Year ended 30 June 2024 | | | | |
| Net carrying amount at beginning of year | 25,834,553 | 1,521,397 | 881,433 | 28,237,383 |
| Additions | 1,586,863 | 412,507 | 97 | 1,999,467 |
| Reclassifications to intangibles | - | (2,640) | - | (2,640) |
| Reclassification from inventory | - | (3,228) | - | (3,228) |
| Disposals | (2,714) | (10,656) | - | (13,370) |
| Net revaluation increment less revaluation decrements | 1,147,330 | 205 | 31,030 | 1,178,565 |
| Depreciation expense | (873,876) | (272,030) | (38,582) | (1,184,488) |
| Other reclassifications within property, plant and equipment | 51,429 | (25,424) | (22,773) | 3,232 |
| Net carrying amount at end of year | 27,743,585 | 1,620,131 | 851,205 | 30,214,921 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

(b) Property, plant and equipment held and used by the consolidated entity (continued)

CONSOLIDATED

| | Land and Buildings \$000 | Plant and Equipment \$000 | Infrastructure systems \$000 | Total \$000 |
|--|--------------------------------|---------------------------------|------------------------------------|-------------------|
| At 1 July 2024 - fair value | | | | |
| Gross carrying amount | 41,376,763 | 3,577,809 | 1,553,352 | 46,507,924 |
| Less: accumulated depreciation and impairment | (13,633,178) | (1,957,678) | (702,147) | (16,293,003) |
| Net carrying amount | 27,743,585 | 1,620,131 | 851,205 | 30,214,921 |
| Year ended 30 June 2025 | | | | |
| Net carrying amount at beginning of year | 27,743,585 | 1,620,131 | 851,205 | 30,214,921 |
| Additions | 1,974,951 | 357,307 | 1,122 | 2,333,380 |
| Reclassifications to intangibles | - | (235) | - | (235) |
| Reclassification from right-of-use assets | 56 | - | - | 56 |
| Reclassification to assets held for sale | 304 | - | - | 304 |
| Disposals | (67,500) | (6,010) | - | (73,510) |
| Equity transfers out ⁽ⁱ⁾ | (15,947) | (4,314) | - | (20,261) |
| Net revaluation increment less revaluation decrements | 1,106,213 | - | 32,716 | 1,138,929 |
| Depreciation expense | (945,746) | (292,311) | (40,998) | (1,279,055) |
| Other reclassifications within property, plant and equipment | (75,299) | 4,639 | 68,079 | (2,581) |
| Net carrying amount at end of year | 29,720,617 | 1,679,207 | 912,124 | 32,311,948 |
| At 30 June 2025 - fair value | | | | |
| Gross carrying amount | 44,529,798 | 3,768,043 | 1,675,990 | 49,973,831 |
| Less: accumulated depreciation and impairment | (14,809,181) | (2,088,836) | (763,866) | (17,661,883) |
| Net carrying amount | 29,720,617 | 1,679,207 | 912,124 | 32,311,948 |

(i) Further details regarding equity transfers are disclosed in Note 33(a).

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

(c) Property, plant and equipment where the consolidated entity is the lessor under operating leases

CONSOLIDATED

| | Land and Buildings \$000 | Plant and Equipment \$000 | Infrastructure systems \$000 | Total \$000 |
|--|--------------------------------|---------------------------------|------------------------------------|----------------|
| At 1 July 2023 - fair value | | | | |
| Gross carrying amount | 389,252 | - | 562 | 389,814 |
| Less: accumulated depreciation and impairment | (184,052) | - | (330) | (184,382) |
| Net carrying amount | 205,200 | - | 232 | 205,432 |
| Year ended 30 June 2024 | | | | |
| Net carrying amount at beginning of year | 205,200 | - | 232 | 205,432 |
| Additions | 750 | - | - | 750 |
| Disposals | (2,312) | - | - | (2,312) |
| Net revaluation increment less revaluation decrements | 11,845 | - | 11 | 11,856 |
| Depreciation expense | (10,033) | - | (13) | (10,046) |
| Other reclassifications within property, plant and equipment | (3,232) | - | - | (3,232) |
| Net carrying amount at end of year | 202,218 | - | 230 | 202,448 |
| At 1 July 2024 - fair value | | | | |
| Gross carrying amount | 388,349 | - | 590 | 388,939 |
| Less: accumulated depreciation and impairment | (186,131) | - | (360) | (186,491) |
| Net carrying amount | 202,218 | - | 230 | 202,448 |
| Year ended 30 June 2025 | | | | |
| Net carrying amount at beginning of year | 202,218 | - | 230 | 202,448 |
| Additions | 8,283 | - | - | 8,283 |
| Disposals | (49) | - | - | (49) |
| Net revaluation increment less revaluation decrements | 42,140 | - | 9 | 42,149 |
| Depreciation expense | (17,535) | - | (15) | (17,550) |
| Other reclassifications within property, plant and equipment | 2,581 | - | - | 2,581 |
| Net carrying amount at end of year | 237,638 | - | 224 | 237,862 |
| At 30 June 2025 - fair value | | | | |
| Gross carrying amount | 482,407 | - | 614 | 483,021 |
| Less: accumulated depreciation and impairment | (244,769) | - | (390) | (245,159) |
| Net carrying amount | 237,638 | - | 224 | 237,862 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

(a) Total property, plant and equipment

PARENT

| | Land and Buildings \$000 | Plant and Equipment \$000 | Infrastructure systems \$000 | Total \$000 |
|---|--------------------------------|---------------------------------|------------------------------------|----------------|
| At 1 July 2023 - fair value | | | | |
| Gross carrying amount | 347,575 | 23,184 | 4,901 | 375,660 |
| Less: accumulated depreciation and impairment | (178,184) | (5,043) | (3,960) | (187,187) |
| Net carrying amount | 169,391 | 18,141 | 941 | 188,473 |
| Year ended 30 June 2024 | | | | |
| Net carrying amount at beginning of year | 169,391 | 18,141 | 941 | 188,473 |
| Additions | 330 | 262 | - | 592 |
| Disposals | - | (5) | - | (5) |
| Transfers from NSW Health entities | - | 4 | - | 4 |
| Net revaluation increment less revaluation decrements | 5,638 | - | 35 | 5,673 |
| Depreciation expense | (9,414) | (1,247) | (123) | (10,784) |
| Net carrying amount at end of year | 165,945 | 17,155 | 853 | 183,953 |
| At 1 July 2024 - fair value | | | | |
| Gross carrying amount | 361,589 | 22,494 | 5,107 | 389,190 |
| Less: accumulated depreciation and impairment | (195,644) | (5,339) | (4,254) | (205,237) |
| Net carrying amount | 165,945 | 17,155 | 853 | 183,953 |
| Year ended 30 June 2025 | | | | |
| Net carrying amount at beginning of year | 165,945 | 17,155 | 853 | 183,953 |
| Additions | - | 656 | - | 656 |
| Disposals | (4,017) | (3) | - | (4,020) |
| Equity transfers in ⁽ⁱ⁾ | 4,017 | - | - | 4,017 |
| Transfers to NSW Health entities | - | (678) | - | (678) |
| Net revaluation increment less revaluation decrements | 43,302 | - | 388 | 43,690 |
| Depreciation expense | (9,409) | (1,211) | (137) | (10,757) |
| Net carrying amount at end of year | 199,838 | 15,919 | 1,104 | 216,861 |
| As at 30 June 2025 | | | | |
| Gross carrying amount | 354,964 | 21,756 | 6,011 | 382,731 |
| Less: accumulated depreciation and impairment | (155,126) | (5,837) | (4,907) | (165,870) |
| Net carrying amount | 199,838 | 15,919 | 1,104 | 216,861 |

(i) Further details regarding equity transfers are disclosed in Note 33(a).

The parent entity does not have any service concession assets for the periods ended 30 June 2025 and 30 June 2024.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

(b) Property, plant and equipment held and used by the parent entity

PARENT

| | Land and Buildings \$000 | Plant and Equipment \$000 | Infrastructure systems \$000 | Total \$000 |
|--|--------------------------------|---------------------------------|------------------------------------|----------------|
| At 1 July 2023 - fair value | | | | |
| Gross carrying amount | 223,048 | 23,184 | 4,901 | 251,133 |
| Less: accumulated depreciation and impairment | (87,529) | (5,043) | (3,960) | (96,532) |
| Net carrying amount | 135,519 | 18,141 | 941 | 154,601 |
| Year ended 30 June 2024 | | | | |
| Net carrying amount at beginning of year | 135,519 | 18,141 | 941 | 154,601 |
| Additions | 97 | 262 | - | 359 |
| Disposals | - | (5) | - | (5) |
| Transfers from NSW Health entities | - | 4 | - | 4 |
| Net revaluation increment less revaluation decrements | 1,060 | - | 35 | 1,095 |
| Depreciation expense | (7,605) | (1,247) | (123) | (8,975) |
| Other reclassifications within property, plant and equipment | 7,088 | - | - | 7,088 |
| Net carrying amount at end of year | 136,159 | 17,155 | 853 | 154,167 |
| At 1 July 2024 - fair value | | | | |
| Gross carrying amount | 265,425 | 22,494 | 5,107 | 293,026 |
| Less: accumulated depreciation and impairment | (129,266) | (5,339) | (4,254) | (138,859) |
| Net carrying amount | 136,159 | 17,155 | 853 | 154,167 |
| Year ended 30 June 2025 | | | | |
| Net carrying amount at beginning of year | 136,159 | 17,155 | 853 | 154,167 |
| Additions | - | 656 | - | 656 |
| Disposals | (4,017) | (3) | - | (4,020) |
| Equity transfers in ⁽ⁱ⁾ | 4,017 | - | - | 4,017 |
| Transfers to NSW Health entities | - | (678) | - | (678) |
| Net revaluation increment less revaluation decrements | 38,037 | - | 388 | 38,425 |
| Depreciation expense | (7,675) | (1,211) | (137) | (9,023) |
| Other reclassifications within property, plant and equipment | (1,430) | - | - | (1,430) |
| Net carrying amount at end of year | 165,091 | 15,919 | 1,104 | 182,114 |
| At 30 June 2025 - fair value | | | | |
| Gross carrying amount | 213,733 | 21,756 | 6,011 | 241,500 |
| Less: accumulated depreciation and impairment | (48,642) | (5,837) | (4,907) | (59,386) |
| Net carrying amount | 165,091 | 15,919 | 1,104 | 182,114 |

(i) Further details regarding equity transfers are disclosed in Note 33(a).

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

(c) Property, plant and equipment where the parent entity is the lessor under operating leases

PARENT

| | Land and Buildings \$000 | Plant and Equipment \$000 | Infrastructure systems \$000 | Total \$000 |
|--|--------------------------------|---------------------------------|------------------------------------|----------------|
| At 1 July 2023 - fair value | | | | |
| Gross carrying amount | 124,527 | - | - | 124,527 |
| Less: accumulated depreciation and impairment | (90,655) | - | - | (90,655) |
| Net carrying amount | 33,872 | - | - | 33,872 |
| Year ended 30 June 2024 | | | | |
| Net carrying amount at beginning of year | 33,872 | - | - | 33,872 |
| Additions | 233 | - | - | 233 |
| Net revaluation increment less revaluation decrements | 4,578 | - | - | 4,578 |
| Depreciation expense | (1,809) | - | - | (1,809) |
| Other reclassifications within property, plant and equipment | (7,088) | - | - | (7,088) |
| Net carrying amount at end of year | 29,786 | - | - | 29,786 |
| At 1 July 2024 - fair value | | | | |
| Gross carrying amount | 96,164 | - | - | 96,164 |
| Less: accumulated depreciation and impairment | (66,378) | - | - | (66,378) |
| Net carrying amount | 29,786 | - | - | 29,786 |
| Year ended 30 June 2025 | | | | |
| Net carrying amount at beginning of year | 29,786 | - | - | 29,786 |
| Net revaluation increment less revaluation decrements | 5,265 | - | - | 5,265 |
| Depreciation expense | (1,734) | - | - | (1,734) |
| Other reclassifications within property, plant and equipment | 1,430 | - | - | 1,430 |
| Net carrying amount at end of year | 34,747 | - | - | 34,747 |
| At 30 June 2025 - fair value | | | | |
| Gross carrying amount | 141,231 | - | - | 141,231 |
| Less: accumulated depreciation and impairment | (106,484) | - | - | (106,484) |
| Net carrying amount | 34,747 | - | - | 34,747 |

Ministry of Health

Notes to and forming part of the Financial Statements for the year ended 30 June 2025

23. Property, plant and equipment (continued)

Recognition and Measurement

Acquisition of property, plant and equipment

Property, plant and equipment acquired are initially recognised at cost and subsequently revalued at fair value less accumulated depreciation and impairment.

Assets acquired at no cost, or for nominal consideration, are initially recognised at their fair value at the date of acquisition.

Land and buildings which are owned by the Health Administration Corporation or the State and operated by the parent or its controlled entities are deemed to be controlled by the parent and its controlled entities and are recognised as such in the financial statements.

Capitalisation thresholds

Property, plant and equipment costing \$10,000 and above individually (or forming part of a group costing more than \$100,000) are capitalised.

Depreciation of property, plant and equipment

Except for certain non-depreciable assets, depreciation is provided for on a straight-line basis so as to write off the depreciable amount of each asset as it is consumed over its useful life to the consolidated entity.

All material identifiable components of assets are depreciated separately over their useful lives.

Land is not a depreciable asset. Certain artworks and collections may not have a limited useful life because appropriate curatorial and preservation policies are adopted. Such assets are not subject to depreciation. The decision not to recognise depreciation for these assets is reviewed annually.

Details of useful lives initially applied for major asset categories are as follows:

| | Useful lives |
|------------------------------------|---------------------|
| Buildings | 30-70 years |
| Buildings - leasehold improvements | 3-10 years |
| Plant and equipment | 4-20 years |
| Infrastructure systems | 40 years |

Plant and equipment comprises, among others, medical, computer and office equipment, motor vehicles, furniture and fittings and PODS (a detachable or self-contained unit on ambulances used for patient treatment).

Infrastructure systems comprises public facilities which provide essential services and enhance the productive capacity of the economy including roads, bridges, water infrastructure and distribution works, sewerage treatment plants, seawalls and water reticulation systems.

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

Right-of-Use Assets acquired by lessees

AASB 16 *Leases* (AASB 16) requires a lessee to recognise a right-of-use asset for most leases. The consolidated entity has elected to present right-of-use assets separately in the Statement of Financial Position.

Further information on leases is contained at Note 24.

Service concession assets

Service concession arrangements (SCAs) are contracts between a grantor and an operator where an operator provides public services related to a service concession asset on behalf of a public sector grantor for a specified period of time and manages at least some of those services.

Based on the consolidated entity's assessment, the following arrangements fall in scope of AASB 1059:

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

Recognition and Measurement (continued)

Service concession assets (continued)

| Description | Public Hospitals | | | | | | |
|---|---|----------------------------------|------------------------|---------------------------|------------------------|---------------------|------------------------|
| Name and description of the SCA | Northern Beaches Hospital and Hawkesbury Hospital are two public hospitals built under two separate Public Private Partnership (PPP) arrangements that are treated as part of service concession arrangements. | | | | | | |
| Period of arrangement | <table> <tr> <td>Northern Beaches Public Hospital</td><td>20 years (2018 - 2038)</td></tr> <tr> <td>Northern Beaches Car Park</td><td>40 years (2018 - 2058)</td></tr> <tr> <td>Hawkesbury Hospital</td><td>29 years (1994 - 2024)</td></tr> </table> <p>The arrangement for Hawkesbury Hospital ended on 30 June 2024, following which the services provided by the private operator were transferred to the consolidated entity.</p> | Northern Beaches Public Hospital | 20 years (2018 - 2038) | Northern Beaches Car Park | 40 years (2018 - 2058) | Hawkesbury Hospital | 29 years (1994 - 2024) |
| Northern Beaches Public Hospital | 20 years (2018 - 2038) | | | | | | |
| Northern Beaches Car Park | 40 years (2018 - 2058) | | | | | | |
| Hawkesbury Hospital | 29 years (1994 - 2024) | | | | | | |
| Terms of the arrangement | The consolidated entity contracted HealthScope (Operator for Northern Beaches Hospital) and St John of God Health Care (Operator for Hawkesbury Hospital) to build, operate and manage the hospitals and the car park for the duration of the arrangement. The construction of both hospitals was funded by the consolidated entity. Northern Beaches Hospital was paid upfront on completion of the construction works, while Hawkesbury Hospital was paid over time under a financing arrangement with the Operator. There are no remaining future construction payments. The Operator has fully funded the Northern Beaches car park, and the consolidated entity has granted rights to the Operator to operate and generate revenue from that car park. Annual service level agreement is entered into for the delivery of Northern Beaches Public Hospital with the Operator, which is funded by the consolidated entity, paid on a monthly basis. | | | | | | |
| Rights and obligations | The consolidated entity is obligated to provide HealthScope access to the hospital and the carpark. The operator is responsible for the delivery of health services to public patients at the hospital which the consolidated entity is obligated to pay for under the annual service agreements. At the end of the arrangement, the operator is obligated to return all assets back to the consolidated entity. For Northern Beaches Hospital, the consolidated entity will be sharing a portion of the hospital facilities with the private operator for an additional term of 20 years after the expiry of the concession period. The consolidated entity is required to issue a notice outlining what shared services will be provided by different parties. The consolidated entity has the right to extend the Northern Beaches Hospital arrangement for up to five years, by way of giving three years notice to the operator. | | | | | | |
| Changes in arrangement occurring during 2024 | Nil | | | | | | |
| Changes in arrangement occurring during 2025 | From 1 July 2024, the operation and management of Hawkesbury Hospital has transitioned from St John of God Health Care to Nepean Blue Mountains Local Health District. All assets in respect to Hawkesbury Hospital have been transferred out of service concession assets. | | | | | | |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

Recognition and Measurement (continued)

Service concession assets (continued)

Carrying amounts of public hospital service concession assets

| | Land and buildings | Plant and equipment | Infrastructure Systems | Total |
|-------------------------------------|-----------------------|------------------------|---------------------------|----------------|
| | 2024 | 2024 | 2024 | 2024 |
| | \$000 | \$000 | \$000 | \$000 |
| Year ended 30 June 2024 | | | | |
| Northern Beaches Public Hospital | 596,424 | 14,261 | 25,309 | 635,994 |
| Northern Beaches Car Park | 57,356 | - | - | 57,356 |
| Hawkesbury Hospital | 81,520 | 1,916 | 980 | 84,416 |
| Net carrying amount | 735,300 | 16,177 | 26,289 | 777,766 |
| | | | | |
| | Land and buildings | Plant and equipment | Infrastructure Systems | Total |
| | 2025 | 2025 | 2025 | 2025 |
| | \$000 | \$000 | \$000 | \$000 |
| Year ended 30 June 2025 | | | | |
| Northern Beaches Public Hospital | 601,565 | 10,216 | 25,616 | 637,397 |
| Northern Beaches Car Park | 58,541 | - | - | 58,541 |
| Net carrying amount | 660,106 | 10,216 | 25,616 | 695,938 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

Recognition and Measurement (continued)

Service concession assets (continued)

| Description | Hospital car parks | | | | | | |
|---|---|------------------|--------------------------|------------------|------------------------|-----------------------------|------------------------|
| Name and description of the SCA | Consist of two arrangements: - Multi-storey carparks at Royal North Shore Hospital, RNSH P1 and RNSH P2 - St George Hospital car parks | | | | | | |
| Period of arrangement | <table> <tr> <td>RNSH P1 car park</td><td>26.5 years (2010 - 2036)</td></tr> <tr> <td>RNSH P2 car park</td><td>22 years (2014 - 2036)</td></tr> <tr> <td>St George hospital car park</td><td>25 years (1999 - 2024)</td></tr> </table> | RNSH P1 car park | 26.5 years (2010 - 2036) | RNSH P2 car park | 22 years (2014 - 2036) | St George hospital car park | 25 years (1999 - 2024) |
| RNSH P1 car park | 26.5 years (2010 - 2036) | | | | | | |
| RNSH P2 car park | 22 years (2014 - 2036) | | | | | | |
| St George hospital car park | 25 years (1999 - 2024) | | | | | | |
| Terms of the arrangement | The consolidated entity contracted Infrashore (Operator) to build RNSH P2 car park and manage both RNSH P1 and P2 car parks for the duration of the arrangement. The construction of the RNSH P2 car park is funded by the consolidated entity, paid in instalments under a financing arrangement for the duration of the term. RNSH P1 car park was an existing carpark of the consolidated entity. The St George hospital car park was funded by the International Parking Group (Operator) which was contracted by the consolidated entity to build, manage and operate the car park for the duration of the arrangement. For all these car parks, the consolidated entity has granted rights to the Operator to operate and generate revenue from the car parks. Upon grant of this right, the Operator has paid an upfront license fee to the consolidated entity. | | | | | | |
| Rights and obligations | The consolidated entity is obliged to provide the operators with access to the carparks and obligated to pay for the construction of the RNSH P2 car park under the financing arrangement with the Operator. The operators are responsible for operating the car parks and at the end of the arrangement, return all assets back to the consolidated entity. There are currently no provisions for extension of the term in the existing contract. | | | | | | |
| Changes in arrangement occurring during 2024 | Nil | | | | | | |
| Changes in arrangement occurring during 2025 | St George hospital car park arrangement has concluded and its assets were transferred out of service concession assets. | | | | | | |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

Recognition and Measurement (continued)

Service concession assets (continued)

Carrying amounts of hospital car park service concession assets

| | Land and buildings | Plant and equipment | Infrastructure Systems | Total |
|--------------------------------|-----------------------|------------------------|---------------------------|---------------|
| | 2024 | 2024 | 2024 | 2024 |
| | \$000 | \$000 | \$000 | \$000 |
| Year ended 30 June 2024 | | | | |
| RNSH P1 Car Park | 24,469 | - | - | 24,469 |
| RNSH P2 Car Park | 24,909 | - | - | 24,909 |
| St George Hospital Car Park | 10,230 | - | - | 10,230 |
| Net carrying amount | 59,608 | - | - | 59,608 |
| | | | | |
| | Land and buildings | Plant and equipment | Infrastructure Systems | Total |
| | 2025 | 2025 | 2025 | 2025 |
| | \$000 | \$000 | \$000 | \$000 |
| Year ended 30 June 2025 | | | | |
| RNSH P1 Car Park | 24,268 | - | - | 24,268 |
| RNSH P2 Car Park | 25,361 | - | - | 25,361 |
| Net carrying amount | 49,629 | - | - | 49,629 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

Recognition and Measurement (continued)

Service concession assets (continued)

| Description | Hospital facilities |
|---|--|
| Name and description of the SCA | Mercy Care Centre Young - 26 bed purpose-built sub-acute rehabilitation and palliative care unit in Young that provides services to the people of Young and surrounding regions. The Mercy Care Centre Young is owned by the consolidated entity and operated by Mercy Health under a 20 year lease agreement and annual service agreements. |
| Period of arrangement | Mercy Care Centre Young 20 years (2004 to 2024) |
| Terms of the arrangement | The consolidated entity has contracted Mercy Health (Operator for Mercy Care Centre Young) to manage the facility for the duration of the arrangement. A funding arrangement has also been agreed to compensate the operator for managing the facility. The capital assets associated with the arrangement have been provided by the consolidated entity to the operators. |
| Rights and obligations | The consolidated entity is obligated to provide the operator with access to the facility. The operator is responsible for the delivery of specified services to patients at the facility. The consolidated entity is obligated to pay for those services under the funding agreement. At the end of the arrangement, the operator is obliged to return all assets back to the consolidated entity. There is no provision for an extension of the terms, however they can be separately negotiated. |
| Changes in arrangement occurring during 2024 | The lease arrangement for Mercy Care Centre Young has expired in June 2024. The arrangement continued on a month to month basis, while negotiations were underway. |
| Changes in arrangement occurring during 2025 | The arrangement continues on a month to month basis and negotiations to extend the lease are still underway. |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

Recognition and Measurement (continued)

Service concession assets (continued)

Carrying amounts of hospital facility service concession assets

| | Land and buildings | Plant and equipment | Infrastructure Systems | Total |
|--------------------------------|-----------------------|------------------------|---------------------------|--------------|
| | 2024 | 2024 | 2024 | 2024 |
| | \$000 | \$000 | \$000 | \$000 |
| Year ended 30 June 2024 | | | | |
| Mercy Care Centre Young | 9,815 | - | 50 | 9,865 |
| Net carrying amount | 9,815 | - | 50 | 9,865 |

| | Land and buildings | Plant and equipment | Infrastructure Systems | Total |
|--------------------------------|-----------------------|------------------------|---------------------------|--------------|
| | 2025 | 2025 | 2025 | 2025 |
| | \$000 | \$000 | \$000 | \$000 |
| Year ended 30 June 2025 | | | | |
| Mercy Care Centre Young | 8,857 | - | 73 | 8,930 |
| Net carrying amount | 8,857 | - | 73 | 8,930 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

23. Property, plant and equipment (continued)

Recognition and Measurement (continued)

Revaluations of property, plant and equipment

Physical non-current assets are valued in accordance with the '*Valuation of Physical Non-Current Assets at Fair Value*' Policy and Guidelines Paper (TPP 21-09) and Treasurer's Direction, '*Valuation of Physical Non-Current Assets at Fair Value*' (TD 21-05). TD 21-05 and TPP 21-09 adopt fair value in accordance with AASB 13 *Fair Value Measurement* and AASB 116 *Property, Plant and Equipment*.

Property, plant and equipment is measured at the highest and best use by market participants that is physically possible, legally permissible and financially feasible. The highest and best use must be available at a period that is not remote and takes into account the characteristics of the asset being measured, including any socio-political restrictions imposed by government. In most cases, after taking into account these considerations, the highest and best use is the existing use. In limited circumstances, the highest and best use may be a feasible alternative use, where there are no restrictions on use or where there is a feasible higher restricted alternative use.

Revaluations are made with sufficient regularity to ensure the carrying amount of each asset in the class does not differ materially from its fair value at reporting date. The consolidated entity conducts a comprehensive revaluation at least every three years on a rotational basis for its land and buildings and infrastructure. Interim desktop revaluations are conducted between comprehensive revaluations for those assets, where cumulative changes to indicators suggest fair value may differ materially from carrying value. The consolidated entity uses an independent professionally qualified valuer for such revaluations.

The last comprehensive revaluation for the parent entity was completed on 31 December 2024 and was based on an independent assessment.

Comprehensive revaluations are conducted in December for the controlled entities on a rolling basis and are based on an independent assessment. A schedule of revaluations has been developed which rolls over every three years. Interim or out of schedule revaluations are conducted where cumulative changes to indicators suggest fair value may differ materially from the carrying value.

Indices obtained from external professionally qualified valuers in 2025 and 2024 indicated a material cumulative increase in market prices for land and a material increase in construction and labour costs for building and infrastructure from the last comprehensive revaluation. Management has applied these indices to perform an interim revaluation and has recognised the resulting revaluation increment for land, building and infrastructure.

Non-specialised assets with short useful lives are measured at depreciated historical cost, as an approximation of fair value. The consolidated entity has assessed that any difference between fair value and depreciated historical cost is unlikely to be material.

For other assets valued using other valuation techniques, any balances of accumulated depreciation at the revaluation date in respect of those assets are credited to the asset accounts to which they relate. The net asset accounts are then increased or decreased by the revaluation increments or decrements.

Revaluation increments are recognised in other comprehensive income and credited to revaluation surplus in equity. However, to the extent that an increment reverses a revaluation decrement in respect of the same class of asset previously recognised as a loss in the net result, the increment is recognised immediately as a gain in the net result.

Revaluation decrements are recognised immediately as a loss in the net result, except to the extent that it offsets an existing revaluation surplus on the same class of assets, in which case, the decrement is debited directly to the revaluation surplus.

As a not-for-profit entity, revaluation increments and decrements are offset against one another within a class of non-current assets, but not otherwise.

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for the year ended 30 June 2025

24. Leases

(a) Entity as a lessee

The consolidated entity leases various property, equipment and motor vehicles. Lease contracts are typically made for fixed periods of 1 to 40 years (parent entity: 1 to 4 years), but may have extension options. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose any covenants, but leased assets may not be used as security for borrowing purposes. The consolidated entity does not provide residual value guarantees in relation to leases.

Extension and termination options are included in a number of property and equipment leases. These terms are used to maximise operational flexibility in terms of managing contracts. The majority of extension and termination options held are exercisable only by the consolidated entity and not by the respective lessor. In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated). Potential future cash outflows of \$101.95 million (2024: \$141.78 million) (parent entity: \$Nil, 2024: \$Nil) have not been included in the lease liability because it is not reasonably certain that the leases will be extended (or not terminated). The assessment is reviewed if a significant event or a significant change in circumstances occurs which affects this assessment and that is within the control of the lessee. During the current financial year, the financial effect of revising lease terms to reflect the effect of exercising extensions and termination options was an increase in recognised lease liabilities and right-of-use assets of \$35.27 million (2024: \$108.04 million) (parent entity: \$Nil, 2024: \$Nil).

AASB 16 *Leases* (AASB 16) requires a lessee to recognise a right-of-use asset and a corresponding lease liability for most leases.

The consolidated entity has elected to recognise payments for short-term leases and low value leases as expenses on a straight line basis, instead of recognising a right-of-use asset and lease liability. Short-term leases are leases with a lease term of 12 months or less. Low value assets are assets with a fair value of \$10,000 or less when new and comprise mainly of small office and medical equipment items.

All occupancy agreements entered into by the consolidated entity with Property and Development NSW (PDNSW), an entity of the ultimate parent, have a 'substitution right' clause added to the occupancy arrangements providing PDNSW with a substantive substitution right to relocate the consolidated entity during the term of the agreement. As a result of this clause, those agreements are not accounted for as a lease within the scope of AASB 16. These leases are recognised as an expense in Note 3 under 'Occupancy agreement expenses - Property and Development NSW' when incurred over the agreement duration.

Right-of-use assets under leases

The following table presents right-of-use assets that do not meet the definition of investment property. There are no right-of-use assets that meet the definition of investment property.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

24. Leases (continued)

(a) Entity as a lessee (continued)

CONSOLIDATED

| | Land and Buildings \$000 | Plant and Equipment \$000 | Total \$000 |
|--|--------------------------------|---------------------------------|----------------|
| Balance at 1 July 2024 | 343,092 | 395,855 | 738,947 |
| Additions | 13,790 | 71,308 | 85,098 |
| Reassessments - increase / (decrease) | 18,244 | 49,262 | 67,506 |
| Disposals | (10,774) | (1,795) | (12,569) |
| Depreciation expense | (68,019) | (103,434) | (171,453) |
| Reclassifications to property, plant and equipment | (56) | - | (56) |
| Balance at 30 June 2025 | 296,277 | 411,196 | 707,473 |
| Balance at 1 July 2023 | 322,619 | 304,096 | 626,715 |
| Additions | 33,974 | 132,904 | 166,878 |
| Reassessments - increase / (decrease) | 73,012 | 56,792 | 129,804 |
| Disposals | (12,227) | (1,150) | (13,377) |
| Depreciation expense | (74,286) | (96,787) | (171,073) |
| Balance at 30 June 2024 | 343,092 | 395,855 | 738,947 |

PARENT

| | Land and Buildings \$000 | Plant and Equipment \$000 | Total \$000 |
|---------------------------------------|--------------------------------|---------------------------------|----------------|
| Balance at 1 July 2024 | 544 | 95 | 639 |
| Additions | - | 104 | 104 |
| Reassessments - increase / (decrease) | - | (1) | (1) |
| Disposals | (544) | (15) | (559) |
| Depreciation expense | - | (63) | (63) |
| Balance at 30 June 2025 | - | 120 | 120 |
| Balance at 1 July 2023 | 677 | 99 | 776 |
| Additions | - | 44 | 44 |
| Reassessments - increase / (decrease) | - | (3) | (3) |
| Depreciation expense | (133) | (45) | (178) |
| Balance at 30 June 2024 | 544 | 95 | 639 |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

24. Leases (continued)

(a) Entity as a lessee (continued)

Lease liabilities

The following table presents liabilities under leases:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Balance at 1 July | 759,064 | 639,926 | 656 | 785 |
| Additions | 84,921 | 166,878 | 104 | 44 |
| Interest expenses | 31,121 | 22,856 | 7 | 17 |
| Payments | (191,521) | (186,296) | (48) | (187) |
| Terminations / derecognition | (9,111) | (14,104) | (598) | - |
| Other adjustments | 67,506 | 129,804 | (1) | (3) |
| Balance at 30 June | 741,980 | 759,064 | 120 | 656 |

Other adjustments for the consolidated entity include \$42.4 million (2024: \$108.0 million) of lease extensions recognised for aeromedical leases.

The following amounts were recognised in the Statement of Comprehensive Income during the period in respect of leases:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Depreciation expense of right-of-use assets | 171,453 | 171,073 | 63 | 178 |
| Interest expense on lease liabilities | 31,121 | 22,856 | 7 | 17 |
| Expenses relating to short-term leases | 51,984 | 47,719 | 16 | 13 |
| Expenses relating to leases of low-value assets | 21,309 | 21,152 | 874 | 924 |
| Income from subleasing right-of-use assets | (138) | (27) | - | - |
| (Gains) / losses on disposal | (1,158) | (727) | (39) | - |
| Total amount recognised in the statement of comprehensive income | 274,571 | 262,046 | 921 | 1,132 |

The consolidated entity had total cash outflows for leases of \$264.81 million (parent entity: \$0.94 million) for the year ended 30 June 2025 (2024: \$255.17 million (parent entity: \$1.12 million)).

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

24. Leases (continued)

(a) Entity as a lessee (continued)

Leases at significantly below market terms and conditions principally to enable the entity to further its objectives

The consolidated entity entered into a number of leases, with lease terms ranging from 1 to 99 years with various organisations, including local councils, health charities, Catholic churches and other NSW State entities for the use of various community health buildings. There are also some leases for the use of various helipads across the state. These contracts generally specify lease payments of \$Nil or negligible amounts per annum, and the leased premises are used by the consolidated entity to provide different community health services and access to helipads. These community health buildings and helipads account for a small portion of similar assets used by the consolidated entity for the purposes of providing health services. Therefore, these lease arrangements do not have a significant impact on the consolidated entity's operations.

Recognition and measurement

The consolidated entity assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

The consolidated entity recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets, except for short-term leases and leases of low-value assets.

i. Right-of-use assets

The right-of-use assets are subsequently measured at cost. They are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets, as follows:

| | Useful lives |
|---------------------|---------------------|
| Land and buildings | 1 to 40 years |
| Plant and machinery | 1 to 10 years |
| Motor vehicles | 1 to 5 years |
| Aeromedical | 1 to 15 years |

The lease payments are discounted using the interest rate implicit in the lease. If that rate cannot be readily determined, which is generally the case for real estate leases, the incremental borrowing rate is used. The consolidated entity does not borrow funds in the market. Instead it receives an allocation of the appropriations from the Crown and where the Crown needs additional funding, Treasury Corporation (TCorp) goes to the market to obtain these funds. As a result, the consolidated entity is using TCorp rates as its incremental borrowing rate. These rates are published by NSW Treasury on a regular basis.

ii. Short-term leases and leases of low-value assets

The consolidated entity applies the short-term lease recognition exemption to its short-term leases of buildings, machinery, motor vehicles and equipment (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low value assets are recognised as expense on a straight-line basis over the lease term.

iii. Leases that have significantly below-market terms and conditions principally to enable the entity to further its objectives

The initial and subsequent measurement of right-of-use assets under leases at significantly below-market terms and conditions that are entered into principally to enable the consolidated entity to further its objectives is the same as normal right-of-use assets. They are measured at cost, subject to impairment.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

24. Leases (continued)

(b) Entity as a lessor

Recognition and measurement

The consolidated entity leases some retail spaces located within the hospital precincts under operating leases with rental payable monthly. Lease payments generally contain uplift clauses to align to the market conditions.

The consolidated entity also leases land and buildings to non-government organisations (NGO's) and universities under operating leases arrangements. Generally there are no rental payments as the consolidated entity provides market rental assistance grants which offset the rental payments.

The consolidated entity also leases out certain areas and floors within its buildings on a long term basis, which are treated as finance leases. All lease payments are generally paid upfront and the asset gets derecognised from non-current assets.

Lessor for finance leases

Future minimum rentals receivable (undiscounted) under non-cancellable finance leases are as follows:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Within one year | 600 | - | - | - |
| One to two years | 621 | - | - | - |
| Two to three years | 643 | - | - | - |
| Three to four years | 666 | - | - | - |
| Four to five years | 689 | - | - | - |
| Later than five years | 2,375 | - | - | - |
| Total (excluding GST) | 5,594 | - | - | - |

Reconciliation of net investment in leases

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Future undiscounted rentals receivable | 5,594 | - | - | - |
| Unguaranteed residual amounts - undiscounted | 313,686 | 313,686 | - | - |
| Less: unearned finance income | (221,639) | (222,915) | - | - |
| Net investment in finance lease | 97,641 | 90,771 | - | - |

Lessor for operating leases

Future minimum rental receivables (undiscounted) under non-cancellable operating leases as at 30 June are as follows:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Within one year | 13,110 | 12,462 | 869 | 1,360 |
| One to two years | 11,323 | 10,996 | 890 | 1,322 |
| Two to three years | 10,992 | 10,185 | 820 | 1,372 |
| Three to four years | 10,140 | 9,446 | 699 | 1,358 |
| Four to five years | 9,907 | 9,214 | 720 | 1,320 |
| Later than five years | 95,121 | 97,171 | 3,269 | 8,036 |
| Total (excluding GST) | 150,593 | 149,474 | 7,267 | 14,768 |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

25. Intangible assets

CONSOLIDATED

| | Software \$000 | Total \$000 |
|--|-------------------|------------------|
| At 1 July 2023 | | |
| Cost (gross carrying amount) | 1,495,526 | 1,495,526 |
| Less: accumulated amortisation and impairment | (763,480) | (763,480) |
| Net carrying amount | 732,046 | 732,046 |
| Year ended 30 June 2024 | | |
| Net carrying amount at beginning of year | 732,046 | 732,046 |
| Additions | 365,435 | 365,435 |
| Reclassifications from property, plant and equipment | 2,640 | 2,640 |
| Disposals | (2,125) | (2,125) |
| Amortisation (recognised in depreciation and amortisation) | (112,247) | (112,247) |
| Net carrying amount at the end of the year | 985,749 | 985,749 |
| At 1 July 2024 | | |
| Cost (gross carrying amount) | 1,821,333 | 1,821,333 |
| Less: accumulated amortisation and impairment | (835,584) | (835,584) |
| Net carrying amount | 985,749 | 985,749 |
| Year ended 30 June 2025 | | |
| Net carrying amount at beginning of year | 985,749 | 985,749 |
| Additions | 201,205 | 201,205 |
| Reclassifications from property, plant and equipment | 235 | 235 |
| Disposals | (3,120) | (3,120) |
| Amortisation (recognised in depreciation and amortisation) | (109,482) | (109,482) |
| Net carrying amount at the end of the year | 1,074,587 | 1,074,587 |
| At 30 June 2025 | | |
| Cost (gross carrying amount) | 2,004,815 | 2,004,815 |
| Less: accumulated amortisation and impairment | (930,228) | (930,228) |
| Net carrying amount | 1,074,587 | 1,074,587 |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

25. Intangible assets (continued)

PARENT

| | Software \$000 | Total \$000 |
|--|-------------------|----------------|
| At 1 July 2023 | | |
| Cost (gross carrying amount) | 8,362 | 8,362 |
| Less: accumulated amortisation and impairment | (1,290) | (1,290) |
| Net carrying amount | 7,072 | 7,072 |
| Year ended 30 June 2024 | | |
| Net carrying amount at beginning of year | 7,072 | 7,072 |
| Additions | 3,135 | 3,135 |
| Amortisation (recognised in depreciation and amortisation) | (458) | (458) |
| Net carrying amount at the end of the year | 9,749 | 9,749 |
| At 1 July 2024 | | |
| Cost (gross carrying amount) | 11,496 | 11,496 |
| Less: accumulated amortisation and impairment | (1,747) | (1,747) |
| Net carrying amount | 9,749 | 9,749 |
| Year ended 30 June 2025 | | |
| Net carrying amount at beginning of year | 9,749 | 9,749 |
| Additions | 6,370 | 6,370 |
| Disposals | (53) | (53) |
| Amortisation (recognised in depreciation and amortisation) | (886) | (886) |
| Net carrying amount at the end of the year | 15,180 | 15,180 |
| At 30 June 2025 | | |
| Cost (gross carrying amount) | 17,315 | 17,315 |
| Less: accumulated amortisation and impairment | (2,135) | (2,135) |
| Net carrying amount | 15,180 | 15,180 |

Recognition and Measurement

The useful lives of intangible assets are assessed to be finite.

The consolidated entity's intangible assets are amortised using the straight-line method over a period of four to twenty years. Computer software developed or acquired by the consolidated entity are recognised as intangible assets.

The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

26. Fair value measurement of non-financial assets

Fair value measurement and hierarchy

When measuring fair value, the valuation technique used maximises the use of relevant observable inputs and minimises the use of unobservable inputs. Under AASB 13 *Fair Value Measurement*, the consolidated entity categorises, for disclosure purposes, the valuation techniques based on the inputs used in the valuation techniques as follows:

- Level 1 – quoted (unadjusted) prices in active markets for identical assets / liabilities that the entity can access at the measurement date.
- Level 2 – inputs other than quoted prices included within Level 1 that are observable, either directly or indirectly.
- Level 3 – inputs that are not based on observable market data (unobservable inputs).

The consolidated entity recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

(a) Fair value hierarchy

| CONSOLIDATED | Level 1 | Level 2 | Level 3 | Total Fair |
|----------------------------------|---------|----------------|-------------------|-------------------|
| | \$000 | \$000 | \$000 | Value |
| | | | | \$000 |
| 2025 | | | | |
| Land and buildings | - | 889,771 | 29,068,484 | 29,958,255 |
| Infrastructure systems | - | 222 | 912,126 | 912,348 |
| | - | 889,993 | 29,980,610 | 30,870,603 |
| 2024 | | | | |
| Land and buildings | - | 814,418 | 27,131,385 | 27,945,803 |
| Infrastructure systems | - | 225 | 851,210 | 851,435 |
| Non-current assets held for sale | - | 304 | - | 304 |
| | - | 814,947 | 27,982,595 | 28,797,542 |

The above figures include leasehold improvements, work in progress and newly completed assets which are carried at cost. Cost for such assets are regarded as an approximation of fair value.

There were no transfers between Level 1 and 2 during the year ended 30 June 2025 and 2024.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

26. Fair value measurement of non-financial assets (continued)

(a) Fair value hierarchy (continued)

| PARENT | Level 1 | Level 2 | Level 3 | Total Fair |
|------------------------|---------|---------|----------------|----------------|
| | \$000 | \$000 | \$000 | Value |
| | | | | \$000 |
| 2025 | | | | |
| Land and buildings | - | - | 199,838 | 199,838 |
| Infrastructure systems | - | - | 1,104 | 1,104 |
| | - | - | 200,942 | 200,942 |
| 2024 | | | | |
| Land and buildings | - | - | 165,945 | 165,945 |
| Infrastructure systems | - | - | 853 | 853 |
| | - | - | 166,798 | 166,798 |

The above figures include leasehold improvements, work in progress and newly completed assets which are carried at cost. Cost for such assets are regarded as an approximation of fair value.

There were no transfers between Level 1 and 2 during the year ended 30 June 2025 and 2024.

(b) Valuation techniques, inputs and processes

The consolidated entity obtains independent valuations for its non-financial assets at least every three years. The valuer used by the consolidated entity is independent of the respective entities.

At the end of each reporting period, the consolidated entity updates its assessment of the fair value of each category of non-financial assets, taking into account the most recent independent valuations. The best evidence of fair value is current prices in an active market for similar assets. Where such information is not available, the consolidated entity considers information from other sources, such as the indices provided by independent external valuers. These fair value adjustments are reflected in Note 23 Total property, plant and equipment - reconciliation.

The valuations techniques used maximise the use of observable inputs where available and rely as little as possible on entity or asset specific estimates. The level in the fair value hierarchy is determined on the basis of the lowest level input that is significant to the measurement in its entirety. If significant inputs required to measure fair value of an asset are observable, the asset is included in level 2 of the fair value hierarchy. If one or more of the significant inputs is not based on observable market data, the asset is included in level 3 of the fair value hierarchy. All resulting fair value estimates for non-financial assets are included in level 3 with the exception of some land and buildings and non-current assets held for sale included in level 2.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

26. Fair value measurement of non-financial assets (continued)

(b) Valuation techniques, inputs and processes (continued)

The non-financial assets categorised in (a) above have been measured based on the following valuation techniques and inputs:

- **For land**, the valuation by the valuers is made on a market approach, comparing similar assets (not identical) and observable inputs. The most significant input is price per square metre. All commercial and non-restricted land is included in level 2 as these land valuations have a high level of observable inputs, although these lands are not identical. The majority of the restricted land has been classified as level 3 as, although observable inputs have been used, a significant level of professional judgement is required to adjust inputs in determining the land valuations. Certain parcels of land have zoning restrictions, for example hospital grounds, and values are adjusted accordingly.
- **For buildings and infrastructure systems**, many assets are of a specialised nature or use, and thus the most appropriate valuation method is depreciated replacement cost. These assets are included as level 3 as these assets have a high level of unobservable inputs. However, residential and commercial properties are valued on a market approach and are included in level 2.
- **Non-current assets held for sale** are a non-recurring item that is measured at the lesser of its carrying amount or fair value less cost to sell. These assets are categorised as level 2 except when an asset was a level 3 asset prior to transfer to non-current assets held for sale, and continues to be recognised as a level 3 asset where the carrying amount is less than the fair value (less cost) to sell.

Level 3 disclosures:

The fair value of buildings computed by suitably qualified independent valuers using a methodology known as the depreciated replacement cost valuation technique. The following table highlights the key unobservable (level 3) inputs assessed during the valuation process, the relationship to the estimated fair value and the sensitivity to changes in unobservable inputs.

| Assets | Valuation | |
|------------------------------------|---------------------------------------|--|
| | Techniques | Valuation Inputs |
| Land under specialised building(s) | Market approach | This valuation method involves comparing the subject property to comparable sale prices in similar location on a rate per square metre basis, adjusted for restrictions specific for the property (e.g. mandated use and / or zoning). |
| Specialised Buildings | Depreciated replacement cost approach | This valuation method involves establishing the current replacement cost of the modern equivalent asset for each type of building on a rate per square metre basis; depreciated to reflect the building's remaining useful life which is determined by a number of factors including asset condition and asset life. |
| Non-Specialised Buildings | Depreciated replacement cost approach | This valuation method involves establishing the current replacement cost of the modern equivalent asset for each type of building on a rate per square metre basis; depreciated to reflect the building's remaining useful life. |
| Infrastructure systems | Depreciated replacement cost approach | This valuation method involves establishing the current replacement cost of the modern equivalent infrastructure asset on a rate per square metre basis; depreciated to reflect the assets remaining useful life. |

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for the year ended 30 June 2025

26. Fair value measurement of non-financial assets (continued)

(c) Reconciliation of recurring Level 3 fair value measurements

CONSOLIDATED

| | Land and Buildings \$000 | Infrastructure Systems \$000 | Total Level 3 Recurring \$000 |
|--|--------------------------------|------------------------------------|-------------------------------------|
| 2025 | | | |
| Fair value as at 1 July 2024 | 27,131,385 | 851,210 | 27,982,595 |
| Additions | 1,949,272 | 1,122 | 1,950,394 |
| Revaluation increments / decrements recognised in other comprehensive income – included in line item 'Changes in revaluation surplus of property, plant and equipment' | 1,100,867 | 32,714 | 1,133,581 |
| Transfers from Level 2 | 4,474 | - | 4,474 |
| Transfers to Level 2 | (13,364) | - | (13,364) |
| Disposals | (63,908) | - | (63,908) |
| Depreciation expense | (953,786) | (40,999) | (994,785) |
| Equity transfers out - Note 33 (a) | (15,947) | - | (15,947) |
| Reclassification | (70,509) | 68,079 | (2,430) |
| Fair value as at 30 June 2025 | 29,068,484 | 912,126 | 29,980,610 |

CONSOLIDATED

| | Land and Buildings \$000 | Infrastructure Systems \$000 | Total Level 3 Recurring \$000 |
|--|--------------------------------|------------------------------------|-------------------------------------|
| 2024 | | | |
| Fair value as at 1 July 2023 | 25,291,915 | 882,158 | 26,174,073 |
| Additions | 1,582,922 | 97 | 1,583,019 |
| Revaluation increments / decrements recognised in other comprehensive income – included in line item 'Changes in revaluation surplus of property, plant and equipment' | 1,132,220 | 31,035 | 1,163,255 |
| Transfers from Level 2 | 8,450 | 63 | 8,513 |
| Transfers to Level 2 | (73,371) | - | (73,371) |
| Disposals | (5,856) | - | (5,856) |
| Depreciation expense | (860,133) | (38,582) | (898,715) |
| Reclassification | 55,238 | (23,561) | 31,677 |
| Fair value as at 30 June 2024 | 27,131,385 | 851,210 | 27,982,595 |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

26. Fair value measurement of non-financial assets (continued)

(c) Reconciliation of recurring Level 3 fair value measurements (continued)

PARENT

| | Land and Buildings \$000 | Infrastructure Systems \$000 | Total Level 3 Recurring \$000 |
|--|--------------------------------|------------------------------------|-------------------------------------|
| 2025 | | | |
| Fair value as at 1 July 2024 | 165,945 | 853 | 166,798 |
| Revaluation increments / decrements recognised in other comprehensive income – included in line item 'Changes in revaluation surplus of property, plant and equipment' | 43,302 | 388 | 43,690 |
| Depreciation expense | (9,409) | (137) | (9,546) |
| Fair value as at 30 June 2025 | 199,838 | 1,104 | 200,942 |

PARENT

| | Land and Buildings \$000 | Infrastructure Systems \$000 | Total Level 3 Recurring \$000 |
|--|--------------------------------|------------------------------------|-------------------------------------|
| 2024 | | | |
| Fair value as at 1 July 2023 | 169,391 | 941 | 170,332 |
| Additions | 330 | - | 330 |
| Revaluation increments / decrements recognised in other comprehensive income – included in line item 'Changes in revaluation surplus of property, plant and equipment' | 5,638 | 35 | 5,673 |
| Depreciation expense | (9,414) | (123) | (9,537) |
| Fair value as at 30 June 2024 | 165,945 | 853 | 166,798 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

27. Restricted assets

The financial statements include cash and cash equivalents and TCorpIM fund investments, the use of which is restricted for stipulated purposes and / or by externally imposed conditions, eg. donor requirements. The assets are only available for application in accordance with the terms of the donor restrictions.

CONSOLIDATED

| | 2025 | 2024 |
|---|------------------|------------------|
| | \$000 | \$000 |
| Category | | |
| Community welfare | 40,187 | 25,959 |
| Facility improvements | 769,317 | 793,944 |
| Hold Funds in Perpetuity | 14,722 | 14,487 |
| Patient welfare | 120,440 | 111,360 |
| Private practice disbursements (No.2 Accounts) | 583,525 | 539,601 |
| Public contributions | 76,122 | 71,192 |
| Clinical trials | 73,529 | 56,701 |
| Research | 258,880 | 234,098 |
| Section 19(2) primary care - exemption initiative | 5,984 | 5,132 |
| Staff welfare | 24,314 | 24,625 |
| Training and education including conferences | 98,262 | 94,670 |
| Other | (28,390) | (22,111) |
| Total Restricted Assets | 2,036,892 | 1,949,658 |

PARENT

| | 2025 | 2024 |
|--------------------------------|----------------|----------------|
| | \$000 | \$000 |
| Category | | |
| Facility improvements | 110,817 | 85,083 |
| Research | 28,180 | 26,370 |
| Total Restricted Assets | 138,997 | 111,453 |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

27. Restricted assets (continued)

Restricted assets are held for the following purpose and cannot be used for any other purpose.

| Category | Purpose |
|---|--|
| Community welfare | Improvements to service access, health literacy, public and preventative health care. |
| Facility improvements | Repairs, maintenance, renovations and/or new equipment or building related expenditure. |
| Hold funds in perpetuity | Donor has explicitly requested funds be invested permanently and not otherwise expended. |
| Patient welfare | Improvements such as medical needs, financial needs and standards for patients' privacy and dignity. |
| Private practice disbursements | Staff specialists' private practice arrangements to improve the level of clinical services provided (No. 2 Accounts). |
| Public contributions | Donations, gifts, bequests or legacies received without any donor-specified conditions as to its use. Such contributions are restricted as a result of the requirements of the Accounts and Audit Determination for Public Health Entities in NSW. |
| Clinical trials | A study designed to test the safety and effectiveness of a treatment. |
| Research | Research to gain knowledge, understanding and insight. |
| Section 19(2) primary care - exemption initiative | Improving access to primary care in rural and remote areas under the Council of Australian Governments (COAG) s19(2) Exemptions Initiative. |
| Staff welfare | Staff benefits such as staff recognition awards, functions and staff amenity improvements. |
| Training and education including conferences | Professional training, education and conferences. |
| Other | Includes unallocated monies and outstanding settlements. Outstanding settlements refers to expenses and revenue processed in the respective restricted asset cost centres, however awaiting cash settlements to take place. Majority of it relates to private patient fund transfer from trust (No.1 Accounts) to restricted asset private practice disbursement funds (No.2 Accounts) and is awaiting physical settlement/transfer of cash between those bank accounts. |

Unclaimed monies

All money and personal effects of patients which are left in the custody of the consolidated entity by any patient who is discharged or dies in hospital and which are not claimed by the person lawfully entitled thereto within a period of twelve months are recognised as the property of the respective health entity.

All such money and the proceeds of the realisation of any personal effects are lodged to the credit of the Samaritan Fund which is used specifically for the benefit of necessitous patients or necessitous outgoing patients.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

28. Payables

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Accrued salaries, wages and on-costs | 661,733 | 445,309 | 5,493 | 4,253 |
| Salaries and wages deductions | 109,373 | 111,648 | 41 | 3 |
| Payroll tax and fringe benefits tax | 1,853 | 1,802 | 1,327 | 1,251 |
| Trade operating creditors | 1,501,245 | 1,301,257 | 411,738 | 316,222 |
| Other creditors | | | | |
| - Capital works | 192,780 | 217,538 | - | - |
| - Payables to controlled health entities | - | - | 130,547 | 363,546 |
| - Other | 6,183 | 7,163 | - | - |
| | 2,473,167 | 2,084,717 | 549,146 | 685,275 |
| Non-current | | | | |
| Other creditors | | | | |
| - Capital works | 72,185 | 106,396 | - | - |
| | 72,185 | 106,396 | - | - |

Details regarding liquidity risk, including a maturity analysis of the above payables are disclosed in Note 41.

The entire non-current payables relate to the purchase of EPIC software license for the Single Digital Patient Record program, which is payable over 5 years. Amounts payable after 12 months has been included as non-current payable.

Recognition and Measurement

Payables represent liabilities for goods and services provided to the consolidated entity and other amounts. Short-term payables with no stated interest rate are measured at the original invoice amount where the effect of discounting is immaterial.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

29. Contract liabilities

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|----------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Contract liabilities | 39,311 | 36,785 | 33 | 647 |
| | 39,311 | 36,785 | 33 | 647 |
| Non-current | | | | |
| Contract liabilities | 83 | 198 | - | - |
| | 83 | 198 | - | - |

Recognition and Measurement

Contract liabilities are in respect of consideration received in advance from the sale of goods and services from contracts with customers and grants and other contributions.

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Revenue recognised that was included in the contract liability balance at the beginning of the year | 27,343 | 56,360 | 131 | 29 |
| Revenue recognised from performance obligations satisfied in previous periods | 6,090 | 3,828 | - | - |
| Transaction price allocated to the remaining performance obligations from contracts with customers | 175,300 | 131,074 | 380 | 982 |

The transaction price allocated to the remaining performance obligations relates to the following revenue classes and is expected to be recognised as follows:

| CONSOLIDATED | 2026 | 2027 | 2028 | ≥ 2029 | Total |
|---|----------------|---------------|--------------|---------------|----------------|
| Specific revenue class | \$000 | \$000 | \$000 | \$000 | \$000 |
| Sales of goods and services from contracts with customers | 55,599 | 1,362 | 573 | 573 | 58,107 |
| Grants and other contributions | 83,824 | 17,377 | 3,504 | 12,488 | 117,193 |
| | 139,423 | 18,739 | 4,077 | 13,061 | 175,300 |
| PARENT | 2026 | 2027 | 2028 | ≥ 2029 | Total |
| Specific revenue class | \$000 | \$000 | \$000 | \$000 | \$000 |
| Grants and other contributions | 380 | - | - | - | 380 |
| | 380 | - | - | - | 380 |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

30. Borrowings

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Derivatives | 471 | 679 | - | - |
| Other loans and deposits | 7,244 | 7,304 | - | - |
| Lease liabilities (see Note 24) | 152,954 | 148,498 | 70 | 171 |
| Service concession financial liabilities | 1,757 | 1,655 | - | - |
| Public, private partnerships (PPP) | | | | |
| Long Bay Forensic Hospital | 4,017 | 3,632 | - | - |
| Calvary Mater Newcastle Hospital | 3,964 | 3,451 | - | - |
| Orange Hospital & Associated Health Services | 6,199 | 5,164 | - | - |
| Royal North Shore Hospital Redevelopment | 20,714 | 16,492 | - | - |
| | 197,320 | 186,875 | 70 | 171 |
| Non-Current | | | | |
| Derivatives | 2,382 | 37 | - | - |
| Other loans and deposits | 16,278 | 23,522 | - | - |
| Lease liabilities (see Note 24) | 589,026 | 610,566 | 50 | 485 |
| Service concession financial liabilities | 24,643 | 26,400 | - | - |
| Public, private partnerships (PPP) | | | | |
| Long Bay Forensic Hospital | 50,392 | 54,408 | - | - |
| Calvary Mater Newcastle Hospital | 51,968 | 55,932 | - | - |
| Orange Hospital & Associated Health Services | 134,781 | 140,979 | - | - |
| Royal North Shore Hospital Redevelopment | 628,263 | 648,978 | - | - |
| | 1,497,733 | 1,560,822 | 50 | 485 |

No assets have been pledged as security / collateral for liabilities and there are no restrictions on any title to property.

Details regarding liquidity risk, including a maturity analysis of the above borrowings are disclosed in Note 41.

Borrowings represents interest bearing liabilities mainly through NSW Treasury Corporation, lease liabilities, service concessions arrangement liabilities, other interest bearing liabilities and derivatives.

The consolidated entity has entered into various public, private partnership (PPP) financing arrangements with the private sector for the provision of service-enabling infrastructure that includes private sector delivering a combination of design, construction, financing, maintenance, operations and delivery of clinical and non-clinical services. Payments are made by the consolidated entity to the private sector entities on the basis of delivery of assets, service delivery or by granting a right to the operator to generate revenue by charging customers.

Assets under the PPP arrangements that fall within the scope of AASB 1059 are classified as service concession assets (SCA). Assets under the PPP arrangements that fall outside the scope of AASB 1059 are classified as normal property, plant and equipment (PP&E). Both SCA and PP&E are disclosed in Note 23. Liabilities under these arrangements are classified as either a PPP liability or service concession financial liability (SCFL) under Note 30 or grant of right to operate liability under service concessions (GORTO) under Note 32.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

30. Borrowings (continued)

List of all such arrangements is as follows:

| Name of arrangement | Type of Asset | Type of Liability |
|--|----------------|-------------------------|
| Orange Hospital & Associated Health Services PPP | PP&E (Note 23) | PPP Liability (Note 30) |
| Long Bay Forensic Hospital PPP | PP&E (Note 23) | PPP Liability (Note 30) |
| Calvary Mater Newcastle Hospital PPP | PP&E (Note 23) | PPP Liability (Note 30) |
| Royal North Shore Hospital Redevelopment PPP | | |
| - Royal North Shore Hospital | PP&E (Note 23) | PPP Liability (Note 30) |
| - Royal North Shore Hospital Car Park No.1 | SCA (Note 23) | GORTO (Note 32) |
| - Royal North Shore Hospital Car Park No.2 | SCA (Note 23) | SCFL (Note 30) |
| Northern Beaches Hospital PPP | | |
| - Northern Beaches Public Hospital | SCA (Note 23) | Nil |
| - Northern Beaches Hospital - Shared portion | SCA (Note 23) | GORTO (Note 32) |
| - Northern Beaches Hospital Car Park | SCA (Note 23) | GORTO (Note 32) |

The consolidated entity has also entered into other arrangements, similar to PPP arrangements, with the private sector for the provision of public services, however the arrangement does not require the construction of assets by the private sector. The assets are provided by the consolidated entity to the private operator which are the existing assets of the consolidated entity and meets the definition of service concession assets. Details of these arrangements are as follows:

| Name of arrangement | Type of Asset | Type of Liability |
|-------------------------|---------------|-------------------|
| Mercy Care Centre Young | SCA (Note 23) | Nil |

Recognition and Measurement

Financial liabilities at amortised cost

Borrowings classified as financial liabilities at amortised cost are initially measured at fair value, net of directly attributable transaction costs. These are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in the net result when the liabilities are derecognised as well as through the amortisation process.

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held-for-trading such as derivative financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities are classified as held-for-trading if they are incurred for the purpose of repurchasing in the near term or on initial recognition are part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking. Derivatives are economic hedges classified as at fair value through profit or loss unless they are designated as effective hedging instruments.

Derivatives are carried as financial liabilities when the fair value is negative. Gains or losses on derivative liabilities are recognised in the net result as the consolidated entity has elected not to apply hedge accounting.

The consolidated entity has not designated any financial liability as at fair value through profit or loss.

The consolidated and parent entity has not granted any financial guarantees.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

30. Borrowings (continued)

Changes in liabilities arising from financing activities

CONSOLIDATED

| | Derivatives \$000 | Other loans and deposits \$000 | Leases \$000 | Service concession arrangements \$000 | Total \$000 |
|------------------------|----------------------|--------------------------------------|-----------------|--|------------------|
| 1 July 2023 | 624 | 990,169 | 639,926 | 29,612 | 1,660,331 |
| Cash flows | (1,198) | (30,307) | (163,440) | (1,557) | (196,502) |
| New leases | - | - | 166,878 | - | 166,878 |
| Lease terminations | - | - | (14,104) | - | (14,104) |
| Lease reassessments | - | - | 129,804 | - | 129,804 |
| Other non-cash changes | 1,290 | - | - | - | 1,290 |
| 30 June 2024 | 716 | 959,862 | 759,064 | 28,055 | 1,747,697 |
| 1 July 2024 | 716 | 959,862 | 759,064 | 28,055 | 1,747,697 |
| Cash flows | (165) | (36,042) | (160,400) | (1,655) | (198,262) |
| New leases | - | - | 84,921 | - | 84,921 |
| Lease terminations | - | - | (9,111) | - | (9,111) |
| Lease reassessments | - | - | 67,506 | - | 67,506 |
| Other non-cash changes | 2,302 | - | - | - | 2,302 |
| 30 June 2025 | 2,853 | 923,820 | 741,980 | 26,400 | 1,695,053 |

Cash flows from derivatives in the above table will not reconcile to the Statement of Cash Flows as the Statement of Cash Flows presents a net cash movement of financial assets and liabilities.

PARENT

| | Leases \$000 | Total \$000 |
|---------------------|-----------------|----------------|
| 1 July 2023 | 785 | 785 |
| Cash flows | (170) | (170) |
| New leases | 44 | 44 |
| Lease reassessments | (3) | (3) |
| 30 June 2024 | 656 | 656 |
| 1 July 2024 | 656 | 656 |
| Cash flows | (41) | (41) |
| New leases | 104 | 104 |
| Lease terminations | (598) | (598) |
| Lease reassessments | (1) | (1) |
| 30 June 2025 | 120 | 120 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

31. Provisions

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Employee benefits and related on-costs | | | | |
| Annual leave | | | | |
| Obligations expected to be settled within 12 months | 1,913,094 | 1,765,660 | 21,637 | 18,398 |
| Obligations expected to be settled after 12 months | 861,412 | 900,622 | 6,740 | 7,553 |
| Long service leave consequential on-costs | | | | |
| Obligations expected to be settled within 12 months | 47,527 | 45,954 | 937 | 848 |
| Obligations expected to be settled after 12 months | 438,409 | 451,733 | 8,437 | 7,546 |
| Allocated days off | 86,524 | 85,769 | - | - |
| Sick leave | 120 | 130 | - | - |
| Parental leave | | | | |
| Obligations expected to be settled within 12 months | 143,423 | 111,703 | 1,939 | 1,525 |
| Provision for other employee benefits | 5,006 | - | - | - |
| | 3,495,515 | 3,361,571 | 39,690 | 35,870 |
| Other Provisions | | | | |
| Restoration costs | 16,503 | 13,734 | - | - |
| Other | 120,115 | 94,160 | 37,656 | 66,904 |
| | 136,618 | 107,894 | 37,656 | 66,904 |
| Total current provisions | 3,632,133 | 3,469,465 | 77,346 | 102,774 |
| Non-current | | | | |
| Employee benefits and related on-costs | | | | |
| Long service leave consequential on-costs | 53,815 | 55,116 | 1,042 | 933 |
| | 53,815 | 55,116 | 1,042 | 933 |
| Other Provisions | | | | |
| Restoration costs | 18,506 | 16,757 | - | - |
| Other | 6,700 | 5,903 | 6,700 | 5,903 |
| | 25,206 | 22,660 | 6,700 | 5,903 |
| Total non-current provisions | 79,021 | 77,776 | 7,742 | 6,836 |
| Aggregate employee benefits and related on-costs | | | | |
| Provisions - current | 3,495,515 | 3,361,571 | 39,690 | 35,870 |
| Provisions - non-current | 53,815 | 55,116 | 1,042 | 933 |
| Accrued salaries, wages and on-costs and salaries and wages deductions (Note 28) | 771,106 | 556,957 | 5,534 | 4,256 |
| | 4,320,436 | 3,973,644 | 46,266 | 41,059 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

31. Provisions (continued)

Movements in provisions (other than employee benefits)

Movements in each class of provision during the financial year, other than employee benefits, are set out below:

Restoration costs

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---------------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Carrying amount at beginning of year | 30,491 | 23,969 | - | - |
| - Additional provisions recognised | 7,089 | 8,474 | - | - |
| - Amounts used | (1,225) | (1,722) | - | - |
| - Unused amounts reversed | (1,346) | (230) | - | - |
| Carrying amount at end of year | 35,009 | 30,491 | - | - |

The majority of 'restoration costs' represent the expected cost to restore a leased asset at the end of the lease term. Lease end dates vary across the consolidated entity's lease portfolio and therefore the timing of the payments to restore the leased asset at the end of the term will vary. The majority of the 'restoration cost' provision is as per the lease contracts.

Other

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---------------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Carrying amount at beginning of year | 100,063 | 79,954 | 72,807 | 50,600 |
| - Additional provisions recognised | 63,328 | 60,960 | 16,736 | 22,499 |
| - Amounts used | (34,910) | (37,922) | (43,987) | (292) |
| - Unused amounts reversed | (1,666) | (2,929) | (1,200) | - |
| Carrying amount at end of year | 126,815 | 100,063 | 44,356 | 72,807 |

The majority of the 'other' provision represent various contractual related obligations. The consolidated and parent entity has recognised the provision amount by taking into consideration all available information at the reporting date and making the best management estimation of the obligation. The timing of the payments will vary for each contractual related obligations.

Recognition and Measurement

Employee benefits and related on-costs

Salaries and wages, annual leave, allocated days off (ADOs), parental leave, sick leave and on-costs

Salaries and wages (including non-monetary benefits) and paid sick leave that are expected to be settled wholly within 12 months after the end of the period in which the employees render the service are recognised and measured at the undiscounted amounts of the benefits.

Annual leave, ADOs and parental leave are not expected to be settled wholly before twelve months after the end of the annual reporting period in which the employees render the related service. As such, it is required to be measured at present value in accordance with AASB 119 *Employee Benefits* (although short-cut methods are permitted).

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

31. Provisions (continued)

Recognition and Measurement (continued)

Employee benefits and related on-costs (continued)

Salaries and wages, annual leave, allocated days off (ADOs), parental leave, sick leave and on-costs (continued)

Actuarial advice obtained by NSW Treasury, an entity controlled by the ultimate parent, has confirmed that using the nominal annual leave balance plus the annual leave entitlements accrued while taking annual leave (calculated using 8.4% to 11.4% of nominal value of annual leave) can be used to approximate the present value of the annual leave liability. The consolidated entity has assessed the actuarial advice based on the consolidated entity's circumstances to annual leave, ADOs and parental leave and has determined that the effect of discounting is immaterial. All annual leave is classified as a current liability even where the consolidated entity does not expect to settle the liability within 12 months as the consolidated entity does not have an unconditional right to defer settlement.

Unused non-vesting sick leave does not give rise to a liability as it is not considered probable that sick leave taken in the future will be greater than the benefits accrued in the future.

Long service leave and superannuation

The consolidated entity's liability for long service leave and defined benefit superannuation are assumed by The Crown in right of the State of New South Wales. The consolidated entity accounts for the liability as having been extinguished resulting in the amount assumed being shown as part of the non-monetary revenue item described as 'Acceptance by the Crown of employee benefits and other liabilities'.

Specific on-costs relating to long service leave assumed by The Crown in right of the State of New South Wales are borne by the consolidated entity.

Long service leave is measured at the present value of expected future payments to be made in respect of services provided up to the reporting date. Consideration is given to certain factors based on an actuarial review, including expected future wage and salary levels, experience of employee departures, and periods of service. Expected future payments are discounted using the long-term Commonwealth Government bond rate at the reporting date.

The superannuation expense for the financial year is determined by using the formula specified in the NSW Treasury's, an entity controlled by the ultimate parent entity, Directions. The expense for certain superannuation schemes (i.e. Basic Benefit and Aware Super) is calculated as a percentage of the employees' salary. For other superannuation schemes (i.e. State Superannuation Scheme and State Authorities Superannuation Scheme), the expense is calculated as a multiple of the employees' superannuation contributions.

Consequential on-costs

Consequential costs to employment are recognised as liabilities and expenses where the employee benefits to which they relate have been recognised. This includes outstanding amounts of payroll tax, workers' compensation insurance premiums and fringe benefits tax.

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

32. Other liabilities

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Current | | | | |
| Unearned revenue | 26,540 | 78,383 | 25,000 | - |
| Grant of right to operate liability under service concessions* | 9,389 | 9,646 | - | - |
| Liabilities under transfer to acquire or construct non-financial assets to be controlled by the entity | 13,871 | 14,726 | 276 | 187 |
| Other | 784 | - | - | - |
| | 50,584 | 102,755 | 25,276 | 187 |
| Non-current | | | | |
| Unearned revenue | 95,056 | 100,372 | - | - |
| Grant of right to operate liability under service concessions* | 146,284 | 155,673 | - | - |
| Liabilities under transfer to acquire or construct non-financial assets to be controlled by the entity | 59,319 | 54,432 | 2,814 | 2,766 |
| Other | 34 | 35 | - | - |
| | 300,693 | 310,512 | 2,814 | 2,766 |

* This is the unearned revenue portion of the revenue from exchange of assets and is progressively reduced over the period of the arrangement. Refer to Note 12 and Note 23 for further information on service concession arrangements.

Reconciliation of financial assets and corresponding liabilities arising from transfers to acquire or construct non-financial assets:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$'000 | Parent 2024 \$'000 |
|---|-------------------------------|-------------------------------|--------------------------|--------------------------|
| Opening balance of liabilities arising from transfers to acquire / construct non-financial assets to be controlled by the entity | 69,158 | 89,000 | 2,953 | 3,000 |
| Add: receipt of cash during the financial year | 38,646 | 5,361 | 550 | - |
| Less: income recognised during the financial year | (34,614) | (25,203) | (413) | (47) |
| Closing balance of liabilities arising from transfers to acquire / construct non-financial assets to be controlled by the entity | 73,190 | 69,158 | 3,090 | 2,953 |

Refer to Note 10 for a description of the consolidated and parent entity's obligations under transfers received to acquire or construct non-financial assets to be controlled by the consolidated and parent entity.

The consolidated and parent entity expects to recognise as income any liability for unsatisfied obligations as at the end of the reporting period evenly during the next 1 to 2 financial years, as the related asset(s) are constructed. There are also some liabilities in relation to future replacement of capital assets, the timing of revenue recognition is mostly unknown at this stage.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

33. Equity

Increase / (decrease) in net assets from equity transfers

| | | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-----|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Transfer of property, plant and equipment | (a) | (20,261) | - | 4,017 | - |
| | | (20,261) | - | 4,017 | - |

(a) Carrying amount at transfer date

| | | | | |
|------------------------------------|-----------------|----------|--------------|----------|
| Land & buildings | (15,947) | - | 4,017 | - |
| Plant and equipment | (4,314) | - | - | - |
| Fair value at transfer date | (20,261) | - | 4,017 | - |

CONSOLIDATED

During the year, the consolidated entity transferred specialist equipment and building works to Viral Vector Manufacturing Facility Pty Ltd (VVMF), an entity controlled by the ultimate parent, at no consideration. VVMF is a NSW Government entity, set up to operate the viral vector manufacturing facility based at Westmead. The transfer of assets is part of the ongoing support the NSW Government has agreed to provide to VVMF. The asset transfer was treated as an equity transfer. The carrying amount of the assets prior to the transfer was \$20.26 million.

PARENT

In 2025, in accordance with the Real Property Disposal Framework, the following assets were transferred at fair value from South Western Sydney and Western NSW Local Health Districts, entities controlled by the Ministry of Health: 72 Menangle Road, Camden NSW 2570; 86 Menangle Road, Camden NSW 2570; and 84 Menangle Road, Camden NSW 2570, with a combined value of \$3.64 million, as well as 35 Woodiwiss Avenue, Cobar, valued at \$0.38 million.

34. Commitments

(a) Capital commitments

Aggregate capital expenditure for the acquisition of land and buildings, plant and equipment, infrastructure and intangible assets, contracted for at balance date and not provided for:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Within one year | 2,014,425 | 1,761,845 | 11,835 | - |
| Later than one year and not later than five years | 1,428,901 | 1,156,330 | 4,824 | - |
| Later than five years | 1,181 | 2,272 | - | - |
| Total (including GST) | 3,444,507 | 2,920,447 | 16,659 | - |

(b) Input tax receivable related to capital commitments for expenditure

The total of capital 'commitments' payable, i.e. \$3,444.51 million as at 30 June 2025, includes input tax credits of \$313.10 million that are expected to be recoverable from the Australian Taxation Office (2024: \$265.50 million).

(c) Output tax payable related to commitments for revenue

The total of 'commitments' receivable, i.e. \$165.65 million as at 30 June 2025, includes input tax of \$15.10 million that is expected to be payable to the Australian Taxation Office (2024: \$14.90 million).

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

35. Trust funds

CONSOLIDATED

The consolidated entity holds money in trust in relation to patient trusts, refundable deposits, private patient trust funds and third party funds. As the consolidated entity performs only a custodial role in respect of trust monies, they are excluded from the financial statements as the consolidated entity cannot use them for the achievement of its own objectives. The following is a summary of the transactions in the trust accounts:

| 2025 | Cash balance at the beginning of the financial year \$000 | Add: receipts \$000 | Less: expenditure \$000 | Cash balance at the end of the financial year \$000 |
|-----------------------------|--|------------------------|----------------------------|--|
| Patient Trust | 17,858 | 4,369 | (3,447) | 18,780 |
| Refundable Deposits | 6,827 | 3,205 | (2,583) | 7,449 |
| Private Patient Trust Funds | 143 | 637,035 | (634,894) | 2,284 |
| Third Party Funds | 62,129 | 159,496 | (164,326) | 57,299 |
| Other | 52,215 | 15,825 | (3,173) | 64,867 |
| Total trust funds | 139,172 | 819,930 | (808,423) | 150,679 |

| 2024 | Cash balance at the beginning of the financial year \$000 | Add: receipts \$000 | Less: expenditure \$000 | Cash balance at the end of the financial year \$000 |
|-----------------------------|--|------------------------|----------------------------|--|
| Patient Trust | 15,345 | 6,487 | (3,974) | 17,858 |
| Refundable Deposits | 10,580 | 1,368 | (5,121) | 6,827 |
| Private Patient Trust Funds | 1,813 | 579,483 | (581,153) | 143 |
| Third Party Funds | 74,114 | 194,725 | (206,710) | 62,129 |
| Other | 20,987 | 43,348 | (12,120) | 52,215 |
| Total trust funds | 122,839 | 825,411 | (809,078) | 139,172 |

PARENT

| 2025 | Cash balance at the beginning of the financial year \$000 | Add: receipts \$000 | Less: expenditure \$000 | Cash balance at the end of the financial year \$000 |
|--------------------------|--|------------------------|----------------------------|--|
| Third Party Funds | 18,756 | 6,582 | (19,459) | 5,879 |
| Total trust funds | 18,756 | 6,582 | (19,459) | 5,879 |

| 2024 | Cash balance at the beginning of the financial year \$000 | Add: receipts \$000 | Less: expenditure \$000 | Cash balance at the end of the financial year \$000 |
|--------------------------|--|------------------------|----------------------------|--|
| Third Party Funds | 25,917 | 24,850 | (32,011) | 18,756 |
| Total trust funds | 25,917 | 24,850 | (32,011) | 18,756 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

35. Trust funds (continued)

The following list provides a brief description of the purpose of the trust fund categories.

| Category | Purpose |
|-----------------------------|---|
| Patient Trust | The safe custody of patients' valuables including monies. |
| Refundable Deposits | A sum of money held in trust as a security deposit. |
| Private Patient Trust Funds | The revenue derived from private patient and other billable services provided by Staff Specialists. |
| Third Party Funds | A sum of money held in trust on behalf of external parties, e.g. external foundations, volunteer groups and auxiliaries. |
| Other | Includes unallocated monies and outstanding settlements. Outstanding settlements refers to expenses and revenue processed in the respective trust fund cost centres, however awaiting cash settlements to take place. Majority of it relates to private practice fund transfer from trust (No.1 Accounts) to restricted funds (No.2 Accounts), awaiting physical settlement/transfer of cash between those bank accounts. |

36. Contingent liabilities and contingent assets

CONSOLIDATED AND PARENT

a) Contingent liabilities

Several industrial relations matters, relating to employee award entitlements have been brought against the consolidated entity. The consolidated entity is defending all the claims. It is not practical to estimate the potential effect of these claims at the present time.

b) Contingent assets

The consolidated entity is not aware of any contingent assets which would have a material effect on the disclosures in these financial statements.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

37. Interests in other entities

a) Interests in associates

Set out below are the associates of Hunter New England Local Health District (HNELHD) and Illawarra Shoalhaven Local Health District (ISLHD) as at 30 June 2025. The proportion of ownership interest held by the group equals the voting rights held by the group.

| Name of entity | Place of business and country of incorporation | Class of shares | Ownership interest | | Reporting Period | Measurement method | Carrying amount | |
|--|--|-----------------|--------------------|-----------|------------------|--------------------|-----------------|---------------|
| | | | 2025 % | 2024 % | | | 2025 \$000 | 2024 \$000 |
| Hunter Medical Research Institute | Australia | Not applicable | 25 | 25 | 31 December | Equity method | - | - |
| Keira Institute of Health and Medical Research Limited | Australia | Not applicable | 33 | 33 | 30 June | Equity method | - | - |

Hunter Medical Research Institute is a company limited by guarantee, whose constitution prohibits the distribution of funds to its members. Accordingly the carrying amount has been equity accounted at \$Nil value and as such no financial information has been disclosed.

Keira Institute of Health and Medical Research Limited is a company limited by guarantee, whose constitution prohibits the distribution of funds to its members. Accordingly the carrying amount has been equity accounted at \$Nil value and as such no financial information has been disclosed.

b) Interests in joint control

Central Coast Local Health District has entered into an agreement called Affiliation Agreement for the Central Coast Research Institute (CCRI) with the University of Newcastle, to undertake research.

The agreement requires equal appointment of directors to the CCRI's Governance Board, which will be managing the relevant activities of the CCRI. Both parties have direct rights to the assets of the CCRI and are jointly and severally liable for the liabilities incurred. CCRI is therefore classified as a joint operation and Central Coast Local Health District recognises its direct right to the jointly held assets, liabilities, revenues and expenses and its share of any jointly held or incurred assets, liabilities, revenues and expenses. These have been incorporated in the financial statements under the appropriate headings.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

38. Budget Review - Consolidated

The budgeted amounts are drawn from the original budgeted financial statements presented to Parliament in respect of the reporting period. Subsequent amendments to the original budget (e.g. adjustment for transfer of functions between entities as a result of Administrative Arrangements Orders) are not reflected in the budgeted amounts. Major variances between the original budgeted amounts and the actual amounts disclosed in the financial statements are explained below.

NET RESULT

The actual net result (surplus of \$1,134 million) is lower than the budgeted net result (surplus of \$1,959 million) by \$825 million for the year ended 30 June 2025.

A reconciliation of the movements between the actual and budgeted net result is presented below:

| | \$000 |
|---|------------------|
| Net result - actual | 1,133,996 |
| Employee related expenses were higher than budget due to negotiated wage policy changes on some awards, higher than expected redundancy payments, and the impact of the Workers Compensation Annual Performance Adjustment. | 366,329 |
| Operating expenses were above budget, primarily driven by higher costs associated with specialised health services, medical and surgical supplies, and visiting medical officers. These increases reflect the sustained focus on reducing elective surgery waitlists throughout the year. | 252,125 |
| Depreciation and amortisation were higher than budget due to the timing of new capital projects coming into service and the impact of the prior and current year comprehensive revaluations of land, buildings and infrastructure. | 29,909 |
| Grants and subsidies expenses were lower than expected with lower than anticipated grants provided to research organisations during the year. | (44,793) |
| Finance costs exceeded budget due to the exercise of extension options on certain right-of-use leases for rotor contracts and bases, leading to increased interest expenses on the related lease liabilities. | 15,877 |
| Appropriations drawdowns were lower than budget primarily driven by lower than expected spend against the capital program. | 508,304 |
| Acceptance by the Crown of employee benefits and other liabilities was lower than budget due to the lower than anticipated actuarial valuation to long service leave benefits assumed by the Crown. | 2,828 |
| Revenue from the sale of goods and services from contracts with customers surpassed the budget, driven by higher fees for medical services rendered and motor accident third party insurance. | (223,101) |
| Investment revenue and other income exceeded budget as a result of higher interest received on financial assets at amortised cost due to a higher restricted cash and cash equivalent balance during the year and additional insurance refunds received. | (54,928) |
| Grants and other contributions revenue exceeded budget expectations, largely due to higher-than-anticipated in-kind grants for vaccinations under the Commonwealth Vaccination Program, grants from the Crown to support non-frontline redundancy payments, and non-cash donations and contributions. | (146,455) |
| Gains / (losses) on disposal exceeded budget due to the disposal of various items of property, plant and equipment below the written down value and other gains / (losses) was lower than budget due to a reduced write-off and impairment of medical and surgical supplies. | 7,687 |
| Impairment losses on financial assets were higher than expected. | 111,613 |
| Net result - budget | 1,959,391 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

38. Budget Review - Consolidated (continued)

ASSETS AND LIABILITIES

The actual net assets (\$31,164 million) is lower than the budgeted net assets (\$31,390 million) by \$226 million as at 30 June 2025.

A reconciliation of the movements between significant assets and liabilities is presented below:

| | \$000 |
|---|-------------------|
| Net assets - actual | 31,163,860 |
| Cash and cash equivalents were higher than expected resulting from the timing of year end creditor and payroll payments and higher restricted financial asset holdings. | (724,696) |
| Receivables exceeded budget, mainly due to higher trade receivables from contracts with customers. This was driven by increased patient fee receivables and higher amounts owing from other jurisdictions related to interstate patient inflows. | (353,986) |
| Inventories were lower than budget due to slightly higher consumption rates of medical and surgical supplies and a larger write down of medical and surgical supplies than anticipated due to items expiring before they could be used. | 35,329 |
| Financial assets at fair value were less than budget primarily as a result of marginally lower returns on medium and long term TCorpIM fund investments throughout the financial year. | 5,127 |
| Property, plant and equipment was lower than expected primarily due to the timing of capital projects being delivered and lower than expected revaluation adjustments. Higher than budgeted depreciation from large revaluations in prior years also contributed to the position. | 275,750 |
| Right-of-use assets were higher than budget due to the exercise of extension options on certain right-of-use assets for rotor contracts and associated bases. | (30,863) |
| Other financial assets were above budget due to the timing of the recognition of new receivables on finance leases as a lessor. | (9,864) |
| Intangibles were lower than original budget primarily resulting from reduced capital spend. | 126,635 |
| Payables were higher than expected due to the impact of wage policy changes on accrued salaries, wages and on-costs and trade operating creditors increased due to payment terms returning to a 30 day payment term for correctly rendered invoices (excluding small businesses who are paid immediately for a correctly rendered invoice). | 458,370 |
| Contract liabilities were lower than budget due to the timing of meeting the specific performance obligations within the contracts. | (18,193) |
| Borrowings were higher than expected resulting from exercising some extension lease options and additional recognition of leases. | 44,378 |
| Provisions were higher than expected as a result of the impact of negotiated wage policy changes on some awards resulting in higher than anticipated annual leave provisions and parental leave balances increased as a result of the number of employees with submitted applications to take parental leave in the next 2 years. | 417,606 |
| Other liabilities were below budget, primarily due to a decrease in unearned revenue. Prior year funds related to a specific building project were utilised to fully derecognise the building, which is now recognised as a finance lease. | (50,831) |
| Net assets - budget | 31,390,309 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

38. Budget Review - Consolidated (continued)

CASH FLOWS

Operating activities net cash inflows were lower than budget by \$386.3 million attributable to receipts being lower than budget for appropriations, grants and other contributions and other receipts, but slightly offset by higher receipts from the sale of goods and services. Similar to receipts, payments were lower than budget due mainly to lower payments to suppliers for goods and services.

Investing activities net cash outflows were lower than budget by \$552.7 million attributable to decreases in purchases of property, plant and equipment and intangibles and proceeds from the sale of property, plant and equipment and intangibles and increases in other investing activities.

Financing net cash outflows were lower than expected by \$12.3 million. This was attributable primarily to lower payments of borrowings and advances but mostly offset by higher repayments of principal portion of lease liabilities than budgeted.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

39. Reconciliation of cash flows from operating activities to net result

Reconciliation of cash flows from operating activities to the net result as reported in the Statement of Comprehensive Income as follows:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|--|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Net cash used on operating activities | 3,128,870 | 2,703,436 | 293,778 | 335,552 |
| Depreciation and amortisation expense | (1,577,540) | (1,477,854) | (11,706) | (11,420) |
| Allowance for impairment | (138,788) | (176,768) | (7,712) | 120 |
| Effects of exchange rate changes | 448 | 198 | - | - |
| (Increase) / decrease in other liabilities | 13,690 | 25,354 | (25,137) | 47 |
| (Increase) / decrease in provisions | (163,911) | (205,231) | 24,522 | (27,700) |
| Increase / (decrease) in inventory | (6,267) | (37,726) | 64,628 | 5,218 |
| Increase / (decrease) in prepayments and other assets | 283,918 | 124,714 | (33,281) | 107,168 |
| Increase / (decrease) in contract assets | 5,166 | 418 | 5,665 | 175 |
| (Increase) / decrease in payables | (411,285) | (86,385) | 136,020 | (125,423) |
| (Increase) / decrease in contract liabilities | (2,411) | 20,604 | 614 | (102) |
| (Increase) / decrease in financial instruments at fair value | 8,007 | 7,933 | - | - |
| Net gain / (loss) on sale of property, plant and equipment | (18,769) | (12,474) | (56) | (5) |
| Net gain / (loss) on disposal of right-of-use assets | 1,158 | 727 | 39 | - |
| Assets donated or brought to account (Note 40) | 9,877 | 2,314 | (678) | 4 |
| Other | 1,833 | 957 | - | 1 |
| Net result | 1,133,996 | 890,217 | 446,696 | 283,635 |

40. Non-cash financing and investing activities

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|---|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Assets donated or brought to account | 9,877 | 2,314 | (678) | 4 |
| Property, plant and equipment acquired by a lease | 85,098 | 166,878 | 104 | 44 |
| | 94,975 | 169,192 | (574) | 48 |

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments

The consolidated entity's principal financial instruments are outlined below. These financial instruments arise directly from the consolidated entity's operations or are required to finance its operations. The consolidated entity does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

The consolidated entity's main risks arising from financial instruments are outlined below, together with the consolidated entity's objectives, policies and processes for measuring and managing risk. Further quantitative and qualitative disclosures are included throughout these financial statements.

The Secretary of NSW Health has overall responsibility for the establishment and oversight of risk management and reviews and agrees policies for managing each of these risks. Risk management policies are established to identify and analyse the risks faced by the consolidated and parent entities, to set risk limits and controls and to monitor risks. Compliance with policies is reviewed on a continuous basis.

(a) Financial instrument categories

CONSOLIDATED

| | | | Carrying amount | |
|--------------------------------|------|--|-----------------|-----------|
| | | | 2025 | 2024 |
| Class | Note | Category | \$000 | \$000 |
| Financial Assets | | | | |
| Cash and cash equivalents | 17 | Amortised cost | 3,139,759 | 2,781,203 |
| Receivables ¹ | 18 | Amortised cost | 939,612 | 854,540 |
| Contract assets ² | 19 | Amortised cost | 7,843 | 2,677 |
| Financial assets at fair value | 21 | Fair value through profit or loss - mandatory classification | 80,287 | 74,872 |
| Other financial assets | 22 | Amortised cost | 97,641 | 90,771 |
| Total financial assets | | | 4,265,142 | 3,804,063 |
| Financial Liabilities | | | | |
| Payables ³ | 28 | Financial Liabilities (at amortised cost) | 2,543,499 | 2,189,311 |
| Borrowings | 30 | Financial Liabilities (at amortised cost) | 1,692,200 | 1,746,981 |
| | 30 | Fair value through profit or loss - mandatory classification | 2,853 | 716 |
| Other liabilities ³ | 32 | Financial Liabilities (at amortised cost) | 818 | 35 |
| Total financial liabilities | | | 4,239,370 | 3,937,043 |

Notes

¹ Excludes statutory receivables and prepayments (i.e. not within scope of AASB 7 Financial Instruments: Disclosures).

² While contract assets are also not financial assets, they are explicitly included in the scope of AASB 7 Financial Instruments: Disclosures for the purpose of the credit risk disclosures.

³ Excludes statutory payables and unearned revenue (i.e. not within scope of AASB 7 Financial Instruments: Disclosures).

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Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(a) Financial instrument categories (continued)

PARENT

| | | | Carrying amount | |
|------------------------------------|------|---|------------------|------------------|
| | | | 2025 | 2024 |
| Class | Note | Category | \$000 | \$000 |
| Financial Assets | | | | |
| Cash and cash equivalents | 17 | Amortised cost | 1,070,802 | 683,561 |
| Receivables ¹ | 18 | Amortised cost | 263,797 | 308,504 |
| Contract assets ² | 19 | Amortised cost | 6,301 | 636 |
| Other financial assets | 22 | Amortised cost | 184,620 | 281,133 |
| Total financial assets | | | 1,525,520 | 1,273,834 |
| Financial Liabilities | | | | |
| Payables ³ | 28 | Financial Liabilities (at amortised cost) | 547,819 | 684,024 |
| Borrowings | 30 | Financial Liabilities (at amortised cost) | 120 | 656 |
| Total financial liabilities | | | 547,939 | 684,680 |

Notes

¹ Excludes statutory receivables and prepayments (i.e. not within scope of AASB 7 Financial Instruments: Disclosures).

² While contract assets are also not financial assets, they are explicitly included in the scope of AASB 7 Financial Instruments: Disclosures for the purpose of the credit risk disclosures.

³ Excludes statutory payables and unearned revenue (i.e. not within scope of AASB 7 Financial Instruments: Disclosures).

The consolidated entity determines the classification of its financial assets and liabilities after initial recognition and, when allowed and appropriate, re-evaluates this at each financial year end.

(b) Derecognition of financial assets and financial liabilities

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when the contractual rights to the cash flows from the financial assets expire; or if the entity transfers its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass through arrangement and either:

- the consolidated entity has transferred substantially all the risks and rewards of the asset; or
- the consolidated entity has neither transferred nor retained substantially all the risks and rewards for the asset, but has transferred control.

When the consolidated entity has transferred its rights to receive cash flows from an asset or has entered into a pass through arrangement, it evaluates if, and to what extent, it has retained the risks and rewards of ownership. Where the consolidated entity has neither transferred nor retained substantially all the risks and rewards or transferred control, the asset continues to be recognised to the extent of the consolidated entity continuing involvement in the asset. In that case, the consolidated entity also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the entity has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the consolidated entity could be required to repay.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(b) Derecognition of financial assets and financial liabilities (continued)

A financial liability is derecognised when the obligation specified in the contract is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the net result.

(c) Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Statement of Financial Position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the assets and settle the liabilities simultaneously.

(d) Financial risks

i. Credit risk

Credit risk arises when there is the possibility that the counterparty will default on their contractual obligations, resulting in a financial loss to the consolidated entity. The maximum exposure to credit risk is generally represented by the carrying amount of the financial assets (net of any allowance for credit losses or allowance for impairment).

Credit risk arises from financial assets of the consolidated entity, including cash, receivables and authority deposits. No collateral is held by the consolidated entity. The consolidated entity has not granted any financial guarantees.

Credit risk associated with the consolidated entity's financial assets, other than receivables, is managed through the selection of counterparties and establishment of minimum credit rating standards.

The consolidated entity considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the consolidated entity may also consider a financial asset to be in default when internal or external information indicates that the entity is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the consolidated entity.

Cash and cash equivalents

Cash comprises cash on hand and bank balances within the NSW Treasury Banking System. Interest is earned on daily bank balances at the monthly average NSW Treasury Corporation (TCorp) 11am unofficial cash rate, adjusted for a management fee to NSW Treasury. The TCorp IM Funds cash facility is discussed in market risk below.

Accounting policy for impairment of trade receivables and other financial assets

Receivables - trade receivables, other receivables, contract assets and lease receivables

Collectability of trade receivables, other receivables, contract assets and lease receivables is reviewed on an ongoing basis. Procedures as established in the Treasurer's Directions are followed to recover outstanding amounts, including letters of demand.

The consolidated entity applies the AASB 9 *Financial Instruments* simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance for all trade receivables, other receivables, contract assets and lease receivables.

To measure the expected credit losses, trade receivables, other receivables, contract assets and lease receivables have been grouped based on shared credit risk characteristics and the days past due.

The expected loss rates are based on historical observed loss rates. 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 consolidated entity has not identified any relevant factors, and accordingly has not adjusted the historical loss rates.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(d) Financial risks (continued)

i. Credit risk (continued)

Trade receivables, other receivables, contract assets and lease receivables are written off when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others a failure to make contractual payments for a period of greater than 90 days past due.

The loss allowance for trade receivables, other receivables, contract assets and lease receivables as at 30 June 2025 and 2024 was determined as follows:

CONSOLIDATED

| 30 June 2025 | Current \$000 | <30 days \$000 | 30-60 days \$000 | 61-90 days \$000 | >91 days \$000 | Total \$000 |
|---|------------------|-------------------|---------------------|---------------------|-------------------|----------------|
| Expected credit loss rate | 1.70% | 4.61% | 16.75% | 25.65% | 57.87% | 15.16% |
| Estimated total gross carrying amount ¹ | 814,708 | 86,071 | 36,751 | 23,489 | 270,826 | 1,231,845 |
| Expected credit loss | 13,863 | 3,966 | 6,155 | 6,026 | 156,739 | 186,749 |
| 30 June 2024 | Current \$000 | <30 days \$000 | 30-60 days \$000 | 61-90 days \$000 | >91 days \$000 | Total \$000 |
| Expected credit loss rate | 1.58% | 5.64% | 6.82% | 15.66% | 41.53% | 12.26% |
| Estimated total gross carrying amount ¹ | 633,239 | 67,600 | 84,755 | 37,043 | 257,804 | 1,080,441 |
| Expected credit loss | 9,998 | 3,812 | 5,784 | 5,800 | 107,059 | 132,453 |

PARENT

| 30 June 2025 | Current \$000 | <30 days \$000 | 30-60 days \$000 | 61-90 days \$000 | >91 days \$000 | Total \$000 |
|---|------------------|-------------------|---------------------|---------------------|-------------------|----------------|
| Expected credit loss rate | 0.01% | 0.00% | 16.08% | 0.00% | 1.48% | 0.77% |
| Estimated total gross carrying amount ^{1,2} | 176,831 | 27,284 | 8,763 | 179 | 31,611 | 244,668 |
| Expected credit loss | 11 | - | 1,409 | - | 468 | 1,888 |
| 30 June 2024 | Current \$000 | <30 days \$000 | 30-60 days \$000 | 61-90 days \$000 | >91 days \$000 | Total \$000 |
| Expected credit loss rate | 0.00% | 0.00% | 0.00% | 0.00% | 0.85% | 0.20% |
| Estimated total gross carrying amount ^{1,2} | 99,923 | 13,040 | 52,331 | 12,792 | 54,756 | 232,842 |
| Expected credit loss | - | - | - | - | 468 | 468 |

Notes

¹ The analysis excludes statutory receivables and prepayments as these are not within the scope of AASB 7 Financial Instruments: Disclosures. Therefore the 'total' will not reconcile to the receivables total in Note 18 and the contract assets total in Note 19.

² The estimated total gross carrying amount for the parent entity also excludes receivables from controlled health entities.

The consolidated entity is not materially exposed to concentrations of credit risk to a single trade debtor or group of debtors as at 30 June 2025 and 30 June 2024.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(d) Financial risks (continued)

ii. Liquidity risk

Liquidity risk is the risk that the consolidated entity will be unable to meet its payment obligations when they fall due. The consolidated entity continuously manages risk through monitoring future cash flows and maturities planning to ensure adequate holding of high quality liquid assets. The objective is to maintain a balance between continuity of funding and flexibility through effective management of cash, investments and liquid assets and liabilities.

The consolidated entity has negotiated no loan outside of arrangements with the Crown. During the current and prior year, there were no defaults of loans payable. No assets have been pledged as collateral.

Liquidity risk is minimised by the use of service agreements between the Secretary of NSW Health and controlled health entities. The annual service agreements, requires controlled entities to manage their financial liquidity and in particular, meet benchmarks for the payment of creditors. Where the controlled entities fail to meet service agreement performance standards, the parent as the state manager can take action in accordance with annual performance framework requirements, including providing financial support and increased management interaction.

Liabilities are recognised for amounts due to be paid in the future for goods or services received, whether or not invoiced. For all suppliers, that has a correctly rendered invoice, a matched purchase order and where goods have been received, a 30 day payment term is applied.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(d) Financial risks (continued)

ii. Liquidity risk (continued)

The following table summarises the maturity profile of the consolidated entity's financial liabilities together with the interest rate exposure.

Maturity analysis and interest rate exposure of financial liabilities:

| Interest Rate Exposure | | | | | | Maturity Dates | | |
|------------------------|------------------|---------------------|-----------|----------|-----------|----------------|-----------|-----------|
| | | Nominal | Fixed | Variable | Non - | | | |
| | EIR ³ | Amount ¹ | Interest | Interest | Interest | < 1 Year | 1-5 Years | > 5 Years |
| | % | \$000 | Rate | Rate | Bearing | \$000 | \$000 | \$000 |
| CONSOLIDATED | | | | | | | | |
| 2025 | | | | | | | | |
| Payables ² | | 2,552,452 | 114,199 | - | 2,438,253 | 2,476,320 | 76,132 | - |
| Borrowings: | | | | | | | | |
| - Other loans and | | | | | | | | |
| deposits | 2.88 | 24,627 | 24,627 | - | - | 7,738 | 15,584 | 1,305 |
| - Lease liabilities | 4.38 | 849,618 | 849,618 | - | - | 178,954 | 468,710 | 201,954 |
| - Service concession | | | | | | | | |
| financial liabilities | 2.42 | 30,354 | 30,354 | - | - | 2,376 | 10,137 | 17,841 |
| - PPP | 11.15 | 1,636,493 | 1,549,929 | 86,564 | - | 134,083 | 568,708 | 933,702 |
| | | 5,093,544 | 2,568,727 | 86,564 | 2,438,253 | 2,799,471 | 1,139,271 | 1,154,802 |
| 2024 | | | | | | | | |
| Payables ² | | 2,197,114 | 144,462 | - | 2,052,652 | 2,082,915 | 114,199 | - |
| Borrowings: | | | | | | | | |
| - Other loans and | | | | | | | | |
| deposits | 2.51 | 32,609 | 32,609 | - | - | 7,981 | 21,379 | 3,249 |
| - Lease liabilities | 3.93 | 872,048 | 872,048 | - | - | 176,189 | 458,910 | 236,949 |
| - Service concession | | | | | | | | |
| financial liabilities | 2.42 | 32,670 | 32,670 | - | - | 2,316 | 9,881 | 20,473 |
| - PPP | 10.85 | 1,770,153 | 1,673,793 | 96,360 | - | 131,157 | 556,491 | 1,082,505 |
| | | 4,904,594 | 2,755,582 | 96,360 | 2,052,652 | 2,400,558 | 1,160,860 | 1,343,176 |

Notes

¹ The amounts disclosed are the contractual undiscounted cash flows of each class of financial liabilities based on the earliest date on which the consolidated entity can be required to pay. The tables include both interest and principal cash flows and therefore will not agree to the Statement of Financial Position.

² Excludes statutory payables and unearned revenue (i.e. not within scope of AASB 7 Financial Instruments: Disclosures).

³ Weighted Average Effective Interest Rate (EIR).

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(d) Financial risks (continued)

ii. Liquidity risk (continued)

Maturity analysis and interest rate exposure of financial liabilities:

| Interest Rate Exposure | | | | | | Maturity Dates | | |
|------------------------|------------------|---------------------|------------|----------|----------------|----------------|------------|-----------|
| | EIR ³ | Nominal | Fixed | Variable | Non - | | | |
| | % | Amount ¹ | Interest | Interest | Bearing | < 1 Year | 1-5 Years | > 5 Years |
| | | \$000 | \$000 | \$000 | \$000 | \$000 | \$000 | \$000 |
| PARENT | | | | | | | | |
| 2025 | | | | | | | | |
| Payables ² | | 547,819 | - | - | 547,819 | 547,819 | - | - |
| Borrowings: | | | | | | | | |
| - Lease liabilities | 6.19 | 127 | 127 | - | - | 74 | 53 | - |
| | | 547,946 | 127 | - | 547,819 | 547,893 | 53 | - |
| 2024 | | | | | | | | |
| Payables ² | | 684,024 | - | - | 684,024 | 684,024 | - | - |
| Borrowings: | | | | | | | | |
| - Lease liabilities | 2.16 | 681 | 681 | - | - | 184 | 497 | - |
| | | 684,705 | 681 | - | 684,024 | 684,208 | 497 | - |

Notes

¹ The amounts disclosed are the contractual undiscounted cash flows of each class of financial liabilities based on the earliest date on which the consolidated entity can be required to pay. The tables include both interest and principal cash flows and therefore will not agree to the Statement of Financial Position.

² Excludes statutory payables and unearned revenue (i.e. not within scope of AASB 7 Financial Instruments: Disclosures).

³ Weighted Average Effective Interest Rate (EIR).

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(d) Financial risks (continued)

ii. Liquidity risk (continued)

The following table summarises the maturity profile of the consolidated entity's derivative financial instruments. The maturity profile of the cash flows are matched to the anticipated settlement of the commercial contracts as forecasted by the consolidated entity.

Maturity analysis of derivative financial assets at fair value through profit and loss that are hedging foreign currency

| | | Maturity Dates | | |
|--------------------------|----------------|----------------|----------------|--------------|
| | Fair Value | < 1 Year | 1-5 Years | > 5 Years |
| | \$000 | \$000 | \$000 | \$000 |
| CONSOLIDATED | | | | |
| 2025 | | | | |
| Financial assets: | | | | |
| - Derivatives - inflows | 7,273 | 22,065 | 43,996 | 11,533 |
| - Derivatives - outflows | (20,423) | (38,899) | (10,046) | |
| | 7,273 | 1,642 | 5,097 | 1,487 |
| Financial liabilities: | | | | |
| - Derivatives - inflows | (2,853) | 27,612 | 98,564 | - |
| - Derivatives - outflows | (28,012) | (100,553) | - | - |
| | (2,853) | (400) | (1,989) | - |
| 2024 | | | | |
| Financial assets: | | | | |
| - Derivatives - inflows | 8,798 | 58,837 | 39,483 | 20,110 |
| - Derivatives - outflows | (56,153) | (34,749) | (17,685) | |
| | 8,798 | 2,684 | 4,734 | 2,425 |
| Financial liabilities: | | | | |
| - Derivatives - inflows | (716) | 26,238 | 31,743 | - |
| - Derivatives - outflows | (26,828) | (31,648) | - | - |
| | (716) | (590) | 95 | - |

Notes

Cash outflows in foreign currencies are translated at prevailing spot rates on reporting dates.

The parent entity had no derivative financial assets or liabilities for the year ended 30 June 2025 or 2024.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(d) Financial risks (continued)

iii. Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. The consolidated entity's exposures to market risk are primarily through interest rate risk on the consolidated entity's borrowings, foreign exchange risk and other price risks associated with the movement in the unit price of the TCorpIM funds. The consolidated entity does not enter into commodity contracts.

The effect on net result and equity due to a reasonably possible change in risk variable is outlined in the information below for interest rate risk, foreign currency risk and other price risk. A reasonably possible change in risk variable has been determined after taking into account the economic environment in which the consolidated entity operates and the time frame for the assessment (i.e. until the end of the next annual reporting period). The sensitivity analysis is based on risk exposures in existence at the Statement of Financial Position reporting date. The analysis was performed on the same basis for 2024. The analysis assumes that all other variables remain constant.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Exposure to interest rate risk arises primarily through the consolidated entity's interest bearing liabilities.

However, controlled entities are not permitted to borrow external to the Ministry of Health (energy loans which are negotiated through NSW Treasury are excepted).

Both NSW Treasury and Ministry of Health loans are set at fixed rates and therefore are generally not affected by fluctuations in market rates. The consolidated entity does not account for any fixed rate financial instruments at fair value through profit or loss or at fair value through other comprehensive income. Therefore, for these financial instruments, a change of interest rates would not affect the carrying value or interest paid / earned.

A reasonably possible change of +/-1% is used consistent with current trends in interest rates (based on official RBA interest rate volatility over the last five years). The basis will be reviewed annually and amended where there is a structural change in the level of interest rate volatility.

The following table demonstrates the sensitivity to a reasonably possible change in interest rates:

| CONSOLIDATED | 2025 | | 2024 | |
|--------------|----------|--------|----------|--------|
| | \$'000 | | \$'000 | |
| | -1% | 1% | -1% | 1% |
| Net result | (30,854) | 30,854 | (27,232) | 27,232 |
| Equity | (30,854) | 30,854 | (27,232) | 27,232 |
| PARENT | 2025 | | 2024 | |
| | \$'000 | | \$'000 | |
| | -1% | 1% | -1% | 1% |
| Net result | (10,708) | 10,708 | (6,836) | 6,836 |
| Equity | (10,708) | 10,708 | (6,836) | 6,836 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(d) Financial risks (continued)

iii. Market risk (continued)

Foreign exchange risk

Exposure to foreign exchange risk arises primarily through the contractual commercial transactions denominated in a foreign currency. The risk is measured using sensitivity analysis and cash flow forecasting.

The consolidated entity manages its foreign exchange risk by maintaining foreign currency denominated bank accounts or buying foreign currency from TCorp at the time of purchase commitment, or enters into derivative economic hedges with TCorp in accordance with the consolidated entity's risk management policies.

At year end, the consolidated entity did not hold any material foreign currency denominated monetary assets and monetary liabilities, except for cash held in a US dollar denominated bank account. All funds held at year end in foreign currency are expected to be used to settle existing purchase commitments that are denominated in US currency.

The consolidated entity has outstanding forward foreign exchange contracts entered with TCorp to hedge foreign currency risks. The forward foreign exchange contracts enable the consolidated entity to exchange fixed foreign currency for fixed AUD at specified future date, enabling cash flow certainty.

The consolidated entity is exposed to foreign exchange risks associated with commercial contracts payments denominated in foreign currency. The consolidated entity's risk management strategy is to hedge foreign currency risks by maintaining foreign currency denominated bank accounts, buying foreign currencies from TCorp at the time of purchase commitment or entering into foreign exchange derivative contracts as approved within internal policies and guidelines set out under NSW Health's Procurement Policy and broader framework under *NSW Government Financial Risk Management Policy* (TPP21-04). The forward foreign exchange derivative contracts are economic hedges which enables the consolidated entity to exchange a fixed amount of foreign currency for fixed AUD amount at a specified future settlement date, ensuring cash flow certainty.

A sensitivity analysis has been disclosed for the cash held in foreign currency bank account and outstanding derivative contracts at year end. A sensitivity of 10% movement in the exchange rates has been selected for use in the sensitivity analysis at the reporting date, as this is considered reasonable, based on the current Australian dollar level and the historical volatility of the Australian dollar against the US currency. Based on the value of the Australian dollar at the reporting date as compared with the currencies below, adverse or favourable movements in the foreign exchange rates would result in an increase or decrease in the Australian dollar fair value respectively.

CONSOLIDATED

| 2025 | +10% | | -10% | |
|------------------------|---------------------|---------------------|-----------------|-----------------|
| | Fair value \$000 | Net result \$000 | Equity \$000 | Equity \$000 |
| Denominated US Dollars | 860 | (78) | (78) | 96 |
| Derivatives | 4,420 | (17,163) | (17,163) | 20,977 |
| 2024 | +10% | | -10% | |
| | Fair value \$000 | Net result \$000 | Equity \$000 | Equity \$000 |
| Denominated US Dollars | 4,662 | (424) | (424) | 518 |
| Derivatives | 8,082 | (14,609) | (14,609) | 17,856 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(d) Financial risks (continued)

iii. Market risk (continued)

Other price risk - TCorpIM Funds

Exposure to 'other price risk' primarily arises through the investment in the TCorpIM Funds, which are held for strategic rather than trading purposes. The consolidated entity has no direct equity investments. The consolidated entity holds units in the following TCorpIM Funds trusts:

| Facility | Investment Sectors | Investment Horizon | 2025 \$000 | 2024 \$000 |
|---------------------------------|---|--------------------|---------------|---------------|
| TCorpIM Medium Term Growth Fund | Cash and fixed income, credit, equities, alternative assets and real assets | 3 years to 7 years | 32,143 | 29,729 |
| TCorpIM Long Term Growth Fund | Cash and fixed income, credit, equities, alternative assets and real assets | 7 years and over | 40,871 | 36,345 |

The unit price of each facility is equal to the total fair value of net assets held by the facility divided by the total number of units on issue for that facility. Unit prices are calculated and published daily. TCorp as trustee for each of the above facilities is required to act in the best interest of the unit holders and to administer the trusts in accordance with the trust deeds. As trustee, TCorp has appointed external managers to manage the performance and risk of each facility in accordance with a mandate agreed by the parties. A significant portion of the administration of the facilities is outsourced to an external custodian.

Investment in the TCorpIM Funds facilities limits the consolidated entity's exposure to risk, as it allows diversification across a pool of funds with different investment horizons and a mix of investments.

TCorp provides sensitivity analysis information for each of the Investment facilities, which is used to demonstrate the impact on the funds' net assets as a result of a change in the unit price. This impact is based on a sensitivity rate of 10%, multiplied by the redemption value as at 30 June each year for each facility (balance from TCorpIM Funds statement). Actual movements in the price risk variables may differ to the sensitivity rate used due to a number of factors. The TCorpIM Funds are measured at fair value through profit or loss and therefore any change in unit price impacts directly on net results / equity.

| | Impact on net result | | | |
|---------------------------------|----------------------|-----------|---------------|---------------|
| | Change in unit price | | / equity | |
| | 2025 % | 2024 % | 2025 \$000 | 2024 \$000 |
| TCorpIM Medium Term Growth Fund | +/- 10% | +/- 10% | 3,214 | 2,973 |
| TCorpIM Long Term Growth Fund | +/- 10% | +/- 10% | 4,087 | 3,635 |

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(e) Fair value measurement

i. Fair value compared to carrying amount

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or in the absence of a principal market, in the most advantageous market for the asset or liability.

The consolidated entity's fair value does not differ from the carrying amount.

ii. Fair value recognised in the Statement of Financial Position

Derivative economic hedges and TCorpIM Funds Investment Facilities are measured at fair value. Management assessed that cash and short-term deposits, trade receivables, trade payables and other current liabilities approximate their fair values, largely due to the short-term maturities of these instruments.

When measuring fair value, the valuation technique used maximises the use of relevant observable inputs and minimises the use of unobservable inputs. Under AASB 13 *Fair Value Measurement*, the consolidated entity categorises, for disclosure purposes, the valuation techniques based on the inputs used in the valuation techniques as follows:

- Level 1 – quoted (unadjusted) prices in active markets for identical assets / liabilities that the entity can access at the measurement date.
- Level 2 – inputs other than quoted prices included within Level 1 that are observable, either directly or indirectly.
- Level 3 – inputs that are not based on observable market data (unobservable inputs).

The consolidated entity recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

| | Level 1 | Level 2 | Level 3 | Total |
|--|---------|---------|---------|--------|
| 2025 | \$000 | \$000 | \$000 | \$000 |
| Financial assets at fair value | | | | |
| Derivatives | - | 7,273 | - | 7,273 |
| TCorpIM Funds Investment Facility | - | 73,014 | - | 73,014 |
| Financial liabilities at fair value | | | | |
| Derivatives | - | 2,853 | - | 2,853 |
| | Level 1 | Level 2 | Level 3 | Total |
| 2024 | \$000 | \$000 | \$000 | \$000 |
| Financial assets at fair value | | | | |
| Derivatives | - | 8,798 | - | 8,798 |
| TCorpIM Funds Investment Facility | - | 66,074 | - | 66,074 |
| Financial liabilities at fair value | | | | |
| Derivatives | - | 716 | - | 716 |

The parent entity had no financial assets or liabilities at fair value in the Statement of Financial Position for the year ended 30 June 2025 or 2024.

There were no transfers between Level 1, 2 or 3 during the year ended 30 June 2025 (2024: \$Nil).

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

41. Financial instruments (continued)

(e) Fair value measurement (continued)

ii. Fair value recognised in the Statement of Financial Position (continued)

The value of the TCorpIM Funds Investments is based on the consolidated entity's share of the value of the underlying assets of the facility, based on the market value. All of the TCorpIM Funds Investment facilities are valued using 'redemption' pricing.

The fair values of derivative economic hedges are determined using standard valuation technique based on the applicable market observable rates including spot rate and forward points.

42. Related party disclosures

(a) Key management personnel compensation

Key management personnel compensation is as follows:

| | Consolidated 2025 \$000 | Consolidated 2024 \$000 | Parent 2025 \$000 | Parent 2024 \$000 |
|------------------------------|-------------------------------|-------------------------------|-------------------------|-------------------------|
| Short-term employee benefits | 4,198 | 4,306 | 4,198 | 4,306 |
| Post-employment benefits | 202 | 164 | 202 | 164 |
| | 4,400 | 4,470 | 4,400 | 4,470 |

Compensation for the Minister for Health is paid by the Legislature and is not reimbursed by the Ministry of Health and its controlled entities. Accordingly no such amounts are included in the key management personnel compensation disclosures above.

(b) Transactions and outstanding balances with key management personnel of the consolidated entity and its parent during the financial year

There were no material transactions or outstanding balances with key management personnel of the consolidated entity and its parent during the financial year.

(c) Transactions the consolidated entity had with government related entities during the financial year

During the financial year and comparative year, the consolidated entity entered into the various transactions with other entities consolidated as part of the NSW Total State Sector (the ultimate parent) within the normal course of business.

Operating expenses incurred as follows:

- Payroll and fringe benefits taxes
- Audit of the statutory financial statements
- Cost for mobile radio network services
- Utilities, including electricity, gas and water expenses
- Property occupancy and maintenance expenses
- Insurance costs
- Legal and consultancy costs
- Records storage and retrieval expenses
- Grants and subsidies to health cluster agencies
- Revenue collection services
- Project management and advisory costs for capital works projects
- Traineeship program contributions
- Various grants and other contributions.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

42. Related party disclosures (continued)

(c) Transactions the consolidated entity had with government related entities during the financial year (continued)

Revenue earned as follows:

- Appropriations as per the Appropriations Act received from Consolidated Fund
- Motor Accident Third Party revenue is received from State Insurance Regulatory Authority and Lifetime Care and Support Authority of New South Wales
- Clinical services revenue was received from the NSW Police Force and Transport for NSW
- Various grants and other contributions
- Interest income on restricted financial assets from the Crown
- Distributions and unit price movements on TCorpIM Funds facilities
- Motor vehicle rebates
- Contract revenue for the construction works
- Insurance refunds
- Revenue from acceptance of long service leave liabilities and defined benefit superannuation.

Assets and Liabilities as follows:

- Receivables / payables in respect of the above noted related party revenue and expense transactions
- Some sale proceeds for non-current property, plant and equipment assets
- Right-of-use assets with Department of Customer Service
- Some funds are invested in TCorpIM Funds Investment facilities
- Forward foreign exchange derivative contracts purchased through NSW Treasury Corporation
- Energy Efficient Government Program loans are held with the Crown.

(d) Transactions the parent entity had with government related entities during the financial year

Further to the above transactions entered into by the consolidated entity, the parent entity entered into the following transactions within the normal course of business with entities it controlled which are consolidated as part of these financial statements:

Operating expenses incurred as follows:

- Grants and subsidies provided to health entities
- Information technology service charges.

Revenue earned as follows:

- Revenue from short term lease arrangements
- Recovery of outgoings from short term lease arrangements.

Assets and Liabilities as follows:

- Intra-health receivables and payables
- Receivable for loans and advances made to health entities.

Ministry of Health

Notes to and forming part of the Financial Statements

for the year ended 30 June 2025

42. Related party disclosures (continued)

(e) Individually significant transactions with Government-related entities

Peppercorn Lease 1: Doonside Lease

NSW Land & Housing Corporation (LHC), an entity controlled by the ultimate parent, entered into a lease agreement with Western Sydney Local Health District (WSLHD) for the lease of the land at 32 Birdside Avenue, Doonside for a 99 year period commencing on 2 December 1991 and ending on 1 December 2090. WSLHD pays a lease rental of \$1 per year to the LHC.

Peppercorn Lease 2: Mt Druitt Lease

Department of Planning, Housing and Infrastructure (DPHI), an entity controlled by the ultimate parent, has entered into a lease agreement with Western Sydney Local Health District (WSLHD) for lease of the land located at Lots 29 and 30 in Rooty Hill, Cumberland County for a 77 year period commencing from 4 November 1973 to 31 December 2050. WSLHD pays a lease rental of \$1 per year to the DPHI.

43. Events after the reporting period

No other matters have arisen subsequent to balance date that would require these financial statements to be amended.

END OF AUDITED FINANCIAL STATEMENTS