



Level 9  
State Administration Centre  
200 Victoria Square  
Adelaide SA 5000  
Tel +618 8226 9640  
ABN 53 327 061 410  
[enquiries@audit.sa.gov.au](mailto:enquiries@audit.sa.gov.au)  
[www.audit.sa.gov.au](http://www.audit.sa.gov.au)

## To the Chief Executive Department of Human Services

### Opinion

I have audited the financial report of the Department of Human Services for the financial year ended 30 June 2026.

In my opinion, the accompanying financial report gives a true and fair view of the financial position of the Department of Human Services as at 30 June 2026, its financial performance and its cash flows for year then ended in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2026
- a Statement of Financial Position as at 30 June 2026
- a Statement of Changes in Equity for the year ended 30 June 2026
- a Statement of Cash Flows for the year ended 30 June 2026
- notes, comprising material accounting policy information and other explanatory information
- a Statement of Administered Comprehensive Income for the year ended 30 June 2026
- a Statement of Administered Financial Position as at 30 June 2026
- a Statement of Administered Cash Flows for the year ended 30 June 2026
- a Schedule of Income and Expenses attributable to Administered Items for the year ended 30 June 2026
- notes, comprising material accounting policy information and other explanatory information for administered items
- a Certificate from the Chief Executive and the Chief Financial Officer.

## **Basis for opinion**

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

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

## **Responsibilities of the Chief Executive for the financial report**

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

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

## **Auditor's responsibilities for the audit of the financial report**

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987*, I have audited the financial report of the Department of Human Services for the financial year ended 30 June 2026.

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

- identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Department of Human Services' internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Chief Executive
- conclude on the appropriateness of the Chief Executive's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the opinion. My conclusion is based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an entity to cease to continue as a going concern
- evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

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



Andrew Blaskett  
**Auditor-General**

23 September 2026

# **Department of Human Services**

**Financial Statements  
For the year ended 30 June 2026**

**Department of Human Services**  
**Certification of Financial Statements**  
*for the year ended 30 June 2026*

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We certify that the:

- financial statements of the Department of Human Services:
  - are in accordance with the accounts and records of the department.
  - comply with relevant Treasurer's Instructions;
  - comply with relevant accounting standards; and
  - present a true and fair view of the financial position of the department at the end of the financial year and the result of its operations and cash flows for the financial year.
- internal controls employed by the Department of Human Services for the financial year over its financial reporting and its preparation of the financial statements have been effective.



Sandra Pitcher  
Chief Executive

15 September 2026



Nick Ashley  
Chief Financial Officer

15 September 2026

**Department of Human Services**  
**Statement of Comprehensive Income**  
*for the year ended 30 June 2026*

|                                                                    |             | <b>2026</b>     | <b>2025</b>      |
|--------------------------------------------------------------------|-------------|-----------------|------------------|
|                                                                    | <b>Note</b> | <b>\$'000</b>   | <b>\$'000</b>    |
| <b><u>Income</u></b>                                               |             |                 |                  |
| Appropriation                                                      | 3.1         | 352 792         | 1 203 409        |
| Fees and charges                                                   | 3.2         | 7 331           | 7 439            |
| Grants and subsidies                                               | 3.3         | 81 460          | 70 731           |
| Intra-government transfers                                         | 3.4         | 61 226          | 30 271           |
| Sales of goods and services                                        | 3.5         | 164 175         | 158 540          |
| Resources received free of charge                                  | 3.6         | 7 166           | 6 883            |
| Net gain from disposal of assets                                   | 4.6         | 435             | -                |
| Other income                                                       | 3.7         | 10 095          | 3 079            |
| <b>Total income</b>                                                |             | <b>684 680</b>  | <b>1 480 352</b> |
| <b><u>Expenses</u></b>                                             |             |                 |                  |
| Employee related expenses                                          | 4.1         | 384 758         | 330 302          |
| Supplies and services                                              | 4.2         | 114 124         | 112 064          |
| Grants and funded services                                         | 4.3         | 175 777         | 169 388          |
| NDIS expenses                                                      | 4.4         | -               | 880 724          |
| Assets transferred for nil consideration                           | 4.5         | -               | 14 690           |
| Net loss from disposal of assets                                   | 4.6         | -               | 108              |
| Depreciation and amortisation                                      | 5.7, 5.11   | 8 265           | 8 268            |
| Cash alignment transfers                                           | 4.7         | 57 721          | -                |
| Other expenses                                                     | 4.8         | 405             | 1 361            |
| <b>Total expenses</b>                                              |             | <b>741 050</b>  | <b>1 516 905</b> |
| <b>Net result</b>                                                  |             | <b>(56 370)</b> | <b>(36 553)</b>  |
| <b><u>Other comprehensive income</u></b>                           |             |                 |                  |
| <b>Items that will not be reclassified to net result</b>           |             |                 |                  |
| Changes in property, plant and equipment asset revaluation surplus |             | 29 393          | 17 721           |
| <b>Total other comprehensive income</b>                            |             | <b>29 393</b>   | <b>17 721</b>    |
| <b>Total comprehensive result</b>                                  |             | <b>(26 977)</b> | <b>(18 832)</b>  |

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

**Department of Human Services**  
**Statement of Financial Position**  
*as at 30 June 2026*

|                                       | <b>Note</b> | <b>2026<br/>\$'000</b> | <b>2025<br/>\$'000</b> |
|---------------------------------------|-------------|------------------------|------------------------|
| <b><u>Current assets</u></b>          |             |                        |                        |
| Cash and cash equivalents             | 5.2,7.2     | 179 311                | 224 218                |
| Receivables                           | 5.3         | 19 201                 | 28 252                 |
| Inventories                           | 5.4         | 337                    | 296                    |
| Non-current assets held for sale      | 5.6         | -                      | 1 467                  |
| <b>Total current assets</b>           |             | <b>198 849</b>         | <b>254 233</b>         |
| <b><u>Non-current assets</u></b>      |             |                        |                        |
| Receivables                           | 5.3         | 757                    | 806                    |
| Property, plant and equipment         | 5.7         | 218 206                | 190 578                |
| Capital works in progress             | 5.10        | 400                    | 776                    |
| <b>Total non-current assets</b>       |             | <b>219 363</b>         | <b>192 160</b>         |
| <b>Total assets</b>                   |             | <b>418 212</b>         | <b>446 393</b>         |
| <b><u>Current liabilities</u></b>     |             |                        |                        |
| Payables                              | 6.2         | 10 221                 | 20 231                 |
| Other financial liabilities           | 6.3         | 290                    | 329                    |
| Employee related liabilities          | 6.4         | 56 089                 | 48 008                 |
| Provisions                            | 6.5         | 13 900                 | 12 894                 |
| Other non-financial liabilities       | 6.6         | 1 058                  | 1 079                  |
| <b>Total current liabilities</b>      |             | <b>81 558</b>          | <b>82 541</b>          |
| <b><u>Non-current liabilities</u></b> |             |                        |                        |
| Other financial liabilities           | 6.3         | 795                    | 1 085                  |
| Employee related liabilities          | 6.4         | 39 775                 | 36 694                 |
| Provisions                            | 6.5         | 44 336                 | 46 694                 |
| Other non-financial liabilities       | 6.6         | 2 070                  | 2 724                  |
| <b>Total non-current liabilities</b>  |             | <b>86 976</b>          | <b>87 197</b>          |
| <b>Total liabilities</b>              |             | <b>168 534</b>         | <b>169 738</b>         |
| <b>Net assets</b>                     |             | <b>249 678</b>         | <b>276 655</b>         |
| <b><u>Equity</u></b>                  |             |                        |                        |
| Contributed capital                   |             | 74 325                 | 74 325                 |
| Retained earnings                     |             | 51 188                 | 109 523                |
| Asset revaluation surplus             |             | 124 165                | 92 807                 |
| <b>Total equity</b>                   |             | <b>249 678</b>         | <b>276 655</b>         |

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

**Department of Human Services**  
**Statement of Changes in Equity**  
*for the year ended 30 June 2026*

|                                                                   | Note | Contributed<br>capital<br>\$'000 | Asset<br>revaluation<br>surplus<br>\$'000 | Retained<br>earnings<br>\$'000 | Total<br>equity<br>\$'000 |
|-------------------------------------------------------------------|------|----------------------------------|-------------------------------------------|--------------------------------|---------------------------|
| <b>Balance at 1 July 2024</b>                                     |      | <b>74 325</b>                    | <b>86 075</b>                             | <b>136 878</b>                 | <b>297 278</b>            |
| <b>Net result for 2024-25</b>                                     |      | -                                | -                                         | (36 553)                       | (36 553)                  |
| Gain/(loss) on revaluation of property, plant and equipment       |      | -                                | 17 721                                    | -                              | 17 721                    |
| <b>Total comprehensive result for 2024-25</b>                     |      | <b>-</b>                         | <b>17 721</b>                             | <b>(36 553)</b>                | <b>(18 832)</b>           |
| Net liabilities transferred in from an administrative restructure |      | -                                | -                                         | (1 791)                        | (1 791)                   |
| Transfer between equity components                                |      | -                                | (10 989)                                  | 10 989                         | -                         |
| <b>Balance at 30 June 2025</b>                                    |      | <b>74 325</b>                    | <b>92 807</b>                             | <b>109 523</b>                 | <b>276 655</b>            |
| Prior period adjustments for revaluation reserve                  |      | -                                | 3 161                                     | (3 161)                        | -                         |
| <b>Adjusted balance at 1 July 2025</b>                            |      | <b>74 325</b>                    | <b>95 968</b>                             | <b>106 362</b>                 | <b>276 655</b>            |
| <b>Net result for 2025-26</b>                                     |      | -                                | -                                         | (56 370)                       | (56 370)                  |
| Gain on revaluation of land and buildings                         |      | -                                | 29 393                                    | -                              | 29 393                    |
| <b>Total comprehensive result for 2025-26</b>                     |      | <b>-</b>                         | <b>29 393</b>                             | <b>(56 370)</b>                | <b>(26 977)</b>           |
| Transfer between equity components                                |      | -                                | (1 196)                                   | 1 196                          | -                         |
| <b>Balance at 30 June 2026</b>                                    |      | <b>74 325</b>                    | <b>124 165</b>                            | <b>51 188</b>                  | <b>249 678</b>            |

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

**Department of Human Services**  
**Statement of Cash Flows**  
*for the year ended 30 June 2026*

|                                                                 | Note     | 2026<br>\$'000  | 2025<br>\$'000 |
|-----------------------------------------------------------------|----------|-----------------|----------------|
| <b><u>Cash flows from operating activities</u></b>              |          |                 |                |
| <b><u>Cash inflows</u></b>                                      |          |                 |                |
| Appropriation                                                   |          | 352 792         | 1 203 409      |
| Fees and charges                                                |          | 7 395           | 9 394          |
| Grants and subsidies                                            |          | 80 950          | 66 272         |
| Intra-government transfers                                      |          | 61 226          | 34 730         |
| Sales of goods and services                                     |          | 167 548         | 178 115        |
| NDIS contributions                                              |          | 7 684           |                |
| GST recovered                                                   |          | 33 525          | 31 139         |
| Other receipts                                                  |          | 4 189           | 3 076          |
| <b><u>Cash outflows</u></b>                                     |          |                 |                |
| Employee related payments                                       |          | (375 099)       | (320 787)      |
| Supplies and services                                           |          | (129 782)       | (118 548)      |
| Grants and funded services                                      |          | (198 387)       | (190 939)      |
| NDIS contributions                                              |          | -               | (881 704)      |
| Cash alignment transfers                                        |          | (57 721)        | -              |
| Other                                                           |          | (490)           | (879)          |
| GST paid to the ATO                                             |          | -               | (5 259)        |
| <b>Net cash from/(used in) operating activities</b>             | 7.2      | <b>(46 170)</b> | <b>8 019</b>   |
| <b><u>Cash flows from investing activities</u></b>              |          |                 |                |
| <b><u>Cash inflows</u></b>                                      |          |                 |                |
| Proceeds from sale of assets                                    |          | 2 300           | -              |
| <b><u>Cash outflows</u></b>                                     |          |                 |                |
| Purchase of property, plant and equipment and intangible assets |          | (392)           | (1 068)        |
| <b>Net cash from/(used in) investing activities</b>             |          | <b>1 908</b>    | <b>(1 068)</b> |
| <b><u>Cash flows from financing activities</u></b>              |          |                 |                |
| <b><u>Cash outflows</u></b>                                     |          |                 |                |
| Repayment of principal portion of lease liabilities             |          | (645)           | (1 442)        |
| <b>Net cash from/(used in) financing activities</b>             |          | <b>(645)</b>    | <b>(1 442)</b> |
| <b>Net increase/(decrease) in cash and cash equivalents</b>     |          | <b>(44 907)</b> | <b>5 509</b>   |
| <b>Cash and cash equivalents at the beginning of the period</b> |          | <b>224 218</b>  | <b>218 709</b> |
| <b>Cash and cash equivalents at the end of the period</b>       | 5.2, 7.2 | <b>179 311</b>  | <b>224 218</b> |

The accompanying notes form part of these financial statements.

# Department of Human Services

## Notes to and forming part of the financial statements

### for the year ended 30 June 2026

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#### 1. About the Department of Human Services

The Department of Human Services (the department) is a government department of South Australia, established pursuant to the *Public Sector Act 2009* as an administrative unit acting on behalf of the Crown.

The department does not control any other entity and has no interests in unconsolidated structured entities. The financial statements and accompanying notes include all the controlled activities of the department.

The department has administered activities and resources. Transactions and balances relating to administered items are presented in the administered financial statements separately.

##### 1.1. Basis of preparation

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

- section 23 of the *Public Finance and Audit Act 1987*.
- Treasurer's Instructions and Accounting Policy Statements (APS) issued by the Treasurer under the *Public Finance and Audit Act 1987*; and
- relevant Australian Accounting Standards.

Material accounting policies are set out throughout the notes.

For the purposes of preparing the financial statements, the department is a not-for-profit entity. The financial statements are prepared based on a 12-month reporting period and presented in Australian currency. The historical costs convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000).

The department is liable for fringe benefits tax (FBT) and goods and services tax (GST).

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

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

Assets are to be sold, consumed or realised as part of the normal 12-month operating cycle have been classified as current assets. Liabilities that are due to be settled within 12 months after the end of the reporting period or for which the department has no right to defer the settlement of at least 12 months after the end of the reporting period are classified as current liabilities. All other assets and liabilities are classified as non-current.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis. However, the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the ATO is classified as part of operating cash flows.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**1.2. Objectives and Programs**

**Objectives**

The objective of the department is to ensure accountability for public sector resources through providing financial policy, professional development and financial advice to government. The department provides the following programs:

**Program 1: Women, Equality and Domestic, Family and Sexual Violence Prevention**

The Women, Equality and Domestic, Family and Sexual Violence (DFSVM) Prevention program supports the full, safe and equal participation of women in the social and economic life of the state. Priorities include leading and coordinating the state government's response to the Royal Commission into Domestic, Family and Sexual Violence, implementing strategies to address and prevent DFSVM, striving for equality for women in all areas of the community; and increasing women's economic participation and leadership. The program provides cross government leadership on strategies and policy that promotes gender equality, strategic development and coordination of services that promote women's safety. It also provides funding and contract management of key initiatives including the Domestic and Family Violence Safety Alliance and those with a focus on domestic and family violence prevention and response. This program includes statewide information and referral services through the Women's Information Service (WIS).

**Program 2: Communities and Families**

The Communities and Families program commissions, funds and delivers services that improve the lives of individuals and families across South Australia. The program fosters inclusion, participation, safety, wellbeing and resilience across the South Australian community, including through placed-based responses.

The program includes concessions and rebates which increase financial resilience, investing in the community through grants and funding; family preservation and support services to keep children safe in their families and communities and connected to culture; interpreting and translating services; employment related screening services and the regulation of restrictive practices in NDIS services. It also includes strategies to support young and ageing South Australians and increase volunteering.

The program actively partners and collaborates with Aboriginal people, communities and organisations, sharing decision-making and seeking to work in culturally appropriate ways.

**Program 3: Youth Justice**

The Youth Justice program is responsible for supervising children and young people on community-based youth justice mandates and in custody at Kurlana Tapa Youth Justice Centre.

Youth Justice contributes to community safety by supporting children and young people to desist from offending behaviour.

**Program 4: Disability**

The Disability program supports the outcomes for people with disability both in the broader community, as well as those who receive services directly from the department. This includes national disability reform as well as the development and delivery of the State Disability Inclusion plan and associated disability access and inclusive plans, the State Autism Strategy, and delivery of South Australia's actions under Australia's Disability Strategy 2021-2031 targeted actions. The department also delivers disability and aged care services, manages the program and auspices the Community Visitor Scheme delivered through the Office of the Public Advocate.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**1.2. Objectives and Programs (continued)**

**Program 5: Homelessness**

The Homelessness program is responsible for strategic oversight and commissioning of the specialist homelessness sector. This program provides support to individuals and families who are experiencing or at risk of experiencing homelessness, management of homelessness information and data systems, and the extreme weather response.

The table on the following page presents income and expenses attributable to each program. Assets and liabilities are not disclosed as they cannot be reliably allocated across the programs.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**1.2. Objectives and Programs (continued)**

**Expenses and Income by program**

|                                          | <b>Women, Equality and<br/>Domestic, Family and Sexual<br/>Violence Prevention</b> |                 | <b>Communities and Families</b> |                  | <b>Youth Justice</b> |                 |
|------------------------------------------|------------------------------------------------------------------------------------|-----------------|---------------------------------|------------------|----------------------|-----------------|
|                                          | <b>2026</b>                                                                        | <b>2025</b>     | <b>2026</b>                     | <b>2025</b>      | <b>2026</b>          | <b>2025</b>     |
|                                          | <b>\$'000</b>                                                                      | <b>\$'000</b>   | <b>\$'000</b>                   | <b>\$'000</b>    | <b>\$'000</b>        | <b>\$'000</b>   |
| <b><u>Income</u></b>                     |                                                                                    |                 |                                 |                  |                      |                 |
| Appropriation                            | -                                                                                  | -               | -                               | -                | -                    | -               |
| Fees and charges                         | 45                                                                                 | 23              | 1 760                           | 1 353            | 357                  | 246             |
| Grants and subsidies                     | 11 467                                                                             | 11 660          | 47 703                          | 36 413           | 750                  | 294             |
| Intra-government transfers               | -                                                                                  | -               | -                               | -                | -                    | -               |
| Sales of goods and services              | -                                                                                  | -               | 28 584                          | 25 212           | -                    | -               |
| Resources received free of charge        | 98                                                                                 | 74              | 2 266                           | 2 359            | 777                  | 767             |
| Net gain from disposal of assets         | -                                                                                  | -               | -                               | -                | 435                  | -               |
| Other income                             | 92                                                                                 | 22              | 8 684                           | 2 014            | 279                  | 251             |
| <b>Total income</b>                      | <b>11 702</b>                                                                      | <b>11 779</b>   | <b>88 997</b>                   | <b>67 351</b>    | <b>2 598</b>         | <b>1 558</b>    |
| <b><u>Expenses</u></b>                   |                                                                                    |                 |                                 |                  |                      |                 |
| Employee related expenses                | 6 725                                                                              | 4 293           | 111 589                         | 100 099          | 46 421               | 40 040          |
| Supplies and services                    | 1 768                                                                              | 1 493           | 55 554                          | 52 850           | 13 219               | 9 447           |
| Grants and funded services               | 43 212                                                                             | 38 534          | 71 616                          | 69 507           | 1 063                | 1 683           |
| NDIS expenses                            | -                                                                                  | -               | -                               | -                | -                    | -               |
| Assets transferred for nil consideration | -                                                                                  | -               | -                               | -                | -                    | 14 690          |
| Net loss from disposal of assets         | -                                                                                  | -               | -                               | 32               | -                    | 10              |
| Depreciation and amortisation            | 87                                                                                 | 137             | 2 194                           | 2 051            | 4 414                | 3 556           |
| Cash alignment transfers                 | -                                                                                  | -               | -                               | -                | -                    | -               |
| Other expenses                           | 3                                                                                  | 10              | 133                             | 301              | 48                   | 677             |
| <b>Total expenses</b>                    | <b>51 795</b>                                                                      | <b>44 467</b>   | <b>241 086</b>                  | <b>224 840</b>   | <b>65 165</b>        | <b>70 103</b>   |
| <b>Net result</b>                        | <b>(40 093)</b>                                                                    | <b>(32 688)</b> | <b>(152 089)</b>                | <b>(157 489)</b> | <b>(62 567)</b>      | <b>(68 545)</b> |

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**1.2. Objectives and Programs (continued)**

|                                          | <b>Disability</b> |                  | <b>Homelessness</b> |                 | <b>General / Not Attributable</b> |                  | <b>Total</b>    |                  |
|------------------------------------------|-------------------|------------------|---------------------|-----------------|-----------------------------------|------------------|-----------------|------------------|
|                                          | <b>2026</b>       | <b>2025</b>      | <b>2026</b>         | <b>2025</b>     | <b>2026</b>                       | <b>2025</b>      | <b>2026</b>     | <b>2025</b>      |
|                                          | <b>\$'000</b>     | <b>\$'000</b>    | <b>\$'000</b>       | <b>\$'000</b>   | <b>\$'000</b>                     | <b>\$'000</b>    | <b>\$'000</b>   | <b>\$'000</b>    |
| <b><u>Income</u></b>                     |                   |                  |                     |                 |                                   |                  |                 |                  |
| Appropriation                            | -                 | -                | -                   | -               | 352 792                           | 1 203 409        | 352 792         | 1 203 409        |
| Fees and charges                         | 5 153             | 5 806            | 16                  | 11              | -                                 | -                | 7 331           | 7 439            |
| Grants and subsidies                     | 21 385            | 22 325           | 155                 | 39              | -                                 | -                | 81 460          | 70 731           |
| Intra-government transfers               | -                 | -                | -                   | -               | 61 226                            | 30 271           | 61 226          | 30 271           |
| Sales of goods and services              | 135 591           | 133 328          | -                   | -               | -                                 | -                | 164 175         | 158 540          |
| Resources received free of charge        | 3 991             | 3 649            | 34                  | 34              | -                                 | -                | 7 166           | 6 883            |
| Net gain from disposal of assets         | -                 | -                | -                   | -               | -                                 | -                | 435             | -                |
| Other income                             | 881               | 786              | 159                 | 6               | -                                 | -                | 10 095          | 3 079            |
| <b>Total income</b>                      | <b>167 001</b>    | <b>165 894</b>   | <b>364</b>          | <b>90</b>       | <b>414 018</b>                    | <b>1 233 680</b> | <b>684 680</b>  | <b>1 480 352</b> |
| <b><u>Expenses</u></b>                   |                   |                  |                     |                 |                                   |                  |                 |                  |
| Employee related expenses                | 217 786           | 184 211          | 2 237               | 1 659           | -                                 | -                | 384 758         | 330 302          |
| Supplies and services                    | 42 796            | 47 855           | 787                 | 419             | -                                 | -                | 114 124         | 112 064          |
| Grants and funded services               | 904               | 1 119            | 58 982              | 58 545          | -                                 | -                | 175 777         | 169 388          |
| NDIS expenses                            | -                 | 880 724          | -                   | -               | -                                 | -                | -               | 880 724          |
| Assets transferred for nil consideration | -                 | -                | -                   | -               | -                                 | -                | -               | 14 690           |
| Net loss from disposal of assets         | -                 | 66               | -                   | -               | -                                 | -                | -               | 108              |
| Depreciation and amortisation            | 1 548             | 2 507            | 22                  | 17              | -                                 | -                | 8 265           | 8 268            |
| Cash alignment transfers                 | -                 | -                | -                   | -               | 57 721                            | -                | 57 721          | -                |
| Other expenses                           | 220               | 370              | 1                   | 3               | -                                 | -                | 405             | 1 361            |
| <b>Total expenses</b>                    | <b>263 254</b>    | <b>1 116 852</b> | <b>62 029</b>       | <b>60 643</b>   | <b>57 721</b>                     | <b>-</b>         | <b>741 050</b>  | <b>1 516 905</b> |
| <b>Net result</b>                        | <b>(96 253)</b>   | <b>(950 958)</b> | <b>(61 665)</b>     | <b>(60 553)</b> | <b>356 297</b>                    | <b>1 233 680</b> | <b>(56 370)</b> | <b>(36 553)</b>  |

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**1.3. Budget performance**

The budget performance table compares the department's outcomes against budget information presented to Parliament (2025-26 Budget Paper 4). Appropriation reflects appropriation issued to special deposit accounts controlled by the department. The budget amounts have not been adjusted to reflect revised budgets or administrative restructures. The budget process is not subject to audit.

| <b>Statement of Comprehensive Income</b>                           | <b>Note</b> | <b>Original<br/>budget<br/>2026<br/>\$'000</b> | <b>Actual<br/>2026<br/>\$'000</b> | <b>Variance<br/>\$'000</b> |
|--------------------------------------------------------------------|-------------|------------------------------------------------|-----------------------------------|----------------------------|
| <b><u>Income</u></b>                                               |             |                                                |                                   |                            |
| Appropriation                                                      |             | 352 792                                        | 352 792                           | -                          |
| Fees and charges                                                   |             | 15 051                                         | 7 331                             | (7 720)                    |
| Grants and subsidies                                               | a           | 34 378                                         | 81 460                            | 47 082                     |
| Intra-government transfers                                         | b           | 27 332                                         | 61 226                            | 33 894                     |
| Sales of goods and services                                        |             | 166 258                                        | 164 175                           | (2 083)                    |
| Resources received free of charge                                  |             | -                                              | 7 166                             | 7 166                      |
| Net gain from disposal of assets                                   |             | -                                              | 435                               | 435                        |
| Other income                                                       |             | 786                                            | 10 095                            | 9 309                      |
| <b>Total income</b>                                                |             | <b>596 597</b>                                 | <b>684 680</b>                    | <b>88 083</b>              |
| <b><u>Expenses</u></b>                                             |             |                                                |                                   |                            |
| Employee related expenses                                          | c           | 313 447                                        | 384 758                           | 71 311                     |
| Supplies and services                                              |             | 89 515                                         | 114 124                           | 24 609                     |
| Grants and funded services                                         |             | 166 046                                        | 175 777                           | 9 731                      |
| Depreciation and amortisation                                      |             | 8 426                                          | 8 265                             | (161)                      |
| Cash alignment transfers                                           | d           | 9 383                                          | 57 721                            | 48 338                     |
| Borrowing costs                                                    |             | 50                                             | -                                 | (50)                       |
| Other expenses                                                     |             | 10 050                                         | 405                               | (9 645)                    |
| <b>Total expenses</b>                                              |             | <b>596 917</b>                                 | <b>741 050</b>                    | <b>144 133</b>             |
| <b>Net result</b>                                                  |             | <b>(320)</b>                                   | <b>(56 370)</b>                   | <b>(56 050)</b>            |
| <b><u>Other comprehensive income</u></b>                           |             |                                                |                                   |                            |
| <b>Items that will not be reclassified to net result</b>           |             |                                                |                                   |                            |
| Changes in property, plant and equipment asset revaluation surplus |             | -                                              | 29 393                            | 29 393                     |
| <b>Total other comprehensive income</b>                            |             | <b>-</b>                                       | <b>29 393</b>                     | <b>29 393</b>              |
| <b>Total comprehensive result</b>                                  |             | <b>(320)</b>                                   | <b>(26 977)</b>                   | <b>(26 657)</b>            |

Explanations are provided for variances where the variance exceeds the greater of 10% of the original budgeted amount and 5% of original budgeted total expenses:

- Variance is mainly due to mapping differences between SA Government grants and subsidies (\$44m) and the Original budget. In the Original budget, these are reported as intra-government transfers. In addition, approximately \$9m was received for Screening Transformation project and \$3m for APY Youth programs that were not in the Original budget.
- Funds were received from DTF Contingency Fund for backpay relating to various Enterprise Agreements which were finalised during the year.
- Backpay to employees due to various Enterprise Agreements being finalised during the year.
- As per the Cash Alignment Policy, excess cash was transferred back to DTF after 30 June 2025.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**1.3. Budget performance (continued)**

|                                      | <b>Original<br/>budget<br/>2026<br/>\$'000</b> | <b>Actual<br/>2026<br/>\$'000</b> | <b>Variance<br/>\$'000</b> |
|--------------------------------------|------------------------------------------------|-----------------------------------|----------------------------|
| <b>Investing expenditure summary</b> |                                                |                                   |                            |
| Total new and existing projects      | 3 004                                          | 920                               | (2 084)                    |
| Total annual programs and leases     | 936                                            | 1 741                             | 805                        |
| <b>Total investing expenditure</b>   | <b>3 940</b>                                   | <b>2 661</b>                      | <b>(1 279)</b>             |

**1.4. Significant transactions with government related entities**

Significant transactions with the SA Government are identifiable throughout this financial report, including:

- Note 3.3. Grants and subsidies
- Note 3.4 Intra-government transfers
- Note 4.2 Accommodation provided by the Department for Infrastructure and Transport.

**2. Board and committees**

**2.1. Key management personnel**

Key management personnel of the department include the Minister, the Chief Executive and 10 executive positions. Total compensation for key management personnel was \$3.7 million in 2025-26 and \$3 million in 2024-25.

The compensation disclosed in this note excludes salaries and other benefits the Ministers receive. The Ministers' remuneration and allowances are set by the *Parliamentary Remuneration Act 1990* and the Remuneration Tribunal of SA respectively and are payable from the Consolidated Account under section 6 the *Parliamentary Remuneration Act 1990*. Refer to the administered financial statement.

|                                                         | <b>2026<br/>\$'000</b> | <b>2025<br/>\$'000</b> |
|---------------------------------------------------------|------------------------|------------------------|
| <b>Compensation</b>                                     |                        |                        |
| Salaries and other short term employee related expenses | 3 332                  | 2 679                  |
| Post-employment benefits                                | 403                    | 308                    |
| <b>Total compensation</b>                               | <b>3 735</b>           | <b>2 987</b>           |

**Transactions with key management personnel and other related parties**

Apart from the remuneration for key management personnel, the department did not have any material transactions with key management personnel, their close family members and/or their controlled or jointly controlled entities in 2024-25 and 2025-26.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**2.2. Board and committee members**

Members during the 2025-26 financial year were:

**Risk Management and Audit Committee**

|            |        |         |
|------------|--------|---------|
| C Mitchell | Chair  | Expired |
| N Ashley*  | Member |         |
| E Moran    | Member |         |
| A Reid*    | Member |         |
| S Waters   | Member |         |

**Premier's Council for Women**

|                  |                     |             |
|------------------|---------------------|-------------|
| F Dorman         | Chair               | Reappointed |
| K Dee            | Member              | Appointed   |
| K Jamieson       | Member              | Reappointed |
| S Mapuvire       | Member              | Expired     |
| K Mundy          | Member              | Reappointed |
| N Saunders*      | Member (Ex Officio) | Reappointed |
| E Van Der Linden | Member              | Appointed   |
| K Wanganeen      | Member              | Resigned    |
| H Willcox        | Member              | Appointed   |

**Grants SA Assessment Panel**

|               |        |           |
|---------------|--------|-----------|
| L Albrecht    | Member |           |
| C Bell        | Member |           |
| T Biddlecombe | Member |           |
| I Bosio       | Member |           |
| K Chia        | Member | Appointed |
| C Duncan      | Member |           |
| P Gale        | Member |           |
| Z LeBlond     | Member | Appointed |
| A Musarra*    | Member | Appointed |
| B Nolan       | Member |           |
| T Philavong   | Member | Appointed |
| A Robinson    | Member | Appointed |
| J Russo       | Member |           |
| S Ryan        | Member |           |
| L Solonsch    | Member | Appointed |
| F Vaughan     | Member | Appointed |
| D Webb        | Member |           |

**State Emergency Relief Fund Committee**

|              |        |             |
|--------------|--------|-------------|
| R Ambler*    | Chair  | Expired     |
| N Ashley*    | Member |             |
| K Barr*      | Member | Reappointed |
| M Bradley*   | Member |             |
| T Forde*     | Member | Expired     |
| M Griffiths* | Member | Reappointed |
| S Paul*      | Member | Reappointed |
| R Thamm*     | Member | Appointed   |

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**2.2. Board and committee members (continued)**

**Disability Minister's Advisory Council**

|              |        |
|--------------|--------|
| A Francis    | Chair  |
| S Anna-Faria | Member |
| B Caldwell   | Member |
| K Chia       | Member |
| T Colquhoun  | Member |
| S Crowley    | Member |
| V Heather    | Member |
| A Holden     | Member |
| B Lambert    | Member |
| R Nankivell  | Member |
| B Owen       | Member |
| P Saunders   | Member |
| S Secomb     | Member |
| G Taylor     | Member |

**LGBTIQA+ Minister's Advisory Council**

|             |        |           |
|-------------|--------|-----------|
| Varo*       | Chair  |           |
| J Anderson  | Member |           |
| M Barnes    | Member |           |
| S Bates     | Member |           |
| K Bird      | Member |           |
| D Ford      | Member | Appointed |
| K Gbla      | Member |           |
| L Hackworth | Member |           |
| R Hatwell   | Member |           |
| G Kellis    | Member | Resigned  |
| K Lawler*   | Member |           |
| T Masson*   | Member |           |
| J Scott     | Member | Resigned  |
| H Skene     | Member |           |
| L Solonsch  | Member |           |
| L Tong      | Member | Resigned  |

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**2.2. Board and committee members (continued)**

**Youth Minister's Advisory Council**

|             |        |
|-------------|--------|
| Z Leblond   | Chair  |
| S Ali       | Member |
| J Bingham   | Member |
| L Boundey   | Member |
| E Gill      | Member |
| S Green     | Member |
| T Hoey      | Member |
| A Hughes    | Member |
| T Manivel   | Member |
| A Musarra*  | Member |
| H Staunton  | Member |
| J Tefler    | Member |
| J Tresidder | Member |
| R Vijayan   | Member |

\* Government employees did not receive any remuneration for board/committee duties during the financial year in accordance with the Premier and Cabinet's Circular PC016, *Remuneration for Government Appointed Part-time Board and Committee*.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**2.2. Board and committee members (continued)**

**Board and committee remuneration**

Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, superannuation contributions, salary sacrifice benefits, fringe benefits and any related fringe benefits tax paid.

The number of members whose remuneration received or receivable falls within the following bands:

|                                | <b>2026</b> | <b>2025</b> |
|--------------------------------|-------------|-------------|
| \$0                            | 22          | 60          |
| \$1 - \$19 999                 | 56          | 54          |
| <b>Total number of members</b> | <b>78</b>   | <b>114</b>  |

The total remuneration received or receivable by members was \$0.071 million (2025: \$0.057 million). Remunerations of members includes all costs paid/payables to board members, such as sitting fees, superannuation contributions, salary sacrifice benefits and related fringe benefits tax.

**3. Income**

**3.1. Appropriation**

|                                                                                  | <b>2026</b>    | <b>2025</b>      |
|----------------------------------------------------------------------------------|----------------|------------------|
|                                                                                  | <b>\$'000</b>  | <b>\$'000</b>    |
| Appropriation from Consolidated Account pursuant to the <i>Appropriation Act</i> | 352 792        | 1 203 409        |
| <b>Total appropriation</b>                                                       | <b>352 792</b> | <b>1 203 409</b> |

Appropriation is recognised upon receipt.

Appropriation pursuant to the *Appropriation Act* (the Act) consists of \$352.792 million (2025: \$1,203.409 million) used for operational funding, inclusive of \$3.940 million (2025: \$5.022 million) for capital projects.

The significant decrease in Appropriation from 2024-25 is due to NDIS funds being recognised as an Administered item from 1 July 2025. Transactions and balances relating to administered items are presented in the administered financial statement separately.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**3.2. Fees and charges**

|                               | <b>2026</b>   | <b>2025</b>   |
|-------------------------------|---------------|---------------|
|                               | <b>\$'000</b> | <b>\$'000</b> |
| Client fees                   | 4 509         | 4 640         |
| Business services             | 1 500         | 1 472         |
| Rent                          | 953           | 984           |
| Other fees and charges        | 369           | 343           |
| <b>Total fees and charges</b> | <b>7 331</b>  | <b>7 439</b>  |

Client fees relate to supported accommodation provided to DHS managed clients to help offset the cost of supporting the daily living needs, including provision of utilities, groceries, household consumables etc. Revenue is recognised at a point in time when the support is provided.

Business services are provided to the SA Housing Trust (SAHT) as per the Memorandum of Administrative Arrangements (MoAA), where revenue is recognised when services are provided.

All other fees and charges are recognised upon receipt.

**3.3. Grants and subsidies**

|                                                     | <b>2026</b>   | <b>2025</b>   |
|-----------------------------------------------------|---------------|---------------|
|                                                     | <b>\$'000</b> | <b>\$'000</b> |
| <b>Commonwealth-sourced grants</b>                  |               |               |
| Disability Support for Older Australians            | 16 038        | 15 874        |
| Family, Domestic and Sexual Violence Response       | 9 659         | 9 852         |
| Safety and Wellbeing Programme                      | 6 000         | 1 200         |
| Residential Aged Care                               | 3 392         | 3 371         |
| Living Safe Together Intervention Program Expansion | -             | 748           |
| Other                                               | 2 507         | 3 105         |
| <b>Total Commonwealth-sourced grants</b>            | <b>37 596</b> | <b>34 150</b> |
| <b>SA Government grants and subsidies</b>           |               |               |
| National Education Reform Agreement                 | 22 300        | 21 760        |
| Screening Transformation Program                    | 8 990         | 2 636         |
| Community Development Fund                          | 3 400         | 3 400         |
| APY Lands Youth Programs and Family Services        | 3 371         | 2 662         |
| Funding Central System Replacement                  | -             | 1 823         |
| National Support and Intervention Program           | 1 841         | -             |
| Other grants from SA Government agencies            | 3 962         | 4 300         |
| <b>Total SA Government grants and subsidies</b>     | <b>43 864</b> | <b>36 581</b> |
| <b>Total grants and subsidies</b>                   | <b>81 460</b> | <b>70 731</b> |

The Disability Support for Older Australians is funded under an agreement between the Commonwealth and the department. Revenue is recognised at a point in time and adjusted at the end of the financial year for any unspent funding.

All other Commonwealth-sourced grants and funding are recognised in accordance with AASB 1058 as income on receipt.

SA Government grants and subsidies and transfers are recognised as income on receipt. The funding arrangements either have no enforceable agreement, or the performance obligations are not sufficiently specific.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**3.4. Intra-government transfers**

|                                                            | <b>2026</b>   | <b>2025</b>   |
|------------------------------------------------------------|---------------|---------------|
|                                                            | <b>\$'000</b> | <b>\$'000</b> |
| <b>Transfer received from other SA Government entities</b> |               |               |
| DTF Contingency Fund - Other                               | 61 226        | 30 271        |
| <b>Total intra-government transfers</b>                    | <b>61 226</b> | <b>30 271</b> |

Intra-government transfers are recognised as income on receipt.

The department received additional transfers from the DTF Contingency Fund during 2025-26 to fund employee backpay as a result of various Enterprise Agreements being finalised.

**3.5. Sales of goods and services**

|                                          | <b>2026</b>    | <b>2025</b>    |
|------------------------------------------|----------------|----------------|
|                                          | <b>\$'000</b>  | <b>\$'000</b>  |
| Provision of disability support services | 135 592        | 133 327        |
| Screening check fees                     | 20 446         | 17 809         |
| Interpreter and translator services      | 8 137          | 7 404          |
| <b>Total sales of goods and services</b> | <b>164 175</b> | <b>158 540</b> |

The department recognises revenue from the following major sources:

***Provision of disability support services***

Care is provided in group homes and facilities to assistance with daily personal care and community activities. This includes services such as supported independent living, community participation and support coordination. Revenue is recognised at a point in time which is when the support is provided. These services are billed in arrears.

***Screening check fees***

The department's screening unit provides checks of workers and volunteers to organisations, contributing to creating safe environments for children and other vulnerable people. Prices are set by the State Government, with volunteer checks provided free of charge.

Approximately 85% of requests are paid upon request and approximately 15% of paid by account. Refunds may occasionally occur within a few days of the initial request, often due to a request relating to a current existing screening check.

After a request, the screening check is usually provided within three weeks, with an exception of a small number of checks that may require further investigation or are complex in nature. Revenue is recognised at a point in time that the screening check is requested.

***Interpreter and translator services***

The department's Interpreting and Translating Centre (ITC) provides interpreting and translating assignments to private and business clients from a wide range of cultural and linguistic backgrounds.

Base fee schedules are used to calculate each service request. In some instances, a service may change upon delivery. For example, an extension in translating is required at the time of providing the service and the quoted price may be adjusted. Revenue is recognised when the service is provided.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**3.6. Resources received free of charge**

|                                                | <b>2026</b>   | <b>2025</b>   |
|------------------------------------------------|---------------|---------------|
|                                                | <b>\$'000</b> | <b>\$'000</b> |
| Shared Services SA (SSSA)                      | 4 998         | 4 720         |
| Department of Treasury and Finance (DTF)       | 1 897         | 1 851         |
| Audit Office of South Australia (Audit SA)     | 271           | 312           |
| <b>Total resources received free of charge</b> | <b>7 166</b>  | <b>6 883</b>  |

Contributions of services are recognised only when a fair value can be determined reliably, and the services would be purchased if they had not been donated.

Following Cabinet's approval to cease intra-government charging, the department receives Financial Accounting, Taxation, Payroll, Accounts Payable and Accounts Receivable services from SSSA valued at \$4.926 million (2025: \$4.720 million). In addition, DTF provides ICT services valued at \$1.849 million (2025: \$1.804 million) and media monitoring services valued at \$0.048 million (2025: \$0.047 million). During 2025-26, the department also received audit services free of charge from Audit SA valued at \$0.271 million (2025: \$0.312 million).

**3.7. Other income**

|                                       | <b>2026</b>   | <b>2025</b>   |
|---------------------------------------|---------------|---------------|
|                                       | <b>\$'000</b> | <b>\$'000</b> |
| Recoveries                            | 4 248         | 2 574         |
| Assets received for nil consideration | 5 761         | -             |
| Other                                 | 86            | 505           |
| <b>Total other income</b>             | <b>10 095</b> | <b>3 079</b>  |

Recoveries mainly relate to the recovery of funds for grants, salaries and wages and goods and services.

Assets received for nil consideration relate to the Amata Family Wellbeing Centre which was transferred from SA Health.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**4. Expenses**

**4.1. Employee related expenses**

|                                        | <b>2026</b>    | <b>2025</b>    |
|----------------------------------------|----------------|----------------|
|                                        | <b>\$'000</b>  | <b>\$'000</b>  |
| Salaries and wages                     | 282 556        | 236 790        |
| Superannuation                         | 36 998         | 29 968         |
| Annual leave                           | 28 887         | 23 714         |
| Payroll Tax                            | 17 627         | 14 656         |
| Workers compensation                   | 8 155          | 16 787         |
| Long service leave                     | 7 966          | 5 650          |
| Skills and experience retention leave  | 1 211          | 971            |
| Targeted voluntary separation packages | 396            | 555            |
| Eligible termination payments          | 227            | 540            |
| Board and committee fees               | 83             | 58             |
| Other employee related expenses        | 652            | 613            |
| <b>Total employee related expenses</b> | <b>384 758</b> | <b>330 302</b> |

The superannuation expense represents the department's contributions to superannuation plans in respect of current services of current employees.

**Remuneration of employees**

The number of employees whose remuneration received or receivable falls within the following bands:

|                         | <b>2026</b> | <b>2025</b> |
|-------------------------|-------------|-------------|
|                         | <b>No.</b>  | <b>No.</b>  |
| \$171,001 to \$177,000* | n/a         | 3           |
| \$177,001 to \$197,000  | 87          | 16          |
| \$197,001 to \$217,000  | 18          | 10          |
| \$217,001 to \$237,000  | 22          | 7           |
| \$237,001 to \$257,000  | 9           | 5           |
| \$257,001 to \$277,000  | 6           | 3           |
| \$277,001 to \$297,000  | 3           | 1           |
| \$297,001 to \$317,000  | 1           | 1           |
| \$317,001 to \$337,000  | -           | 3           |
| \$337,001 to \$357,000  | 4           | -           |
| \$357,001 to \$377,000  | -           | 2           |
| \$377,001 to \$397,000  | 1           | -           |
| \$457,001 to \$477,000  | -           | 1           |
| \$517,001 to \$537,000  | -           | 1           |
| \$557,001 to \$577,000  | 1           | -           |
| <b>Total</b>            | <b>152</b>  | <b>53</b>   |

\* This band has been included for the purposes of reporting comparative figures on the executive base level remuneration rate for 2024-25.

The table includes all employees whose normal remuneration was equal to or greater than the base executive remuneration level during the year. Remuneration of employees reflects all costs of employment including salaries and wages, payments in lieu of leave, superannuation contributions, salary sacrifice benefits and fringe benefits and any fringe benefits tax paid or payable in respect of those benefits as well as any termination benefits for employees who have left the department.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**4.1. Employee related expenses (continued)**

Total remuneration received by these employees for the year was \$32.157 million (2025: \$12.478 million). During 2025-26 various Enterprise Agreements were finalised which resulted in significant employee backpay. This increased the number of employees receiving remuneration within the disclosure bands.

***Targeted voluntary separation packages (TVSPs)***

The number of employees who received a TVSP during the reporting period was 4 (2025: 6).

|                                             | <b>2026</b>   | <b>2025</b>   |
|---------------------------------------------|---------------|---------------|
|                                             | <b>\$'000</b> | <b>\$'000</b> |
| <b>Amounts paid to separated employees:</b> |               |               |
| Targeted voluntary separation packages      | 396           | 555           |
| Leave paid to separated employees           | 181           | 138           |
| <b>Net cost to the department</b>           | <b>577</b>    | <b>693</b>    |

**4.2. Supplies and services**

|                                                  | <b>2026</b>    | <b>2025</b>    |
|--------------------------------------------------|----------------|----------------|
|                                                  | <b>\$'000</b>  | <b>\$'000</b>  |
| Contractors and agency staff                     | 23 268         | 21 273         |
| Accommodation                                    | 16 638         | 15 629         |
| Information technology and communication charges | 16 669         | 16 888         |
| Brokerage care services                          | 10 864         | 13 697         |
| Business services                                | 7 004          | 7 242          |
| Client related expenses                          | 6 884          | 6 890          |
| Crimtrac history check fees                      | 4 820          | 4 996          |
| Motor vehicles                                   | 4 356          | 3 800          |
| Minor equipment                                  | 3 515          | 3 484          |
| Printing, stationery, postage and periodicals    | 1 884          | 1 581          |
| Insurance                                        | 1 709          | 1 903          |
| Travel and accommodation                         | 1 707          | 1 332          |
| Repairs and maintenance                          | 1 566          | 1 440          |
| Seminars courses and training                    | 1 417          | 1 723          |
| Consultants                                      | 990            | 369            |
| Community contracts                              | 1 127          | 538            |
| Drugs and medical supplies                       | 244            | 233            |
| Low-value leases                                 | 159            | 115            |
| Short term leases                                | 125            | 111            |
| Other                                            | 9 178          | 8 820          |
| <b>Total supplies and services</b>               | <b>114 124</b> | <b>112 064</b> |

***Accommodation***

Most of the department's accommodation is provided by the Department for Infrastructure and Transport (DIT) under Memoranda of Administrative Arrangement (MoAA) issued in accordance with Government-wide accommodation policies. These arrangements do not meet the definition of a lease and accordingly are expensed.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
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**4.3. Grants and funded services**

|                                         | <b>2026</b>    | <b>2025</b>    |
|-----------------------------------------|----------------|----------------|
|                                         | <b>\$'000</b>  | <b>\$'000</b>  |
| Funded services - not-for-profit entity | 163 219        | 152 763        |
| Funded services - Local Government      | 2 944          | 2 927          |
| Grant - not-for-profit entity           | 5 815          | 10 785         |
| Grant - Local Government                | 891            | 1 151          |
| Intra-Government fund transfer          | 1 943          | 1 511          |
| Other                                   | 965            | 251            |
| <b>Total grants and funded services</b> | <b>175 777</b> | <b>169 388</b> |

Grants and funded services paid are usually subject to terms and conditions set out in the contract, correspondence or by legislation. Funded services are paid to not-for-profit organisations to provide goods and/or services on behalf of the department.

**4.4. NDIS expenses**

From 1 July 2025, NDIS payments are recognised as an Administered item. Transactions and balances relating to administered items are presented in the administered financial statements separately. Total NDIS expenses for 2024-2025 was \$880.724 million.

**4.5. Assets transferred for nil consideration**

|                                                       | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------------|---------------|---------------|
|                                                       | <b>\$'000</b> | <b>\$'000</b> |
| Land                                                  | -             | 14 690        |
| <b>Total assets transferred for nil consideration</b> | <b>-</b>      | <b>14 690</b> |

Jonah Drive, Cavan was transferred to Department of Correctional Services in 2024-25.

**Department of Human Services**  
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**4.6. Net gain / (loss) from disposal of assets**

|                                                             | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------------------|---------------|---------------|
|                                                             | <b>\$'000</b> | <b>\$'000</b> |
| <b><u>Land and buildings</u></b>                            |               |               |
| Proceeds from disposal                                      | 2 300         | -             |
| Less carrying amount of assets disposed                     | (1 474)       | -             |
| <b>Net gain/(loss) from disposal of land and buildings</b>  | <b>826</b>    | <b>-</b>      |
| <b><u>Plant and equipment</u></b>                           |               |               |
| Proceeds from disposal                                      | -             | -             |
| Less carrying amount of assets disposed                     | (391)         | (108)         |
| <b>Net gain/(loss) from disposal of plant and equipment</b> | <b>(391)</b>  | <b>(108)</b>  |
| <b><u>Total disposal of assets</u></b>                      |               |               |
| Total proceeds from disposal                                | 2 300         | -             |
| Less total carrying amount of assets disposed               | (1 865)       | (108)         |
| <b>Net gain/(loss) from disposal of owned assets</b>        | <b>435</b>    | <b>(108)</b>  |
| <b>Total net gain/(loss) from disposal of assets</b>        | <b>435</b>    | <b>(108)</b>  |

**4.7. Cash alignment transfers**

|                                                          | <b>2026</b>   | <b>2025</b>   |
|----------------------------------------------------------|---------------|---------------|
|                                                          | <b>\$'000</b> | <b>\$'000</b> |
| Return of surplus cash pursuant to cash alignment policy | 57 721        | -             |
| <b>Total cash alignment transfers</b>                    | <b>57 721</b> | <b>-</b>      |

**4.8. Other expenses**

|                                       | <b>2026</b>   | <b>2025</b>   |
|---------------------------------------|---------------|---------------|
|                                       | <b>\$'000</b> | <b>\$'000</b> |
| Donated assets                        | -             | 587           |
| Interest expense on lease liabilities | 55            | 203           |
| Impairment loss                       | -             | 430           |
| Impairment of receivables             | 33            | (204)         |
| Other                                 | 317           | 345           |
| <b>Total other expenses</b>           | <b>405</b>    | <b>1 361</b>  |

**Other**

Audit fees include the fair value of resources received free of charge for audit services received from Audit SA of \$0.271 million (2025: \$0.312 million) for work performed under the *Public Finance and Audit Act 1987*. No other services were provided by Audit SA.

**Department of Human Services**  
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**5. Assets**

**5.1. Financial assets**

|                                                    | <b>2026</b>     | <b>2025</b>     |
|----------------------------------------------------|-----------------|-----------------|
|                                                    | <b>Carrying</b> | <b>Carrying</b> |
|                                                    | <b>amount</b>   | <b>amount</b>   |
|                                                    | <b>\$'000</b>   | <b>\$'000</b>   |
| <b>Financial assets measured at amortised cost</b> |                 |                 |
| Cash and cash equivalents                          | 179 311         | 224 218         |
| Contractual receivables                            | 9 172           | 10 204          |
| <b>Total financial assets</b>                      | <b>188 483</b>  | <b>234 422</b>  |

**5.2. Cash and cash equivalents**

|                                                                               | <b>2026</b>    | <b>2025</b>    |
|-------------------------------------------------------------------------------|----------------|----------------|
|                                                                               | <b>\$'000</b>  | <b>\$'000</b>  |
| <b>Deposits with the Treasurer (special deposit accounts)</b>                 |                |                |
| Operating Account                                                             | 177 773        | 222 647        |
| Other deposits                                                                | 1 517          | 1 550          |
| <b>Total deposits with the Treasurer (special deposit accounts)</b>           | <b>179 290</b> | <b>224 197</b> |
| Advance accounts                                                              | 21             | 21             |
| <b>Total cash and cash equivalents in the Statement of Financial Position</b> | <b>179 311</b> | <b>224 218</b> |
| <b>Total cash and cash equivalents in the Statement of Cash Flows</b>         | <b>179 311</b> | <b>224 218</b> |

***Deposits with the Treasurer***

Special deposit accounts are established under section 8 of the *Public Finance and Audit Act 1987*. Special deposit accounts must be used in accordance with their approved purpose.

The department does not earn interest on its deposits with the Treasurer. Some of the department's appropriation is deposited into the Accrual Appropriation Excess Funds account. Although the department controls the money in the Accrual Appropriation Excess Funds account, its use must be approved by the Treasurer. The balance of the Accrual Appropriation Excess Fund account at 30 June is \$135.185 million (2025: \$135.185 million).

**Department of Human Services**  
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**5.3. Receivables**

|                                                 | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------|---------------|---------------|
|                                                 | <b>\$'000</b> | <b>\$'000</b> |
| <b><u>Current</u></b>                           |               |               |
| <b><u>Contractual receivables</u></b>           |               |               |
| From SA government entities                     | 1 763         | 2 946         |
| From non-SA government entities                 | 7 509         | 7 409         |
| Less impairment loss on contractual receivables | (100)         | (151)         |
| <b>Total contractual receivables</b>            | <b>9 172</b>  | <b>10 204</b> |
| Recoveries for NDIS contributions               | -             | 7 684         |
| Accrued revenue                                 | 4 475         | 5 328         |
| GST input tax recoverable                       | 2 725         | 2 575         |
| Prepayments                                     | 2 109         | 1 716         |
| Overpaid salaries                               | 571           | 599           |
| Other receivables                               | 149           | 146           |
| <b>Total current receivables</b>                | <b>19 201</b> | <b>28 252</b> |
| <b><u>Non-current</u></b>                       |               |               |
| Other receivables - workers compensation        | 757           | 806           |
| <b>Total non-current receivables</b>            | <b>757</b>    | <b>806</b>    |
| <b>Total receivables</b>                        | <b>19 958</b> | <b>29 058</b> |

Contractual receivables arise in the normal course of selling goods and services to other government agencies and to the public. Contractual receivables are normally settled within 30 days after the issue of an invoice, or the goods/services have been provided under a contractual arrangement.

It is not anticipated that counterparties will fail to discharge their obligations, other than those recognised in the impairment loss of receivable. The carrying number of contractual receivables approximates net fair value due to being receivable on demand.

There is no concentration of credit risk. Refer to note 9.2 for information on risk management.

Receivables, prepayments and accrued revenues are non-interest bearing. Receivables are held with the objective of collecting the contractual cash flows and they are measured at amortised cost.

***Impairment of contractual receivables***

The department has adopted the simplified impairment approach under AASB 9 *Financial Instruments* and measured lifetime expected credit losses on all contractual receivables using an allowance matrix as a practical expedient to measure the impairment allowance.

***Allowance for impairment loss on contractual receivables***

|                                                               | <b>2026</b>   | <b>2025</b>   |
|---------------------------------------------------------------|---------------|---------------|
|                                                               | <b>\$'000</b> | <b>\$'000</b> |
| <b>Carrying amount at the beginning of the period</b>         | <b>151</b>    | <b>393</b>    |
| Increase/(decrease) in allowance recognised in profit or loss | 33            | (204)         |
| Amounts written off                                           | (84)          | (38)          |
| <b>Carrying amount at the end of the period</b>               | <b>100</b>    | <b>151</b>    |

Impairment losses to receivables arising from contracts with customers that are external to SA Government were recognised in relation to contract asset during the year. Refer to note 9.2 for details regarding credit risk and the methodology for determining impairment.

**Department of Human Services**  
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#### **5.4. Inventories**

Total current inventories as at 30 June 2026 is \$0.337 million (2025: \$0.296 million).

Inventories held for distribution at no or nominal consideration are measured at cost and adjusted when applicable for any loss of service potential.

Cost for all other inventory is measured on the basis of the first-in, first-out method. Net realisable value is determined using the estimated sales proceeds less costs incurred in marketing, selling and distribution to customers.

##### ***Cost of inventories***

The cost recognised as an expense for raw materials and consumables is \$0.041 million.

#### **5.5. Useful life and depreciation of non-financial assets**

##### ***Depreciation expense***

All non-current assets, with a limited useful life, are systematically depreciated over their useful lives in a manner that reflects the consumption of their service potential. Land and non-current assets held for sale are not depreciated.

##### ***Useful life***

Depreciation and amortisation are calculated on a straight-line basis over the estimated useful life as follows:

| <b><i>Class of asset</i></b>             | <b><i>Useful life (years)</i></b> |
|------------------------------------------|-----------------------------------|
| Buildings                                | 1-50                              |
| Accommodation and leasehold improvements | 2-17                              |
| Plant and equipment                      | 5-15                              |
| Right-of-use buildings                   | lease term (1-8 years)            |
| Computer software                        | 3-10                              |

##### ***Review of accounting estimates***

Assets' residual values, useful lives and amortisation methods are reviewed and adjusted, if appropriate, on an annual basis. Changes in the expected life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the time period or method, as appropriate.

The department revalued its buildings as at 30 June 2026 which resulted in an increase in the fair value of the buildings. The impact of this on future depreciation expense is estimated to be \$1.311 million.

Depreciation and amortisation expenses are presented in the reconciliation tables in note 5.7 and note 5.11.

#### **5.6. Non-current asset classified held for sale**

|                                                             | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------------------|---------------|---------------|
|                                                             | <b>\$'000</b> | <b>\$'000</b> |
| Land                                                        | -             | 1 250         |
| Building                                                    | -             | 217           |
| <b>Total non-current assets classified as held for sale</b> | <b>-</b>      | <b>1 467</b>  |

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**5.7. Property, plant and equipment by asset class**

Property, plant and equipment comprise owned and right-of-use (leased) tangible assets that do not meet the definition of investment property.

**Reconciliation 2025-26**

|                                                                | Land          | Buildings      | Accommodation<br>and leasehold<br>improvements | Plant and equipment | ROU<br>buildings | Total          |
|----------------------------------------------------------------|---------------|----------------|------------------------------------------------|---------------------|------------------|----------------|
|                                                                | \$'000        | \$'000         | \$'000                                         | \$'000              | \$'000           | \$'000         |
| <b>Carrying amount at 1 July 2025</b>                          | <b>64 851</b> | <b>117 558</b> | <b>3 482</b>                                   | <b>3 354</b>        | <b>1 333</b>     | <b>190 578</b> |
| Additions                                                      | -             | -              | -                                              | 360                 | -                | 360            |
| Disposals                                                      | (1 250)       | (217)          | -                                              | (26)                | -                | (1 493)        |
| Asset derecognised                                             | -             | (8)            | -                                              | (364)               | -                | (372)          |
| Assets classified as held for sale                             | 1 250         | 217            | -                                              | -                   | -                | 1 467          |
| Donated assets                                                 | -             | 5 761          | -                                              | -                   | -                | 5 761          |
| Revaluation increment/(decrement)                              | 11 391        | 18 002         | -                                              | -                   | -                | 29 393         |
| Transfers (to)/from works in progress                          | -             | 119            | -                                              | 661                 | -                | 780            |
| Other movements                                                | -             | -              | -                                              | -                   | (3)              | (3)            |
| <b>Subtotal:</b>                                               | <b>76 242</b> | <b>141 432</b> | <b>3 482</b>                                   | <b>3 985</b>        | <b>1 330</b>     | <b>226 471</b> |
| <b>Gains/(losses) for the period recognised in net result:</b> |               |                |                                                |                     |                  |                |
| Depreciation and amortisation for the year                     | -             | (6 340)        | (667)                                          | (911)               | (347)            | (8 265)        |
| <b>Subtotal:</b>                                               | <b>-</b>      | <b>(6 340)</b> | <b>(667)</b>                                   | <b>(911)</b>        | <b>(347)</b>     | <b>(8 265)</b> |
| <b>Carrying amount at the end of the period</b>                | <b>76 242</b> | <b>135 092</b> | <b>2 815</b>                                   | <b>3 074</b>        | <b>983</b>       | <b>218 206</b> |
| <b>Gross carrying amount</b>                                   |               |                |                                                |                     |                  |                |
| Gross carrying amount                                          | 76 242        | 135 092        | 8 545                                          | 8 124               | 1 654            | 229 657        |
| Accumulated depreciation/amortisation                          | -             | -              | (5 730)                                        | (5 050)             | (671)            | (11 451)       |
| <b>Carrying amount at the end of the period</b>                | <b>76 242</b> | <b>135 092</b> | <b>2 815</b>                                   | <b>3 074</b>        | <b>983</b>       | <b>218 206</b> |

All property, plant and equipment owned by the department are classified in the level 3 fair value hierarchy except for land valued at \$70.054 million and buildings valued at \$4.189 million are classified in level 2, with total depreciation of \$0.405 million also classified in level 2. Capital works in progress are not classified. Refer to note 9.1 for more information about the fair value hierarchy and note 6.3 for details about the lease liability for right-of-use assets and liabilities.

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**5.7. Property, plant and equipment by asset class (continued)**

**Reconciliation 2024-25**

|                                                                | Land<br>\$'000 | Buildings<br>\$'000 | Accommodation<br>and leasehold<br>improvements<br>\$'000 | Plant and equipment<br>\$'000 | ROU<br>buildings<br>\$'000 | ROU vehicles<br>\$'000 | Total<br>\$'000 |
|----------------------------------------------------------------|----------------|---------------------|----------------------------------------------------------|-------------------------------|----------------------------|------------------------|-----------------|
| <b>Carrying amount at 1 July 2024</b>                          | <b>74 560</b>  | <b>89 612</b>       | <b>4 150</b>                                             | <b>4 264</b>                  | <b>1 482</b>               | <b>2 189</b>           | <b>176 257</b>  |
| Prior period adjustment                                        | -              | (2 454)             | -                                                        | -                             | -                          | -                      | (2 454)         |
| <b>Restated carrying amount at 1 July 2024</b>                 | <b>74 560</b>  | <b>87 158</b>       | <b>4 150</b>                                             | <b>4 264</b>                  | <b>1 482</b>               | <b>2 189</b>           | <b>173 803</b>  |
| Additions                                                      | -              | -                   | -                                                        | 65                            | 249                        | 3 583                  | 3 897           |
| Disposals - write off                                          | -              | -                   | -                                                        | (108)                         | -                          | -                      | (108)           |
| Asset derecognised                                             | -              | -                   | -                                                        | -                             | -                          | (4 669)                | (4 669)         |
| Assets classified as held for sale                             | (1 250)        | (217)               | -                                                        | -                             | -                          | -                      | (1 467)         |
| Donated assets                                                 | -              | -                   | -                                                        | (587)                         | -                          | -                      | (587)           |
| Impairment assets                                              | -              | (429)               | -                                                        | -                             | -                          | -                      | (429)           |
| Revaluation increment/(decrement)                              | 6 231          | 11 490              | -                                                        | -                             | -                          | -                      | 17 721          |
| Transfers (to)/from works in progress                          | -              | 24 375              | -                                                        | 687                           | -                          | -                      | 25 062          |
| Assets transferred out at nil consideration                    | (14 690)       | -                   | -                                                        | -                             | -                          | -                      | (14 690)        |
| <b>Subtotal:</b>                                               | <b>64 851</b>  | <b>122 377</b>      | <b>4 150</b>                                             | <b>4 321</b>                  | <b>1 731</b>               | <b>1 103</b>           | <b>198 533</b>  |
| <b>Gains/(losses) for the period recognised in net result:</b> |                |                     |                                                          |                               |                            |                        |                 |
| Depreciation and amortisation for the year                     | -              | (4 819)             | (668)                                                    | (967)                         | (398)                      | (1 103)                | (7 955)         |
| <b>Subtotal:</b>                                               | <b>-</b>       | <b>(4 819)</b>      | <b>(668)</b>                                             | <b>(967)</b>                  | <b>(398)</b>               | <b>(1 103)</b>         | <b>(7 955)</b>  |
| <b>Carrying amount at the end of the period</b>                | <b>64 851</b>  | <b>117 558</b>      | <b>3 482</b>                                             | <b>3 354</b>                  | <b>1 333</b>               | <b>-</b>               | <b>190 578</b>  |
| <b>Gross carrying amount</b>                                   |                |                     |                                                          |                               |                            |                        |                 |
| Gross carrying amount                                          | 64 851         | 117 558             | 8 556                                                    | 8 348                         | 1 939                      | -                      | 201 252         |
| Accumulated depreciation/amortisation                          | -              | -                   | (5 074)                                                  | (4 994)                       | (606)                      | -                      | (10 674)        |
| <b>Carrying amount at the end of the period</b>                | <b>64 851</b>  | <b>117 558</b>      | <b>3 482</b>                                             | <b>3 354</b>                  | <b>1 333</b>               | <b>-</b>               | <b>190 578</b>  |

All property, plant and equipment owned by the department are classified in the level 3 fair value hierarchy except for land valued at \$54.145 million and buildings valued at \$3.263 million are classified in level 2, with total depreciation of \$0.367 million also classified in level 2. Capital works in progress are not classified. Refer to note 9.1 for more information about the fair value hierarchy and note 6.3 for details about the lease liability for right-of-use assets and liabilities.

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**5.8. Property, plant and equipment owned by the department**

Pursuant to APS 116.A, the department received approval from DTF to increase the asset materiality threshold for property, plant and equipment from \$10 000 to \$15 000, effective 1 December 2025. Accordingly, property, plant and equipment owned by the department with a value equal to or in excess of \$15 000 is capitalised, otherwise it is expensed.

As of 30 November 2025, there were 76 assets with a net value of approximately \$350 000 which had an original purchase price below \$15 000. In addition, there were two assets capitalised after 1 December 2025, with a total purchase price of \$28 000. These assets were subsequently expensed.

Owned property, plant and equipment is measured at fair value. Upon revaluation, any accumulated depreciation is eliminated against the gross carrying amounts of the assets and the net amounts are restated to the revalued amounts of the asset.

***Impairment***

Property, plant and equipment owned by the department is assessed for impairment on an annual basis. At 30 June 2025, a building in Woodville was determined to have structural damage caused by a combination of termites and wood rot. At 30 June 2026, the asset was still fully impaired.

**5.9. Property, plant and equipment leased by the department**

Right-of-use (ROU) assets for property, plant and equipment leased by the department as lessee are measured at cost.

Short-term leases of 12 months or less and low value leases, where the underlying asset value is less than \$15 000 are not recognised as ROU assets. The associated lease payments are recognised as an expense and are disclosed in note 4.2.

The department has a limited number of leases:

- One lease with DIT for a residential property in Ceduna, with rent paid monthly. No contingent rental provisions exist within the lease agreement and there is no right of renewal at the end of the lease.
- One lease with TAFE SA for office accommodation at Whyalla campus with rent paid monthly. No contingent rental provisions exist within the lease agreement and there is an option to renew the lease at the end of its term.
- One lease with Southern Adelaide Local Health Network Incorporated acting through Drug and Alcohol Services South Australia for office accommodation at Stepney. Rent is invoiced on a quarterly basis and is payable in advance. No contingent rental provisions exist within the lease agreement and there is no right of renewal at the end of its lease.
- One lease with SAHT for property as part of the Community Lease Program. Rent is paid monthly in advance. No contingent rental provisions exist within the lease agreement and there is no right of renewal at the end of its lease.
- One lease with the Noarlunga Health Village for office accommodation as part of the Strong Start Program. Rent is paid monthly in advance. No contingent rental provisions exist within the lease agreement and there is no right of renewal at the end of its lease.

The lease liabilities related to the ROU assets and the department's maturity analysis of its lease liabilities are disclosed in note 6.3. Expenses related to leases, including amortisation and interest expenses, are disclosed in note 5.7 and 4.8. Cash outflows related to leases are disclosed in note 7.2.

***Impairment***

Property, plant and equipment leased by the department has been assessed for impairment. There was no indication of impairment. No impairment loss or reversal of impairment loss was recognised.

**Department of Human Services**  
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**5.10. Capital works in progress**

|                                                   | <b>2026</b>   | <b>2025</b>   |
|---------------------------------------------------|---------------|---------------|
|                                                   | <b>\$'000</b> | <b>\$'000</b> |
| Property, plant and equipment in progress at cost | 400           | 776           |
| <b>Total capital works in progress</b>            | <b>400</b>    | <b>776</b>    |

The following table shows the movement of capital works in progress:

|                                                       | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------------|---------------|---------------|
|                                                       | <b>\$'000</b> | <b>\$'000</b> |
| <b>Carrying amount at the beginning of the period</b> | <b>776</b>    | <b>23 962</b> |
| Purchases                                             | 404           | 1 876         |
| Transfers to completed works                          | (780)         | (25 062)      |
| <b>Carrying amount at the end of the period</b>       | <b>400</b>    | <b>776</b>    |

Capital works in progress is not classified in the fair value hierarchy. Refer to note 9.1 for more information.

**5.11. Intangible assets**

The department has intangible assets relating to both internally developed and externally acquired computer software. Intangible assets are initially measured at cost and are tested for indications of impairment at each reporting date. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and any accumulated impairment losses.

The acquisition of internally developed software is capitalised only when the expenditure meets the definition and recognition criteria and when the amount of expenditure is greater than or equal to \$15 000.

All research and development costs that do not meet the capitalisation criteria outlined in AASB 138 *Intangible Assets* are expensed. There was no indication of impairment for intangible assets as at 30 June 2026.

The following table shows the movement of intangible assets:

|                                                       | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------------|---------------|---------------|
|                                                       | <b>\$'000</b> | <b>\$'000</b> |
| <b>Carrying amount at the beginning of the period</b> | <b>-</b>      | <b>313</b>    |
| Amortisation                                          | -             | (313)         |
| <b>Carrying amount at the end of the period</b>       | <b>-</b>      | <b>-</b>      |
| <b>Gross carrying amount</b>                          |               |               |
| Gross carrying amount                                 | 11 962        | 11 962        |
| Accumulated amortisation                              | (11 962)      | (11 962)      |
| <b>Carrying amount at the end of the period</b>       | <b>-</b>      | <b>-</b>      |

Internally developed computer software has been fully depreciated.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**6. Liabilities**

**6.1. Financial liabilities**

|                                                         | <b>2026</b>     | <b>2025</b>     |
|---------------------------------------------------------|-----------------|-----------------|
|                                                         | <b>Carrying</b> | <b>Carrying</b> |
|                                                         | <b>amount</b>   | <b>amount</b>   |
|                                                         | <b>\$'000</b>   | <b>\$'000</b>   |
| <b>Financial liabilities measured at amortised cost</b> |                 |                 |
| Contractual payables                                    | 8 039           | 17 751          |
| Lease liabilities                                       | 1 085           | 1 414           |
| <b>Total financial liabilities</b>                      | <b>9 124</b>    | <b>19 165</b>   |

**6.2. Payables**

|                               | <b>2026</b>   | <b>2025</b>   |
|-------------------------------|---------------|---------------|
|                               | <b>\$'000</b> | <b>\$'000</b> |
| <b><u>Current</u></b>         |               |               |
| Contractual payables          | 8 039         | 17 751        |
| Unearned revenue              | 760           | 1 270         |
| Other                         | 1 422         | 1 210         |
| <b>Total current payables</b> | <b>10 221</b> | <b>20 231</b> |
| <b>Total payables</b>         | <b>10 221</b> | <b>20 231</b> |

Payables and accruals are recognised for all amounts owed and unpaid. All payables are non-interest bearing. The carrying amount of payables represents approximate net fair value due to their short-term nature.

**Contractual payables**

Contractual payables are liabilities that arises from contracts. They include trade payables and accrued expenses. Accrued expenses are expenses incurred but not yet invoiced or paid. The balances are transferred to trade payables when invoices are received.

Contractual payables are normally settled within 15 days from the date the invoice is first received.

**6.3. Other financial liabilities**

The department's financial liabilities are all lease liabilities of \$1.085 million (2025: \$1.414 million), refer to note 5.9. The department measures these at discounted future lease payments using either the interest rate implicit in the lease (where it is readily determined) or DTFs incremental borrowing rate. There were no defaults or breaches throughout the year.

The interest expense associated with these lease liabilities was \$0.05 million (2025: \$0.2 million). The department does not capitalise borrowing costs.

A maturity of lease liabilities based on undiscounted gross cash flows is reported in the table below:

|                                                    | <b>2026</b>   | <b>2025</b>   |
|----------------------------------------------------|---------------|---------------|
|                                                    | <b>\$'000</b> | <b>\$'000</b> |
| <b>Lease liabilities</b>                           |               |               |
| Within one year                                    | 290           | 329           |
| Later than one year but not longer than five years | 795           | 1 085         |
| <b>Total lease liabilities (undiscounted)</b>      | <b>1 085</b>  | <b>1 414</b>  |

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**6.4. Employee related liabilities**

|                                                       | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------------|---------------|---------------|
|                                                       | <b>\$'000</b> | <b>\$'000</b> |
| <b><u>Current</u></b>                                 |               |               |
| Annual leave                                          | 31 174        | 27 085        |
| Accrued salaries and wages                            | 11 403        | 9 061         |
| Long service leave                                    | 4 000         | 3 690         |
| Skills and experience retention leave                 | 1 460         | 1 298         |
| Employment on-costs                                   | 8 052         | 6 874         |
| <b>Total current employee related liabilities</b>     | <b>56 089</b> | <b>48 008</b> |
| <b><u>Non-current</u></b>                             |               |               |
| Long service leave                                    | 35 997        | 33 209        |
| Employment on-costs                                   | 3 778         | 3 485         |
| <b>Total non-current employee related liabilities</b> | <b>39 775</b> | <b>36 694</b> |
| <b>Total employee related liabilities</b>             | <b>95 864</b> | <b>84 702</b> |

Employee related liabilities are accrued as a result of services provided up to the reporting date that remain unpaid. Apart from long service leave liability, employee related liabilities are measured at nominal amounts.

***Salary and wages, annual leave, skills and experience retention leave and sick leave***

The liability for salary and wages is measured as the amount unpaid at remuneration rates current at reporting date.

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

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

***Long service leave***

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method.

AASB 119 *Employee Benefits* contains the calculation methodology for long service leave liability.

The expected timing and amount of long service leave payments is determined through whole-of-government actuarial calculations, which are based on actuarial assumptions on expected future salary and wages levels, experience of employee departures and periods of service. These assumptions are based on employee data over SA Government entities.

The discount rate used in measuring the liability is reflective of the yield on long-term Commonwealth Government bonds at the discount rate in the measurement of the long service leave liability. The yield on long-term Commonwealth Government bonds has increased from 4.25% to 4.75% in 2026.

The bond yield is used as the rate to discount future long service leave cash flows.

The net financial effect of the changes to actuarial assumptions in the current financial year is immaterial. The impact on future periods is impracticable to estimate as the long service leave liability is calculated using a number of demographical and financial assumptions – including the long-term discount rate.

The actuarial assessment performed by DTF left the salary inflation rate the same at 3.5% for the long service leave liability. As a result, there is no net financial effect resulting from changes in the salary inflation rate.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**6.4. Employee related liabilities (continued)**

The current portion of employee related liabilities reflects the amount for which the department does not have right to defer settlement for at least 12 months after reporting date. For long service leave, the amount relates to leave approved before year end that will be taken within 12 months, expected amount of leave to be approved and taken by eligible employees within 12 months, and expected amount of leave to be paid on termination to eligible employees within 12 months.

***Employment on-costs liabilities***

Employment on-costs liabilities include payroll tax, Fringe Benefits Tax, Pay As You Go Withholding, ReturnToWorkSA levies and superannuation contributions. They are settled when the respective employee benefits that they relate to are discharged. These on-costs liabilities primarily relate to the balance of leave owing to employees. The estimated proportion of long service leave to be taken as leave, rather than to be paid on termination, affects whether certain on-costs liabilities recognised as a consequence of long service leave liabilities.

The department contributes to several State Government and externally managed superannuation schemes. These contributions are treated as an expense when they occur. There is no liability for payments to beneficiaries as they have been assumed by the respective superannuation schemes. The only liability outstanding at reporting date relates to any contributions due but not yet paid to respective superannuation funds.

As a result of an actuarial assessment performed by DTF, the proportion of long service leave taken as leave has remained the same at 44% in 2025 and 2026. The average factor for the calculation of employer superannuation on-costs has remained the same at 12% in 2025 and 2026. These rates are used in the employment on-cost calculation. The net financial effect of the changes on employment on-cost and employee benefit expense are immaterial. The impact on future periods is impracticable to estimate.

**6.5. Provisions**

|                                     | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------|---------------|---------------|
|                                     | <b>\$'000</b> | <b>\$'000</b> |
| <b><u>Current</u></b>               |               |               |
| Workers compensation                | 12 264        | 11 668        |
| Insurance                           | 1 636         | 1 226         |
| <b>Total current provisions</b>     | <b>13 900</b> | <b>12 894</b> |
| <b><u>Non-current</u></b>           |               |               |
| Workers compensation                | 44 336        | 46 694        |
| <b>Total non-current provisions</b> | <b>44 336</b> | <b>46 694</b> |
| <b>Total provisions</b>             | <b>58 236</b> | <b>59 588</b> |

***Reconciliation of workers compensation***

|                                                               | <b>2026</b>   | <b>2025</b>   |
|---------------------------------------------------------------|---------------|---------------|
|                                                               | <b>\$'000</b> | <b>\$'000</b> |
| <b>Carrying amount at the beginning of the period</b>         | <b>58 362</b> | <b>51 095</b> |
| Increase/(Decrease) to provision due to revision of estimates | 8 156         | 16 225        |
| Reduction due to payments                                     | (9 918)       | (8 958)       |
| <b>Carrying amount at the end of the period</b>               | <b>56 600</b> | <b>58 362</b> |

The department is an self-insured employer under the *Return to Work Act 2014*. Under a scheme arrangement, the department is responsible for the management of workers rehabilitation and compensation and is directly responsible for meeting the cost of workers' compensation claims and the implementation and funding of preventive programs.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**6.5. Provisions (continued)**

Accordingly, a liability has been reported to reflect unsettled workers compensation claims (statutory and additional compensation schemes). The workers compensation provision is based on an actuarial assessment of the outstanding liability as at 30 June 2026 provided by a consulting actuary engaged through the Office of the Commissioner of Public Sector Employment.

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

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

**Reconciliation of insurance provision**

The following table shows the movement of insurance during 2025-26:

|                                                | Public liability<br>\$'000 | Property<br>\$'000 | Total<br>\$'000 |
|------------------------------------------------|----------------------------|--------------------|-----------------|
| Carrying amount at the beginning of the period | 1 208                      | 18                 | 1 226           |
| Increase to provision due to new claims        | 330                        | -                  | 330             |
| Net revision of estimates                      | 70                         | 10                 | 80              |
| Carrying amount at the end of the period       | 1 608                      | 28                 | 1 636           |

The following table shows the movement of insurance during 2024-25:

|                                                | Public liability<br>\$'000 | Property<br>\$'000 | Total<br>\$'000 |
|------------------------------------------------|----------------------------|--------------------|-----------------|
| Carrying amount at the beginning of the period | 326                        | 20                 | 346             |
| Increase to provision due to new claims        | 740                        | -                  | 740             |
| Net revision of estimates                      | 142                        | (2)                | 140             |
| Carrying amount at the end of the period       | 1 208                      | 18                 | 1 226           |

**6.6. Other non-financial liabilities**

|                                                          | 2026<br>\$'000 | 2025<br>\$'000 |
|----------------------------------------------------------|----------------|----------------|
| <b>Current</b>                                           |                |                |
| Accommodation incentive                                  | 654            | 654            |
| Unclaimed monies                                         | 89             | 84             |
| Other liabilities                                        | 315            | 341            |
| <b>Total current other non-financial liabilities</b>     | <b>1 058</b>   | <b>1 079</b>   |
| <b>Non-current</b>                                       |                |                |
| Accommodation incentive                                  | 2 070          | 2 724          |
| <b>Total non-current other non-financial liabilities</b> | <b>2 070</b>   | <b>2 724</b>   |
| <b>Total other non-financial liabilities</b>             | <b>3 128</b>   | <b>3 803</b>   |

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**6.6. Other non-financial liabilities (continued)**

Accommodation incentive liabilities relate to arrangements with DIT for office accommodation. These arrangements do not comprise leases and the accommodation incentives do not comprise financial liabilities. DIT has provided incentives for fit out free of charge to the department. The benefit of these incentives are spread over the accommodation term so that each year reported accommodation expenses reflect the economic substance of the office accommodation arrangements and related benefits provided.

**7. Other disclosures**

**7.1. Equity**

The asset revaluation surplus is used to record increments and decrements in the fair value of property, plant and equipment to the extent that they offset one another.

**7.2. Cash flow**

|                                                                                         | <b>2026</b>            | <b>2025</b>            |
|-----------------------------------------------------------------------------------------|------------------------|------------------------|
|                                                                                         | <b>\$'000</b>          | <b>\$'000</b>          |
| <b><u>Reconciliation of net cash provided by operating activities to net result</u></b> |                        |                        |
| Net cash provided by/(used in) operating activities                                     | (46 170)               | 8 019                  |
| <b><u>Add / (less) non-cash items</u></b>                                               |                        |                        |
| Depreciation and amortisation expense of non-current assets                             | (8 265)                | (8 268)                |
| Accommodation incentive amortisation                                                    | 654                    | 655                    |
| Assets transferred in/(out) at nil consideration                                        | 5 761                  | (14 690)               |
| Impairment of non-current assets                                                        | -                      | (430)                  |
| Gain/loss on sale or disposal of non-current assets                                     | 435                    | (108)                  |
| Capital accruals                                                                        | -                      | 1 057                  |
| Donated assets                                                                          | -                      | (587)                  |
| <b><u>Movement in assets and liabilities</u></b>                                        |                        |                        |
| Increase/(decrease) in receivables                                                      | (9 100)                | (15 595)               |
| Increase/(decrease) in inventories                                                      | 41                     | 43                     |
| (Increase)/decrease in provisions                                                       | 1 352                  | (8 147)                |
| (Increase)/decrease in payables                                                         | 10 010                 | 3 859                  |
| (Increase)/decrease in employee related liabilities                                     | (11 162)               | (2 356)                |
| (Increase)/decrease in other liabilities                                                | 74                     | (5)                    |
| <b>Net result</b>                                                                       | <b><u>(56 370)</u></b> | <b><u>(36 553)</u></b> |

Total cash outflows for leases were \$0.654 million (2025: \$0.847 million)

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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## **8. Outlook**

### **8.1. Unrecognised contractual commitments**

Commitments include operating, capital and outsourcing arrangements arising from contractual sources. They are disclosed at their nominal value and inclusive of non-recoverable GST.

#### ***Contractual commitments***

|                                                    | <b>2026</b>   | <b>2025</b>   |
|----------------------------------------------------|---------------|---------------|
|                                                    | <b>\$'000</b> | <b>\$'000</b> |
| Within one year                                    | 7 051         | 7 369         |
| Later than one year but not longer than five years | 21 377        | 23 600        |
| Later than five years                              | -             | 2 657         |
| <b>Total expenditure commitments</b>               | <b>28 428</b> | <b>33 626</b> |

The department's expenditure commitments primarily consist of MOAA with DIT for accommodation.

#### ***Grant commitments***

|                                                    | <b>2026</b>    | <b>2025</b>    |
|----------------------------------------------------|----------------|----------------|
|                                                    | <b>\$'000</b>  | <b>\$'000</b>  |
| Within one year                                    | 165 905        | 153 934        |
| Later than one year but not longer than five years | 146 496        | 112 651        |
| <b>Total grant commitments</b>                     | <b>312 401</b> | <b>266 585</b> |

Grant commitments consists of fixed amounts specified in the grant contract.

### **8.2. Contingent assets and liabilities**

Contingent assets and contingent liabilities are not recognised in the Statement of Financial Position, but are disclosed by way of a note and, if quantifiable, are measured at nominal value. The department has investigated and there are no contingent assets or liabilities that impact the department as at 30 June 2026.

### **8.3. Impact of standards not yet effective**

The department has assessed the impact of the new and amended Australian Accounting Standards and Interpretations not yet effective and does not expect these to have a material impact on the department's statements.

### **8.4. Events after the reporting period**

From 1 July 2026, as part of the Machinery of Government changes, Multicultural Affairs and Office for Autism transferred to the department from the Department of the Premier and Cabinet.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**9. Measurement and risk**

**9.1. Fair value**

AASB 13 *Fair Value Measurement* defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants, in the principal or most advantageous market, at the measurement date.

***Initial recognition***

Non-current tangible assets owned by the department are initially recorded at cost or at the value of any liabilities assumed, plus any incidental cost involved with the acquisition.

Where assets are acquired at no value, or minimal value, they are recorded at fair value in the Statement of Financial Position. However, if the assets are acquired at no or nominal value as part of a restructure of administrative arrangements, then the assets are recognised at book value (i.e. the amount recorded by the transferor public authority immediately prior to the restructure).

***Revaluation***

Property, plant and equipment owned by the department are subsequently measured at fair value after allowing for accumulated depreciation.

The revaluation process is reviewed by the department each year.

Non-current tangible assets are valued at fair value and revaluation of non-current assets, or a group of assets, is only performed when the fair value at the time of acquisition is greater than \$1.5 million and estimated useful life is greater than three years.

A full site revaluation is undertaken on a regular cycle every six years. If at any time management considers that the carrying amount of an asset materially differs from its fair value, then the asset class will be revalued regardless of when the last valuation took place.

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

***Fair value hierarchy***

The department classifies fair value measurement using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements, based on the data and assumptions used in the most recent revaluation:

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

The department's policy is to recognise transfers into and out of fair value hierarchy levels as at the end of the reporting period.

During 2026 and 2025, the department had no valuations categorised into level 1; there were no transfers of assets between level hierarchy levels.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

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**9.1. Fair value (continued)**

***Land and buildings***

In June 2026, the department undertook an internal assessment of land and buildings using the indices methodology developed by DTF. Land and building indices for the financial year were provided by the Office of the Valuer-General.

The results of the valuation were considered to have a material impact on the department's assets and were processed accordingly.

The indices adopted were based on the local government area for the land and buildings. The majority of assets were valued using indices under the market approach, with the cost approach used for specialised buildings.

***Plant and equipment***

All items of plant and equipment had a fair value at the time of acquisition less than \$1.5 million or had an estimated useful life of less than three years. Plant and equipment have not been revalued in accordance with APS 116.D. The carrying values of these items are deemed to approximate fair value.

**9.2. Financial instruments**

***Financial risk management***

Departmental risk management policies are in accordance with the *Risk Management Guide* issued by the Premier and Treasurer and the principles established in the *Australian Standard Risk Management Principles and Guidelines*.

The department's exposure to financial risk (liquidity risk, credit risk and market risk) is low due to the nature of the financial instruments held.

***Liquidity risk***

The department is funded principally from appropriation by the SA Government. The department works with DTF to determine the cash flows associated with its Government approved program of work and to ensure funding is provided through SA Government budgetary processes to meet the expected cash flows.

Refer to note 7.1 and 7.2 for further information.

***Credit risk***

The department has policies and procedures in place to ensure that transactions occur with customers with appropriate credit history. The department has minimal concentration of credit risk.

No collateral is held as security and no credit enhancements relate to financial assets held by the department.

***Impairment of financial assets***

Loss allowances for contractual receivables are measured at an amount equal to lifetime expected credit loss (ECL) using the simplified approach in AASB 9. The department uses an allowance matrix to measure the expected credit loss of contractual receivables from non-government debtors which comprise a large number of small balances.

To measure the expected credit losses, contractual receivables are grouped based on shared risks characteristics and the days past due. When estimating expected credit loss, the department considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the department's historical experience and informed credit assessment, including forward-looking information.

The maximum period considered when estimating expected credit losses is the maximum contractual period over which the department is exposed to credit risk.

**Department of Human Services**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2026*

**9.2. Financial instruments (continued)**

The expected credit loss of government debtors is considered to be nil based on the external credit ratings and nature of the counterparties.

Loss rates are calculated based on the probability of a receivable progressing through stages to write off based on the common risk characteristics of the transaction and debtor.

The following table provides information about the credit risk exposure and expected credit loss for non-government debtors.

|                            | <b>Debtor gross carrying<br/>amount<br/>\$'000</b> | <b>Loss %</b> | <b>Lifetime expected<br/>losses<br/>\$'000</b> |
|----------------------------|----------------------------------------------------|---------------|------------------------------------------------|
| <b>2026</b>                |                                                    |               |                                                |
| Current (not past due)     | 2 895                                              | 0.0%          | -                                              |
| 1 - 30 days past due       | 384                                                | 0.4%          | 2                                              |
| 31 – 60 days past due      | 197                                                | 0.9%          | 2                                              |
| 61 – 90 days past due      | 417                                                | 1.2%          | 5                                              |
| More than 90 days past due | 3 616                                              | 2.5%          | 91                                             |
| <b>Loss allowance</b>      | <b>7 509</b>                                       |               | <b>100</b>                                     |

Loss rates are based on actual history of credit loss. Impairment losses are presented as net impairment losses within net result, subsequent recoveries of amounts previously written off are credited against the same line item.

Receivables are written off when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include the failure of a debtor to enter into a payment plan with the department and a failure to make contractual payments for a period of greater than 180 days past due.

Impairment losses on the department's receivables arising from the department's contracts with customers were \$84,000 in 2026 (2025: \$38,000).

**Cash instruments**

The department considers that its cash and cash equivalents have low credit risk based on the external credit ratings of the counterparties and therefore the expected credit loss is nil.

**Market risk**

The department does not undertake any hedging in relation to interest or foreign currency risk and manages its risk as per the government's risk management strategy articulated in TI 23 *Management of Foreign Currency Exposures*.

There have been no changes in risk exposure since the last reporting period.

**Categorisation of financial instruments**

Details of the material accounting policy information and methods adopted including the criteria for recognition, the basis of measurement, and the basis on which income and expenses are recognised with respect to each class of financial asset, financial liability and equity instrument are disclosed in the respective financial asset / financial liability note.

The carrying value less impairment provisions of receivables and payables is a reasonable approximation of their fair values due to the short-term nature of these balances (refer to note 5.3 and 6.2).

**Classification of financial instruments**

The department measures all financial instruments at amortised cost. All financial assets and liabilities carrying amounts equal their fair value as at 30 June 2026 and are expected to be settled within one year excluding lease liabilities. Maturity analysis for lease liabilities is presented in note 6.3.

## **Department of Human Services**

**Administered Financial Statements  
for the year ended 30 June 2026**

**Department of Human Services**  
**Statement of Administered Comprehensive Income**  
*for the year ended 30 June 2026*

|                                     |             | <b>2026</b>      | <b>2025</b>    |
|-------------------------------------|-------------|------------------|----------------|
|                                     | <b>Note</b> | <b>\$'000</b>    | <b>\$'000</b>  |
| <b><u>Administered income</u></b>   |             |                  |                |
| Appropriation                       | A2.1        | 1 167 486        | 292 312        |
| Grants and subsidies                | A2.2        | 143 099          | 272 658        |
| Intra-government transfers          |             | -                | 49             |
| Fees and charges                    |             | 212              | 160            |
| Interest                            |             | 2 517            | 2 703          |
| Client Trust receipts               | A5.2        | 7 611            | 7 708          |
| Other income                        |             | 860              | 758            |
| <b>Total administered income</b>    |             | <b>1 321 785</b> | <b>576 348</b> |
| <b><u>Administered expenses</u></b> |             |                  |                |
| Employee related expenses           |             | 427              | 415            |
| Supplies and services               |             | 2 117            | 2 586          |
| Grants and funded services          | A3.1        | 388 077          | 511 864        |
| Client Trust payments               | A5.2        | 8 170            | 8 592          |
| NDIS payments                       | A3.3        | 916 099          | -              |
| <b>Total administered expenses</b>  |             | <b>1 314 890</b> | <b>523 457</b> |
| <b>Net result</b>                   |             | <b>6 895</b>     | <b>52 891</b>  |
| <b>Total comprehensive result</b>   |             | <b>6 895</b>     | <b>52 891</b>  |

The accompanying notes form part of these financial statements.

**Department of Human Services**  
**Statement of Administered Financial Position**  
*as at 30 June 2026*

|                                                | Note | 2026<br>\$'000 | 2025<br>\$'000 |
|------------------------------------------------|------|----------------|----------------|
| <b><u>Administered current assets</u></b>      |      |                |                |
| Cash and cash equivalents                      | A4.2 | 143 968        | 159 278        |
| Receivables                                    |      | 8 747          | 221            |
| <b>Total current assets</b>                    |      | <b>152 715</b> | <b>159 499</b> |
| <b>Total assets</b>                            |      | <b>152 715</b> | <b>159 499</b> |
| <b><u>Administered current liabilities</u></b> |      |                |                |
| Payables                                       |      | 28 749         | 42 431         |
| <b>Total current liabilities</b>               |      | <b>28 749</b>  | <b>42 431</b>  |
| <b>Total liabilities</b>                       |      | <b>28 749</b>  | <b>42 431</b>  |
| <b>Net assets</b>                              |      | <b>123 966</b> | <b>117 068</b> |
| <b><u>Administered equity</u></b>              |      |                |                |
| Retained earnings                              |      | 123 966        | 117 068        |
| <b>Total equity</b>                            |      | <b>123 966</b> | <b>117 068</b> |

The accompanying notes form part of these financial statements.

**Department of Human Services**  
**Statement of Administered Cash Flows**  
*for the year ended 30 June 2026*

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|                                                               | <b>Note</b> | <b>2026<br/>\$'000</b> | <b>2025<br/>\$'000</b> |
|---------------------------------------------------------------|-------------|------------------------|------------------------|
| <b><u>Cash flows from operating activities</u></b>            |             |                        |                        |
| <b><u>Cash inflows</u></b>                                    |             |                        |                        |
| Appropriation                                                 |             | 1 167 486              | 292 312                |
| Grants and funding                                            |             | 143 099                | 272 707                |
| Fees and charges                                              |             | 211                    | 159                    |
| Interest                                                      |             | 2 475                  | 2 594                  |
| Client Trust receipts                                         |             | 7 611                  | 7 708                  |
| Other receipts                                                |             | 860                    | 758                    |
| <b><u>Cash outflows</u></b>                                   |             |                        |                        |
| Employee related payments                                     |             | (422)                  | (414)                  |
| Supplies and services                                         |             | (2 114)                | (4 067)                |
| Concessions                                                   |             | (375 519)              | (480 987)              |
| Grants and funded services                                    |             | (34 735)               | (31 534)               |
| Client Trust payments                                         |             | (8 170)                | (8 592)                |
| NDIS payments                                                 |             | (916 092)              | -                      |
| GST paid to the ATO                                           |             | -                      | (4 205)                |
| <b>Net cash from/(used in) operating activities</b>           | <b>A5.1</b> | <b>(15 310)</b>        | <b>46 439</b>          |
| <b>Net increase / (decrease) in cash and cash equivalents</b> |             | <b>(15 310)</b>        | <b>46 439</b>          |
| Cash and cash equivalents at the beginning of the period      |             | 159 278                | 112 839                |
| <b>Cash and cash equivalents at the end of the period</b>     | <b>A4.2</b> | <b>143 968</b>         | <b>159 278</b>         |

The accompanying notes form part of these financial statements.

**Department of Human Services**  
**Schedule of Income and Expense attributable to Administered Items**  
*for the year ended 30 June 2026*

| Administered income and expense by program | Client Trust Accounts |                | Charitable Social Welfare Fund |                | Community Service Obligations |                | Concessions    |                |
|--------------------------------------------|-----------------------|----------------|--------------------------------|----------------|-------------------------------|----------------|----------------|----------------|
|                                            | 2026<br>\$'000        | 2025<br>\$'000 | 2026<br>\$'000                 | 2025<br>\$'000 | 2026<br>\$'000                | 2025<br>\$'000 | 2026<br>\$'000 | 2025<br>\$'000 |
| <b><u>Administered income</u></b>          |                       |                |                                |                |                               |                |                |                |
| Appropriation                              | -                     | -              | 59                             | 55             | 22 514                        | 21 083         | 224 480        | 266 959        |
| Grants and subsidies                       | -                     | -              | 4 000                          | 4 000          | -                             | -              | 131 656        | 261 230        |
| Intra-government transfers                 | -                     | -              | -                              | 2              | -                             | -              | -              | -              |
| Fees and charges                           | -                     | -              | 35                             | 97             | -                             | -              | -              | -              |
| Interest                                   | 520                   | 579            | -                              | -              | -                             | -              | -              | -              |
| Client Trust receipts                      | 7 611                 | 7 708          | -                              | -              | -                             | -              | -              | -              |
| <b>Total administered income</b>           | <b>8 131</b>          | <b>8 287</b>   | <b>4 094</b>                   | <b>4 154</b>   | <b>22 514</b>                 | <b>21 083</b>  | <b>356 136</b> | <b>528 189</b> |
| <b><u>Administered expenses</u></b>        |                       |                |                                |                |                               |                |                |                |
| Supplies and services                      | -                     | -              | 220                            | 200            | -                             | -              | 5              | (2)            |
| Grants and funded services                 | -                     | -              | 3 726                          | 3 870          | 21 083                        | 19 547         | 353 623        | 478 690        |
| Client Trust payments                      | 8 170                 | 8 592          | -                              | -              | -                             | -              | -              | -              |
| <b>Total administered expenses</b>         | <b>8 170</b>          | <b>8 592</b>   | <b>3 946</b>                   | <b>4 070</b>   | <b>21 083</b>                 | <b>19 547</b>  | <b>353 628</b> | <b>478 688</b> |
| <b>Net result</b>                          | <b>(39)</b>           | <b>(305)</b>   | <b>148</b>                     | <b>84</b>      | <b>1 431</b>                  | <b>1 536</b>   | <b>2 508</b>   | <b>49 501</b>  |

**Department of Human Services**  
**Schedule of Income and Expense attributable to Administered Items**  
*for the year ended 30 June 2026*

| Administered income and expense by program | Disability Services Donations<br>and Bequests |                | Gambler's Rehabilitation<br>Fund |                | Health and Aged Care<br>Services Donations and<br>Bequests |                | Home for Incurables Trust |                |
|--------------------------------------------|-----------------------------------------------|----------------|----------------------------------|----------------|------------------------------------------------------------|----------------|---------------------------|----------------|
|                                            | 2026<br>\$'000                                | 2025<br>\$'000 | 2026<br>\$'000                   | 2025<br>\$'000 | 2026<br>\$'000                                             | 2025<br>\$'000 | 2026<br>\$'000            | 2025<br>\$'000 |
| <b><u>Administered income</u></b>          |                                               |                |                                  |                |                                                            |                |                           |                |
| Appropriation                              | -                                             | -              | 940                              | 879            | -                                                          | -              | -                         | -              |
| Grants and subsidies                       | -                                             | -              | 7 443                            | 7 428          | -                                                          | -              | -                         | -              |
| Intra-government transfers                 | -                                             | -              | -                                | 47             | -                                                          | -              | -                         | -              |
| Fees and charges                           | -                                             | -              | 156                              | -              | -                                                          | -              | -                         | -              |
| Interest                                   | 8                                             | 7              | 154                              | 162            | 23                                                         | 22             | 1 806                     | 1 927          |
| Other income                               | 15                                            | -              | 843                              | 755            | -                                                          | -              | -                         | -              |
| <b>Total administered income</b>           | <b>23</b>                                     | <b>7</b>       | <b>9 536</b>                     | <b>9 271</b>   | <b>23</b>                                                  | <b>22</b>      | <b>1 806</b>              | <b>1 927</b>   |
| <b><u>Administered expenses</u></b>        |                                               |                |                                  |                |                                                            |                |                           |                |
| Supplies and services                      | -                                             | -              | 1 820                            | 2 325          | -                                                          | -              | 72                        | 63             |
| Grants and funded services                 | -                                             | -              | 6 934                            | 7 114          | -                                                          | -              | 349                       | -              |
| <b>Total administered expenses</b>         | <b>-</b>                                      | <b>-</b>       | <b>8 754</b>                     | <b>9 439</b>   | <b>-</b>                                                   | <b>-</b>       | <b>421</b>                | <b>63</b>      |
| <b>Net result</b>                          | <b>23</b>                                     | <b>7</b>       | <b>782</b>                       | <b>(168)</b>   | <b>23</b>                                                  | <b>22</b>      | <b>1 385</b>              | <b>1 864</b>   |

**Department of Human Services**  
**Schedule of Income and Expense attributable to Administered Items**  
*for the year ended 30 June 2026*

| Administered income and expense by program | Minister's salary |                | NDIS payments  |                | Personal Alert AssistanceSA |                | State Emergency Relief Fund |                | Supported Residential Facilities Indemnity Fund |                | Total            |                |
|--------------------------------------------|-------------------|----------------|----------------|----------------|-----------------------------|----------------|-----------------------------|----------------|-------------------------------------------------|----------------|------------------|----------------|
|                                            | 2026<br>\$'000    | 2025<br>\$'000 | 2026<br>\$'000 | 2025<br>\$'000 | 2026<br>\$'000              | 2025<br>\$'000 | 2026<br>\$'000              | 2025<br>\$'000 | 2026<br>\$'000                                  | 2025<br>\$'000 | 2026<br>\$'000   | 2025<br>\$'000 |
| <b><u>Administered income</u></b>          |                   |                |                |                |                             |                |                             |                |                                                 |                |                  |                |
| Appropriation                              | 427               | 415            | 916 122        | -              | 2 944                       | 2 921          | -                           | -              | -                                               | -              | 1 167 486        | 292 312        |
| Grants and subsidies                       | -                 | -              | -              | -              | -                           | -              | -                           | -              | -                                               | -              | 143 099          | 272 658        |
| Intra-government transfers                 | -                 | -              | -              | -              | -                           | -              | -                           | -              | -                                               | -              | -                | 49             |
| Fees and charges                           | -                 | -              | -              | -              | 21                          | 63             | -                           | -              | -                                               | -              | 212              | 160            |
| Interest                                   | -                 | -              | -              | -              | -                           | -              | 4                           | 4              | 2                                               | 2              | 2 517            | 2 703          |
| Client Trust receipts                      | -                 | -              | -              | -              | -                           | -              | -                           | -              | -                                               | -              | 7 611            | 7 708          |
| Other income                               | -                 | -              | -              | -              | -                           | -              | 2                           | 3              | -                                               | -              | 860              | 758            |
| <b>Total administered income</b>           | <b>427</b>        | <b>415</b>     | <b>916 122</b> | <b>-</b>       | <b>2 965</b>                | <b>2 984</b>   | <b>6</b>                    | <b>7</b>       | <b>2</b>                                        | <b>2</b>       | <b>1 321 785</b> | <b>576 348</b> |
| <b><u>Administered expenses</u></b>        |                   |                |                |                |                             |                |                             |                |                                                 |                |                  |                |
| Employee related expenses                  | 427               | 415            | -              | -              | -                           | -              | -                           | -              | -                                               | -              | 427              | 415            |
| Supplies and services                      | -                 | -              | -              | -              | -                           | -              | -                           | -              | -                                               | -              | 2 117            | 2 586          |
| Grants and funded services                 | -                 | -              | -              | -              | 2 362                       | 2 643          | -                           | -              | -                                               | -              | 388 077          | 511 864        |
| Client Trust payments                      | -                 | -              | -              | -              | -                           | -              | -                           | -              | -                                               | -              | 8 170            | 8 592          |
| NDIS payments                              | -                 | -              | 916 099        | -              | -                           | -              | -                           | -              | -                                               | -              | 916 099          | -              |
| <b>Total administered expenses</b>         | <b>427</b>        | <b>415</b>     | <b>916 099</b> | <b>-</b>       | <b>2 362</b>                | <b>2 643</b>   | <b>-</b>                    | <b>-</b>       | <b>-</b>                                        | <b>-</b>       | <b>1 314 890</b> | <b>523 457</b> |
| <b>Net result</b>                          | <b>-</b>          | <b>-</b>       | <b>23</b>      | <b>-</b>       | <b>603</b>                  | <b>341</b>     | <b>6</b>                    | <b>7</b>       | <b>2</b>                                        | <b>2</b>       | <b>6 895</b>     | <b>52 891</b>  |

The above statement should be read in conjunction with the accompanying notes.

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A1. About the Department of Human Services**

**A1.1. Basis of preparation and accounting policies**

The basis of preparation for the administered financial statements is the same as the basis outlined in note 1.1 of the department's financial statements. The department applies the same accounting policies to the administered financial statements as set out in the notes to the department's financial statements.

**A1.2. Objectives/activities of the department's administered items**

The department's administered structured items to contribute to the thirteen main activities. These are:

- Charitable and Social Welfare Fund
- Client Trust Accounts
- Community Service Obligations
- Concessions
- Disability Services Donations and Bequests
- Gambler's Rehabilitation Fund
- Health and Aged Care Services Donations and Bequests
- Home for Incurables Trust
- Minister's Salary and allowances pursuant to the Parliamentary Remuneration Act 1990
- National Disability Insurance Scheme (NDIS) payments
- Personal Alert AssistanceSA
- State Emergency Relief Fund
- Supported Residential Facilities Indemnity Fund

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A1.3. Budget performance**

The budget performance table compares the department's outcomes against budget information presented to Parliament (2025-26 Budget Paper 4). The budget amounts are not adjusted to reflect revised budgets or administrative restructures. The budget process is not subject to audit.

|                                                       |  | <b>2025-26<br/>Budget<br/>\$'000</b> | <b>2025-26<br/>Actual<br/>\$'000</b> | <b>Variance<br/>\$'000</b> |
|-------------------------------------------------------|--|--------------------------------------|--------------------------------------|----------------------------|
| <b>Statement of Administered Comprehensive Income</b> |  |                                      |                                      |                            |
| <b><u>Administered Income</u></b>                     |  |                                      |                                      |                            |
| Appropriation                                         |  | 1 167 480                            | 1 167 486                            | 6                          |
| Grants and subsidies                                  |  | 135 000                              | 143 099                              | 8 099                      |
| Intra-government transfers                            |  | 11 442                               | -                                    | (11 442)                   |
| Fees and charges                                      |  | -                                    | 212                                  | 212                        |
| Interest                                              |  | 402                                  | 2 517                                | 2 115                      |
| Client Trust receipts                                 |  | 12 066                               | 7 611                                | (4 455)                    |
| Other income                                          |  | 415                                  | 860                                  | 445                        |
| <b>Total administered income</b>                      |  | <b>1 326 805</b>                     | <b>1 321 785</b>                     | <b>(5 020)</b>             |
| <b><u>Administered Expenses</u></b>                   |  |                                      |                                      |                            |
| Employee related expenses                             |  | 421                                  | 427                                  | 6                          |
| Supplies and services                                 |  | 2 268                                | 2 117                                | (151)                      |
| Grants and funded services                            |  | 395 526                              | 388 077                              | (7 449)                    |
| Client Trust payments                                 |  | 12 262                               | 8 170                                | (4 092)                    |
| Other expenses                                        |  | 916 122                              | 916 099                              | (23)                       |
| <b>Total administered expenses</b>                    |  | <b>1 326 599</b>                     | <b>1 314 890</b>                     | <b>(11 709)</b>            |
| <b>Net result</b>                                     |  | <b>206</b>                           | <b>6 895</b>                         | <b>6 689</b>               |
| <b>Total comprehensive result</b>                     |  | <b>206</b>                           | <b>6 895</b>                         | <b>6 689</b>               |

Explanations are provided for variances where the variance exceeds the greater of 10% of the original budgeted amount and 5% of original total expenses. There are no variances in 2025-26 that exceeds both thresholds.

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A2. Income**

**A2.1. Appropriation**

|                                                                                  | <b>2026</b>      | <b>2025</b>    |
|----------------------------------------------------------------------------------|------------------|----------------|
|                                                                                  | <b>\$'000</b>    | <b>\$'000</b>  |
| Appropriation from Consolidated Account pursuant to the <i>Appropriation Act</i> | 1 167 486        | 235 899        |
| Appropriation from Governor's Appropriation Fund                                 | -                | 56 413         |
| <b>Total appropriation</b>                                                       | <b>1 167 486</b> | <b>292 312</b> |

Appropriation is recognised upon receipt.

The significant increase in Appropriation from 2024-25 is due to NDIS funds being recognised as an Administered item from 1 July 2025. This was previously included in the department's financial statements.

**A2.2 Grants and subsidies**

|                                                 | <b>2026</b>    | <b>2025</b>    |
|-------------------------------------------------|----------------|----------------|
|                                                 | <b>\$'000</b>  | <b>\$'000</b>  |
| <b>Commonwealth-sourced grants</b>              |                |                |
| Energy Bill Relief Fund                         | 131 656        | 261 230        |
| <b>Total Commonwealth-sourced grants</b>        | <b>131 656</b> | <b>261 230</b> |
| <b>SA Government grants and subsidies</b>       |                |                |
| Gambler's Rehabilitation Fund                   | 7 443          | 7 428          |
| Charitable and Social Welfare Fund              | 4 000          | 4 000          |
| <b>Total SA Government grants and subsidies</b> | <b>11 443</b>  | <b>11 428</b>  |
| <b>Total grants and subsidies</b>               | <b>143 099</b> | <b>272 658</b> |

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A3. Expenses**

**A3.1. Grants and funded services**

|                                         | <b>2026</b>    | <b>2025</b>    |
|-----------------------------------------|----------------|----------------|
|                                         | <b>\$'000</b>  | <b>\$'000</b>  |
| Concessions (refer to note A3.2)        | 353 623        | 478 690        |
| Community Service Obligations           | 21 083         | 19 547         |
| Gamblers Rehabilitation                 | 6 934          | 7 114          |
| Charitable Social Welfare Fund          | 3 726          | 3 870          |
| Personal Alert SA                       | 2 362          | 2 643          |
| Home for Incurables Trust               | 349            | -              |
| <b>Total grants and funded services</b> | <b>388 077</b> | <b>511 864</b> |

Grants and subsidies paid are usually subject to terms and conditions set out in the contract, correspondence or by legislation. Funded services are paid to not-for-profit organisations to provide goods and/or services on behalf of the department.

**A3.2. Concessions**

|                          | <b>2026</b>    | <b>2025</b>    |
|--------------------------|----------------|----------------|
|                          | <b>\$'000</b>  | <b>\$'000</b>  |
| Energy Bill Relief Fund  | 130 253        | 257 359        |
| Water and sewerage rates | 78 222         | 70 384         |
| Energy                   | 53 244         | 62 904         |
| Cost of Living           | 59 020         | 57 615         |
| Transport                | 29 543         | 27 369         |
| Other                    | 3 341          | 3 059          |
| <b>Total concessions</b> | <b>353 623</b> | <b>478 690</b> |

***Energy Bill Relief Fund***

The Energy Bill Relief Fund provides electricity bill rebates to households and eligible small business electricity customers to ease the cost-of-living pressures. The Fund is provided by the Australian Government and administered by State and Territory governments. Payments commenced on 1 July 2023 continued through 2024-25 and ended on 31 December 2025.

**A3.3. NDIS payments**

|                                                      | <b>2026</b>    | <b>2025</b>   |
|------------------------------------------------------|----------------|---------------|
|                                                      | <b>\$'000</b>  | <b>\$'000</b> |
| National Disability Insurance Scheme (NDIS) payments | 916 099        | -             |
| <b>Total NDIS payments</b>                           | <b>916 099</b> | <b>-</b>      |

From 1 July 2025, NDIS payments are recognised as an Administered item. These were previously included in the department's financial statements.

Payments are made to the National Disability Insurance Agency (NDIA) for the NDIS pursuant to the *National Disability Insurance Act 2013* and in accordance with the Bilateral Agreement between the Commonwealth of Australia and the State of South Australia. South Australia's financial contribution is adjusted for transitional provisions including in-kind services that South Australia continue to provide to NDIS participants and invoice wash-up adjustments.

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A4. Assets**

**A4.1. Financial assets**

|                                                    | <b>2026</b>    | <b>2025</b>    |
|----------------------------------------------------|----------------|----------------|
|                                                    | <b>\$'000</b>  | <b>\$'000</b>  |
| <b>Financial assets measured at amortised cost</b> |                |                |
| Cash and cash equivalents                          | 143 968        | 159 278        |
| <b>Total financial assets</b>                      | <b>143 968</b> | <b>159 278</b> |

**A4.2. Cash and cash equivalents**

|                                                                               | <b>2026</b>    | <b>2025</b>    |
|-------------------------------------------------------------------------------|----------------|----------------|
|                                                                               | <b>\$'000</b>  | <b>\$'000</b>  |
| Special deposit account with the Treasurer                                    | 81 911         | 98 456         |
| Deposit account with SAFA                                                     | 60 923         | 59 879         |
| Other deposits                                                                | 1 134          | 943            |
| <b>Total deposits with the Treasurer (special deposit accounts)</b>           | <b>143 968</b> | <b>159 278</b> |
| <b>Total cash and cash equivalents in the Statement of Financial Position</b> | <b>143 968</b> | <b>159 278</b> |
| <b>Total cash and cash equivalents in the Statement of Cash Flows</b>         | <b>143 968</b> | <b>159 278</b> |

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A5. Other disclosures**

**A5.1. Cash flow**

|                                                                                                     | <b>2026</b>   | <b>2025</b>   |
|-----------------------------------------------------------------------------------------------------|---------------|---------------|
|                                                                                                     | <b>\$'000</b> | <b>\$'000</b> |
| <b><u>Reconciliation of net cash provided by / (used in) operating activities to net result</u></b> |               |               |
| Net cash provided by/(used in) operating activities                                                 | (15 310)      | 46 439        |
| <b><u>Movement in assets and liabilities</u></b>                                                    |               |               |
| Increase/(decrease) in receivables                                                                  | 8 523         | 110           |
| (Increase)/decrease in payables                                                                     | 13 682        | 6 342         |
| <b>Net result</b>                                                                                   | <b>6 895</b>  | <b>52 891</b> |

**A5.2. Client Trust accounts**

The department acts as trustee of Client Trust accounts, including clients of the former Intellectual Disability Services Council Incorporated (IDSC) and the former Julia Farr Services (JFS). These amounts cannot be used by the department to achieve its own objectives and accordingly are not included in the controlled financial statements. Client Trust receipts include interest revenue of \$0.520 million (2025: \$0.579 million).

|                                                       | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------------|---------------|---------------|
|                                                       | <b>\$'000</b> | <b>\$'000</b> |
| <b>Opening balance at the beginning of the period</b> | <b>14 687</b> | <b>14 992</b> |
| Add receipts                                          | 8 131         | 8 287         |
| Less expenses                                         | (8 170)       | (8 592)       |
| <b>Closing balance at the end of the period</b>       | <b>14 648</b> | <b>14 687</b> |

**A5.3. Disability Services donations and bequests**

The department receives and administers donations and bequests held by Disability Services. Both donations and bequests must be used to benefit the community and public and cannot be used by the department to achieve its own objectives.

|                                                       | <b>2026</b>   | <b>2025</b>   |
|-------------------------------------------------------|---------------|---------------|
|                                                       | <b>\$'000</b> | <b>\$'000</b> |
| <b>Opening balance at the beginning of the period</b> | <b>181</b>    | <b>174</b>    |
| Add receipts                                          | 23            | 7             |
| <b>Closing balance at the end of the period</b>       | <b>204</b>    | <b>181</b>    |

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A5. Other disclosures (continued)**

**A5.4. Health and Aged Care Services donations and bequests**

Donations and bequests must be used to benefit the community and public and cannot be used by the department to achieve its own objectives.

|                                                | 2026   | 2025   |
|------------------------------------------------|--------|--------|
|                                                | \$'000 | \$'000 |
| Opening balance at the beginning of the period | 552    | 530    |
| Add receipts                                   | 23     | 22     |
| Closing balance at the end of the period       | 575    | 552    |

**A5.5. State Emergency Relief Fund**

The State Emergency Relief Fund (the Fund) is established as part of the *Emergency Management Act 2004*. The Fund's main purpose is to provide financial support for the relief of persons who suffer injury, loss or damage as a result of a declared emergency within South Australia.

|                                                | 2026   | 2025   |
|------------------------------------------------|--------|--------|
|                                                | \$'000 | \$'000 |
| Opening balance at the beginning of the period | 95     | 88     |
| Add receipts                                   | 6      | 7      |
| Closing balance at the end of the period       | 101    | 95     |

There were no active appeals during 2024-25 and 2025-26.

**A5.6. Supported Residential Facilities Indemnity Fund**

This note has been prepared to meet the requirements of section 56 (11) of the *Supported Residential Facilities Act 1992* in reporting upon the operations of the Supported Residential Facilities Indemnity Fund.

|                                                | 2026   | 2025   |
|------------------------------------------------|--------|--------|
|                                                | \$'000 | \$'000 |
| Opening balance at the beginning of the period | 57     | 55     |
| Add receipts                                   | 2      | 2      |
| Closing balance at the end of the period       | 59     | 57     |

**A6. Outlook**

**A6.1. Contingent assets and liabilities**

The department has investigated and there are no contingent assets or liabilities that impact the department's administered items.

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A7. Home for Incurables Trust**

As part of wide-ranging reforms relating to the delivery of disability services by the department, effective 1 July 2007, JFS was dissolved and all assets and liabilities vested in or held by JFS were transferred or assigned or vested with the Minister for Human Services. Certain assets held by the former JFS are subject to the terms and conditions of the Home for Incurables Trust. The original Trust was established in June 1879 and was varied by the Supreme Court on 7 November 1997.

The former Board of JFS was trustee of the Home for Incurables Trust and on dissolution, the Board of JFS resolved to resign as trustee of the Home for Incurables Trust. The Minister for Human Services is the trustee for the Home for Incurables Trust.

The role of the Trust is " ... *to apply property vested in it for the purpose of providing for persons whose ability to live independently is temporarily or permanently impaired or in jeopardy as a consequence of an acquired brain injury or degenerative neurological condition or a physical condition resulting in disability including but not limiting the foregoing in any way whatsoever, the following services and facilities;*

*(a) by providing for them, in a variety of residential, centre and community-based settings*

*(i) accommodation*

*(ii) nursing, medical, allied health and attendant care service*

*(iii) personal and community support services*

*(iv) technical and personal support aids*

*(v) rehabilitation, respite and recreational services*

*(vi) out-patient and day care services*

*(vii) measures and services to enhance their quality of life*

*(b) by providing facilities for education research with respect to such persons*

*(c) by providing any services and facilities ancillary or in relation to the foregoing or by providing additional services and facilities that may be appropriate from time to time."*

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A7. Home for Incurables Trust (continued)**

The following income, expenses, assets and liabilities of the Home for Incurables Trust have been included in the administered items financial statements but are separately disclosed in the following schedules in accordance with the governance requirements of the Trust.

**Schedule of Income and Expenses  
for the year ended 30 June 2026**

**2026  
\$'000**

**2025  
\$'000**

**Income**

Interest

1 806 1 927

**Total income**

**1 806 1 927**

**Expenses**

Supplies and services

72 63

Grants, subsidies and client payments

349 -

**Total expenses**

**421 63**

**Net result**

**1 385 1 864**

**Total comprehensive result**

**1 385 1 864**

**Schedule of Financial Position  
as at 30 June 2026**

**2026  
\$'000**

**2025  
\$'000**

**Current assets**

Special deposits with the Treasurer

113 27

Deposits with SAFA

47 458 46 179

Receivables

170 146

**Total current assets**

**47 741 46 352**

**Current liabilities**

Payables

4 -

**Total current liabilities**

**4 -**

**Total liabilities**

**4 -**

**Net assets**

**47 737 46 352**

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A7. Home for Incurables Trust (continued)**

| <b>Schedule of Changes in Equity<br/>for the year ended 30 June 2026</b> | <b>Retained<br/>earnings<br/>\$'000</b> | <b>Total equity<br/>\$'000</b> |
|--------------------------------------------------------------------------|-----------------------------------------|--------------------------------|
| <b>Balance at 30 June 2024</b>                                           | <b>44 488</b>                           | <b>44 488</b>                  |
| <b>Net result for 2024-25</b>                                            | <b>1 864</b>                            | <b>1 864</b>                   |
| <b>Total comprehensive result for 2024-25</b>                            | <b>1 864</b>                            | <b>1 864</b>                   |
| <b>Balance at 30 June 2025</b>                                           | <b>46 352</b>                           | <b>46 352</b>                  |
| <b>Net result for 2025-26</b>                                            | <b>1 385</b>                            | <b>1 385</b>                   |
| <b>Total comprehensive result for 2025-26</b>                            | <b>1 385</b>                            | <b>1 385</b>                   |
| <b>Balance at 30 June 2026</b>                                           | <b>47 737</b>                           | <b>47 737</b>                  |

| <b>Schedule of Administered Cash Flows<br/>for the year ended 30 June 2026</b> | <b>2026<br/>\$'000</b> | <b>2025<br/>\$'000</b> |
|--------------------------------------------------------------------------------|------------------------|------------------------|
| <b><u>Cash flows from operating activities</u></b>                             |                        |                        |
| <b><u>Cash inflows</u></b>                                                     |                        |                        |
| Interest                                                                       | 1 781                  | 1 811                  |
| <b>Cash generated from operations</b>                                          | <b>1 781</b>           | <b>1 811</b>           |
| <b><u>Cash outflows</u></b>                                                    |                        |                        |
| Supplies and services                                                          | (68)                   | (69)                   |
| Intra government transfer                                                      | (348)                  | -                      |
| GST paid on sale of property, plant and equipment                              | -                      | (4 205)                |
| <b>Cash used in operations</b>                                                 | <b>(416)</b>           | <b>(4 274)</b>         |
| <b>Net cash provided by / (used in) operating activities</b>                   | <b>1 365</b>           | <b>(2 463)</b>         |
| <b>Net increase / (decrease) in cash and cash equivalents</b>                  | <b>1 365</b>           | <b>(2 463)</b>         |
| <b>Cash and cash equivalents at the beginning of the reporting period</b>      | <b>46 206</b>          | <b>48 669</b>          |
| <b>Cash and cash equivalents at the end of the reporting period</b>            | <b>47 571</b>          | <b>46 206</b>          |

**Department of Human Services**  
**Notes to Administered Items Financial Statements**  
*for the year ended 30 June 2026*

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**A7. Home for Incurables Trust (continued)**

**Accounting policies**

***Cash and cash equivalents***

Cash and cash equivalents consists of Special deposits with the Treasurer and Deposits with SAFA. These are reported in the Schedule of Financial Position - Home for Incurables Trust. Cash is measured at nominal value.