

# **Proserpine Nursing Home Inc.**

**ABN: 26 150 144 841**

## **Financial Statements**

**For the Year Ended 30 June 2022**

**Proserpine Nursing Home Inc.**

ABN: 26 150 144 841

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**For the Year Ended 30 June 2022**

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**Proserpine Nursing Home Inc.**

ABN: 26 150 144 841

**Statement of Profit or Loss and Other Comprehensive Income**  
**For the Year Ended 30 June 2022**

	Note	2022 \$	2021 \$
<b>Revenue</b>	2	<b>12,100,058</b>	12,001,802
<b>Expenses</b>			
Depreciation and amortisation expense		(545,540)	(542,113)
Employee benefits expense		(8,587,828)	(8,398,590)
Other operating expenses	2	(2,259,567)	(2,119,705)
Finance costs	2	(489,530)	(476,117)
<b>Surplus/(deficit) before income tax</b>		<b>217,593</b>	465,277
Income tax expense		-	-
<b>Surplus/(deficit) for the year</b>		<b>217,593</b>	465,277
<b>Other comprehensive income, net of income tax</b>			
<b>Items that will not be reclassified subsequently to profit or loss</b>		-	-
<b>Total comprehensive income for the year</b>		<b>217,593</b>	465,277

The accompanying notes form part of these financial statements.

**Proserpine Nursing Home Inc.**

ABN: 26 150 144 841

**Statement of Financial Position**

**As at 30 June 2022**

	Note	2022 \$	2021 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	4	12,072,693	12,524,792
Trade and other receivables	5	171,600	68,594
<b>Total current assets</b>		<b>12,244,293</b>	<b>12,593,386</b>
<b>Non-current assets</b>			
Property, plant, and equipment	6	12,931,606	13,290,260
<b>Total non-current assets</b>		<b>12,931,606</b>	<b>13,290,260</b>
<b>Total assets</b>		<b>25,175,899</b>	<b>25,883,646</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	7	414,229	421,005
Employee benefits	9	918,085	931,223
Other financial liabilities	8	11,042,737	11,959,148
<b>Total current liabilities</b>		<b>12,375,055</b>	<b>13,311,376</b>
<b>Non-current liabilities</b>			
Employee benefits	9	270,522	259,538
<b>Total non-current liabilities</b>		<b>270,522</b>	<b>259,538</b>
<b>Total liabilities</b>		<b>12,645,573</b>	<b>13,570,914</b>
<b>Net assets</b>		<b>12,530,326</b>	<b>12,312,732</b>
<b>Equity</b>			
Asset revaluation reserve		423,180	423,180
Retained surplus		12,107,146	11,889,552
<b>Total equity</b>		<b>12,530,326</b>	<b>12,312,732</b>

The accompanying notes form part of these financial statements.

**Proserpine Nursing Home Inc.**

ABN: 26 150 144 841

**Statement of Changes in Equity  
For the Year Ended 30 June 2022**

**2022**

	<b>Retained Earnings</b>	<b>Asset Revaluation Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2021</b>	<b>11,889,552</b>	<b>423,180</b>	<b>12,312,732</b>
Surplus/(deficit) attributable to operations	<b>217,594</b>	<b>-</b>	<b>217,594</b>
<b>Balance at 30 June 2022</b>	<b>12,107,146</b>	<b>423,180</b>	<b>12,530,326</b>

**2021**

	<b>Retained Earnings</b>	<b>Asset Revaluation Reserve</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2020</b>	<b>11,424,274</b>	<b>423,180</b>	<b>11,847,454</b>
Surplus/(deficit) attributable to operations	<b>465,278</b>	<b>-</b>	<b>465,278</b>
<b>Balance at 30 June 2021</b>	<b>11,889,552</b>	<b>423,180</b>	<b>12,312,732</b>

The accompanying notes form part of these financial statements.

**Proserpine Nursing Home Inc.**

ABN: 26 150 144 841

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

	2022	2021
Note	\$	\$
<b>Cash flows from operating activities:</b>		
Receipts from residents and government subsidies	11,956,598	11,972,760
Payments to suppliers and employees	(11,343,868)	(10,878,554)
Interest received	40,453	81,878
Net cash provided by/ (used in) operating activities	12 <u>653,183</u>	<u>1,176,084</u>
<b>Cash flows from investing activities:</b>		
Purchase of property, plant, and equipment	<u>(188,871)</u>	<u>(158,214)</u>
Net cash provided by/ (used in) investing activities	<u>(188,871)</u>	<u>(158,214)</u>
<b>Cash flows from financing activities:</b>		
Proceeds from accommodation bonds	<u>(916,411)</u>	<u>(262,631)</u>
Net cash provided by/ (used in) financing activities	<u>(916,411)</u>	<u>(262,631)</u>
Net increase/(decrease) in cash and cash equivalents held	(452,099)	755,239
Cash and cash equivalents at beginning of year	<u>12,524,792</u>	<u>11,769,553</u>
Cash and cash equivalents at end of financial year	4 <u>12,072,693</u>	<u>12,524,792</u>

The accompanying notes form part of these financial statements.

## Proserpine Nursing Home Inc.

ABN: 26 150 144 841

# Notes to the Financial Statements

## For the Year Ended 30 June 2022

### 1 Summary of Significant Accounting Policies

The financial statements cover Proserpine Nursing Home Inc. as an individual entity. Proserpine Nursing Home Inc. is an association incorporated in Queensland and operating pursuant to the *Association Incorporation Act QLD 1981* and the *Australian Charities Not-for-Profits Commission Act 2012*.

The principal activities of the Association for the year ended 30 June 2022 were care of the aged and frail in safe, secure and homelike environment.

#### Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Reduced Disclosure Requirements and Interpretations issued by the Australian Accounting Standards board and the *Australian Charities Not-for-Profits Commission Act 2012*. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards sets out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events, and conditions.

The financial statements, except for cash flow information, have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value or selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar. When required by Accounting Standards, comparative figures have been adjusted to confirm to changes in presentation for the current financial year. Significant accounting policies adopted in the preparation of these financial statements are presented below are consistent with prior reporting periods unless otherwise stated.

#### (a) Revenue and other income

##### Aged care services

The association recognises revenue from aged care services over time as performance obligations are satisfied, which is as the services are rendered, primarily on a daily or a monthly basis. Revenue arises from discretionary and non-discretionary services, as agreed in a single contract with the resident.

Under AASB 15, bond retention fees are recognised over the expected length of stay of the resident. The expected length of stay of a resident is estimated based on historical tenure data.

##### Retirement Living

The association recognises revenue from retirement living services over time as performance obligations are satisfied, which is as all the services are rendered. Revenue arises from deferred management fees and short term rentals, as agreed in a single contract with the resident.

Revenue from short term rentals is recognised on a daily basis as services are provided.

##### Government revenue

Government revenue reflects the association's entitlement to revenue from the Australian Government based upon the specific care and accommodation needs for the individual residents. Government revenue comprises of basic subsidy accounts calculated in accordance with the Aged Care Funding Instrument, accommodation supplements, funding for short term 'respite' residents and other Government incomes. Revenue is recognised over time as services are provided. Funding claims are submitted / updated daily, and the Government revenue is usually payable within approximately one month of services having been performed. Government funding received in advance or services being performed is included in Fees received in advance.

# Proserpine Nursing Home Inc.

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## Notes to the Financial Statements

For the Year Ended 30 June 2022

### 1 Summary of Significant Accounting Policies

#### (a) Revenue and other income

##### Resident basic daily fee revenue

Residents are charged a basic daily fee as contribution to the provision of care and accommodation. The quantum of resident basic daily fees are regulated by the government and typically increase in March and September each year. Resident basic daily fee revenue is recognised over time as services are provided. Residents are invoiced on a monthly basis.

##### Other operating revenue

Other operating revenue comprises rental income, aged care bond retention amounts and other sundry revenue. Revenue is recognised over time as services are provided. Residents are typically invoiced on a monthly basis.

##### Interest revenue

Interest revenue is recognised using the effective interest method.

#### (b) Income Tax

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

#### (c) Goods and services tax (GST)

Revenue, expenses, and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payable are stated inclusive of GST. 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 in the statement of cash flows are included on a gross basis and the GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified as operating cash flows.

#### (d) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand, other short-term highly liquid investments and bank overdrafts. Bank overdrafts also form part of cash equivalents for the purpose of the statement of cash flows and are presented within current liabilities on the statement of financial position.

#### (e) Trade and other receivables

Trade and other receivables include amounts due from customers for goods sold and services performed in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All over receivables are classified as non-current assets.

Trade and other receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note (g) for further discussion on the determination of impairment losses.



# Proserpine Nursing Home Inc.

ABN: 26 150 144 841

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

### 1 Summary of Significant Accounting Policies

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

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment of losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(g) for details of impairment).

Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

#### Depreciation

Property, plant, and equipment, excluding freehold land, is depreciated on a reducing balance basis over the asset's useful life to the Association, commencing when the asset is ready for use.

Leased assets and leasehold improvements are amortised over the shorter of other the unexpired period of the lease or their estimated useful life.

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

Fixed asset class	Depreciation rate
Buildings	2.5% - 18%
Plant and Equipment	11.25% - 40%
Furniture, Fixtures and Fittings	11.25% - 40%
Motor Vehicles	18.25% - 22.5%
Medical Equipment	15% - 20%
Garden and Fencing	7.5% - 20%

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

Gains and losses on disposals are determined by comparing net proceeds with the carrying amount. These gains and losses are recognised in profit or loss when the item is derecognised. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

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

At the end of each reporting period the Association assesses whether there is any indication that an asset may be impaired. The assessment will consider both external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of that asset, being the higher of the asset's fair value less costs of disposal and its value-in-use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is immediately in profit or loss.

Where the future economic benefit of the asset and not primarily dependent upon the asset's ability to generate net cash inflows and when the entity would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

# Proserpine Nursing Home Inc.

ABN: 26 150 144 841

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

### 1 Summary of Significant Accounting Policies

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

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

#### (h) Trade and other payables

Trade and other payables represent the liabilities for goods and services received by the entity that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days or recognition of the liability.

#### (i) Other liabilities

Refundable accommodation deposits and accommodation bonds are non-interest bearing deposits made by the aged care facilities residents made to the entity upon admission. Refundable accommodation deposits are measured at their principal amount less any other amounts deducted from the deposit at the election of the resident. Accommodation bonds are measured at their principal amount net any retentions or any other amounts deducted from the bond at the election of the resident.

#### (j) Operating Lease Income

##### Leases in which the Group is a lessor

Contracts with customers (residents) contain provisions for accommodation, use of common areas/facilities for provision of care and other services. The Association has concluded that its contractual arrangements relating to the provision of residential aged care and retirement living accommodation are an operating lease pursuant to AASB 16, being the exclusive right to the use of a room/unit by the resident.

For residential aged care accommodation arrangements where the resident has elected to pay a RAD or Bond, the Association receives a financing benefit, being non-cash consideration, in the form of an interest free loan. On adoption of AASB 16 the fair value of this non-cash consideration is required to be recognised as income (to reflect the interest free loan financing benefit received on RADs and Bonds) and, correspondingly, interest expense (to record the financial liability associated with RADs and Bonds at fair value) with no net impact on net surplus or deficit.

The application of AAASB 16 for the year has been calculated based on:

- Monthly average RAD / Bond balances; and
- Interest rate equal to the Maximum Permissible Interest Rate (MPIR) which is a Government set interest rate used to calculate the Daily Accommodation Payment to applicable residents.

The Associations Statement of Profit or Loss and Other Comprehensive Income presents income described as operating lease income and an additional Finance Cost (i.e., interest expense) that result in an overall \$nil impact to the net surplus / deficit for the year.

## Proserpine Nursing Home Inc.

ABN: 26 150 144 841

# Notes to the Financial Statements

For the Year Ended 30 June 2022

## 1 Summary of Significant Accounting Policies

### (k) Financial instruments

#### Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions in the instrument. For financial assets, this is equivalent to the date that the association commits itself to either purchase or sell the asset (i.e., trade date accounting is adopted).

Financial instruments are initially measured at fair value plus transaction costs except when the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed in profit or loss immediately.

#### Classification and subsequent measurement

Financial instruments are subsequently measured at fair value, amortised using the effective interest method, or cost.

#### Impairment

A financial asset (or a group of financial assets) is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events (a "loss event") having occurred, which has an impact on the estimated future cash flows of the financial asset(s).

#### Derecognition

Financial assets are derecognised when the contractual right to receipt of cash flows expires or the asset is transferred to another party, whereby the entity no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised when the related obligations are discharged, cancelled, or transferred to another party and fair value of consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

### (l) Employee benefits

Provision is made for the Association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled.

Employee benefits expected to be settled more than twelve months after the end of the reporting period have been measured at their nominal value and not the present value of estimated future cash flows.

Employee benefits are presented as current liabilities in the statement of financial position if the Association does not have an unconditional right to defer settlement of the liability for at least 12 months at the reporting date.

### (m) Segment reporting

The association operates solely in one business and geographical segment, being Residential Aged Care.

## Proserpine Nursing Home Inc.

ABN: 26 150 144 841

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

#### 1 Summary of Significant Accounting Policies

##### (n) Critical accounting estimates and judgements

Those changes with governance make estimates and judgments during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgments are based on the best information available at the time or preparing the financial statements, however as additional information is known then the actual results may differ from the estimates. The significant estimates and judgments made have been described below:

##### Key Estimates - Estimation of useful lives of assets

The incorporated association determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite like intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase were the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

##### Key Estimates - Impairment of property, plant, and equipment

The association assesses impairment at the end of each reporting period by evaluating conditions specific to the Association that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

##### Key Estimates - Impairment of receivables

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

##### Key Estimates - Performance obligations under AASB 15

To identify performance obligations under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgemental to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes nature/type, cost/value, quantity, and the period of transfer related to the goods or services promised.

## Proserpine Nursing Home Inc.

ABN: 26 150 144 841

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

#### 2 Revenue

	2022	2021
Note	\$	\$
<b>Revenue &amp; Other Income</b>		
- Commonwealth Government subsidies	8,360,711	7,879,980
- Fees, retentions, interest	2,956,879	2,873,843
- Insurance recoveries	-	30,240
- Operating lease income	482,868	470,459
1 (j)	299,600	747,280
<b>Total revenue and other income</b>	<b>12,100,058</b>	<b>12,001,802</b>

#### 3 Result for the year

The result for the year includes the following specific expenses:

	2022	2021
Note	\$	\$
<b>Finance costs</b>		
Interest expense - RADS	489,530	476,117
	<b>489,530</b>	<b>476,117</b>
<b>Other expenses</b>		
- Administration expenses	93,535	37,832
- Client services	212,176	218,497
- Communication expenses	98,942	91,221
- Consultancy expenses	51,309	44,934
- COVID-19 expenses	45,563	60,848
- Doubtful debts	-	36,130
- Food	404,688	401,900
- Freight	3,652	4,298
- Housekeeping	373,688	366,711
- Insurance	289,834	251,385
- Loss on sale of assets	1,986	-
- Marketing and fundraising expenses	518	1,310
- Medical supplies	236,110	216,769
- Motor vehicle expenses	5,863	7,458
- Property expenses	441,703	378,408
- Rent expense	-	2,004
	<b>2,259,567</b>	<b>2,119,705</b>

#### 4 Cash and cash equivalents

	2022	2021
	\$	\$
Cash on hand	1,000	1,000
Bank balances	7,271,693	7,723,792
Short-term deposits	4,800,000	4,800,000
	<b>12,072,693</b>	<b>12,524,792</b>

Proserpine Nursing Home Inc.

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

<b>5 Trade and other receivables</b>		
	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Current		
Trade receivables	51,070	71,021
Government subsidies receivable	120,530	(2,427)
	<u>171,600</u>	<u>68,594</u>
<b>6 Property, plant, and equipment</b>		
	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Property - Land and buildings</b>		
Freehold land at fair value	424,227	424,227
<b>Buildings</b>		
At cost	16,162,053	16,141,036
Accumulated depreciation	(4,481,300)	(4,095,689)
	<u>11,680,753</u>	<u>12,045,347</u>
Total property	<u>12,104,980</u>	<u>12,469,574</u>
<b>Plant and equipment</b>		
Plant and equipment at cost	1,499,807	1,412,468
Accumulated depreciation	(787,332)	(659,352)
	<u>712,475</u>	<u>753,116</u>
Furniture, fixtures, and fittings at cost	305,920	274,961
Accumulated depreciation	(256,924)	(274,845)
	<u>48,996</u>	<u>116</u>
Motor vehicle at cost	47,272	47,272
Accumulated depreciation	(18,102)	(14,465)
	<u>29,170</u>	<u>32,807</u>
Garden and fencing at cost	28,352	28,352
Accumulated depreciation	(7,704)	(5,827)
	<u>20,648</u>	<u>22,525</u>
Medical equipment at cost	42,835	35,826
Accumulated depreciation	(27,498)	(23,704)
	<u>15,337</u>	<u>12,122</u>
Total plant and equipment	<u>826,626</u>	<u>820,686</u>
<b>Total property, plant, and equipment</b>	<u>12,931,606</u>	<u>13,290,260</u>

## Proserpine Nursing Home Inc.

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

Land is measured at fair value. Under the Deed of Transfer dated January 2011, land at 42 Anzac Road was transferred from Whitsunday Regional Council to the Proserpine Nursing Home Inc. This land has been valued at the Committee's assessment of fair market value of the property and is re-assessed annually by the committee to ensure it remains a conservative valuation of land asset.

#### 7 Trade and other payables

	2022	2021
	\$	\$
Current		
Trade payables	146,098	196,084
Other accrued expenses	268,135	224,921
	<u>414,233</u>	<u>421,005</u>

All amounts are short term and the carrying values are considered to be a reasonable approximation of fair value.

#### 8 Other financial liabilities

	2022	2021
	\$	\$
Current		
Refundable accommodation deposits (RADs)	11,042,737	11,959,148
	<u>11,042,737</u>	<u>11,959,148</u>

As there are no unconditional right to defer payment for 12 months, RAD liabilities are recorded as current liabilities.

#### 9 Employee benefits

	2022	2021
	\$	\$
Current		
Annual leave	565,473	611,257
Long service leave	352,612	319,966
	<u>918,085</u>	<u>931,223</u>
Non-current		
Long service leave	35,504	35,129
Sick/personal leave (non-vested)	235,018	224,409
	<u>270,522</u>	<u>259,538</u>

## Proserpine Nursing Home Inc.

ABN: 26 150 144 841

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

#### 10 Reserves

##### (a) Asset revaluation reserve

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

Under the Deed of Transfer dated January 2011, land at 42 Anzac Road was transferred from Whitsunday Regional Council to the Proserpine Nursing Home Inc. This land has been valued at the Committee's assessment of fair market value of the property and is re-assessed annually by the committee to ensure it remains a conservative valuation of the land asset.

#### 11 Contingencies liabilities and capital commitments

In the opinion of the Committee of Management, the Association did not have any contingencies or significant capital expenditure commitments at 30 June 2022 that have not been included in the financial report. (30 June 2021: None).

#### 12 Cash flow information

##### (a) Reconciliation of result for the year to cashflows from operating activities

	2022	2021
	\$	\$
Net surplus/(deficit) attributable to operations	217,592	465,278
Non-cash flows in profit:		
- depreciation	545,540	542,113
- net (gain)/loss on disposal of equipment	1,986	-
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(103,008)	52,835
- increase/(decrease) in trade and other payables	(6,773)	37,267
- increase/(decrease) in employee benefits	(2,154)	78,591
Cash flows from operations	<u>653,183</u>	<u>1,176,084</u>

#### 13 Events after the end of the reporting period

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



## **Proserpine Nursing Home Inc.**

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### **Notes to the Financial Statements For the Year Ended 30 June 2022**

#### **14 Related party transactions**

There were no significant transactions with related parties during the current and previous financial year. Any transactions with members were on a normal arm's length commercial basis.

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

#### **15 Statutory information**

The registered office and principal place of business of the association is:

Proserpine Nursing Home Inc.  
42 Anzac Road  
Proserpine QLD 4800

**Proserpine Nursing Home Inc.**


ABN: 26 150 144 841

**Statement by Members of the Committee**

In the opinion of the committee the financial report as at out on pages 1 to 16:

1. Present fairly the financial position of Proserpine Nursing Home Inc. as at 30 June 2022 and its performance for the year ended on that date in accordance with Australian Accounting Standards (including Australian Accounting Interpretations), of the Australian Accounting Standards Board.
2. At the date of this statement, there are reasonable grounds to believe that Proserpine Nursing Home Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

President ..... 

Trasurer..... 

Dated: 26/09/2022

# Sammut Bulow Bennett Partners

## Proserpine Nursing Home Inc.

### Independent Audit Report to the members of Proserpine Nursing Home Inc.

#### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Proserpine Nursing Home Inc. (the Association), which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the statement by members of the committee.

In our opinion, the accompanying financial report of Proserpine Nursing Home Inc. has been prepared in accordance with Div. 60 of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act), including:

- (i) giving a true and fair view of the Registered Entity's financial position as at 30 June 2022 and of its financial performance and its cash flows for the year ended; and
- (ii) complying with Australian Accounting Standards to the extent described in Note 1, and Div. 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

#### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Registered Entity's in accordance with the ACNC Act, the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### Responsibilities of the Committee for the Financial Report

The committee of the Registered Entity are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the ACNC Act and is appropriate to meet the needs of the members. The committee's responsibility also includes such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the committee is responsible for assessing the Registered Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Registered Entity or to cease operations, or has no realistic alternative but to do so.



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Sammut Bulow Pty Ltd ABN 74 115 070 285 is a Corporate Authorised Representative 1278409 of Bennett Partners Pty Ltd ABN 65 010 430 314, AFSL 483051.

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# Sammut Bulow Bennett Partners

## Proserpine Nursing Home Inc.

### Independent Audit Report to the members of Proserpine Nursing Home Inc.

#### Auditors Responsibilities for the Audit of the Financial Report.

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

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

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Registered Entity's internal control.
- Conclude on the appropriateness of the committee's use of going concern basis or 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 Registered Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention to it in our auditor's report to the related disclosures in the financial report, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the Registered Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the committee and management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Paul Hinton CA  
Director  
Date: 26/09/2022



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