

Sapphire Coast Community Aged Care Ltd

ABN: 34 002 554 636

Financial Statements

For the year ended 30 June 2023

Sapphire Coast Community Aged Care Ltd

Directors' report

30 June 2023

The responsible persons present their report on Sapphire Coast Community Aged Care Ltd for the financial year ended 30 June 2023.

Information on directors

The directors present their report on Sapphire Coast Community Aged Care Ltd for the financial year ended 30 June 2023.

Catherine BATEMAN

Qualifications	Registered Nurse / Research Project Officer
Date of appointment	21 September 2021

Philip CALLAN

Qualifications	Consultant
Date of appointment	14 November 2017

Christopher CHEUNG

Qualifications	Physiotherapist
Date of appointment	17 November 2022

Melissa FAY

Qualifications	School Principal
Date of appointment	16 February 2023

Kate IRELAND

Qualifications	Business Proprietor / Engineer
Date of appointment	21 September 2021

Rodney McDONALD

Qualifications	Real Estate Director
Date of appointment	17 November 2022

Daniel MURPHY

Qualifications	Investment Manager
Date of appointment	19 February 2019

Gae RHEINBERGER

Qualifications	Consultant
Date of appointment	18 May 2010

Philip MOFFITT

Qualifications	Business proprietor
Date of resignation	16 February 2023

Sapphire Coast Community Aged Care Ltd

Directors' report

30 June 2023

Robert HARTEMINK

Qualifications	Retired Surgeon
Date of resignation	23 March 2023

Ross RITCHIE

Qualifications	Business proprietor
Date of resignation	27 October 2022

Alexander LANGWORTHY

Qualifications	Retired engineer
Date of resignation	27 October 2022

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

Principal activities

The principal activities of Sapphire Coast Community Aged Care Ltd during the financial year were the provision of aged care services. There were no significant changes in the nature of Sapphire Coast Community Aged Care Ltd's principal activities during the financial year.

Members' guarantee

Sapphire Coast Community Aged Care Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person who ceased to be a member in the year prior to the winding up, is limited to \$50 for members subject to the provisions of the company's constitution.

At 30 June 2023 the collective liability of members was \$1,200 (2022: \$1,400).

Signed in accordance with a resolution of the Board of directors.



Daniel MURPHY
Director

Dated: 26 October 2023

Sapphire Coast Community Aged Care Ltd

Statement of income and retained earnings

For the year ended 30 June 2023

	Note	2023 \$	2022 \$
Revenue	5	19,574,852	19,206,159
Finance income	6	182,787	138,057
Other income - gain on disposal of plant and equipment		2,500	4,777
Employee benefit expenses		(13,236,039)	(13,798,856)
Depreciation expense		(1,294,119)	(1,315,354)
Finance expenses - Interest - Resident bonds and deposits		(101,595)	(43,313)
Impairment losses on financial assets		-	(5,739)
Contract labour expenses		(1,402,250)	(1,275,384)
Administrative expenses		(1,620,841)	(849,227)
Client and resident expenses		(947,828)	(586,620)
Food, cooking and catering expenses		(672,915)	(675,364)
Repairs, maintenance, vehicle and property expenses		(1,454,081)	(1,402,365)
(Deficit) before income tax		(969,529)	(603,229)
Income tax	3.a	-	-
(Deficit) for the year		(969,529)	(603,229)
Retained earnings		2023 \$	2022 \$
Result for the year		(969,529)	(603,229)
Opening balance		30,874,012	31,477,241
Retained earnings at the end of the year		29,904,483	30,874,012

The accompanying notes form part of these financial statements.

Sapphire Coast Community Aged Care Ltd

Statement of financial position

As at 30 June 2023

	Note	2023 \$	2022 \$
Assets			
Current assets			
Cash and cash equivalents	8	16,945,737	18,250,943
Trade and other receivables	9	1,108,854	1,072,545
Prepayments		299,890	211,191
Total current assets		18,354,481	19,534,679
Non-current assets			
Property, plant and equipment	10	54,482,517	47,841,752
Intangible assets	11	66,211	74,857
Total non-current assets		54,548,728	47,916,609
Total assets		72,903,209	67,451,288
Liabilities			
Current liabilities			
Trade and other payables	12	39,983,088	33,589,496
Other liabilities	13	346,461	327,342
Employee benefits	14	2,669,177	2,660,438
Total current liabilities		42,998,726	36,577,276
Total liabilities		42,998,726	36,577,276
Net assets		29,904,483	30,874,012
Equity			
Retained earnings		29,904,483	30,874,012

The accompanying notes form part of these financial statements.

Sapphire Coast Community Aged Care Ltd

Notes to the financial statements

For the year ended 30 June 2023

4. Critical accounting estimates and judgements

The Directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances. These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates. There are no significant estimates and judgements other than any described in the above accounting policies.

5. Revenue and other income

a. Revenue from continuing operations

	2023	2022
	\$	\$
Revenue from contracts with customers		
Government subsidies	13,666,666	10,833,750
Government subsidies - additional ACFI/RSS/BIF funding	-	365,500
Government subsidies - additional COVID-19 income	306,632	284,135
Resident and client contributions	4,680,441	6,811,403
Retained contributions - villas	247,952	224,553
Management fees income	15,029	106,664
Other revenue	14,568	18,304
Total	18,931,288	18,644,309
Revenue from other sources		
Donations and fundraising income	450,120	149,851
Capital gain on sale of villas	103,786	196,059
Rent	83,925	64,842
Wage subsidies - COVID-19 funding	-	139,500
Wage subsidies - Registered nurses funding	5,733	-
Wage subsidies	-	11,598
Total	193,444	411,999
Total revenue	19,574,852	19,206,159

6. Finance income

	2023	2022
	\$	\$
Finance income		
Interest income		
Interest - bank deposits	173,282	113,895
Interest - residents	9,505	24,162
	182,787	138,057

Sapphire Coast Community Aged Care Ltd

Notes to the financial statements

For the year ended 30 June 2023

b. Accounting policies adopted

Segment revenues and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists. Segment assets include all assets used by a segment and consist principally of cash, receivables, inventories, intangibles and property, plant and equipment, net of allowances and accumulated depreciation and amortisation. While most such assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. Segment liabilities consist principally of accounts payable, employee entitlements, accrued expenses and provisions.

c. Inter-segment transfers

Segment revenues, expenses and result include transfers between segments. The prices charged on inter-segment transactions are the same as those charged for similar goods to parties outside of the Company entity at an arm's length. These transfers are eliminated on consolidation.

d. Segment performance

	Hillgrove House		Imlay House		The Oaks Country Village	
	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$
Revenue						
Government subsidies	6,898,875	6,195,018	4,949,017	4,638,732	-	-
Resident charges	2,458,161	2,240,395	1,648,618	1,796,809	504,013	420,612
Interest received	2,348	18,922	3,087	5,240	4,070	-
Donations	328,653	75,085	101,072	73,871	-	-
Other external income	228,583	75,016	95,918	209,135	103,786	-
Inter-segment revenue	391,239	74,804	184,945	36,307	203,219	49,714
Total segment revenue	10,307,859	8,679,240	6,982,657	6,760,094	815,088	470,326
Depreciation and amortisation	771,491	789,719	409,770	419,894	80,000	80,000
Employee expenses	6,452,796	7,094,195	4,656,339	5,210,511	82,473	-
Interest expense - bonds	53,283	35,047	48,312	8,266	-	-
Other external expenses	2,410,902	1,652,086	1,902,444	1,018,212	248,527	25,635
Inter-segment expenses	1,328,868	298,393	943,558	223,084	90,497	22,575
Total segment expenses	11,017,340	9,869,440	7,960,423	6,879,967	501,497	128,210
Segment result before net assets transferred in	(709,481)	(1,190,200)	(977,766)	(119,873)	313,591	342,116

Sapphire Coast Community Aged Care Ltd

Notes to the financial statements

For the year ended 30 June 2023

	Sapphire Coast Home Services		Corporate / Eliminations		Total	
	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$
Revenue						
Government subsidies	1,818,774	-	-	-	13,666,666	10,833,750
Resident charges	317,601	2,530,686	-	-	4,928,393	6,988,502
Interest received	-	-	173,282	113,895	182,787	138,057
Donations	-	132	20,395	-	450,120	149,088
Other external income	2,193	-	101,695	509,521	532,174	793,673
Inter-segment revenue	-	-	(779,403)	(160,824)	-	-
Total segment revenue	2,138,568	2,530,818	(484,031)	462,592	19,760,140	18,903,070
Depreciation and amortisation	4,382	-	28,476	25,742	1,294,119	1,315,354
Employee expenses	1,071,712	1,609,693	972,720	827,578	13,236,039	14,741,977
Interest expense - bonds	-	-	-	-	101,595	43,313
Other external expenses	478,347	376,398	1,095,347	370,238	6,135,568	3,442,569
Inter-segment expenses	180,000	180,000	(2,580,574)	(760,966)	(37,652)	(36,914)
Total segment expenses	1,734,441	2,166,091	(484,031)	462,592	20,729,669	19,506,299
Segment result before net assets transferred in	404,127	364,727	-	-	(969,529)	(603,229)

e. Segment assets and liabilities

	Hillgrove House		Imlay House		The Oaks Country Village	
	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$
Segment assets						
Current assets	17,606,354	11,804,812	3,908,945	3,957,713	4,552,216	3,812,633
Non-current assets	21,744,399	22,432,952	7,725,260	8,135,030	14,558,618	14,301,136
	39,350,753	34,237,764	11,634,205	12,092,743	19,110,834	18,113,769
Segment liabilities						
Current liabilities	(21,383,046)	(16,899,123)	(10,702,748)	(9,385,805)	(10,048,838)	(9,365,364)
Net assets	17,967,707	17,338,641	931,457	2,706,938	9,061,996	8,748,405

	Sapphire Coast Home Services		Corporate / Eliminations		Total	
	2023	2022	2023	2022	2023	2022
	\$	\$	\$	\$	\$	\$
Segment assets						
Current assets	2,643,357	2,561,479	(10,356,391)	(2,601,960)	18,354,481	19,534,678
Non-current assets	28,517		10,491,934	3,047,492	54,548,728	47,916,610
	2,671,874	2,561,479	135,543	445,532	72,903,209	67,451,288
Segment liabilities						
Current liabilities	(313,627)	(481,452)	(550,467)	(445,532)	(42,998,726)	(36,577,276)
Net assets	2,358,247	2,080,027	(414,924)	-	29,904,483	30,874,012

Sapphire Coast Community Aged Care Ltd

Director's declaration

The directors declare that in the directors' opinion :

- there are reasonable grounds to believe that the company is able to pay all of its debts, as and when they become due and payable; and
- the financial statements and notes satisfy the requirements of the Australian Charities and Not-for-profits Commission Act 2012 and the Charitable Fundraising Act 1991; and
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2023 and of its performance for the financial year ended on that date; and
- the internal controls exercised by the Company are appropriate and effective in accounting for all income received and applied by the the Company from all fundraising appeals;
- the financial statements give a true and fair view of all income and expenditure with respect to fundraising appeals.

This declaration is made in accordance with a resolution by the Board and is signed for and behalf of the Board by:



Daniel MURPHY
Director

Dated: 26 October 2023