

Sapphire Coast Community Aged Care Ltd

ABN: 34 002 554 636

Financial Statements
For the year ended 30 June 2024

Sapphire Coast Community Aged Care Ltd

Directors' report
30 June 2024

The directors present their report on Sapphire Coast Community Aged Care Ltd for the financial year ended 30 June 2024.

Information on directors

The names of each person who has been a director during the year and to date of the report are:

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

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

Sapphire Coast Community Aged Care Ltd

Directors' report

30 June 2024

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 2024 the collective liability of members was \$1,350 (2023: \$1,200).

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



Rodney McDONALD
Director

Dated: 24 October 2024

Sapphire Coast Community Aged Care Ltd

Statement of income and retained earnings

For the year ended 30 June 2024

	Note	2024 \$	2023 \$
Revenue	5	23,904,758	19,574,852
Finance income	6	284,328	182,787
Other income - gain on disposal of plant and equipment		10,000	2,500
Employee benefit expenses		(16,775,661)	(13,236,039)
Depreciation expense		(1,289,664)	(1,294,119)
Finance expenses	6	(102,133)	(101,595)
Contract labour expenses		(648,494)	(1,402,250)
Administrative expenses		(1,842,358)	(1,620,841)
Client and resident expenses		(1,520,955)	(947,828)
Food, cooking and catering expenses		(692,758)	(672,915)
Repairs, maintenance, vehicle and property expenses		(1,489,931)	(1,454,081)
(Deficit) before income tax		(162,868)	(969,529)
Income tax	3.a	-	-
(Deficit) for the year		(162,868)	(969,529)
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Retained earnings		(162,868)	(969,529)
Result for the year		29,904,483	30,874,012
Opening balance		29,741,615	29,904,483
Retained earnings at the end of the year			

The accompanying notes form part of these financial statements.

Sapphire Coast Community Aged Care Ltd

Statement of financial position

As at 30 June 2024

	Note	2024 \$	2023 \$
Assets			
Current assets			
Cash and cash equivalents	8	5,507,972	16,945,737
Trade and other receivables	9	1,979,404	1,108,854
Prepayments		323,054	299,890
Total current assets		7,810,430	18,354,481
Non-current assets			
Property, plant and equipment	10	70,390,922	54,482,517
Intangible assets	11	47,512	66,211
Total non-current assets		70,438,434	54,548,728
Total assets		78,248,864	72,903,209
Liabilities			
Current liabilities			
Trade and other payables	12	41,555,989	39,983,088
Borrowings	13	261,363	-
Other liabilities	14	352,467	346,461
Employee benefits	15	3,590,283	2,669,177
Total current liabilities		45,760,102	42,998,726
Non-current liabilities			
Borrowings	13	2,747,147	-
Total liabilities		48,507,249	42,998,726
Net assets		29,741,615	29,904,483
Equity			
Retained earnings		29,741,615	29,904,483

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 2024

5. Revenue and other income

	2024	2023
	\$	\$
Revenue from contracts with customers		
Government subsidies	17,498,239	13,666,666
Government subsidies and other grants - non-recurrent	263,767	306,632
Resident and client contributions	5,375,861	4,680,441
Retained contributions - villas	239,896	247,952
Other revenue	9,571	29,420
Total	23,387,334	18,931,111
Revenue from other sources		
Donations and fundraising income	150,638	450,297
Wage subsidies - Registered nurses funding	-	5,733
Capital gain on sale of villas	294,977	103,786
Rental income	71,809	83,925
Total	517,424	643,741
Total revenue	23,904,758	19,574,852

6. Finance income and expenses

	2024	2023
	\$	\$
Finance income		
Interest income		
Interest - bank deposits	255,269	173,282
Interest - residents	29,059	9,505
	284,328	182,787
Finance expenses		
Interest expense - borrowings	12,458	-
Interest expense - Resident bonds and deposits	89,675	101,595
	102,133	101,595

7. Auditor's remuneration

	2024	2023
	\$	\$
Remuneration of the auditor of the Company, Kothas Accounting Group, for: auditing the financial statements	19,750	19,450

Sapphire Coast Community Aged Care Ltd

Notes to the financial statements
For the year ended 30 June 2024

20. 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 Company, the results of those operations, or the state of affairs of the Company in future financial years.

21. Financial reporting segments

a. Identification of reportable segments

The Company has identified its operating segments in accordance with the Aged Care Act 1997 and underlying Principles, the Company is deemed to operate within five business segments being:

1. Residential Aged Care – Hillgrove House (high level aged care) located in Hill Street, Bega, New South Wales, Australia.
2. Community Care Packages – Services provided in various client homes operated within the Bega Valley, New South Wales, Australia.
3. Residential Aged Care – Imlay House (high level aged care) located in Merigan Street, Pambula, New South Wales, Australia.
4. Retirement Village – The Oaks Country Village located in Tarraganda Lane & East Street, Bega, New South Wales, Australia.
5. Retirement Village – The Glen located in East Street, Bega, New South Wales, Australia.

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.

Sapphire Coast Community Aged Care Ltd

Notes to the financial statements
For the year ended 30 June 2024

21. Financial reporting segments (continued)

d. Segment performance

	Hillgrove House		Imlay House		The Oaks Country Village		The Glen	
	2024	2023	2024	2023	2024	2023	2024	2023
	\$	\$	\$	\$	\$	\$	\$	\$
Revenue								
Government subsidies	9,133,455	6,898,875	6,327,340	4,949,017	-	-	-	-
Resident charges	2,927,701	2,458,161	1,864,938	1,648,618	500,735	504,013	26,768	-
Interest received	15,917	2,348	8,263	3,087	4,880	4,070	-	-
Donations	52,331	328,653	97,813	101,072	-	-	-	-
Other external income	(17,599)	228,583	5,000	95,918	489,668	103,786	-	-
Inter-segment revenue	860,980	391,239	348,447	184,945	403,490	203,219	17,162	-
Total segment revenue	12,972,785	10,307,859	8,651,801	6,982,657	1,398,773	815,088	43,930	-
Depreciation and amortisation	765,418	771,491	403,099	409,770	81,169	80,000	-	-
Employee expenses	8,568,847	6,452,796	5,986,503	4,656,339	86,213	82,473	3,608	-
Interest expense	72,583	53,283	17,092	48,312	-	-	-	-
Other external expenses	2,411,247	2,410,902	1,778,332	1,902,444	176,001	248,527	31,183	-
Inter-segment expenses	1,790,609	1,328,868	1,182,745	943,557	197,133	90,497	627	-
Total segment expenses	13,608,704	11,017,340	9,367,771	7,960,422	540,516	501,497	35,418	-
Segment result before net assets transferred in	(635,919)	(709,481)	(715,970)	(977,765)	858,257	313,591	8,512	-

	Sapphire Coast Home Services		Corporate / Eliminations		Total	
	2024	2023	2024	2023	2024	2023
	\$	\$	\$	\$	\$	\$
Revenue						
Government subsidies	2,037,444	1,818,774	-	-	17,498,239	13,666,666
Resident charges	295,615	317,601	-	-	5,615,757	4,928,393
Interest received	-	-	255,268	173,282	284,328	182,787
Donations	-	-	495	20,395	150,639	450,120
Other external income	8,787	2,193	164,267	101,695	650,123	532,174
Inter-segment revenue	-	-	(1,630,079)	(779,403)	-	-
Total segment revenue	2,341,846	2,138,568	(1,210,049)	(484,031)	24,199,086	19,760,140
Depreciation and amortisation	8,022	4,382	31,956	28,476	1,289,664	1,294,119
Employee expenses	1,153,656	1,071,712	976,834	972,720	16,775,661	13,236,039
Interest expense	-	-	12,458	-	102,133	101,595
Other external expenses	677,916	478,347	1,119,817	1,095,347	6,194,496	6,135,568
Inter-segment expenses	180,000	180,000	(3,351,114)	(2,580,574)	-	(37,652)
Total segment expenses	2,019,594	1,734,441	(1,210,049)	(484,031)	24,361,954	20,729,669
Segment result before net assets transferred in	322,252	404,127	-	-	(162,868)	(969,529)

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 2024 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:



Rodney McDONALD
Director

Dated: 24 October 2024