

# 2020 – 2021 Annual Report

## Vision

"Continually Striving in Excellence in Caring for our Community"

## Our Mission Statement

Finley Regional Care is a Community Managed Not-for-Profit organisation.

We pride ourselves on our unique range of services. We embrace a high standard of quality care that is person centered, progressive and comprehensive through the lives of the individual, family and community.

***"QUALITY CARE WITH COUNTRY FLAIR"***

## OUR VALUES

Caring, Honesty, Professionalism, Integrity, Respect, Dignity and Community Focused.



**Resident, Client & Patient Experience  
is our Focus**

**We will**



**Teamwork, Positive, Acceptance, Dedication, Respect**



# **Presidents Annual Report**

**2020 – 2021**

It is with great pleasure I present you the Presidents Annual Report on behalf of Finley Regional Care's Board of Management for the year 2020 – 2021.

The past financial year has been another busy, productive yet challenging year not only for our wider community but for the Aged Care sector due to the ongoing pandemic. Despite these challenges, Finley Regional Care and all its staff have done an outstanding job at keeping the virus out of our facility and ensuring our Residents safety.

On behalf of the Board of Management, we sincerely thank the entire team at Finley Regional Care for their ongoing care and dedication to our wonderful Residents. A huge thank you to Ben Levesque our Chef Executive Officer and to Nathan Willoughby our Director of Operations for their outstanding leadership, and hard work during the pandemic and at successfully keeping the virus out of the facility. With another year with restrictions to visitors coming into the facility we appreciate our Residents families for their continued understanding and patience during what has been a very trying time for all.

A congratulations to our wonderful Medical Centre team and Doctors for their dedication and hard work in getting our wider community vaccinated, the extra time and effort that all the Medical Centre staff have put in, is truly astounding! We also welcomed Dr Kumari at Finley Medical Centre and we hope she enjoys her time with us. With the new addition of the Berrigan Medical Centre, we also welcome Dr Chandara. Having our two extra Doctors not only helps our Residents but enables us to better service our community.

We welcome to our team, our new Director of Clinical Services, Fiona Elms. Fiona comes from a Nursing background with a wealth of Knowledge and experience. Fiona has already proven to be a very valuable member of the FRC team. We also welcome our two new staff members to our Leisure and Lifestyle team, Wyatt and Alison Oates. Wyatt and Alison both have experience in the Residential Aged Care Field and are a welcome asset to the Leisure and Lifestyle team.

A special thank you to all our amazing Auxiliary members. Marj Maxwell and all the ladies do an outstanding job of fundraising, holding street stalls and holding raffles throughout the year. The money raised goes towards equipment for our wonderful Residents. This past year, we were kindly donated a trailer that our Maintenance team use for our Home Care Residents. \$3,000 was very kindly donated from the Finley Community Help Group that goes towards the Finley Regional Care Bus Insurance. We as always are very grateful to our local businesses that contribute and donate to FRC.

We also appreciate and thank our wonderful volunteers. Volunteers are a special part of Finley Regional Care, we have many who take the time out of their day, to spend with our Residents and help our staff. Volunteers build a special bond with our Residents, especially this past year with the continued restrictions on visitors. Their valued time is always appreciated.

Despite the pandemic, Finley Regional Care has had another successful and productive year, with many exciting projects to be completed in the following year.

### **Residential Care**

Our Residential occupancy has averaged around 95% over the last 12 months. With 99% of our Respite allocation utilized over that period. Despite the pandemic we have continued to provide our services for Residential and Respite admissions. It is peace of mind that we give family's a wonderful place for their loved ones to stay, either permanently or for a short Respite. Thank you to all our Care staff for their ongoing hard work and care to our Residents.

### **Complete Home Care**

The Complete Home Care Team reached a milestone this year, with 45 clients on the program, which is the greatest number of Home Care Package clients that Finley Regional Care has recorded to date. This was achieved through Kylie Titlow our Complete Care Manager and her amazing staff's hard work and dedication to our Residents in the community. The Complete Care vehicle fleet grew to 5 to accommodate the amazing growth of the Complete Care program. Thankfully the covid pandemic brought minimal disruptions to the Complete Care services and supports. All home care clients and their families were very well looked after and supported by Kylie and her team. It truly is a credit to their hard work and dedication.

### **Finley Medical Centre**

We welcomed Dr Kumari to the Finley Medical Centre. Dr Kumari joins, Dr Alam, Dr Mohan and Dr Priyantha in providing health services to our Residents and wider community. The number of patients accessing our GP's and health services has continued to grow throughout the pandemic. Our ongoing services of Pathology, counselling, podiatrists, dietitians, specialists and allied health services continues to reach our wider community where it is needed.

### **Berrigan Medical Centre**

We welcomed Berrigan Medical Centre to Finley Regional Care this year. The Medical Centre is a great asset to the Berrigan community, and we are happy to be able to provide many health services to the region as we do here in Finley. The Medical Centre provides patients with a qualified nurse, access to specialists, podiatrists, dieticians, tele-health services via Skype and a pathology service. Dr Chandara and staff have been working very hard and we welcome them to the FRC team.

### **Alumuna**

I am happy to report that our Alumna Retirement Village is full. All homes have been purchased or are currently under offer. Due to this, we now have plans in place for a further 3 new homes to be built. A community center is also in the works which will provide our Alumna Residents with a meeting place and further plans for a library, and hobby space. Our Alumna Residents are encouraged to join our FRC Residents in enjoying the various activities that are held in the facility.

### **Grant Funding and Future Direction**

Finley Regional Care has been very successful in obtaining grant funding this past financial year. All grant funding goes towards upgrades throughout the facility, but also over at our Alumna site. Thanks to these grants, we have a number of very exciting projects in the works for the forthcoming year.

### **In Closing**

I would like to thank my fellow Board Members for their ongoing commitment and support throughout the year. Countless hours are spent at meetings, phone calls and training. Everyone's dedication and hard work has always ensured success with our projects here at Finley Regional Care.

I look forward to another successful and productive year ahead, hopefully it will be a more settled year with covid restrictions easing and we can begin our "new normal" way forward. As always, Finley Regional Care will continue providing our Residents and community with the best possible care and services.

**Eric Dean**

President

# **Chief Executive Officer's Report**

## **2020 - 2021**

On behalf of the Finley Regional Care, I am pleased to present my Annual Chief Executive Officer's report for 2020 – 2021, and what a year it has been; certainly, a very productive and successful one, however the COVID-19 has continued to impact every one of us.

I would like to first thank all families, Residents and clients for their understanding and patience with the restrictions due to the ongoing covid-19 situation. A big thank you also to the team of FRC for managing and continually working above and beyond during the pandemic.

Finley Regional Care has been successful in receiving two more bed places and capital funding for our project to drastically develop, innovate, modernise, and refurbish our residential aged care facility, including the incorporation of dementia design principles. This project aims to provide all consumers with modern homely living and an innovative design mimicking the main street of Finley, with a shop, cinema, café and hairdresser.

The refurbishment of existing rooms to two resident rooms, a wellness room, the upgrading of flooring, window coverings, kitchens, mattresses, installation of overhead lifters and install of an off the grid power solution.

This service proposal will provide enhanced safety and security to consumers through innovative means, whilst providing an engaging and stimulating environment. This proposal includes two rooms that will be secure and technology heavy, providing respite for those living with significant cognitive ailments. Finley Regional Care seeks to refurbish and develop an innovative environment within the residential facility to provide an authentic experience of living within the Finley community for our current and future consumers. The environment will reflect the main street of Finley including windows, signage and even stickers along the corridor to mimic the real replicated physical environment.

This innovative and conceptual proposal blends best practice standards with the needs of consumers in a modern way and provides all consumers, particularly those with cognitive ailments, a stimulating physical environment, significantly reducing the institutional feel of the residence and providing a local building feel to the site.

This proposal is consumer focused. Consumers will have a safe space to roam free, work in the shop or sit with friends and family, in a safe, secure staffed area – regardless of their diagnosis. A new type of care.

### **Murray Darling Basin Fund Success**

Finley Regional Care is seeking to construct a new GP Clinic on land shared with our Alumuna Community, which is a short 600m from our Residential Care site. The proposed land for the GP Clinic is central within the Finley town and is a prime accessible location. External public transport does not exist in our regional area and thus a centralised hub for health care service provision will meet the needs of the community.

Residents of Finley and the surrounding regions will be able to access the GP Clinic with all members of the community welcome. We will actively promote the service through our existing media channels which extend across our catchment through the variety of services and concurrent advertisements we operate.

Finley Regional Care will expand on our already amazing Doctors, Allied Health Professionals and Specialists to our GP Clinic. This will provide additional employment and economic growth to the local populous, fuelling investment in the local area.

Business Improvement Fund Success.

A technology upgrade will be put in place to provide a new nurse call system with improved communication integration, reducing call times and being able to provide care where needed with reduced travel time. This will further enhance systems and equipment to enhance the Residents experience, as well as new technology of voice assistants and TV systems to promote an easier way to call and communicate with family members via video or voice call systems.

Over at Alumuna we plan to build three new homes, as all homes are currently occupied or under offer. Plans are in place for a community centre, which will include a meeting place with plans for a future gym, cinema hobby space, meals, and a library.

I would like to welcome the team from the Berrigan Medical Centre who are now operating as part of Finley Regional Care, we are proud to be able to secure and provide much needed medical services to the Berrigan Community as we do in Finley.

We are currently working with Biralee Preschool to merge the services and further secure and grow the childcare services in Finley. Bringing the preschool onboard helps further improve the already successful programs that currently run covid permitting.

We are happy to introduce our new Director of Clinical Service Fiona Elms to lead our clinical team, as well as our new team in Leisure and lifestyle Wyatt and Alison Oates. We also have new Care staff members Elly Stringer, Katelyn Hughes, Jenny McIntosh, Lily Chatmongkolchai, Brianna Pulbrook and Priscilla Casper our new RN at the Medical centre.

Congratulations and thanks to Chris Chivers for 25 years' service. Wilma Baker for an amazing 30 years of service and Debbie Findlay for her 10-year service. We appreciate our staff and their ongoing hard work and care they give to our Residents.

Some amazing recognition to our team is receiving across all parts of the Organisation

2 awards in the Community Achievement Awards for Regional NSW & the ACT

- Semi Finalist in the Prime Super Business Innovation Award
- Semi Finalist in the Ricoch Australia Customer Service Award

As well as being a Finalist in the 2021 ACSA Aged Care Awards for Regional, Rural, Remote Provider of the Year – Organisation Award.

All areas of the business have performed very well in difficult circumstances over the last year, allowing us to continue to grow and provide services to the Finley community and surrounds. I am very proud and grateful of the team effort at Finley Regional Care from our Residential, Home Care, Medical Centres, Maintenance and Alumuna teams.

We have seen the implementation of the Fish program at Finley Regional Care which has further enhanced our culture and service levels following the values of

- Make their Day
- Being There
- Choosing a Great Attitude
- Having Fun

I thank the Board for all their support and effort over the year as their vision and support allow us to continue to grow providing more services to the community and create a very enjoyable team culture at Finley Regional Care.

Ben Levesque

Chief Executive Officer



FINLEY REGIONAL CARE LTD

ABN 55 003 153 240

Incorporated in New South Wales on 13<sup>th</sup> August, 1986

THIRTY-FOURTH ANNUAL GENERAL MEETING

Notice is hereby given that the Thirty Third Annual General Meeting of Members will be held at 1 McLeod Circuit, Alumuna, Finley on 20<sup>TH</sup> October 2021.

B U S I N E S S

1. To confirm the Minutes of the Annual General Meeting of Finley Regional Care Ltd held on 21<sup>ST</sup> October 2020.
2. To receive and consider the reports of the Board.
3. To receive and consider the Balance Sheet, Trading and Profit and Loss Account and Report of the Auditors.
4. To declare the board for the ensuing year.
5. To deal with any business of which due notice has been given.

BEN LEVESQUE  
Chief Executive Officer

# **FINLEY REGIONAL CARE LTD**

**ABN 55 003 153 240**

## **FINANCIAL REPORT**

**FOR THE YEAR ENDED 30 JUNE 2021**

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

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**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**DIRECTORS' REPORT**

Your directors present their report on the company for the financial year ended 30 June 2021.

**Directors**

The names of the directors in office at anytime during or since the end of the year are:

EC Dean  
NJR Wilson  
GJ McNamara  
SJ Bickerton  
A Harding  
J McLeod  
MA Luelf

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

**Review of Operations**

The profit of the company for the financial year after providing for income tax amounted to \$451,511.

A review of the operations of the company during the financial year and the results of those operations are as follows:

Over the past twelve months, the profit from residential services totalled \$152,723, the loss from HACCS totalled \$47,462, the profit from the Finley Medical Centre totalled \$281,832, and the profit from Alumuna totalled \$37,092.

**Significant Changes in the State of Affairs**

No significant changes in the company's state of affairs occurred during the financial year.

**Principal Activities**

The principal activities of the company during the financial year were:

Provision of nursing home facilities and associated aged care services, the Company also operates a Medical centre that provides services to the wider community. The Company also provides Independent Living Units.

No significant change in the nature of these activities occurred during the financial year.

**Events Subsequent to the End of the Reporting Period**

A new medical centre will be built on site in Finley.



**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**DIRECTORS' REPORT**

**Likely Developments and Expected Results of Operations**

Likely developments in the operations of the company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the company.

**Environmental Regulation**

The company's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of the State.

**Dividends**

No dividends have been paid or declared since the start of the financial year.

**Options**

No options over issued shares or interests in the company were granted during or since the end of the financial year and there were no options outstanding at the date of this report.

**Indemnification of Officers**

No indemnities have been given or insurance premiums paid, during or since the end of the financial year, for any person who is or has been an officer or auditor of the company.

**Proceedings on Behalf of Company**

No person has applied for leave of court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

The company was not a party to any such proceedings during the year.

## FINLEY REGIONAL CARE LTD

ABN 55 003 153 240

### DIRECTORS' REPORT

#### INFORMATION ON DIRECTORS

DEAN, Eric Charles	7 Burke Street, Finley. Manager. President 8 Years. Director 15 years.
WILSON, Norman John Randolph	Plumpton Road, Finley. Manager. Vice President. Director 16 years.
McNAMARA, Gregory John	32 Tuppal Street, Finley. Manager. Honorary Treasurer. Director 11 years.
BICKERTON, Sally Jane	"Pinevale" Newell Highway, Finley. Solicitor Director 7 years.
HARDING, Andrew Edward	"Kimberley" RMB 1270 Caseys Road, Tocumwal. Director 5 years.
MCLEOD, Jennifer	321 Closes Road, Finley. Company Director. Director 4 years.
LU ELF, Margaret Alison	1 Tocumwal Street, Finley. Registered Nurse and TAFE Educator. Director 3 years.

#### MEETINGS OF DIRECTORS

During the financial year, (11) meetings of directors were held. Attendances were:

	Number Eligible to	Number Attended
EC Dean	11	11
NJR Wilson	11	11
GJ McNamara	11	10
SJ Bickerton	11	9
AE Harding	11	8
J McLeod	11	10
MA Luelf	11	11

Signed in accordance with a resolution of the board of directors:



EC Dean (President)



GJ McNamara (Honorary Treasurer)

Dated: 19/10/21.

18 **SW** 97  
**GOULBURN MURRAY  
AUDIT SERVICES**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER  
SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF  
FINLEY REGIONAL CARE LTD**

**ABN 55 003 153 240**

**FOR THE YEAR ENDED 30 JUNE 2021**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2021 there have been:

- i. No contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the audit; and
- ii. No contraventions of any applicable code of professional conduct in relation to the audit.



**Adam Purtil RCA 419507**

**Date: 20 October 2021**

**160 Welsford Street Shepparton, VIC 3630**

Directors:  
Adam Purtil, CPA  
Karen Collins, CPA

160 Welsford Street, Shepparton VIC 3630  
P.O. Box 5, Shepparton, VIC 3632

T (03) 5821 4622  
F (03) 5821 1598

56 Denison Street, Finley NSW 2713  
P.O. Box 229, Finley, NSW 2713

T (03) 5883 1477  
F (03) 5883 2240

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**INCOME STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
Revenue and other income	2	9,782,548	10,453,295
Employee benefits expense	3	(5,539,413)	(5,481,747)
Amortisation expense		(20,229)	(14,928)
Depreciation expense	3	(456,199)	(384,037)
Other expenses	3	<u>(3,315,197)</u>	<u>(3,586,168)</u>
<b>Profit before income tax expense</b>	3	451,511	986,415
Income tax expense		<u>-</u>	<u>-</u>
<b>Profit for the year</b>	1 (b)	<u><u>451,511</u></u>	<u><u>986,415</u></u>
Profit attributable to member of the company		<u><u>451,511</u></u>	<u><u>986,415</u></u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.



**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
Profit for the year		451,511	986,415
Other comprehensive income:		<u>                    </u>	<u>                    </u>
Other comprehensive income for the year, net of tax		<u>                    -</u>	<u>                    -</u>
Total comprehensive income for the year		<u><u>451,511</u></u>	<u><u>986,415</u></u>
Total comprehensive income attributable to member of the company		<u><u>451,511</u></u>	<u><u>986,415</u></u>

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**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**STATEMENT OF FINANCIAL POSITION**

**AS AT 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	5,337,487	5,263,045
Trade and other receivables	6	98,739	141,852
Other current assets	7	26,565	-
<b>TOTAL CURRENT ASSETS</b>		<u>5,462,791</u>	<u>5,404,897</u>
<b>NON-CURRENT ASSETS</b>			
Trade and other receivables	6	145,000	145,000
Property, plant and equipment	8	11,466,344	11,138,334
Investment property	9	233,135	-
Intangibles	10	84,237	61,463
<b>TOTAL NON-CURRENT ASSETS</b>		<u>11,928,716</u>	<u>11,344,797</u>
<b>TOTAL ASSETS</b>		<u><u>17,391,507</u></u>	<u><u>16,749,694</u></u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	283,572	438,175
Provisions	12	604,804	607,718
Monies held in trust	13	5,567,966	5,727,914
Other liabilities	14	790,709	334,567
<b>TOTAL CURRENT LIABILITIES</b>		<u>7,247,051</u>	<u>7,108,373</u>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	15	145,000	145,000
Provisions	12	312,096	260,473
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>457,096</u>	<u>405,473</u>
<b>TOTAL LIABILITIES</b>		<u><u>7,704,148</u></u>	<u><u>7,513,845</u></u>
<b>NET ASSETS</b>		<u><u>9,687,359</u></u>	<u><u>9,235,848</u></u>
<b>EQUITY</b>			
Retained earnings		<u>9,687,359</u>	<u>9,235,848</u>
<b>TOTAL EQUITY</b>		<u><u>9,687,359</u></u>	<u><u>9,235,848</u></u>

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**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**STATEMENT OF CHANGES IN EQUITY**  
**AS AT 30 JUNE 2021**

	Retained Earnings \$	Total \$
<b>Balance at 1 July 2019</b>	8,249,433	8,249,433
<b>Comprehensive income</b>		
Profit attributable to the member of the company	986,415	986,415
<b>Total comprehensive income for the year attributable to the member of the company</b>	986,415	986,415
<b>Balance at 30 June 2020</b>	9,235,848	9,235,848
<b>Balance at 1 July 2020</b>	9,235,848	9,235,848
<b>Comprehensive income</b>		
Profit attributable to the member of the company	451,511	451,511
<b>Total comprehensive income for the year attributable to the member of the company</b>	451,511	451,511
<b>Balance at 30 June 2021</b>	9,687,359	9,687,359

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**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>Cash flows from operating activities</b>			
Receipts from customers		9,971,242	10,804,967
Payments to Suppliers and Employees		(8,664,643)	(8,921,103)
Interest received		24,052	47,188
<b>Net cash provided by operating activities</b>	<b>25(b)</b>	<u>1,330,651</u>	<u>1,931,052</u>
<b>Cash flows from investing activities</b>			
Payments for property, plant & equipment		(820,126)	(2,143,502)
Payments for goodwill		(43,003)	-
Payments for investment property		(233,135)	-
Receipts for property, plant & equipment		-	31,818
<b>Net cash provided by (used in) investing activities</b>		<u>(1,096,264)</u>	<u>(2,111,684)</u>
<b>Cash flows from financing activities</b>			
Accommodation bonds received		1,805,000	1,530,690
Accommodation bonds refunded		(1,964,945)	(1,081,610)
<b>Net cash provided by financing activities</b>		<u>(159,945)</u>	<u>449,080</u>
Net increase (decrease) in cash held		74,442	268,477
Cash and cash equivalents at beginning of financial year		<u>5,263,045</u>	<u>4,944,598</u>
Cash and cash equivalents at end of financial year	<b>25(a)</b>	<u><u>5,337,487</u></u>	<u><u>5,263,045</u></u>

The accompanying notes form part of these financial statements.

These statements should be read in conjunction with the attached compilation report.



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

Finley Regional Care Ltd. applies Australian Accounting Standards – Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards.

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards – Reduced Disclosure Requirements of the Australian Accounting Standards Board (AASB) and the Australian Charities and Not-for-profits Commission Act 2012. Finley Regional Care Ltd. is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

**Accounting Policies**

**(a) Revenue**

**Revenue recognition**

*Contributed Assets*

Finley Regional Care Ltd. receives assets from the government and other parties for nil or nominal consideration in order to further its objectives. These assets are recognised in accordance with the recognition requirements of the applicable accounting standards (for example AASB 9, AASB 16, AASB 116 and AASB 138).

On initial recognition of an asset, Finley Regional Care Ltd. recognises related amounts being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer.

Finley Regional Care Ltd. recognises income immediately in profit or loss as the difference between initial carrying amount of the asset and the related amounts.

*Resident Fees & Contributions, Operating Grants, Donations and Bequests*

When Finley Regional Care Ltd. receives resident fees and contributions, operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance to AASB 15.

When both these conditions are satisfied, Finley Regional Care Ltd.:

- identifies each performance obligation relating to the grant;
- recognises a contract liability for its obligations under the agreement; and
- recognises revenue as it satisfies its performance obligations.

Where the contract is not enforceable or does not have sufficiently specific performance obligations, Finley Regional Care Ltd.:

- recognises the asset received in accordance with the recognition requirements of the applicable accounting standards (for example AASB 9, AASB 16, AASB 116 and AASB 138);
- recognises related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer); and
- recognises income immediately in profit or loss as the difference between the initial carrying amount of the asset and the related amount.

If a contract liability is recognised as a related amount above, Finley Regional Care Ltd. recognises income in profit or loss when or as it satisfies its obligations under the contract.

*Capital Grant*

When Finley Regional Care Ltd. receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

Finley Regional Care Ltd. recognises income in profit or loss when or as Finley Regional Care Ltd. satisfies its obligations under terms of the grant.

*Interest Income*

Interest income is recognised using the effective interest method.

All revenue is stated net of the amount of goods and services tax.

**(b) Income Tax**

Finley Regional Care Ltd. Aged Care Inc. is exempt from income tax under Section 50-45 of the Income Tax Assessment Act 1997.

Finley Regional Care Ltd. is endorsed as a Deductible Gift Recipient.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**(c) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at-call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within payables in current liabilities in the Statement of Financial Position.

**(d) Trade and Other Debtors**

Trade and other debtors include amounts due from customers for services provided. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable 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 1(m) for further discussion on the determination of impairment losses.

**(e) Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation or impairment losses.

**Freehold property**

Freehold land and buildings are shown at their cost, less subsequent depreciation for buildings.

Freehold land and buildings that have been contributed at no cost, or for nominal cost, are initially recognised and measured at the fair value of the asset at the date it is acquired.

**Plant and equipment**

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than the 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(m) for details of impairment).

Plant and equipment that have been contributed at no cost, or for nominal cost, are valued and recognised at the fair value of the asset at the date it is acquired.

**Depreciation**

The depreciable amount of all fixed assets, including buildings and capitalised lease assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

Items of property, plant and equipment with a cost in excess of \$1,000 are depreciated over their useful life to Finley Regional Care Ltd. commencing from the date of acquisition.

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

<u>Class of Asset</u>	<u>Depreciation Rate</u>
Buildings	0% to 2.5%
Furniture & Fittings	7.5% to 50%
Plant & Equipment	7.5% to 50%

The asset's residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period. An asset's carrying amount is the written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of Comprehensive Income. When revalued assets are sold, amounts included in the revaluation relating to the assets are transferred to retaining earnings.

**Investment Property**

Investment property which is property held to earn rentals and/or for capital appreciation, is measured at its fair value.

Gains or losses arising from changes in the fair value of investment property are included in profit or loss in the period in which they arise.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**(f) Leases**

**Finley Regional Care Ltd. as lessee**

At inception of a contract, Finley Regional Care Ltd. assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by Finley Regional Care Ltd. where Finley Regional Care Ltd. is a lessee. However all contracts that are classified as short-term leases (leases with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

**(g) Resident Accommodation Bonds, Contributions, and Deposits**

On admission to the facility, residents pay an Accommodation Bond, Accommodation Deposit or Accommodation Contribution. Finley Regional Care Ltd. is entitled to retain part of each accommodation bond from pre 1 July 2014 depending on how long the resident remains in the Residential Care Facility. The current maximum amount that can be retained is \$4,428 per annum over a five year period, calculated on a monthly basis. From 1 July 2014 for all new admissions, the Residential Care Facility is no longer entitled to retain part of each Accommodation Deposit or Contribution.

The amount of \$5,567,996 is classified as a current liability in the statement of financial position, as it is defined by accounting standards as a current liability. However it is anticipated that only a small portion of the total balance will actually fall due during the next 12 months.

**(h) Resident Loans Independent Living Units**

On admission to an Independent Living Unit, some residents pay a loan. For those residents that entered after June 1997, and who paid a loan, Finley Regional Care Ltd. is entitled to retain part of the loan. The maximum amount as at 30 June 2021 that can be retained annually is 5.00% of the entry contribution in the first year. Finley Regional Care Ltd. is entitled to draw down the retention for a maximum of 25.00% spread over a 7 year period.

The amount of \$1,527,835 is classified as a current liability in the statement of financial position, as it is defined by accounting standards as a current liability. However it is anticipated that only a small portion of the total balance will actually fall due during the next 12 months.

**(i) Employee Benefits**

**Short-term employee benefits**

Provision is made for Finley Regional Care Ltd.'s obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries, annual leave and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

Finley Regional Care Ltd.'s obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of current trade and other payables in the statement of financial position.

Contributions are made by Finley Regional Care Ltd. to an employee superannuation fund and are charged as expenses when incurred.

**Other long-term employee benefits**

Finley Regional Care Ltd. classifies employees' long service leave and annual leave entitlements as other long-term employee benefits where as they are not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Provision is made for Finley Regional Care Ltd.'s obligation for other long-term employee benefits, which are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

Finley Regional Care Ltd.'s obligations for long-term employee benefits are presented as non-current liabilities in its statement of financial position, except where Finley Regional Care Ltd. does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current liabilities.

**(j) Provisions**

Provisions are recognised when Finley Regional Care Ltd. has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(k) Goods and Services Tax (GST)**

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

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities, which are recoverable from or payable to the ATO, are presented as operating cash flows included in receipts from customers or payments to suppliers.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**(l) Financial Instruments**

**Initial recognition and measurement**

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

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain significant financing component or if the practical expedient was applied as specified in AASB 15: *Revenue from Contracts with Customers*.

**Classification and subsequent measurement**

**Financial liabilities**

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit or loss.

A financial liability is measured at fair value through profit or loss if the financial liability is:

- a contingent consideration of an acquirer in a business combination to which AASB 3: *Business Combinations* applies;
- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense over its profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

A financial liability is held for trading if it is:

- incurred for the purpose of repurchasing or repaying in the near term;
- part of a portfolio where there is an actual pattern of short-term profit taking; or
- a derivative financial instrument (except for a derivative that is in a financial guarantee contract or a derivative that is in effective hedging relationships).

Any gains or losses arising on changes in fair value are recognised in profit or loss to the extent that they are not part of a designated hedging relationship.

The change in fair value of the financial liability attributable to changes in the issuer's credit risk is taken to other comprehensive income and is not subsequently reclassified to profit or loss. Instead, it is transferred to retained earnings upon derecognition of the financial liability.

If taking the change in credit risk in other comprehensive income enlarges or creates an accounting mismatch, then these gains or losses should be taken to profit or loss rather than other comprehensive income.

A financial liability cannot be reclassified.

**Financial assets**

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss

Measurement is on the basis of two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

A financial asset that meets the following conditions is subsequently measured at amortised cost:

- the financial asset is managed solely to collect contractual cash flows; and
- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates.

A financial asset that meets the following conditions is subsequently measured at fair value through other comprehensive income:

- the contractual terms within the financial asset give rise to cash flows that are solely payments of principal and interest on the principal amount outstanding on specified dates;
- the business model for managing the financial asset comprises both contractual cash flows collection and the selling of the financial asset.

By default, all other financial assets that do not meet the measurement conditions of amortised cost and fair value through other comprehensive income are subsequently measured at fair value through profit or loss.



NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**(I) Financial Instruments continued**

Finley Regional Care Ltd. initially designates a financial instrument as measured at fair value through profit or loss if:

- it eliminates or significantly reduces a measurement or recognition inconsistency (often referred to as an "accounting mismatch") that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases;
- it is in accordance with the documented risk management or investment strategy and information about the groupings is documented appropriately, so the performance of the financial liability that is part of a group of financial liabilities or financial assets can be managed and evaluated consistently on a fair value basis; and
- it is a hybrid contract that contains an embedded derivative that significantly modifies the cash flows otherwise required by the contract.

The initial designation of financial instruments to measure at fair value through profit or loss is a one-time option on initial classification and is irrevocable until the financial asset is derecognised.

*Equity instruments*

At initial recognition, as long as the equity instrument is not held for trading or not a contingent consideration recognised by an acquirer in a business combination to which AASB 3 applies, Finley Regional Care Ltd. made an irrevocable election to measure any subsequent changes in fair value of the equity instruments in other comprehensive income, while the dividend revenue received on underlying equity instruments investment will still be recognised in profit or loss.

Regular way purchases and sales of financial assets are recognised and derecognised at settlement date in accordance with Finley Regional Care Ltd.'s accounting policy.

**Derecognition**

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

*Derecognition of financial liabilities*

A liability is derecognised when it is extinguished (i.e. when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

*Derecognition of financial assets*

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- Finley Regional Care Ltd. no longer controls the asset (i.e. has no practical ability to make unilateral decision to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

On derecognition of a debt instrument classified as fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investment revaluation reserve is reclassified to profit or loss.

On derecognition of an investment in equity which Finley Regional Care Ltd. elected to classify under fair value through other comprehensive income, the cumulative gain or loss previously accumulated in the investments revaluation reserve is not reclassified to profit or loss, but is transferred to retained earnings.

Finley Regional Care Ltd. recognises a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other
- lease receivables;
- contract assets (e.g. amount due from customers under construction contracts);
- loan commitments that are not measured at fair value through profit or loss; and
- financial guarantee contracts that are not measured at fair value through profit or loss.

Loss allowance is not recognised for:

- financial assets measured at fair value through profit or loss; or
- equity instruments measured at fair value through other comprehensive income.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

Finley Regional Care Ltd. uses the following approaches to impairment, as applicable under AASB 9:

- the general approach;
- the simplified approach;
- the purchased or originated credit-impaired approach; and
- low credit risk operational simplification.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**(l) Financial Instruments continued**

*General approach*

Under the general approach, at each reporting period, Finley Regional Care Ltd. assesses whether the financial instruments are credit-

- if the credit risk of the financial instrument has increased significantly since initial recognition, Finley Regional Care Ltd. measures the loss allowance of the financial instruments at an amount equal to the lifetime expected credit losses;
- if there is no significant increase in credit risk since initial recognition, Finley Regional Care Ltd. measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

*Simplified approach*

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to:

- trade receivables; and
- lease receivables.

In measuring the expected credit loss, a provision matrix for trade receivables is used, taking into consideration various data to get to an expected credit loss (i.e. diversity of its customer base, appropriate groupings of its historical loss experience, etc).

*Purchased or originated credit-impaired approach*

For financial assets that are considered to be credit-impaired (not on acquisition or originations), Finley Regional Care Ltd. measures any change in its lifetime expected credit loss as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. Any adjustment is recognised in profit or loss as an impairment gain or loss.

Evidence of credit impairment includes:

- significant financial difficulty of the issuer or borrower;
- a breach of contract (e.g. default or past due event);
- a lender has granted to the borrower a concession, due to the borrower's financial difficulty, that the lender would not otherwise consider;
- the likelihood that the borrower will enter bankruptcy or other financial reorganisation; and
- the disappearance of an active market for the financial asset because of financial difficulties.

*Low credit risk operational simplification approach*

If a financial asset is determined to have low credit risk at the initial reporting date, Finley Regional Care Ltd. assumes that the credit risk has not increased significantly since initial recognition and, accordingly, can continue to recognise a loss allowance of 12-month expected credit loss. In order to make such a determination that the financial asset has low credit risk, Finley Regional Care Ltd. applies its internal credit risk ratings or other methodologies using a globally comparable definition of low credit risk.

A financial asset is considered to have low credit risk if:

- there is a low risk of default by the borrower;
- the borrower has a strong capacity to meet its contractual cash flow obligations in the near term; and
- adverse changes in economic and business conditions in the longer term, may, but not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

A financial asset is not considered to carry low credit risk merely due to existence of collateral, or because a borrower has a lower risk of default than the risk inherent in the financial assets, or relative to the credit risk of the jurisdiction in which it operates.

**Recognition of expected credit losses in financial statements**

At each reporting date, Finley Regional Care Ltd. recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at every reporting period.

For financial assets that are unrecognised (e.g. loan commitments yet to be drawn, financial guarantees), a provision for loss allowance is created in the statement of financial position to recognise the loss allowance.

**(m) Impairment of Assets**

At the end of each reporting period, Finley Regional Care Ltd. reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, is compared to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where the assets are not held primarily for their ability to generate net cash inflows – that is, they are specialised assets held for continuing use of their service capacity – the recoverable amounts are expected to be materially the same as fair value.

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

Where an impairment loss on a revalued individual 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.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021

**(n) Comparatives**

When required by Accounting Standards, comparative figures have been adjusted to confirm to changes in presentation for the current financial year.

**(o) Critical Accounting Estimates and Judgements**

The Committee of Management evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within Finley Regional Care Ltd..

**Key estimates**

**(i) Useful lives of property, plant and equipment**

As described in Note 1(e), Finley Regional Care Ltd. reviews the estimated useful lives of property, plant and equipment at the end of each annual reporting period.

**(ii) Employee benefits**

For the purpose of measurement, AASB 119: *Employee Benefits* requires measurement of long-term employee benefits using a number of estimated inputs. These include probable length of service by employees, rates of wage inflation and future interest rates used for discounting the liability to present value. The inputs used represent the best estimate of the probable liability.

**(iii) 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 collectable. The impairment provision is based on the best information at the reporting date.

**Key judgements**

**(i) Performance obligations under AASB 15**

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement 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 the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

**(p) Fair Value of Assets and Liabilities**

Finley Regional Care Ltd. measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard.

"Fair value" is the price Finley Regional Care Ltd. would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability). In the absence of such a market, market information is extracted from the most advantageous market available to Finley Regional Care Ltd. at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and Finley Regional Care Ltd.'s own equity instruments (if any) may be valued, where there is no observable market price in relation to the transfer of such financial instruments, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021 (Continued)**

	Note	2021 \$	2020 \$
<b>2. REVENUE AND OTHER INCOME</b>			
<b>Revenue from contracts with customers</b>			
- Board & Lodgings		1,346,180	1,313,063
- Service Fees		48,816	37,809
- Subsidies		5,180,445	5,819,030
- Assisted Resident Supplement		636,248	554,958
- Accommodation Charges Received		273,715	255,476
- Concessional residents Subsidy		21,291	26,796
- Accommodation Bond Income		56,436	47,188
- Home care fees		29,661	28,014
- Grant - Department of Health		191,167	-
- Accommodation bond interest		-	421
<b>Other Income</b>			
- Donations		61,402	27,108
- Meal receipts		21,849	21,208
- Traineeship subsidy		10,650	17,449
- Interest income		24,052	95,581
- Rebate & refunds		181,850	111,091
- Medical Centre income		1,644,670	1,662,818
- Rent		54,116	28,683
<b>Total Revenue</b>		<u>9,782,548</u>	<u>10,453,295</u>
<b>3. EXPENSES</b>			
<b>Depreciation Expense</b>			
- Freehold Land improvements		2,526	1,922
- Plant & Equipment		159,555	138,476
- Motor vehicles		5,478	2,823
- Laundry Redevelopment		2,446	2,729
- Furniture & Fittings		5,308	6,330
- Buildings		280,886	231,757
		<u>456,199</u>	<u>384,037</u>
<b>Employee Benefits Expense</b>			
- Wages and leave provisions		5,103,145	5,040,653
- Superannuation expense		436,268	441,094
		<u>5,539,413</u>	<u>5,481,747</u>
<b>Other expenses</b>			
- Insurance		217,737	160,388
- medical contractors		1,034,000	1,036,962
- repairs & maintenance		302,883	232,701
- other		1,760,577	2,156,117
		<u>3,315,197</u>	<u>3,586,168</u>

These notes should be read in conjunction with the attached compilation report.

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>4. AUDITOR'S REMUNERATION</b>			
Auditor's fee		5,500	5,500
Auditor's - Other services		13,000	13,000
		<u>13,000</u>	<u>13,000</u>
<b>5. CASH AND CASH EQUIVALENTS</b>			
Petty Cash		500	500
Cash at bank		697,954	341,629
Cash at bank		27,944	1,282
Cash at bank		12,652	7,884
Cash at bank		4,598,438	4,911,749
		<u>5,337,487</u>	<u>5,263,045</u>
<b>6. TRADE AND OTHER RECEIVABLES</b>			
<b>CURRENT</b>			
Trade debtors		98,442	141,673
Other Debtors		297	179
		<u>98,739</u>	<u>141,852</u>
<b>NON-CURRENT</b>			
Loan - Finley Medical Centre		<u>145,000</u>	<u>145,000</u>
<b>7. OTHER ASSETS</b>			
<b>CURRENT</b>			
Prepayments		<u>26,565</u>	<u>-</u>
<b>8. PROPERTY, PLANT AND EQUIPMENT</b>			
Work in progress		<u>121,510</u>	<u>-</u>
Freehold land - at cost		293,631	284,466
Less accumulated amortisation		<u>(10,012)</u>	<u>(9,556)</u>
		<u>283,619</u>	<u>274,910</u>
Berrigan Medical Centre - at cost		53,589	-
Less accumulated depreciation		<u>(845)</u>	<u>-</u>
		<u>52,744</u>	<u>-</u>
Buildings - at cost		12,796,510	12,532,717
Less accumulated depreciation		<u>(2,535,462)</u>	<u>(2,254,576)</u>
		<u>10,261,048</u>	<u>10,278,141</u>
Total land and buildings		<u>10,718,921</u>	<u>10,553,051</u>

These notes should be read in conjunction with the attached compilation report.

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
Plant and equipment - at cost		1,519,751	1,257,793
Less accumulated depreciation		(871,987)	(749,472)
		<u>647,765</u>	<u>508,320</u>
CACPS Motor vehicles - at cost		78,438	56,389
Less accumulated depreciation		(53,400)	(47,922)
		<u>25,038</u>	<u>8,467</u>
Laundry redevelopment - at cost		90,260	90,260
Less accumulated depreciation		(58,887)	(56,441)
		<u>31,373</u>	<u>33,819</u>
Furniture and fittings - at cost		66,387	61,371
Less accumulated depreciation		(50,417)	(45,109)
		<u>15,971</u>	<u>16,262</u>
Low value pool - at cost		<u>16,512</u>	<u>18,415</u>
Alumina - at cost		13,273	-
Less accumulated depreciation		(2,509)	-
		<u>10,764</u>	<u>-</u>
Total plant and equipment		<u>747,422</u>	<u>585,283</u>
<b>Total property, plant and equipment</b>		<u><u>11,466,344</u></u>	<u><u>11,138,334</u></u>

(a) Movement in carrying amounts  
For disclosure on movement in carrying amounts please refer to note 26(a) in the end of this financial report.

**9. INVESTMENT PROPERTY**

8 Donaldson St, Finley 07/05/2021	<u>233,135</u>	<u>-</u>
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**10. INTANGIBLE ASSETS**

Computer software	119,031	119,031
Less accumulated depreciation	(77,797)	(57,568)
	<u>41,234</u>	<u>61,463</u>
Berrigan Medical Centre (goodwill) 11/05/2021	43,003	-
	<u>84,237</u>	<u>61,463</u>

These notes should be read in conjunction with the attached compilation report.

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>11. TRADE AND OTHER PAYABLES</b>			
<b>CURRENT</b>			
Good and services tax		1,327	113,149
Ceditors - Other		6,391	100
Creditors - Nursing Home		275,854	324,926
		<u>283,572</u>	<u>438,175</u>
<b>12. PROVISIONS</b>			
Provision for annual leave		231,306	188,654
Provision for personal leave		174,324	176,253
Provision for Nurse Scholarship		20,135	36,875
Provision for long service leave		179,039	205,937
Provision annual leave non current		294,389	240,105
Provision long service leave non current		17,707	20,367
		<u>916,900</u>	<u>868,191</u>
<b>CURRENT</b>			
Provision for annual leave		231,306	188,654
Provision for personal leave		174,324	176,253
Provision for Nurse Scholarship		20,135	36,875
Provision for long service leave		179,039	205,937
		<u>604,804</u>	<u>607,718</u>
<b>NON-CURRENT</b>			
Provision for annual leave		294,389	240,105
Provision for long service leave		17,707	20,367
		<u>312,096</u>	<u>260,473</u>
<b>13. MONIES HELD IN TRUST</b>			
<b>CURRENT</b>			
Accommodation deposit balances		5,567,966	5,727,914
<b>14. OTHER LIABILITIES</b>			
<b>CURRENT</b>			
Resident's Trust Account		11,242	9,606
Government grant - contract liability		360,573	-
Home Care Services - contract liability		418,894	324,961
		<u>790,709</u>	<u>334,567</u>

These notes should be read in conjunction with the attached compilation report.



**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>15. BORROWINGS</b>			
<b>NON-CURRENT</b>			
Loan - Finley Medical Centre		145,000	145,000
<b>16. CAPITAL COMMITMENTS</b>			
There are no capital commitments as at 30 June 2021.			
<b>17. RELATED PARTY DISCLOSURES</b>			
No remuneration or retirement benefits were paid to directors as the positions are voluntary. There were no loans to or transactions with related parties during the year.			
<b>KEY MANAGEMENT PERSONNEL COMPENSATION</b>			
Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity, is considered key management personnel (KMP).			
Total key management personnel remuneration		209,857	195,621
<b>18. EVENTS AFTER THE REPORTING DATE</b>			
The Committee of Management is not aware of any significant events since the end of the reporting period. Given the evolving nature of COVID-19, key judgements and estimates incorporate current available information on the COVID-19 pandemic.			
<b>19. CONTINGENT LIABILITIES AND CONTINGENT ASSETS</b>			
There were no contingent assets or liabilities at the date of this report to affect the financial statements.			
<b>20. PRUDENTIAL COMPLIANCE STATEMENT - AGED CARE ACT</b>			
Finley Regional Care Ltd. Meets the requirements of Prudential Compliance Statements as set down in the Aged Care Act 1997. All Services and Fees and Payments Principles 2014 (No.2).			
<b>21. COMPANY DETAILS</b>			
The registered office and principal place of business of the company is: Finley Regional Care Ltd Dawe Avenue Finley NSW 2713			

These notes should be read in conjunction with the attached compilation report.



**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

- |   | Note | 2021<br>\$ | 2020<br>\$ |
|---|------|------------|------------|
| <b>22. AGED CARE ACCREDITATION STANDARDS</b>  |      |            |            |
| Finley Regional Care Ltd. operates a Residential Aged Care Service under The Commonwealth Government Aged Care Act (1977). The facility has a 3 year accreditation status and have achieved all 44 accreditation outcome standards. |      |            |            |
| <b>23. COMPLIANCE STATEMENT - SECTION 34 RETIREMENT VILLAGES ACT</b>  |      |            |            |
| Finley Regional Care Ltds meets the requirements as set out in Section 34 of the Retirement Villages Act 1986.  |      |            |            |
| <b>24. (a) FINANCIAL RISK MANAGEMENT POLICIES</b>   |      |            |            |
| Finley Regional Care Ltds financial instruments consist mainly of deposits with banks, short term investments, accounts receivable and payable. Finley Regional Care Ltd does not have any derivative instruments at 30 June 2021.  |      |            |            |

The totals for each category of financial instrument, measured in accordance with AASB 9 as detailed in the accounting policies to these financial statements, are as follows:

**Financial Asset**

Financial assets at amortised costs:

- Cash and cash equivalents	5,337,487	5,263,045
- Receivables	98,739	141,852
<b>Total Financial Assets</b>	5,436,226	5,404,897

**Financial Liabilities**

Financial liabilities at amortised costs:

- Trade and other payables	283,572	438,175
- Monies held in trust	5,567,966	5,727,914
<b>Total Financial Liabilities</b>	5,851,538	6,166,089

**(a) NET FAIR VALUES**

The net fair values of investments at balance date is the amortised cost value, except for the share and investment portfolio which is measured at fair value by reference to quoted market prices. All financial liabilities are listed at amortised cost.

These notes should be read in conjunction with the attached compilation report.

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>25. CASH FLOW INFORMATION</b>			
<b>(a) Reconciliation of Cash</b>			
Cash at the end of financial year as shown in the Statement of Cash Flows is reconciled to the related items in the statement of financial position as follows:			
Cash		500	500
Cash at Bank		738,549	350,796
Term Deposits		4,598,438	491,749
		<u>5,337,487</u>	<u>5,263,045</u>
<b>(b) Reconciliation of cash flow from operations with profit</b>			
Profit after income tax		451,511	986,415
Non-cash flows in profit:			
Amortisation		20,229	14,928
Depreciation		456,199	384,037
(Profit)/Loss on sale of property, plant & equipment		9,352	4,804
Changes in Assets & Liabilities:			
(Increase) decrease in trade and other debtors		43,113	35,323
Increase (decrease) in trade creditors		(154,604)	276,235
Increase (decrease) in provisions		48,709	232,644
Increase (decrease) in other liabilities		456,142	(3,334)
<b>Net cash provided by operating activities</b>		<u>1,330,651</u>	<u>1,931,052</u>

These notes should be read in conjunction with the attached compilation report.

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE, 2021**

	Work in progress	Freehold land	Berrigan Medical Centre	Buildings	Plant and equipment	CACPS Motor vehicles	Laundry redevelopment	Furniture and fittings	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>26. (a) MOVEMENT IN CARRYING AMOUNTS</b>									
Movements in carrying amounts for each class of property, plant and equipment.									
Balance at 1 July 2019	-	236,911	-	8,683,233	430,362	11,290	36,548	17,147	9,415,490
Additions	-	39,921	-	1,826,665	271,471	-	-	5,445	2,143,502
Disposals	-	-	-	-	(36,622)	-	-	-	(36,622)
		(1,922)	-	(231,757)	(138,476)	(2,823)	(2,729)	(6,330)	(384,037)
<b>Carrying amount at 30 June 2020</b>	-	274,910	-	10,278,141	526,735	8,467	33,819	16,262	11,138,334
Additions	121,510	17,680	53,589	263,794	336,487	22,050	-	5,016	820,126
Disposals	-	(6,445)	-	-	(29,473)	-	-	-	(35,918)
Depreciation expense		(2,526)	(845)	(280,886)	(158,710)	(5,478)	(2,446)	(5,308)	(456,199)
<b>Carrying amount at 30 June 2021</b>	<b>121,510</b>	<b>283,619</b>	<b>52,744</b>	<b>10,261,048</b>	<b>675,039</b>	<b>25,038</b>	<b>31,373</b>	<b>15,971</b>	<b>11,466,344</b>

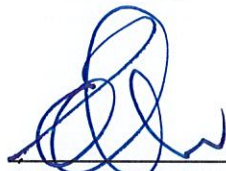
These notes should be read in conjunction with the attached compilation report.

**FINLEY REGIONAL CARE LTD**  
**ABN 55 003 153 240**


**RESPONSIBLE PERSONS DECLARATION**

Per section 60.15 of the *Australian Charities and Not-for-profits Commission Regulation 2013*

1. The responsible persons declare that in the responsible persons' opinion:
  - (a) there are grounds to believe that the registered entity is able to pay all of it's debts, as and when they become due and payable; and
  - (b) the financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.
2. Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profits Commission Regulation 2013.



EC Dean (President)



GJ McNamara (Honorary Treasurer)

Dated: 19/10/21

18 **SW** 97

**GOULBURN MURRAY  
AUDIT SERVICES**

INDEPENDENT AUDITOR'S REPORT

To the Members of Finley Regional Care Ltd

**Report on the Audit of the Financial Report**

**Opinion**

I have audited the financial report of Finley Regional Care Ltd, which comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the responsible entities' declaration.

In my opinion the financial report of Finley Regional Care Ltd has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

(a) giving a true and fair view of the registered entity's financial position as at 30 June 2021 and of its financial performance for the year then ended; and

(b) complying with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

**Basis for Opinion**

I conducted my audit in accordance with 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 registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our [my] audit of the financial report in Australia. I have also fulfilled my other ethical responsibilities in accordance with the Code.

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

**Information Other than the Financial Report and Auditor's Report Thereon**

The responsible entities are responsible for the other information. The other information comprises the information included in the registered entity's annual report for the year ended 30 June 2021, but does not include the financial report and my auditor's report thereon.

My opinion on the financial report does not cover the other information and accordingly I do not express any form of assurance conclusion thereon.

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

**Directors:**

Adam Putil, CPA  
Karen Collins, CPA

160 Welsford Street, Shepparton VIC 3630  
P.O. Box 5, Shepparton, VIC 3632

T (03) 5821 4622  
F (03) 5821 1598

56 Denison Street, Finley NSW 2713  
P.O. Box 229, Finley, NSW 2713

T (03) 5883 1477  
F (03) 5883 2240

If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

### **Responsibilities of Responsible Entities for the Financial Report**

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, responsible entities are 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 the responsible entities either intends to liquidate the registered entity or to cease operations or has no realistic alternative but to do so.

The responsible entities are responsible for overseeing the registered entity's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Report**

My objectives are to obtain reasonable assurance about whether the financial reports 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 the financial report.

As part of an audit in accordance with the 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 registered entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by responsible entities.
- Conclude on the appropriateness of the responsible entities' 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 registered 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 my opinion. My conclusions are based on the audit evidence obtained up to the date of our 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.

I communicate with the responsible entities regarding, 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 my audit.



Adam Purtill RCA 419507

Date: 20 October 2021

160 Welsford Street Shepparton, VIC 3630

FINLEY REGIONAL CARE AUXILIARY PRESIDENT'S ANNUAL REPORT - 2020 - 2021.

As President of Finley Regional Care Auxiliary, I wish to present my report for the past twelve months. Due to the ongoing COVID – 19 epidemic, the Auxiliary has been restricted considerably with few meetings for the year.

The Auxiliary with the assistance of the Leisure and Lifestyle staff, were able to provide the residents and clients with appropriate gifts in recognition of Easter, Mother's Day, Father's Day, and Christmas.

The Auxiliary thank the "Flower Ladies" for their ongoing arranging of the flowers in the Residences when able. They are much appreciated by residents, staff and visitors when permitted to visit.

Again the Auxiliary express congratulations to the Board and staff for their support and management during the "lock down" periods, these have been most stressful times.

The Auxiliary were able to conduct a street stall in December and also sold raffle tickets in the Monster Christmas Raffle which was financially very successful. The Sub-committee ladies and their friends organised an Open Garden in November, and on behalf of the Board I wish to convey my thanks to this committee for this wonderful effort. The day was a beautiful Spring day and people from far and wide supported the function, which was socially and financially successful, clearing in excess of \$12,000, A wonderful effort!

A special thank you to all members of the Auxiliary for their ongoing support and assistance to all functions and fundraisers which helps keep the Auxiliary up and running and then in turn provides vital funds towards purchases to help make our Residents' lives more comfortable and working conditions for the Staff a little easier.

In closing, I especially thank Secretary, Norma, and Treasurer Shirley for their ongoing assistance and wish the Auxiliary well for the year ahead.

Thank you,

A handwritten signature in cursive script, appearing to read "Mary Maxwell".

President

Finley Regional Care Auxiliary.



## **Donations for 2020 – 2021**

- Finley Community Help Group
- Finley Regional Care Auxiliary
- Finley Regional Care Residents and Families, Rice Family, Batty Family, Myers Family, Groenewegen Family, Hartman Family, Mansell Family, Midson Family, Cullen Family, Tremonti Family, Freestone Family, Joseph Family, Trebaskis Family, Bryan Family
- Finley & District Businesses for their support of the Annual Christmas Raffle

*Finley Regional Care sincerely thanks all donors and sponsors for their generosity.*

Finley Regional Care Ltd is a Not -For -Profit organization and has Deductible Gift Status for Taxation Purposes. You can be assured that financial donation made are utilized for the benefit of our Residents and clients and are tagged specifically for that purpose.