

EVENTIDE HOMES (NSW)

ABN 49 000 388 385

Financial Statements

For the Year Ended 30 June 2020

EVENTIDE HOMES (NSW)

ABN 49 000 388 385

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For the Year Ended 30 June 2020

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EVENTIDE HOMES (NSW)

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Auditor's Independence Declaration to the Responsible Persons of EVENTIDE HOMES (NSW)

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2020, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

WSC Group - Audit Pty Ltd

A handwritten signature in black ink, appearing to read 'A F Gilbert', is positioned above the printed name.

A F Gilbert, CA
Director

EVENTIDE HOMES (NSW)

ABN 49 000 388 385

Statement of Profit or Loss and Other Comprehensive Income

For the Year Ended 30 June 2020

		2020	2019
	Note	\$	\$
Revenue	4	636,653	981,290
Other income	4	17,550	45,355
Employee benefits expense		(137,629)	(136,256)
Donations		(5,000)	(170,000)
Other expenses		(253,232)	(201,467)
Profit before income tax		258,342	518,922
Income tax expense		-	-
Profit for the year		258,342	518,922
Other comprehensive income, net of income tax			
Total comprehensive income for the year		258,342	518,922

The accompanying notes form part of these financial statements.

EVENTIDE HOMES (NSW)

ABN 49 000 388 385

Statement of Financial Position**30 June 2020**

	Note	2020 \$	2019 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	5,821,562	6,737,322
Trade and other receivables	6	233,960	171,709
Other financial assets	7	4,579,713	4,398,389
TOTAL CURRENT ASSETS		10,635,235	11,307,420
NON-CURRENT ASSETS			
Other financial assets	7	-	9,238
Property, plant and equipment	8	19,240,178	18,986,350
TOTAL NON-CURRENT ASSETS		19,240,178	18,995,588
TOTAL ASSETS		29,875,413	30,303,008
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	1,970,035	2,218,364
Employee benefits	10	42,143	39,354
TOTAL CURRENT LIABILITIES		2,012,177	2,257,718
NON-CURRENT LIABILITIES			
TOTAL LIABILITIES		2,012,177	2,257,718
NET ASSETS		27,863,236	28,045,290
EQUITY			
Reserves		15,306,998	15,747,395
Retained earnings		12,556,238	12,297,895
TOTAL EQUITY		27,863,236	28,045,290

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 30 June 2020

2020

	Retained Earnings	Securities Capital Adjustment	Asset Revaluation Reserve	Kinlock- Henderson Memorial	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2019	12,297,895	135,245	15,149,081	463,069	28,045,290
Surplus/(Loss) for the year	258,342	(107,553)	(332,842)	-	(182,053)
Balance at 30 June 2020	12,556,236	27,692	14,816,239	463,069	27,863,236

2019

	Retained Earnings	Securities Capital Adjustment	Asset Revaluation Reserve	Kinlock- Henderson Memorial	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2018	11,778,973	11,915	15,149,081	463,069	27,403,038
Surplus for the year	518,922	123,329	-	-	642,251
Balance at 30 June 2019	12,297,895	135,245	15,149,081	463,069	28,045,290

EVENTIDE HOMES (NSW)

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Statement of Cash Flows For the Year Ended 30 June 2020

	2020	2019
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from supporters	308,319	546,597
Payments to suppliers and employees	(493,445)	(325,197)
Income from investments	305,676	654,578
Donations paid	(170,000)	(170,000)
Net cash provided by/(used in) operating activities	15 (49,450)	705,978
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant and equipment	(586,670)	(176,138)
Reduction/(Increase) of Investments	(279,640)	(1,852,465)
Net cash used by investing activities	(866,310)	(2,028,603)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net increase/(decrease) in cash and cash equivalents held	(915,760)	(1,322,625)
Cash and cash equivalents at beginning of year	6,737,322	8,059,947
Cash and cash equivalents at end of financial year	5 5,821,562	6,737,322

The accompanying notes form part of these financial statements.

EVENTIDE HOMES (NSW)

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Notes to the Financial Statements

For the Year Ended 30 June 2020

The financial report covers EVENTIDE HOMES (NSW) as an individual entity. EVENTIDE HOMES (NSW) is a not-for-profit Company, registered and domiciled in Australia.

The principal activity of the Company for the year ended 30 June 2020 was the provision of Aged Persons Housing.

The functional and presentation currency of EVENTIDE HOMES (NSW) is Australian dollars.

Comparatives are consistent with prior years, unless otherwise stated.

1 Basis of Preparation

In the Responsible persons opinion the Company is not a reporting entity since there are unlikely to exist users of the financial statements who are not able to command the preparation of reports tailored so as to satisfy specifically all of their information needs. These special purpose financial statements have been prepared to meet the reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared in accordance with the recognition and measurement requirements of the Australian Accounting Standards and Accounting Interpretations, and the disclosure requirements of AASB 101 *Presentation of Financial Statements*, AASB 107 *Statement of Cash Flows*, AASB 108 *Accounting Policies* and AASB 1054 *Australian Additional Disclosures*.

2 Summary of Significant Accounting Policies

(a) Income Tax

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

(b) Revenue and other income

Revenue is recognised when the amount of the revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to the Company and specific criteria relating to the type of revenue as noted below, has been satisfied.

Revenue is measured at the fair value of the consideration received or receivable and is presented net of returns, discounts and rebates.

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

Interest revenue

Interest is recognised using the effective interest method.

Dividend revenue

Dividends are recognised when the entity's right to receive payment is established.

Rental income

Investment property revenue is recognised on a straight-line basis over a period of the lease term so as to reflect a constant periodic rate of return on the net investment.

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies

(b) Revenue and other income

Other income

Other income is recognised on an accruals basis when the Company is entitled to it.

(c) Goods and services tax (GST)

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

Receivables and payables are stated inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as part of receivables or payables in the statement of financial position.

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

(d) Property, plant and equipment

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

Where the cost model is used, the asset is carried at its cost less any accumulated depreciation and any impairment losses. Costs include purchase price, other directly attributable costs and the initial estimate of the costs of dismantling and restoring the asset, where applicable.

Assets measured using the revaluation model are carried at fair value at the revaluation date less any subsequent accumulated depreciation and impairment losses. Revaluations are performed whenever there is a material movement in the value of an asset under the revaluation model.

Land and buildings

Land and buildings are measured using the revaluation model.

Plant and equipment

Plant and equipment are measured using the cost model.

Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies

**(d) Property, plant and equipment
Depreciation**

Property, plant and equipment, excluding freehold land, is depreciated on a straight-line basis over the assets useful life to the Company, commencing when the asset is ready for use.

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

Fixed asset class	Depreciation rate
Building Improvements	10%
Plant and Equipment	10 - 20%

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

(e) Financial instruments

Financial instruments are recognised initially using trade date accounting, i.e. on the date that the Company becomes party to the contractual provisions of the instrument.

On initial recognition, all financial instruments are measured at fair value plus transaction costs (except for instruments measured at fair value through profit or loss where transaction costs are expensed as incurred).

(f) Impairment of non-financial assets

At the end of each reporting period the Company determines whether there is an evidence of an impairment indicator for non-financial assets.

Where an indicator exists and regardless for indefinite life intangible assets and intangible assets not yet available for use, the recoverable amount of the asset is estimated.

Where the recoverable amount is less than the carrying amount, an impairment loss is recognised in profit or loss.

Reversal indicators are considered in subsequent periods for all assets which have suffered an impairment loss.

(g) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, demand deposits and short-term investments which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(h) Employee benefits

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

Employee benefits expected to be settled more than one year after the end of the reporting period have been measured at the present value of the estimated future cash outflows to be made for those benefits. In determining the liability, consideration is given to employee wage increases and the probability that the

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Notes to the Financial Statements

For the Year Ended 30 June 2020

2 Summary of Significant Accounting Policies

(h) **Employee benefits**

employee may satisfy vesting requirements. Changes in the measurement of the liability are recognised in profit or loss.

(i) **Adoption of new and revised accounting standards**

The Company has adopted all standards which became effective for the first time at 30 June 2020, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

3 Critical Accounting Estimates and Judgments

The Responsible persons make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates.

Key estimates - receivables

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

4 Revenue and Other Income

Revenue from continuing operations

	2020	2019
	\$	\$
Investment income		
- Investment income	153,848	638,454
- Interest income	220,120	38,253
Total investment income	373,968	676,706
Other revenue		
- rental income	257,032	220,922
- other income	5,653	83,662
	262,685	304,584
Total Revenue	636,653	981,290
Other Income		
- Government subsidies - COVID 19	17,550	-
- net gain on disposal of property, plant and equipment	-	45,355

EVENTIDE HOMES (NSW)

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Notes to the Financial Statements For the Year Ended 30 June 2020

5 Cash and Cash Equivalents

	2020	2019
	\$	\$
Cash at bank and in hand	752,705	246,011
Short-term deposits	5,068,857	6,491,311
	<u>5,821,562</u>	<u>6,737,322</u>

6 Trade and Other Receivables

CURRENT

Prepayments	14,132	14,827
Deposits	232	1,218
GST receivable	22,043	7,132
Tax Credits receivable	51,531	37,795
Other receivables	2,400	2,371
Accrued Interest	143,622	108,366

Total current trade and other receivables

<u>233,960</u>	<u>171,709</u>
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The carrying value of trade receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

The maximum exposure to credit risk at the reporting date is the fair value of each class of receivable in the financial statements.

7 Other Financial Assets

(a) Financial assets

CURRENT

Listed securities	4,579,713	4,398,389
Total	<u>4,579,713</u>	<u>4,398,389</u>

(b) Held-to-maturity investments

NON-CURRENT

Managed Investments	-	9,238
	<u>-</u>	<u>9,238</u>

EVENTIDE HOMES (NSW)

ABN 49 000 388 385

Notes to the Financial Statements For the Year Ended 30 June 2020

8 Property, plant and equipment

	2020 \$	2019 \$
LAND AND BUILDINGS		
Freehold land		
At fair value	6,450,000	6,000,000
Total freehold land	6,450,000	6,000,000
Total Land	6,450,000	6,000,000
Buildings		
At fair value	11,549,528	12,332,370
Total buildings	11,549,528	12,332,370
Total land and buildings	17,999,528	18,332,370
PLANT AND EQUIPMENT		
Redevelopment of Walter Skelton Village		
At cost	790,078	288,052
Total redevelopment	790,078	288,052
Refurbishment of units		
At cost	450,572	365,928
Total refurbishment	450,572	365,928
Total plant and equipment	1,240,650	653,980
Total property, plant and equipment	19,240,178	18,986,350

The land and building were revalued on 29 May 2020 by McGuirk Valuations Pty Ltd, Certified Practising Valuer.

9 Trade and Other Payables

Current		
Long Term Maintenance Fund	29,240	76,159
Sundry payables and accrued expenses	16,635	25,669
PAYG Payable	5,850	5,785
Entry Contributions	1,913,310	1,940,751
Unpaid Donations	5,000	170,000
	1,970,035	2,218,364

EVENTIDE HOMES (NSW)

ABN 49 000 388 385

Notes to the Financial Statements For the Year Ended 30 June 2020

10 Employee Benefits

	2020	2019
	\$	\$
Current liabilities		
Long service leave	28,933	26,313
Annual Leave	12,370	10,377
Superannuation Payable	840	2,664
	<u>42,143</u>	<u>39,354</u>

11 Members' Guarantee

The Company is incorporated under the *Corporation Act 2001* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$ 50 each towards meeting any outstandings and obligations of the Company. At 30 June 2020 the number of members was 9 (2019: 8).

12 Remuneration and Retirement Benefits

The totals of remuneration paid to the key management personnel of EVENTIDE HOMES (NSW) during the year are as follows:

Directors' remuneration	5,040	5,020
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The names of directors who have held office during the financial year:

Robin Curl, Robert McPaul, David Craik, Rod Dale, William Ryan, Janice Ackland, Ian Parkes, Ross Jarman, Jane Hayward

13 Auditors' Remuneration

Remuneration of the auditor WSC
Group - Audit Pty Ltd, for:

- auditing the financial report	6,000	6,000
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14 Contingencies

In the opinion of the Responsible persons, the Company did not have any contingencies at 30 June 2020 (30 June 2019:None).

EVENTIDE HOMES (NSW)

ABN 49 000 388 385

Notes to the Financial Statements

For the Year Ended 30 June 2020

15 Cash Flow Information

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

Reconciliation of net income to net cash provided by operating activities:

	2020	2019
	\$	\$
Profit for the year	258,343	518,923
Cash flows excluded from profit attributable to operating activities		
Non-cash flows in profit:		
Changes in assets and liabilities:		
- (increase)/decrease in trade and other receivables	(40,208)	174,530
- increase/(decrease) in trade and other payables	(270,373)	3,707
- increase/(decrease) in provisions	2,788	8,818
Cashflows from operations	<u>(49,450)</u>	<u>705,978</u>

16 Statutory Information

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

EVENTIDE HOMES (NSW)
967 Henry Lawson Drive
PADSTOW NSW 2211

EVENTIDE HOMES (NSW)

ABN 49 060 388 385

Responsible Persons' Declaration

The responsible persons declare that in the responsible persons' opinion:

- there are reasonable grounds to believe that the registered entity 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*

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2013*

Responsible person



Robert McPaul

Responsible person



Robin Curl

Dated this 12 day of Oct 2020



EVENTIDE HOMES (NSW)

Independent Audit Report to the members of EVENTIDE HOMES (NSW)

Report on the Audit of the Financial Report

Opinion

We have audited the accompanying financial report, being a special purpose financial report of EVENTIDE HOMES (NSW) (the Company), which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and managements' assertion statement.

In our opinion, the accompanying financial report presents fairly, in all material respects, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2020 and of its financial performance for the year ended; and
- (ii) complying with Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and 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 audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Company to meet the requirements of Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.



Responsibilities of Management and Those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.

WSC Group - Audit Pty Ltd

A F Gilbert
Director

A handwritten signature in black ink, appearing to read 'AF Gilbert', is written over the printed name and title.

Dated this13th..... day ofOctober.....2020

EVENTIDE HOMES (NSW)

ABN 49 000 388 385

For the Year Ended 30 June 2020

Profit and Loss Account

	2020 \$	2019 \$
Income (Walter Skelton Village)		
Padstow Heights rent	227,132	220,922
Vacant Units Contribution	33,320	30,237
Electricity Chgs	2,942	3,215
LTMF Car Parking	4,620	4,920
Interest Received	46	1,500
ATO Cashflow Boost	17,550	-
Total Income	285,610	260,794
Less: Expenses		
Accountancy	(3,000)	(2,520)
Annual Leave expenses	(2,860)	(6,053)
Audit fees	(3,250)	(3,750)
Cleaning	(1,668)	(1,340)
Computer Expenses	(3,968)	(5,278)
Repairs and maintenance	(33,962)	(28,454)
Electricity	(7,496)	(6,187)
Bank charges	(91)	-
Insurance Premiums	(27,607)	(21,402)
Long Service Leave expenses	(3,300)	(3,115)
Motor Vehicle exp	(2,991)	(3,145)
Pest control	(6,382)	(6,163)
Postage	(87)	(62)
Printing & Sty.	(1,696)	(1,211)
Security	(2,171)	(1,210)
Staff & Visitor Amenities	(952)	(776)
Superannuation	(10,940)	(10,709)
Telephone	(8,331)	(6,969)
Travelling	-	(623)
Trf to Long Term M'tce Fund	(10,897)	(10,040)
Uniforms	-	(127)
Vital Call	(10,854)	(10,824)
Subscriptions	(2,130)	-
Wages - Maintenance Staff	(116,766)	(112,735)
Waste Removal	(8,250)	(7,920)
Water Rates	(2,261)	(4,160)
Worker's Comp	(3,763)	(3,643)
Total Expenses	275,673	258,416
Surplus/(Deficit)	9,937	2,378
Other income/expenses:		
Entry Contributions Retained	(30,609)	41,052
Income from Investments (inc tax credits)	324,268	676,707
Other income	31,111	2,738
Profit on sale of assets	-	45,355
Accounting Fees	(11,851)	(2,520)

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For the Year Ended 30 June 2020

Profit and Loss Account

	2020	2019
	\$	\$
Audit Fees	(3,250)	(5,960)
Bank charges	-	(77)
Board expenses	(2,671)	(8,677)
Computer expenses	(3,739)	(3,208)
Donations	(5,000)	(170,000)
Telephone	(36)	-
Loss of asset value	-	(7)
Pastrol Care services	(10,365)	(13,371)
Printing & Postage	(30)	(1,427)
Subscriptions	(1,965)	(5,050)
Travelling expenses	(140)	(160)
Vacant units M'tce Levy	(33,320)	(30,237)
Valuation Expenses	(2,727)	-
Webpage	(1,270)	(8,613)
	<u>248,406</u>	<u>516,544</u>
Surplus for the Year	<u><u>258,343</u></u>	<u><u>518,922</u></u>