

# **The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc**

**ABN: 40 077 109 029 NAPS ID 590**

**Financial Statements**

**For the Year Ended 30 June 2024**

# The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc

## Contents

For the Year Ended 30 June 2024

	Page
Board Members' Report	1
Auditor's Independence Declaration	3
Statement of Profit or Loss and Other Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8
Board Members' Declaration	25
Independent Audit Report	26

# The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc

## Board Members' Report For the Year Ended 30 June 2024

The Board members present their report on The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc for the financial year ended 30 June 2024.

### Board Members

The names of the Board Members in office at any time during, or since the end of, the year are:

<b>Names</b>	<b>Position</b>
Natalia Hubczenko	Chairperson
Denis Stevanja	Vice Chairperson
Jock Malinowski	Treasurer
Adriano Carbone	
Brendan Moran	
David Moffatt	
Kruno Batrac	
Dominique Evele	

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

### Principal activities

The principal activity of The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc during the financial year was providing a residential care facility and home care services.

No significant changes in the nature of the Association's activity occurred during the financial year.

### Benefits as a result of contracts

During the financial year, there were no benefits received or entitled to be received as a result of a contract between an officer, firm or body corporate and the Association.

### Payments and other benefits

No payments or benefits of a pecuniary value were received by any officers of the Association during the financial year.

### Operating results

The operating profit of the Association after providing for income tax amounted to \$509,826 (2023: \$ 455,732).

### Significant changes in state of affairs

There have been no significant changes in the state of affairs of the Association during the year.

**The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc**

**Board Members' Report**  
**For the Year Ended 30 June 2024**

**Events after the reporting date**

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

Signed in accordance with a resolution of the Board members:

Board member:   
Natalia Hubczenko

Board member:   
Denis Stevanja

Dated 24/10/2024

## **Auditor's Independence Declaration**

**Under Subdivision 60-40 of the Australian Charities and Not-for-profits Commission Act 2012**

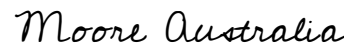
**To the directors of The Croatian, Ukrainian, & Belarusian Aged Care Association of SA Inc**

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2024, there have been:

- a) no contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit, and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.



Robyn Speed  
Partner – Audit and Assurance  
[Moore Australia Audit \(SA/NT\)](#)  
Brisbane, Queensland  
24 October 2024



Moore Australia Audit (SA/NT)  
Chartered Accountants

The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc

**Statement of Profit or Loss and Other Comprehensive Income**  
**For the Year Ended 30 June 2024**

	Note	2024 \$	2023 \$
<b>Income</b>			
Revenue	4	10,302,784	8,529,046
Fair value gain on investments		53,496	56,179
		<u>10,356,280</u>	<u>8,585,225</u>
<b>Expenses</b>			
Facility operating expenses		(465,918)	(480,133)
Medical expenses		(291,251)	(241,419)
General operating expenses		(828,148)	(719,061)
Equipment expenses		(456,201)	(390,047)
Employee benefits expenses		(7,310,773)	(5,922,111)
Other expenses		(287,651)	(212,780)
Depreciation and amortisation expense		(206,512)	(163,942)
		<u>(9,846,454)</u>	<u>(8,129,493)</u>
<b>Operating profit for the year</b>		<u>509,826</u>	<u>455,732</u>
<b>Profit for the year</b>		<u>509,826</u>	<u>455,732</u>
<b>Other comprehensive income for the year</b>		-	-
<b>Total comprehensive income for the year</b>		<u>509,826</u>	<u>455,732</u>

The accompanying notes form part of these financial statements.

The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc

**Statement of Financial Position**

As At 30 June 2024

		Restated	
	Note	2024 \$	2023 \$
<b>ASSETS</b>			
Cash and cash equivalents	5	868,688	1,562,579
Trade and other receivables	6	434,815	896,007
Other financial assets	7	5,642,137	5,521,567
Other assets	8	53,534	45,383
Property, plant and equipment	9	9,863,060	9,710,055
Intangible assets	10	106,525	102,144
Right-of-use assets	16	285,009	-
<b>TOTAL ASSETS</b>		<b><u>17,253,768</u></b>	<b><u>17,837,735</u></b>
<b>LIABILITIES</b>			
Trade and other payables	11	295,147	203,024
Contract liabilities	12	94,540	128,596
Lease liabilities	17	286,375	-
Other financial liabilities	14	10,746,974	12,297,867
Employee benefits	13	617,255	504,597
<b>TOTAL LIABILITIES</b>		<b><u>12,040,291</u></b>	<b><u>13,134,084</u></b>
<b>NET ASSETS</b>		<b><u>5,213,477</u></b>	<b><u>4,703,651</u></b>
<b>EQUITY</b>			
Reserves		1,758,400	1,758,400
Retained earnings		3,455,077	2,945,251
<b>TOTAL EQUITY</b>		<b><u>5,213,477</u></b>	<b><u>4,703,651</u></b>

The accompanying notes form part of these financial statements.

**Statement of Changes in Equity**  
For the Year Ended 30 June 2024

2024

	<b>Grant Establishment Reserve</b>	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 30 June 2023</b>	1,758,400	2,945,251	4,703,651
Profit for the year	-	509,826	509,826
<b>Balance at 30 June 2024</b>	<b>1,758,400</b>	<b>3,455,077</b>	<b>5,213,477</b>

2023

	<b>Grant Establishment Reserve</b>	<b>Retained Earnings</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 30 June 2022</b>	1,758,400	2,489,519	4,247,919
Profit for the year	-	455,732	455,732
<b>Balance at 30 June 2023</b>	<b>1,758,400</b>	<b>2,945,251</b>	<b>4,703,651</b>



The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc

**Statement of Cash Flows**  
For the Year Ended 30 June 2024

		Restated	
	Note	2024 \$	2023 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Receipts from residents, clients and Government		10,772,317	8,180,002
Payments to suppliers and employees		(9,647,539)	(7,812,330)
Interest received		119,134	59,167
Interest paid		(2,973)	-
<b>Net cash provided by/(used in) operating activities</b>		<b>1,240,939</b>	<b>426,839</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Proceeds from sale of plant and equipment		9,557	-
Payment for intangible asset		(26,981)	(38,285)
Purchase of property, plant and equipment		(336,724)	(150,966)
Transfer to other financial assets		(67,074)	(450,000)
<b>Net cash used in investing activities</b>		<b>(421,222)</b>	<b>(639,251)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
Proceeds from accomodation bonds		3,704,000	2,591,690
Repayment of accomodation bonds		(5,209,224)	(3,176,841)
Repayment of lease liabilities		(8,384)	-
<b>Net cash used in financing activities</b>		<b>(1,513,608)</b>	<b>(585,151)</b>
<b>Net decrease in cash and cash equivalents held</b>		<b>(693,891)</b>	<b>(797,563)</b>
Cash and cash equivalents at beginning of year		1,562,579	2,360,142
<b>Cash and cash equivalents at end of financial year</b>	5	<b>868,688</b>	<b>1,562,579</b>

The accompanying notes form part of these financial statements.

# The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc

## Notes to the Financial Statements

For the Year Ended 30 June 2024

The financial report covers The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc as an individual entity. The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc is a not for profit Association, incorporated and domiciled in Australia.

The functional and presentation currency of The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc is Australian dollars.

The financial report was authorised for issue on the date the accompanying Board Members' Declaration is signed.

Comparatives are consistent with prior years, unless otherwise stated.

### 1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the *Australian Accounting Standards - Simplified Disclosures* of the Australian Accounting Standards Board and the *Australian Charities and Not-for-Profit Commission Act 2012*. The entity is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected financial assets and financial liabilities. The statement of financial position has been prepared on a liquidity basis as this presentation provides more reliable and relevant information.

Material accounting policy information relating to the preparation of these financial statements are presented below, and are consistent with prior reporting periods unless otherwise stated.

### 2 Material Accounting Policy Information

#### (a) Revenue and other income

##### Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of control of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services.

##### Rendering of services

Revenue in relation to rendering of services is recognised depending on whether the outcome of the services can be estimated reliably. If the outcome can be estimated reliably then the stage of completion of the services is used to determine the appropriate level of revenue to be recognised in the period.

If the outcome cannot be reliably estimated then revenue is recognised to the extent of expenses recognised that are recoverable.

#### (b) Income tax

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

## Notes to the Financial Statements

### For the Year Ended 30 June 2024

(c) **Financial instruments**

**Financial assets**

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value, depending on the classification of the financial assets.

*Classification*

On initial recognition, the Association classifies its financial assets into the following categories, those measured at:

- amortised cost
- fair value through profit or loss - FVTPL

*Amortised cost*

The Association's financial assets measured at amortised cost comprise trade and other receivables, other financial assets and cash and cash equivalents in the statement of financial position.

*Financial assets through profit or loss*

The Association's financial assets measured at FVTPL comprise other financial assets in the statement of financial position.

*Impairment of financial assets*

Where the simplified approach to expected credit loss (ECL) is not applied, the Association uses the presumption that an asset which is more than 30 days past due has seen a significant increase in credit risk.

The Association uses the presumption that a financial asset is in default when:

- the other party is unlikely to pay its credit obligations to the Association in full, without recourse to the Association to actions such as realising security (if any is held); or
- the financial assets is more than 90 days past due.

*Trade receivables*

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses.

Where the Association renegotiates the terms of trade receivables due from certain customers, the new expected cash flows are discounted at the original effective interest rate and any resulting difference to the carrying value is recognised in profit or loss.

**Financial liabilities**

The Association measures all financial liabilities initially at fair value less transaction costs, subsequently financial liabilities are measured at amortised cost using the effective interest rate method.

## Notes to the Financial Statements

### For the Year Ended 30 June 2024

The financial liabilities of the Association comprise trade payables, lease liabilities and other financial liabilities.

#### (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.

##### Land and buildings

Land and buildings are measured using the revaluation model.

##### Plant and equipment

Plant and equipment are measured using the cost model.

##### Depreciation

Property, plant and equipment, excluding freehold land, is depreciated on a straight line & diminishing basis over the asset's useful life to the Association, 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
Plant and Equipment	5% - 33%
Motor Vehicles	25%
Buildings	2.5 %

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

At the end of each reporting period the Association determines whether there is 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.

#### (f) Intangible assets

##### Amortisation

The amortisation rates used for each class of intangible asset is shown below:

Category of intangible asset	Amortisation rate
Computer software	20%

#### (g) Accommodation bonds

The Association enters into Right to Occupy Agreements with residents who pay a bond. This liability is recognised in the statement of financial position as a liability under other financial liabilities.

## Notes to the Financial Statements

For the Year Ended 30 June 2024

**(h) Leases**

At the lease commencement, the Association recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Association believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model, depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Association's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Association's assessment of lease term.

*Exceptions to lease accounting*

The Association has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Association recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

**(i) Economic dependence**

The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc is dependent on the Commonwealth Government funding for the majority of its revenue used to operate the business. At the date of this report the Board have no reason to believe the Commonwealth Government funding will not continue to support The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc.

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

The Association has adopted all standards which became effective for the first time at 30 June 2024, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Association.

## Notes to the Financial Statements

### For the Year Ended 30 June 2024

**(k) Restatement of comparative figures**

As at 30 June 2023, the Association had classified certain term deposits as "Cash and Cash Equivalents" on the balance sheet. Upon review, it has been determined that these term deposits should have been classified under "Other Financial Assets" in accordance with AASB1060 General Purpose Financial Statements – Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities Paragraph 65. As a result, the prior year figures have been restated to reflect this reclassification. The impact of the restatement is shown below.

	Balances at 30 June 2023	Effect of error at 30 June 2023	2024 Restated balances at 30 June 2023
	\$	\$	\$
<b>Statement of Financial Position</b>			
<b>Assets</b>			
Cash and cash equivalents	4,137,579	(2,575,000)	1,562,579
Other financial assets	2,946,567	2,575,000	5,521,567
<b>Statement of Cash Flows</b>			
<b>Cash flows from investing activities</b>			
Transfer to other financial assets	-	(450,000)	(450,000)
<b>Net cash flows (used in) investing activities</b>	<b>(189,251)</b>	<b>(450,000)</b>	<b>(639,251)</b>
<b>Net increase / (decrease) in cash and cash equivalents held</b>	<b>(347,563)</b>	<b>(450,000)</b>	<b>(797,563)</b>
Cash and cash equivalents at the beginning of the financial year	4,485,142	(2,125,000)	2,360,142
<b>Cash and cash equivalents at the end of the financial year</b>	<b>4,137,579</b>	<b>(2,575,000)</b>	<b>1,562,579</b>

### 3 Critical Accounting Estimates and Judgments

The Association 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.

The significant estimates and judgements made have been described below.

#### Key judgments - 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 judgement is based on the best information at the reporting date.

#### Key estimates - fair value of financial assets

Investments in listed investments are measured at fair value using the closing quoted bid prices of the underlying investments at the end of the reporting period.

## Notes to the Financial Statements

### For the Year Ended 30 June 2024

#### Key estimates - lease term

The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease or purchase the underlying asset will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the Association's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The Association reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

#### Key judgments - lease incremental borrowing rate

Where the interest rate implicit in a lease cannot be readily determined, an incremental borrowing rate is estimated to discount future lease payments to measure the present value of the lease liability at the lease commencement date. Such a rate is based on what the Association estimates it would have to pay a third party to borrow the funds necessary to obtain an asset of a similar value to the right-of-use asset, with similar terms, security and economic environment.

#### 4 Revenue

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
- Interest income	119,134	59,167
- Aged care services	9,900,193	7,115,703
- Income from staff activities	-	4,526
- Rental income	6,600	6,000
- Government subsidies	133,990	236,933
- Other revenue	32,078	90,794
- Investment income	102,500	87,317
- Insurance recovery	8,289	928,606
	<b><u>10,302,784</u></b>	<b><u>8,529,046</u></b>
Other income		
- Fair value gain on investments	53,496	56,179
	<b><u>10,356,280</u></b>	<b><u>8,585,225</u></b>

**Notes to the Financial Statements**  
For the Year Ended 30 June 2024

**5 Cash and Cash Equivalents**

	2024	2023
	\$	\$
Cash at bank and in hand	868,688	1,562,579
	<u>868,688</u>	<u>1,562,579</u>

**Cash and cash equivalents classified as financial assets at amortised cost**

	2024	2023
	\$	\$
Cash and cash equivalents	868,688	1,562,579
<b>Financial assets</b>	<u>868,688</u>	<u>1,562,579</u>

**6 Trade and Other Receivables**

	2024	2023
	\$	\$
Trade receivables	145,938	48,976
GST receivable	16,872	13,580
Other receivables	272,005	833,451
	<u>434,815</u>	<u>896,007</u>

**Trade and other receivables classified as financial assets at amortised cost**

	2024	2023
	\$	\$
Trade and interest receivables	434,815	896,007
Less: GST receivable	(16,872)	(13,580)
<b>Financial assets</b>	<u>417,943</u>	<u>882,427</u>

**7 Other Financial Assets**

	2024	2023
	\$	\$
Investments at fair value through profit and loss	3,005,425	2,946,567
Term deposits	2,636,712	2,575,000
	<u>5,642,137</u>	<u>5,521,567</u>

**Reconciliation of the fair values at the beginning and end of the current and previous financial year are set out below:**

Opening fair value	2,946,567	2,890,388
Additions	5,362	-
Change in fair value movements	53,496	56,179
<b>Closing fair value</b>	<u>3,005,425</u>	<u>2,946,567</u>



## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 8 Other Assets

	2024	2023
	\$	\$
Prepayments	53,534	45,383

### 9 Property, Plant and Equipment

	2024	2023
	\$	\$
<b>LAND AND BUILDINGS</b>		
Freehold land		
At fair value	7,030,000	7,030,000
Buildings		
At fair value	2,241,369	2,199,595
Accumulated depreciation	(111,847)	(54,658)
	<b>2,129,522</b>	<b>2,144,937</b>
<b>Total land and buildings</b>	<b>9,159,522</b>	<b>9,174,937</b>
<b>PLANT AND EQUIPMENT</b>		
Plant and equipment		
At cost	1,271,768	1,061,975
Accumulated depreciation	(600,034)	(569,262)
	<b>671,734</b>	<b>492,713</b>
Motor vehicles		
At cost	81,793	81,792
Accumulated depreciation	(49,989)	(39,387)
	<b>31,804</b>	<b>42,405</b>
<b>Total plant and equipment</b>	<b>703,538</b>	<b>535,118</b>
<b>Total property, plant and equipment</b>	<b>9,863,060</b>	<b>9,710,055</b>

### Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
<b>Year ended 30 June 2024</b>					
Balance at the beginning of year	7,030,000	2,144,937	492,713	42,405	9,710,055
Additions	-	41,774	296,557	-	338,331
Disposals	-	-	(9,557)	-	(9,557)
Depreciation expense	-	(57,189)	(107,979)	(10,601)	(175,769)
<b>Balance at the end of the year</b>	<b>7,030,000</b>	<b>2,129,522</b>	<b>671,734</b>	<b>31,804</b>	<b>9,863,060</b>

**Notes to the Financial Statements**  
For the Year Ended 30 June 2024

**10 Intangible Assets**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Computer software		
At cost	188,800	161,819
Accumulated amortisation	(82,275)	(59,675)
	<u>106,525</u>	<u>102,144</u>
<b>Total Intangible assets</b>	<b><u>106,525</u></b>	<b><u>102,144</u></b>

**Movements in carrying amounts of intangible assets**

	<b>Computer software</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>
<b>Year ended 30 June 2024</b>		
Balance at the beginning of the year	102,144	102,144
Additions	26,981	26,981
Amortisation expense	(22,600)	(22,600)
	<u>106,525</u>	<u>106,525</u>
<b>Balance at the end of the year</b>	<b><u>106,525</u></b>	<b><u>106,525</u></b>

**11 Trade and Other Payables**

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Trade payables	112,985	51,694
Sundry payables and accrued expenses	182,162	151,330
	<u>295,147</u>	<u>203,024</u>
	<b><u>295,147</u></b>	<b><u>203,024</u></b>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

**12 Contract Liabilities**

The Association has recognised the following contract liabilities from contracts with customers:

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
Service income received in advance	94,540	128,596
	<u>94,540</u>	<u>128,596</u>
	<b><u>94,540</u></b>	<b><u>128,596</u></b>

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 13 Employee Benefits

	2024	2023
	\$	\$
Annual leave provision	443,717	347,272
Long service leave provision	173,538	157,325
	<u>617,255</u>	<u>504,597</u>

### 14 Other Financial Liabilities

	2024	2023
	\$	\$
Accommodation bonds	10,746,974	12,297,867
<b>Other financial liabilities at amortised cost</b>		
Accommodation bonds	<u>10,746,974</u>	<u>12,297,867</u>
<b>Financial liabilities</b>	<u>10,746,974</u>	<u>12,297,867</u>

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 15 Operating Segments

#### Identification of reportable segments

The Association has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (Chief Operating Decision Maker) in assessing performance and determining the allocation of resources.

The Association is managed primarily on the basis of product category and service offerings as the diversification of The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc's operations inherently have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis.

#### Types of products and services by reportable segment

(i) Residential Aged Care

(ii) In Home Aged Care

#### Basis of accounting for purposes of reporting by operating segments

Unless stated below, all amounts reported to the Board of Directors, being the Chief Operating Decision Maker with respect to operating segments, are determined in accordance with accounting policies that are consistent with those adopted in the annual financial statements of The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc.

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of economic value from the asset. In the majority of instances, segment assets are clearly identifiable on the basis of their nature and physical location.

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Borrowings and tax liabilities are generally considered to relate to The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc as a whole and are not allocated. Segment liabilities include trade and other payables and certain direct borrowings.

# The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### Segment performance

	Residential Aged Care		In Home Aged Care		Total	
	2024	2023	2024	2023	2024	2023
	\$	\$	\$	\$	\$	\$
<b>Revenue</b>						
Interest income	119,134	59,167	-	-	119,134	59,167
Aged care services	8,018,170	5,610,039	1,882,023	1,505,664	9,900,193	7,115,703
Income from staff activities	-	4,526	-	-	-	4,526
Rental income	6,600	6,000	-	-	6,600	6,000
Government subsidies	133,990	236,933	-	-	133,990	236,933
Other revenue	32,078	39,215	-	51,579	32,078	90,794
Insurance recovery	8,289	928,606	-	-	8,289	928,606
Investment income	102,500	87,317	-	-	102,500	87,317
Gain / (Loss) on fair value movement of investments	53,496	56,179	-	-	53,496	56,179
<b>Total segment revenue</b>	<b>8,474,257</b>	<b>7,027,982</b>	<b>1,882,023</b>	<b>1,557,243</b>	<b>10,356,280</b>	<b>8,585,225</b>
Facility operating expenses	(339,181)	(339,786)	(126,737)	(140,347)	(465,918)	(480,133)
Medical expenses	(124,147)	(145,342)	(167,104)	(96,077)	(291,251)	(241,419)
General operating expenses	(510,203)	(389,065)	(317,945)	(329,996)	(828,148)	(719,061)
Equipment expenses	(322,333)	(346,007)	(133,868)	(44,040)	(456,201)	(390,047)
Depreciation and amortisation expense	(198,369)	(163,942)	(8,143)	-	(206,512)	(163,942)
Employee benefits expenses	(6,291,817)	(5,185,386)	(1,018,956)	(736,725)	(7,310,773)	(5,922,111)
Other expenses	(284,678)	(206,255)	(2,973)	(6,525)	(287,651)	(212,780)
<b>Total segment expenses</b>	<b>(8,070,728)</b>	<b>(6,775,783)</b>	<b>(1,775,726)</b>	<b>(1,353,710)</b>	<b>(9,846,454)</b>	<b>(8,129,493)</b>
<b>Operating profit</b>	<b>403,529</b>	<b>252,199</b>	<b>106,297</b>	<b>203,533</b>	<b>509,826</b>	<b>455,732</b>
<b>Segment operating result</b>	<b>403,529</b>	<b>252,199</b>	<b>106,297</b>	<b>203,533</b>	<b>509,826</b>	<b>455,732</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### Segment position

	Residential Aged Care		In Home Aged Care		Total	
	2024	2023	2024	2023	2024	2023
	\$	\$	\$	\$	\$	\$
<b>Segment assets</b>						
Cash and cash equivalents	675,380	1,479,819	193,308	82,760	868,688	1,562,579
Trade and other receivables	261,327	752,925	173,488	143,082	434,815	896,007
Other financial assets	5,642,137	5,521,567	-	-	5,642,137	5,521,567
Other assets	39,533	45,383	14,001	-	53,534	45,383
Property, plant and equipment	9,863,060	9,710,055	-	-	9,863,060	9,710,055
Intangible assets	106,525	102,144	-	-	106,525	102,144
Right-of-use assets	-	-	285,009	-	285,009	-
<b>Total segment assets</b>	<b>16,587,962</b>	<b>17,611,893</b>	<b>665,806</b>	<b>225,842</b>	<b>17,253,768</b>	<b>17,837,735</b>
Trade and other payables	295,147	175,609	-	27,415	295,147	203,024
Contract liabilities	-	19,734	94,540	108,862	94,540	128,596
Employee benefits	551,693	504,597	65,562	-	617,255	504,597
Other financial liabilities	10,746,974	12,297,867	-	-	10,746,974	12,297,867
Lease liabilities	-	-	286,375	-	286,375	-
<b>Total segment liabilities</b>	<b>11,593,814</b>	<b>12,997,807</b>	<b>446,477</b>	<b>136,277</b>	<b>12,040,291</b>	<b>13,134,084</b>
<b>Segment position</b>	<b>4,994,148</b>	<b>4,614,086</b>	<b>219,329</b>	<b>89,565</b>	<b>5,213,477</b>	<b>4,703,651</b>

### 16 Right-of-use assets

	Buildings	Total
	\$	\$
<b>Year ended 30 June 2024</b>		
Balance at beginning of year	-	-
Additions to right-of-use assets	293,152	293,152
Depreciation charge	(8,143)	(8,143)
<b>Balance at end of year</b>	<b>285,009</b>	<b>285,009</b>

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 17 Lease liabilities

The Association's leased assets are limited to Buildings. Information relating to the leases in place and associated balances and transactions are provided below.

#### *Terms and conditions of leases*

The Association leases Buildings for its corporate offices. It has entered into a lease agreement with a three-year term including two rights of renewal each of 3 years commencing 1/5/27 and 1/5/30.

	2024	2023
	\$	\$
Lease liability	286,375	-
<b>Total lease liabilities</b>	<b>286,375</b>	<b>-</b>

The maturity analysis of lease liabilities based on contractual undiscounted cash flows is shown in the table below:

	< 1 year	1 - 5 years	> 5 years	Total undiscounted lease liabilities	Lease liabilities included in this Statement Of Financial Position
	\$	\$	\$	\$	\$
<b>2024</b>					
Lease liabilities	58,500	282,750	-	341,250	286,375

### Statement of Profit or Loss and Other Comprehensive Income

The amounts recognised in the statement of profit or loss and other comprehensive income relating to leases where the Association is a lessee are shown below:

	2024	2023
	\$	\$
Interest expense on lease liabilities	2,973	-
Expenses relating to leases of low-value assets	37,098	33,727
Depreciation of right-of-use assets	8,143	-

### Extension options

The Association's leases include extension options that permit the Association to extend the lease term.

The Association includes options in the leases to provide flexibility and certainty to the Association operations and reduce costs of moving premises and the extension options are at the Association's discretion.

At commencement date and each subsequent reporting date, the Association assesses where it is reasonably certain that the extension options will be exercised.

The Association has not yet taken up any of the extension options as they are not yet reasonably certain that these extension options will be exercised.

**Notes to the Financial Statements**  
**For the Year Ended 30 June 2024**

**18 Permitted uses statement**

**(a) Bond money received**

	<b>2024</b>	<b>2023</b>
	\$	\$
Total of accommodation bond monies received between the period 1 July 2023 to 30 June 2024	<u><b>3,704,000</b></u>	<u>2,591,690</u>

**(b) Expenditure on permitted uses**

	<b>2024</b>	<b>2023</b>
	\$	\$
Total on capital expenditure	336,274	150,966
Refunds of bond and entry contribution balances	<u>5,209,224</u>	<u>3,176,841</u>
	<u><b>5,545,498</b></u>	<u><b>3,327,807</b></u>

**19 Related Parties**

The Association's main related parties are as follows:

Key management personnel - refer to Note 20.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

**Transactions with related parties**

There were no transactions with related parties for the year ended 30 June 2024.

**20 Key Management Personnel Disclosures**

The remuneration paid to key management personnel of the Association is \$491,599 (2023: \$480,386).

**21 Auditors' Remuneration**

	<b>2024</b>	<b>2023</b>
	\$	\$
Audit of the financial statements	19,000	15,000
Compilation of the financial statements	<u>2,700</u>	<u>2,000</u>
	<u><b>21,700</b></u>	<u><b>17,000</b></u>



## Notes to the Financial Statements

### For the Year Ended 30 June 2024

#### 22 Fair Value Measurement

The Association measures certain other financial assets at fair value on a recurring basis.

<b>Asset</b>	<b>Basis for determining value</b>
Investments at fair value through profit and loss	The investments are in managed funds and unit trusts are in an active market and the quoted price at the end of the reporting date is used to value these financial assets.

#### 23 Financial Risk Management

The Association's financial instruments consist mainly of deposits with banks, short term investments, accounts receivable and payable, other financial liabilities and lease liability.

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

		<b>2024</b>	<b>2023</b>
		<b>\$</b>	<b>\$</b>
<b>Financial assets at amortised cost</b>			
Cash and cash equivalents	5	868,688	1,562,579
Trade and other receivables	6	417,943	882,427
Other financial assets	7	2,636,712	2,575,000
		<b>3,923,343</b>	<b>5,020,006</b>
<b>Financial assets at fair value through profit or loss</b>			
Other financial assets	7	3,005,426	2,946,567
		<b>6,928,769</b>	<b>7,966,573</b>
<b>Financial liabilities at amortised cost</b>			
Trade and other payables	11	295,147	203,024
Other financial liabilities	14	10,746,974	12,297,867
Lease liabilities		286,375	-
		<b>11,328,496</b>	<b>12,500,891</b>

#### 24 Contingencies

In the opinion of Board, the Association did not have any contingencies at 30 June 2024 (30 June 2023:None).

#### 25 Events Occurring After the Reporting Date

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

## **Notes to the Financial Statements**

**For the Year Ended 30 June 2024**

### **26 Statutory Information**

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

The Croatian, Ukrainian & Belarusian Aged Care Association of SA  
Inc

41 Burley Griffin Bvd  
Brompton SA 5007

**The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc**

**Board Members' Declaration**

In the Board members opinion:

1. The financial statements and notes, as set out on pages 4 to 24, are in accordance with the *Corporations Act 2001* including:
  - a. complying with Australian Accounting Standards - Simplified Disclosure Standard; and
  - b. giving a true and fair view of the financial position as at 30 June 2024 and of the performance for the year ended on that date of the Association.
2. There are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board members.

Board member   
.....  
Natalia Hubczenko

Board member   
.....  
Denis Stevanja

Dated 24/10/2024

## Independent Auditor's Report

To the members of The Croatian, Ukrainian, & Belarusian Aged Care Association of SA Inc

### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of The Croatian, Ukrainian & Belarusian Aged Care Association of SA Inc ("the Association") which comprises the Statement of Financial Position as at 30 June 2024, 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, Notes to the Financial Statements, including a summary of material accounting policies, and the Board Members' Declaration.

In our opinion, the accompanying financial report of the Association is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) giving a true and fair view of the Association's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- (ii) complying with Australian Accounting Standards – Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Regulations 2022*.

#### 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 Association in accordance with the auditor independence requirements 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 (including Independence Standards)* (the "Code") that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### Other information

The Board is responsible for the other information. The other information comprises the information included in the Association's annual report for the year ended 30 June 2024, but does not include the financial report and our auditor's report thereon.

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

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

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

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the Board and will request that it is corrected. If it is not corrected, we will seek to have the matter appropriately brought to the attention of users for whom our report is prepared.

## Independent Auditor's Report

To the members of The Croatian, Ukrainian, & Belarusian Aged Care Association of SA Inc (Cont)

### Responsibilities of the Board for the Financial Report

The Board of the Association are responsible for the preparation of:

- a) the financial report that gives a true and fair view in accordance with Australian Accounting Standards and *Australian Charities and Not-for-profits Commission Act 2012*; and
- b) for such internal control as the Board determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Board are responsible for assessing the Association'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 Board either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

### 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 the 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 this financial report.

A further description of our responsibilities for the audit of the financial report is located on the Auditing and Assurance Standards Board website at:

[https://www.auasb.gov.au/auditors\\_responsibilities/ar4.pdf](https://www.auasb.gov.au/auditors_responsibilities/ar4.pdf). This description forms part of our auditor's report.



Robyn Speed  
Partner – Audit and Assurance  
Moore Australia Audit (SA/NT)  
Brisbane, Queensland  
24 October 2024



Moore Australia Audit (SA/NT)  
Chartered Accountants