

ASHFORD AGEING CARE FACILITY INCORPORATED

A.B.N. 63 262 652 873

FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2014

INDEPENDENT AUDITORS' REPORT

STATEMENT BY THE BOARD OF MANAGEMENT

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STATEMENT OF FINANCIAL POSITION

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AUDITORS' INDEPENDENCE DECLARATION



FINANCIAL SERVICES

ARN 41 973 962 834

ASHFORD AGING CARE FACILITY INCORPORATED INDEPENDENT AUDITORS' REPORT FOR THE YEAR ENDED 30TH JUNE, 2014

Report on the Financial Report

We have audited the accompanying financial report of the Ashford Aging Care Facility Incorporated comprises the balance sheet as at 30th June, 2014, the comprehensive income statement, cash flow statement, statement of changes in equity for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the committees' declaration.

Board of Managements' Responsibility for the Financial Report

The Board of Management are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the NSW Associations Incorporations Act 2009. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances..

Auditors' Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

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

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Chartered
Accountants



FINANCIAL SERVICES

AFSB 41 173 062 834

Independence

As auditor, we are required to be independent of the company and free of interests which could be incompatible with integrity and objectivity. In respect of this engagement, we have followed the independence requirements set out in the Corporations Act 2001.

In addition to our statutory work, we were engaged to undertake other services for the company. These services are disclosed in the notes to the financial statements. In our opinion and that of the company's directors, the provision of these services has not impaired our independence.

The auditors' Independence Declaration has been provided to the directors as required by the Corporations Act 2001 as the date of providing this audit opinion.

Audit Opinion

To Ashford Aging Care Facility and the Secretary of the Department of Health and Aging

In our opinion the financial report of Ashford Aging Care Facility Incorporated is in accordance with the NSW Associations Incorporations Act 1984 including:

- (i) Giving a true and fair view of the company's financial position as at 30th June, 2014 and of its performance and cash flows for the year ended on that date; and
 - (ii) Complying with Australian Accounting Standards (including the Australian Accounting Interpretations); and
- (b) The approved provider has complied with Division 3 of part 4 of the User Rights and Principals 1997 in the 2013-14 financial year.

C & W FINANCIAL SERVICES

Chartered Accountants

Mark Henry Johnson
Registered Company Auditor (89972)
20th October, 2014

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ASHFORD AGEING CARE FACILITY INCORPORATED
STATEMENT BY THE BOARD OF MANAGEMENT
FOR THE YEAR ENDED 30 JUNE 2014

In the opinion of the Board of Management:-

1. The financial statements:
 - a) present fairly the financial position of Ashford Ageing Care Facility Incorporated as at 30 June 2014 and of the performance and cash flows of the company for the year ended on that date;
 - b) have been prepared and presented in accordance with Australian Accounting Standards;
2. there are reasonable grounds to believe that the company can pay its debts as and when they become due and payable.

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

CHAIRMAN

~~SECRETARY-~~

Dated at Ashford this 20th day of October 2014.

Treasurer

ASHFORD AGEING CARE FACILITY INCORPORATED
A.B.N. 63 262 652 873
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014

	Note	2014 \$	2013 \$
ASSETS			
Cash and Cash Equivalents	(4)	3,124,093	2,626,804
Trade and Other Receivables	(5)	208,115	169,910
Other Assets	(6)	8,788	8,191
Property, Plant and Equipment	(7)	<u>1,458,443</u>	<u>1,463,063</u>
TOTAL ASSETS		<u>4,799,439</u>	<u>4,267,968</u>
LIABILITIES			
Trade and Other Payables	(8)	108,146	94,998
Provisions	(9)	54,969	58,003
Other Liabilities	(10)	<u>728,027</u>	<u>553,858</u>
TOTAL LIABILITIES		<u>891,142</u>	<u>706,859</u>
NET ASSETS		<u>3,908,297</u>	<u>3,561,109</u>
EQUITY			
Retained Earnings		3,902,707	3,555,519
Asset Revaluation Reserve		<u>5,590</u>	<u>5,590</u>
TOTAL EQUITY		<u>3,908,297</u>	<u>3,561,109</u>

This Statement of Financial Position should be read in conjunction with the accompanying notes

ASHFORD AGEING CARE FACILITY INCORPORATED
A.B.N. 63 262 652 873
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2014

	Note	2014 \$	2013 \$
REVENUE FROM CONTINUING OPERATIONS	(2)	1,230,870	1,145,810
EXPENSES FROM CONTINUING OPERATIONS	(3)	<u>(883,682)</u>	<u>(841,005)</u>
PROFIT/(LOSS) BEFORE INCOME TAX		347,188	304,805
INCOME TAX EXPENSE	(1(a))	<u>-</u>	<u>-</u>
PROFIT/(LOSS) FOR THE YEAR		<u>347,188</u>	<u>304,805</u>
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME		<u>347,188</u>	<u>304,805</u>

This Statement of Comprehensive Income should be read in conjunction with the accompanying notes

ASHFORD AGEING CARE FACILITY INCORPORATED
A.B.N. 63 262 652 873
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2014

	Note	2014 \$ Inflows (Outflows)	2013 \$ Inflows (Outflows)
i) Cash Flows from Operating Activities			
Government subsidies/customers/other		1,199,200	1,005,226
Interest received		125,020	122,628
Payment to suppliers/employees		<u>(903,758)</u>	<u>(855,117)</u>
Net cash provided by Operating activities		<u>420,462</u>	<u>272,737</u>
ii) Cash Flows from Investing Activities			
Proceeds from sale of property, plant & equipment		-	-
Payments for property, plant & equipment		<u>(79,010)</u>	<u>(47,716)</u>
Net cash used in Investing activities		<u>(79,010)</u>	<u>(47,716)</u>
iii) Cash Flows from Financing Activities			
Receipts / (Payments) Accomodation Bonds		<u>155,837</u>	<u>115,928</u>
Net cash provided by Financing Activities		<u>155,837</u>	<u>115,928</u>
Net increase/(decrease) in cash held		497,289	340,949
Cash and cash equivalents at beginning of the financial year		<u>2,626,804</u>	<u>2,285,855</u>
Cash and cash equivalents at the end of the financial year	(4)	<u><u>3,124,093</u></u>	<u><u>2,626,804</u></u>

This Statement of Cash Flows should be read in conjunction with the accompanying notes

ASHFORD AGEING CARE FACILITY INCORPORATED

A.B.N 63 262 652 873

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014

	Asset Revaluation Reserve	Retained Earnings	Total Equity
	\$	\$	\$
Balance at 1 July 2012	5,590	3,250,714	3,256,304
Total comprehensive Income for 2013 year	-	304,805	304,805
Balance at 30 June 2013	5,590	3,555,519	3,561,109
Total comprehensive Income for 2014 year	-	347,188	347,188
Balance at 30 June 2014	<u>5,590</u>	<u>3,902,707</u>	<u>3,908,297</u>

This Statement of Changes in Equity should be read in conjunction with the accompanying notes

ASHFORD AGEING CARE FACILITY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th JUNE 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is for Ashford Aging Care Facility Incorporated as an individual entity.

Basis of Preparation

Ashford Aging Care Facility Incorporated has elected to adopt the Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: Application of Tiers of Australian Accounting Standards and AASB 2010-2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements. Accordingly, the association has early adopted AASB 2011-2: Amendments to Australian Accounting Standards arising from the Trans-Tasman Convergence Project - Reduced Disclosure Requirements and AASB 2012-7: Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements in respect of AASB 2010-6: Amendments to Australian Accounts - Disclosures on Transfers of Financial Assets and AASB 2011-9: Amendments to Australian Accounting Standards - Presentation of Items of Other Comprehensive Income.

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 Review Board (AASB) and the Associations Incorporations Reform Act 2012. The association is a not-for-profit-entity for financial reporting purposes under the Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant information transactions, events and conditions. Material accounting policies adopted in the presentation of the 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 accruals basis and are based on historical costs, modified, where applicable, by the measurement of 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.

As permitted by AASB101 "Presentation of Financial Statements", the director's have elected to present the statement of financial position information on a liquidity basis (i.e., descending order of liquidity for assets and liabilities) believing such presentation more appropriately reflects the relevance and reliability of such financial information where normal operating cycles are not clearly identified.

The financial statements were authorised for issue on 21st October 2013 by the committee.

ACCOUNTING POLICIES

a) Income Tax

No income tax is payable as the association, being a registered charity is exempt for income tax purposes under Section 50 - 30 of the Income Tax Assessment Act 1997.

b) 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 maturities of three months or less, and bank overdrafts.

c) Financial Instruments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured

ASHFORD AGEING CARE FACILITY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th JUNE 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Financial Assets at Fair Value through Profit & Loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management and within the requirements of AASB139 - Recognition and Measurement of Financial Instruments. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

Loans and Receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are stated at amortised cost using the effective interest rate method.

Held-to-Maturity Investments

These investments have fixed maturities, and it is the Company's intention to hold these investments to maturity. Any held-to-maturity investments held by the Company are stated at amortised cost using the effective

Available-for-Sale Financial Assets

Available-for-sale financial assets include any financial assets not included in the above categories. Available-for-sale financial assets are reflected at fair value. Unrealised gains and losses arising from changes in fair value

Financial Liabilities

Non-derivative financial liabilities are recognised at amortised cost, comprising original debt less principal payments and amortisation.

Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

Impairment

At each reporting date, the Company assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial investments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in

d) Property Plant and Equipment

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses. The carrying value of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present value in determining recoverable amounts.

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 to the association commencing from the time the asset is held ready for use.

Major depreciation ranges for various classifications of assets are:-

Class of Fixed Asset	Useful Life
Buildings	40 Years
Home Equipment	5 Years
Motor Vehicles	5 Years
Furniture	10 Years
Fire Equipment	20 Years

The association's policy is to expense all assets purchased for consideration of \$500 or less with the exception of Telehealth equipment.

Each asset's residual value and useful life is reviewed, and adjusted if appropriate, at the end of each reporting period.

Each asset class's carrying amount is written down immediately to its recoverable amount if the class's carrying

ASHFORD AGEING CARE FACILITY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th JUNE 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

j) Provisions

Provisions are recognised when the company has a present obligation, the future sacrifice of economic benefits is probable and the amount of the provision can be reliably measured. The amount recognised as a provision is the best estimate of the amount required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flow estimated to settle the present obligation, the cash flows have been discounted to their present value as at the end of the reporting period.

Where some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised where it is probable the recovery will be received and the amount can be reliably measured.

k) Trade and Other Payables

Accounts payable represent goods and services provided to the Company prior to balance date. The accounts are usually settled on the creditors trading terms.

Payables to related parties are carried at cost. Interest, when charged by the lender, is recognised as an expense on an accrual basis.

l) Expenses

Operating lease payments

Payments made under operating leases are recognised in the income statement on a straight-line basis over the term of the lease. Lease incentives received are recognised in the income statement as an integral part of the total lease expense spread over the lease term.

Finance lease payments

Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term so as to produce a consistent periodic rate of interest on the remaining balance of the liability.

Net financing costs

Net financing costs comprise interest payable on borrowings calculated using the effective interest method, interest receivable on funds invested and foreign exchange gains or losses.

Interest income is recognised in the income statement as it accrues, using the effective interest method. The interest expense component of finance lease payments is recognised in the income statement using the effective interest method.

m) Entry Contribution/Accommodation Bonds - low care

Prior to legislative changes introduced from the 6th November 1997 hostels were required to maintain a minimum number of beds for financially disadvantaged residents. Such residents were not required to pay any entry contributions. Financially advantaged residents were required to pay an entry contribution which, from 1st July, 1991 was partially refundable according to Government policy.

From the 6 November 1997, hostels are required to maintain a minimum of 18% of total beds for concessional residents. Such residents are not required to pay any accommodation bond. Non-concessional and assisted residents are required to pay an accommodation bond which is partially refundable according to Government policy.

n) Accommodation Bond/Charge – high care

The Company levies an accommodation charge, over a maximum of 5 years, on new non-concessional and assisted residents entering high level care. Where the resident transfers from a hostel to the nursing home the Company has the option of:

ASHFORD AGEING CARE FACILITY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30th JUNE 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

- (i) refunding the accommodation bond and levying an accommodation charge on the resident to a maximum of 5 years, or
- (ii) retaining the accommodation bond and deducting a retention amount against the balance of the accommodation bond

These charges are recognised as revenue in the income statement as derived.

o) Residents Funds Held in Trust

Each resident has monies which are held in trust by the company for their use. These funds held in trust are recognised on the company's statement of financial position as part of cash and cash equivalent assets which is offset by a corresponding current liability.

p) Bed Licences

The bed licences acquired for nil consideration have not been brought to account as an intangible asset, as the directors consider it uncertain as to whether there is an "active market", given the regulation attached with the transferring of any licences. The facility has 18 licences acquired for nil consideration.

q) Critical Accounting Estimates and Judgements

The directors 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 the company.

r) Comparative Figures

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

s) Segment Reporting

The Company operates exclusively in one business and geographical segment being a residential aged care facility in Ashford. The principal place of business of the Company is:

Kneipp Street
ASHFORD NSW 2361

ASHFORD AGEING CARE FACILITY INCORPORATED

A.B.N. 63 262 652 873

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
NOTE 2 - REVENUE FROM CONTINUING OPERATIONS		
Operating Activities:		
Government Subsideies Received	721,439	637,794
Residents Fees	349,009	321,173
Retention Income	19,984	21,706
	1,090,432	980,673
Non-Operating Activities		
Donations	3,529	18,595
Interest Received	131,555	140,584
Sundry Income	5,354	5,958
	140,438	165,137
	1,230,870	1,145,810
NOTE 3 - EXPENSES FROM CONTINUING OPERATIONS		
Expenses from continuing operations by nature		
Advertising	888	484
Annual Leave	4,451	2354
Auditors Remuneration	7,000	7,000
Accounting Services	5,100	4,950
Accounting Payroll	6,026	5,626
Bank Charges	91	0
Cleaning & Laundry	15,222	12,981
Depreciation - Buldings	43,196	49,538
Depreciation - Floor Coverings & Curtains	4,550	3,219
Depreciation - Furniture & Plant	30,383	28,411
Depreciation - Improvements	2,459	2,447
Depreciation - Motor Vehicles	3,042	3,381
Electricity & Gas	27,285	30,971
Gardening Grounds & Rubbish Removal	2,878	1516
Insurance	33,351	41,663
Long Service Leave	-3,034	3,971
Loss on Sale of Assets	-	-
Medical Expenses	10,285	6,194
Motor Vehicle Expenses	1,297	1,796
Postage, Printing & Stationery	3,164	3,855
Carried Forward	197,634	210,357

ASHFORD AGEING CARE FACILITY INCORPORATED
A.B.N 63 262 652 873

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30TH JUNE 2014

	2014	2013
	\$	\$
NOTE 3 - EXPENSES FROM CONTINUING OPERATIONS (CONT'D)		
Balance brought forward	197,634	210,357
Food Purchases	34,800	33,861
Rates	6,674	6,027
Repairs & Maintenance	25,265	19,595
Salaries & Activities	549,054	499,485
Staff Training	5,238	5,893
Subscriptions & Memberships	3,831	3,352
Superannuation	48,931	43,682
Sundry Expense	8,281	14,796
Telephone	3,974	3,957
Total Expenses from Continuing Operations	883,682	841,005
NOTE 4 - CASH AND CASH EQUIVALENTS		
<u>Cash at Bank</u>		
NECU Current Account	35,763	25,229
NECU Account	-	1,336
NECU Special Needs A/C S1.5	4,009	4,007
NECU Fundraiser Account S1.2	12	41
NECU Fundraiser S12.1	32,784	32,606
NECU S20.5 Accomm Charges	84,923	74,847
NECU S12 Pall Care	7,060	7,040
NECU S30 internet max	185,710	101,130
	350,261	246,236
<u>Cash on Hand</u>		
Petty Cash	178	178
	178	178
<u>Investments</u>		
Shares NECU	10	10
CBA Term Deposits	1,622,643	1,274,173
NECU Term Deposits	1,151,001	1,106,207
	2,773,654	2,380,390
Total Cash & cah Equivelants	3,124,093	2,626,804

ASHFORD AGEING CARE FACILITY INCORPORATED

A.B.N 63 262 652 873

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDING 30TH JUNE 2014

	2014	2013
	\$	\$
NOTE 4 - CASH AND CASH EQUIVALENTS (CONT'D)		
Restricted Cash		
Included in Liabilities		
- Entry Contributions and Equity Deposits	<u>728,027</u>	<u>553,858</u>
	<u>728,027</u>	<u>553,858</u>

Deposits paid by residents which are repayable upon the departure of the resident. These deposits are not to be used for operational purposes.

NOTE 5 - TRADE AND OTHER RECEIVABLES

Expected to be recovered within 12 months

Interest Receivable	36,806	30,271
Residents Fees Receivable & Other Receivables	20,745	18,271
Subsidies Receivable	18603	-
Accommodation bonds receivable	131,233	118,362
GST Receivable	<u>728</u>	<u>3,006</u>
	<u>208,115</u>	<u>169,910</u>

NOTE 6 - OTHER ASSETS

Expected to be recovered within 12 months

Prepayments	<u>8,788</u>	<u>8,191</u>
	<u>8,788</u>	<u>8,191</u>

ASHFORD AGEING CARE FACILITY INCORPORATED
A.B.N 63 262 652 873
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30TH JUNE 2014

	2014	2013
	\$	\$
NOTE 7 - PROPERTY, PLANT AND EQUIPMENT		
Land - at cost	<u>11,090</u>	<u>11,090</u>
Buildings - at cost	1,647,175	1,647,175
Less: Accumulated Depreciation	<u>-525,285</u>	<u>-482,089</u>
	<u>1,121,890</u>	<u>1,165,086</u>
Improvements - at cost	68,661	28,987
Less: Accumulated Depreciation	<u>-11,507</u>	<u>-9,048</u>
	<u>57,154</u>	<u>19,939</u>
Plant & Furniture - at cost	471,822	450,440
Less: Accumulated Depreciation	<u>-279,394</u>	<u>-249,010</u>
	<u>192,428</u>	<u>201,430</u>
Floor Coverings & Curtains -at cost	86,116	68,161
Less: Accumulated Depreciation	<u>-53,118</u>	<u>-48,568</u>
	<u>32,998</u>	<u>19,593</u>
Motor Vehicles - at cost	57,696	57,696
Less: Accumulated Depreciation	<u>-21,835</u>	<u>-18,793</u>
	<u>35,861</u>	<u>38,903</u>
Linen, Crockery & Cutlery - at cost	<u>7,022</u>	<u>7,022</u>
Total Property, Plant & Equipment	<u><u>1,458,443</u></u>	<u><u>1,463,063</u></u>

ASHFORD AGEING CARE FACILITY INCORPORATED

A.B.N 63 262 652 873

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30TH JUNE 2014**

NOTE 7 - PROPERTY, PLANT AND EQUIPMENT (CONT'D)

Movements in carrying amounts

Reconciliations of the carrying amounts of each class of property, plant and equipment between the beginning and the end of the current financial year are set out below.

	Land	Buildings	Improvements	Plant & Furniture
	\$	\$	\$	\$
Balance at the beginning of the financial year	11,090	1,165,086	19,938	201,431
Additions	-	-	39,674	21,381
Disposals	-	-	-	-
Depreciation	-	43,196	2,459	30,383
Carrying amount at the end of the year	11,090	1,121,890	57,153	192,429

	Floor Coverings & Curtains	Linen, Crockery & Cutlery	Motor Vehicles	Total
	\$	\$	\$	\$
Balance at the beginning	19,593	7,022	38,903	1,463,063
Additions	17,955	-	-	79,010
Disposals	-	-	-	-
Depreciation	4,550	-	3,042	83,630
Carrying amount at the end	32,998	7,022	35,861	1,458,443

ASHFORD AGEING CARE FACILITY INCORPORATED

A.B.N 63 262 652 873

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDING 30TH JUNE 2014

	2014	2013
	\$	\$
NOTE 8 - TRADE AND OTHER PAYABLES		
<i>Expected to be settled within 12 months</i>		
Trade Creditors and Accrued Expenses	52,722	44,025
Annual Leave Provision	<u>55,424</u>	<u>50,973</u>
Total Trade and Other Payables	<u><u>108,146</u></u>	<u><u>94,998</u></u>
NOTE 9 - PROVISIONS		
Provision for Long Service Leave	<u>54,969</u>	<u>58,003</u>
<i>Expected to be settled within next 12 months (Estimate)</i>		
	5,000	5,000
<i>Expected to be settled after 12 months (Estimate)</i>	49,969	53,003
<i>Roll Forward of Provision</i>		
Movement in provision during the year		
Opening balance	58,003	54,031
Additional provision raised during year	25,480	24,492
Amounts used	<u>-28,514</u>	<u>-20,520</u>
Closing balance	<u><u>54,969</u></u>	<u><u>58,003</u></u>
NOTE 10 - OTHER LIABILITIES		
Accommodation Bonds Refundable	<u>728,027</u>	<u>553,858</u>
	<u><u>728,027</u></u>	<u><u>553,858</u></u>
<i>Expected to be settled within 12 months</i>		
Accommodation Bonds Refundable	<u>349,452</u>	<u>270,361</u>
	<u><u>349,452</u></u>	<u><u>270,361</u></u>

ASHFORD AGEING CARE FACILITY INCORPORATED

A.B.N 63 262 652 873

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDING 30TH JUNE 2014

	2014	2013
	\$	\$
NOTE 10 - OTHER LIABILITIES (CONT'D)		
<i>Expected to be settled greater than 12 months</i>		
Accommodation Bonds Refundable	<u>378,575</u>	<u>283,497</u>
	<u>378,575</u>	<u>283,497</u>

Although there is no legal entitlement for the association to defer repayment of accommodation bonds for greater than 12 months, the company from experience considers the above split between 'within 12 months'/'greater than 12 months' to be representative of its actual expected cash outflows.

NOTE 11 - FINANCIAL RISK MANAGEMENT

The associations financial instruments consist mainly of deposits with banks, trade and other receivables and payables and accommodation bonds refundable.

Financial Assets

Cash and Cash Equivalents	4	3,124,093	2,626,804
Trade and Other Receivables	5	<u>208,115</u>	<u>169,910</u>
		<u>3,332,208</u>	<u>2,796,714</u>

Financial Liabilities

Financial Liabilities at Amortised Cost:			
Trade and Other Payables	8	108,146	94,998
Accommodation Bonds Refundable	10	<u>728,027</u>	<u>553,858</u>
		<u>836,173</u>	<u>648,856</u>

ASHFORD AGEING CARE FACILITY INCORPORATED
A.B.N 63 262 652 873

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 30TH JUNE 2014

NOTE 12 - SEGMENT REPORTING

Primary Reporting - Business Segments

	Residential Care Services	
	2014	2013
	\$	\$
Revenue*		
Operating and Other Income	1,230,870	1,145,810
Expenses **		
Operating and Other Expenses	<u>(883,682)</u>	<u>(841,005)</u>
Results		
Segment Profit/(Loss)	<u>347,188</u>	<u>304,805</u>
Assets ***		
Segments Assets	<u>4,799,439</u>	<u>4,267,968</u>
Liabilities		
Segment Liabilities	<u>891,142</u>	<u>706,859</u>
* thereof:		
- Interest Income	131,555	140,584
** thereof:		
- Depreciation	83,630	86,996
*** thereof:		
- Capital	79,010	47,716

NOTE 13 - EVENTS SUBSEQUENT TO REPORTING DATE

No matter or circumstance has arisen since the end of the financial year to the date of this report which has significantly, 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.

NOTE 14 - CAPITAL COMMITMENTS FOR EXPENDITURE

As at 30 June 2014, the company has not entered into any material capital expenditure contracts, service agreements or arrangements.

ASHFORD AGEING CARE FACILITY INCORPORATED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2014

NOTE 15 - RELATED PARTY DISCLOSURES

(a) The following Board Members held office during the year ended 30 June 2014:-

Steve Symons	President
Paula Beverage <i>idge</i>	Secretary
Robert Burns <i>Byrnes</i>	Treasurer
<hr/>	
Dilbert Fitzhannim	
John Bennett	
Paul O,Brien	
Todd Hart	
Margaret Dowton	
Kathleen Thompson	

(b) Transactions with Board members or former Board members and their related entities.

There were no transactions with Board members or their related entities during the year ended 30 June 2014.

(c) Remuneration of Board Members	2014	2013
	\$	\$

Board Members' Remuneration

Income paid or due and payable to the Board members of the association*	3,630	3,587
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The number of Board members of the Company included in these figures are shown below in their relevant income bands:

\$nil - \$9,999	9	8
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* Remuneration includes premiums paid for Board members' indemnification.

(d) Key Management Personnel Compensation

	Short-Term Benefits		Post Employment Benefits	Total
	Salary & Fees	Non-Cash Benefits	Super- annuation	
2014	45747	17,183	4117	67,047
Total compensation				-
2013				
Total compensation	52,434	14,941	4,719	72,094

Aggregated remuneration includes senior management personnel.



FINANCIAL SERVICES

ABN 41 073 062 834

The Board of Management
Ashford Ageing Care Facility Incorporated
Kneipp Street
ASHFORD NSW 2361

AUDITORS' INDEPENDENCE DECLARATION

This declaration is made in connection with our audit of the financial report of Ashford Ageing Care Facility Incorporated for the year ended 30 June 2014 and in form similar with the provisions of the Corporations Act 2001.

We declare that, to the best of our knowledge and belief, there have been:

- (i) No contraventions of the auditor independence requirements similar to those of the Corporations Act 2001 in relation to this audit;
- (ii) No contraventions of the Code of Professional Conduct of the Institute of Chartered Accountants in Australia & New Zealand in relation to this audit.

Yours faithfully

**C & W FINANCIAL SERVICES
CHARTERED ACCOUNTANTS**

Mark H Johnson
Moree – 2 July 2014

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under Professional
Standards Legislation



**Chartered
Accountants**