

Toosey

ABN: 35 083 146 865 NAPS ID: 492 RACS ID: 8409

Financial Statements

For the Year Ended 30 June 2023

Toosey

35 083 146 865

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Directors' Report

30 June 2023

Your Board members submit this financial report of the Company for the financial year ended 30 June 2023.

Directors

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

Names	Appointed/Resigned
Vina Kathryn Henry (Chair)	
Ian Herbert	
James Walch	
Sophie Greenacre	
Philip Lethborg	Appointed on 23/11/2022
Alison Andrews	Appointed on 23/11/2022
Rebecca Page (Treasurer)	

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

Current objectives

The Company's current objectives are to:

- Provide residential aged care services in the local community;
- Provide services through the delivery of Community Aged Care Packages and other community based services;
- Provide services to the community through the provision of a day centre for older Australians living in Longford and surrounds;
- Promote community health care and wellbeing services; and
- Provide health care services;

Strategy for achieving the objectives

To achieve these objectives, the Company has adopted the following strategies:

- to provide sound governance of all services;
- to be a significant provider with appropriate economics of scale for sustainability;
- to have a strategic alliance with other organisations;
- to ensure we have appropriate structure;
- to strength board governance;
- to maintain financial viability;
- to maintain an active communications and marketing strategy that continues to position Tossey as a well-recognised and highly valued organisation in the community;

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Directors' Report

30 June 2023

Strategy for achieving the objectives

- foster a positive proactive relationship with the community for mutual benefits;
- to build and maintain inter government relationships;
- to build an effective partnership with Tasmanian Health Services; and
- to focus on priorities identified in our current strategic plan.

Members' guarantee

Toosey 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 \$ 5 each towards meeting any outstanding obligations of the company. At 30 June 2023 the collective liability of members was \$ 1,255 (2022: \$ 1,255).

Principal activities

The principal activities of the Company during the financial year were to provide quality, flexible aged care services to meet the needs of the Northern Midlands community.

Significant changes

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

Operating results

The profit of the Company for the financial year amounted to \$ (79,634) (2022: \$ (1,336,159)).

Events arising since the end of the reporting period

There are no matters or circumstances that have arisen since the end of the year that have significantly affected or may significantly affect either:

- the entity's operations in future financial years
- the results of those operations in future financial years; or
- the entity's state of affairs in future financial years

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Directors' Report

30 June 2023

Likely developments

No matter or circumstances have arisen since the end of the financial year that has significantly affected, or may significantly affect, the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.

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

Proceedings on behalf of the Company

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

Information on directors

Vina Kathryn Henry (Chair)

Experience Chair. Director since 28 November 2000. Public Officer.
Chair of Toosey Foundation.

Special Responsibilities Communications, Marketing and Relationships

Ian Herbert

Qualifications Bachelor of Applied Science Agriculture, Agronomy Business
Management

Experience Director since 20 May 2014

James Walch

Qualifications Diploma in Agriculture
Diploma in Farm Management

Experience Director since 1 May 2019

Sophie Greenacre

Qualifications Bachelor of Arts – International Relations and Political Science
Bachelor of Law
Graduate Diploma in Legal Practice

Experience Director since 1 May 2019

Philip Lethborg

Qualifications Bachelor of Theology, Diploma of Forestry.

Experience Director since 23/11/2022

Alison Andrews

Qualifications A Grade Journalist, former newspaper proprietor and Editor.

Experience Director since 23/11/2022

Rebecca Page (Treasurer)

Qualifications Bachelor of Commerce - Accounting and Business Law

Experience Director since 28 October 2020

Special Responsibilities Treasurer

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Directors' Report

30 June 2023

Meetings of directors

During the financial year, 11 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

Directors' Meetings	
Number eligible to attend	Number attended
Vina Kathryn Henry	11
Ian Hebert	11
James Walch	9
Sophie Greenacre	9
Alison Andrews	6
Philip Lethborg	6
Rebecca Page (Treasurer)	9

Indemnification and insurance of officers and auditors

The Directors and Officers of Toosey have been indemnified against personal losses arising from their respective positions within Toosey. Toosey has the benefit of a Directors' and Officers' insurance policy. In accordance with common commercial practice the insurance policy prohibits disclosure of the nature of the liability insured against and the amount of the premium.

No liability has arisen under these indemnities as at the date of this report.

Toosey has not provided any insurance for the auditor.

Auditor's independence declaration

The lead auditor's independence declaration, for the year ended 30 June 2023 has been received and can be found on page 5 of the financial report.

Signed in accordance with a resolution of the Board of Directors:

Director: *V.K. Henry*

Director: *R. Page*

Dated this *27th* day of *October* 2023

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Auditor's Independence Declaration

To the Directors of Toosey,

In accordance with the requirements of section 60-40 of the *Australian Charities and Not-for-profit Commission Act 2012* (Cth), as lead auditor for the audit of Toosey for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been:

- (i) No contraventions of the auditor independence requirements of the Australian Charities and *Australian Charities and Not-for-profit Commission Act 2012* (Cth) in relation to the audit; and
- (ii) No contraventions of any applicable code of professional conduct in relation to the audit.

Crowe Audit Australia

Crowe Audit Australia



Alison Flakemore
Senior Partner

Dated this...30...day...October...2023.

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The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

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Statement of Profit or Loss and Other Comprehensive Income For the Year Ended 30 June 2023

		2023	2022
	Note	\$	\$
Revenue	4	10,110,665	8,111,129
Employee benefits expense		(7,022,605)	(6,557,194)
Depreciation and amortisation expense		(498,277)	(470,087)
Other expenses		(2,669,417)	(2,420,007)
Profit before income tax		(79,634)	(1,336,159)
Income tax expense		-	-
Profit for the year		<u>(79,634)</u>	<u>(1,336,159)</u>
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		<u>(79,634)</u>	<u>(1,336,159)</u>

The accompanying notes form part of these financial statements.

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Statement of Financial Position

As At 30 June 2023

		2023	2022
	Note	\$	Restated
		\$	\$
ASSETS			
Cash and cash equivalents	5	1,115,657	1,615,198
Trade and other receivables	6	978,325	834,730
Financial assets	7	12,750,972	12,874,448
Other assets	8	288,203	348,830
Property, plant and equipment	9	10,881,113	10,371,831
TOTAL ASSETS		<u>26,014,270</u>	<u>26,045,037</u>
LIABILITIES			
Trade and other payables	10	334,557	378,836
Employee benefits	11	1,608,181	1,411,727
Provisions	12	1,034,000	1,008,714
Financial liabilities	13	13,360,017	13,488,611
TOTAL LIABILITIES		<u>16,336,755</u>	<u>16,287,888</u>
NET ASSETS		<u>9,677,515</u>	<u>9,757,149</u>
EQUITY			
Reserves		1,369,116	1,369,116
Retained earnings		8,308,399	8,388,033
TOTAL EQUITY		<u>9,677,515</u>	<u>9,757,149</u>

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity

For the Year Ended 30 June 2023

2023

	Retained Earnings	General Reserve	ILU Refurbishment Reserve	Total
	\$	\$	\$	\$
Balance at 1 July 2022	8,388,033	622,616	746,500	9,757,149
Profit/(loss) for the year	(79,634)	-	-	(79,634)
Balance at 30 June 2023	8,308,399	622,616	746,500	9,677,515

2022

	Retained Earnings	General Reserve	ILU Refurbishment Reserve	Total
	\$	\$	\$	\$
Balance at 1 July 2021	10,816,256	622,616	663,150	12,102,022
Profit/(loss) for the year	(1,336,159)	-	-	(1,336,159)
Transfer to reserve	(83,350)	-	83,350	-
Correction of prior year	14 (1,008,714)	-	-	(1,008,714)
Balance at 30 June 2022	8,388,033	622,616	746,500	9,757,149

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the Year Ended 30 June 2023

	2023	2022
Note	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES:		
Receipts from customers	3,297,605	3,318,652
Receipts from government	5,963,045	5,032,629
Interest received	75,987	72,159
Payments to suppliers and employees	(9,700,818)	(9,374,185)
GST received/(paid)	-	(962)
Net cash provided by/(used in) operating activities	<u>(364,181)</u>	<u>(951,707)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of property, plant & equipment	(1,006,767)	(1,564,162)
Proceeds from redemption of financial assets	1,000,000	2,500,000
Net cash provided by/(used in) investing activities	<u>(6,767)</u>	<u>935,838</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Accommodation bonds received	3,721,219	4,708,487
Accommodation bonds refunded	(3,849,812)	(3,002,581)
Repayment of loan	-	(1,900,000)
Net cash provided by/(used in) financing activities	<u>(128,593)</u>	<u>(194,094)</u>
Net increase/(decrease) in cash and cash equivalents held	(499,541)	(209,963)
Cash and cash equivalents at beginning of year	<u>1,615,198</u>	<u>1,825,161</u>
Cash and cash equivalents at end of financial year	5 <u><u>1,115,657</u></u>	<u><u>1,615,198</u></u>

The accompanying notes form part of these financial statements.

Notes to the Financial Statements For the Year Ended 30 June 2023

The financial report covers Toosey as an individual entity. Toosey is a Not-for-Profit Company incorporated and domiciled in Australia.

The functional and presentation currency of Toosey is Australian dollars.

The financial report was authorised for issue by the Board on 27 October 2023.

Where necessary, comparative information has been reclassified to achieve consistency in disclosure with current financial year amounts and other disclosures.

1 Basis of Preparation

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards - Simplified Disclosures. This includes compliance with the recognition and measurement requirements of all Australian Accounting Standards, Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board and the disclosure requirements of AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities and the *Australian Charities and Not-for-profits Commission Act 2012 (Cth)*.

Toosey is a not-for-profit Company and these statements have been prepared on that basis. Some of the requirements for not-for-profit entities are inconsistent with the International Financial Reporting Standards.

Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless otherwise stated.

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 fixed assets, financial assets and financial liabilities. The amounts presented within the financial statements have been rounded to the nearest dollar.

Presentation of Statement of Financial Position on a Liquidity Basis

The Board have taken the view that in complying with the requirements of AASBs, the treatment of refundable loans (accommodation deposits and leasehold deposits) as current liabilities does not reflect the true liquidity of the Company as these liabilities are not likely to be repaid in the next 12 months.

Accordingly, the Board have chosen to present its statement of financial position under the liquidity presentation method (AASB 101 Presentation of Financial Statements) on the basis that it presents a more reliable and relevant view.

2 Summary of Significant Accounting Policies

(a) Income Tax

No provision for income tax has been raised as the Company is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

(b) Comparative Figures

When required comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Notes to the Financial Statements

For the Year Ended 30 June 2023

2 Summary of Significant Accounting Policies

(c) 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, and bank overdrafts.

(d) Investments and Other Financial Assets

Investments and other financial assets are initially measured at fair value. Transaction costs are included as part of the initial measurement, except for financial assets at fair value through profit or loss. Such assets are subsequently measured at either amortised cost or fair value depending on their classification. Classification is determined based on both the business model within which such assets are held and the contractual cash flow characteristics of the financial asset unless an accounting mismatch is being avoided.

Financial assets are derecognised when the rights to receive cash flows have expired or have been transferred and the Company has transferred substantially all the risks and rewards of ownership. When there is no reasonable expectation of recovering part or all of a financial asset, its carrying value is written off.

Financial Assets at Fair Value Through Profit or Loss

Financial assets not measured at amortised cost or at fair value through other comprehensive income are classified as financial assets at fair value through profit or loss. Typically, such financial assets will be either: (i) held for trading, where they are acquired for the purpose of selling in the short-term with an intention of making a profit, or a derivative; or (ii) designated as such upon initial recognition where permitted. Fair value movements are recognised in profit or loss.

Impairment of Financial Assets

The Company recognises a loss allowance for expected credit losses on financial assets which are either measured at amortised cost or fair value through other comprehensive income. The measurement of the loss allowance depends upon the Company's assessment at the end of each reporting period as to whether the financial instrument's credit risk has increased significantly since initial recognition, based on reasonable and supportable information that is available, without undue cost or effort to obtain.

Where there has not been a significant increase in exposure to credit risk since initial recognition, a 12-month expected credit loss allowance is estimated. This represents a portion of the asset's lifetime expected credit losses that is attributable to a default event that is possible within the next 12 months. Where a financial asset has become credit impaired or where it is determined that credit risk has increased significantly, the loss allowance is based on the asset's lifetime expected credit losses. The amount of expected credit loss recognised is measured on the basis of the probability weighted present value of anticipated cash shortfalls over the life of the instrument discounted at the original effective interest rate.

For financial assets mandatorily measured at fair value through other comprehensive income, the loss allowance is recognised in other comprehensive income with a corresponding expense through profit or loss. In all other cases, the loss allowance reduces the asset's carrying value with a corresponding expense through profit or loss.

(e) 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.

Notes to the Financial Statements

For the Year Ended 30 June 2023

2 Summary of Significant Accounting Policies

(e) Property, Plant and Equipment

The carrying amount of plant and equipment is reviewed annually by the Board 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 values in determining recoverable amounts .

Fixed Assets Constructed

The cost of fixed assets constructed within the Company includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred.

Capital Works

All costs of a capital nature are to be capitalised if they increase the building's value. Costs of the project are to be classified as work in progress until the project has been completed. Upon completion, the asset is to be reclassified and depreciated at an appropriate rate. Any diminution of an asset is to be written off to the statement of comprehensive income.

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
Buildings	2.5%
Building Improvements	6.75%
Plant and Equipment	10% - 33%
Motor Vehicles	15%

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.

(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.

Notes to the Financial Statements

For the Year Ended 30 June 2023

2 Summary of Significant Accounting Policies

(f) Impairment of Non-Financial Assets

Where assets do not operate independently of other assets, the recoverable amount of the relevant cash-generating unit (CGU) is estimated.

The recoverable amount of an asset or CGU is the higher of the fair value less costs of disposal and the value in use. Value in use is the present value of the future cash flows expected to be derived from an asset or cash-generating unit.

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) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Company during the reporting period which remain unpaid. The balance is recognised as at liability with the amounts normally paid within 30 days of recognition of the liability.

(h) Contract Liabilities

Contract liabilities represent the Company's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the Company recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the Company has transferred the goods or services to the customer.

(i) 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 employee may satisfy vesting requirements. Cashflows are discounted using market yields on high quality corporate bond rates incorporating bonds rated AAA or AA by credit agencies, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.

(j) Accommodation Bonds

Accommodation bonds are non interest bearing deposits made by aged care facility residents to the company upon their admission to low care and extra service accommodation. The liability for accommodation is carried at the amount that would be payable on departure or transfer of the resident. This is the amount received on entry of the resident less deductions for fees and retention's pursuant to the Aged Care Act 1997. Once a refunding event occurs the receivable becomes interest bearing. The interest rate varies according to Department of Health and Ageing rates.

Notes to the Financial Statements

For the Year Ended 30 June 2023

2 Summary of Significant Accounting Policies

(j) Accommodation Bonds

Consistent with the current interpretation by the accounting profession, there is not an unconditional right to defer the settlement of these amounts, therefore the full value of accommodation bonds is recorded as a current liability of the company.

These funds are guaranteed under the Accommodation Bond (Guarantee Scheme) which came into operation on the 31 May 2006. The Guarantee Scheme enables the Commonwealth to step in and refund accommodation bond or entry contribution balances to residents if the approved provider has defaulted on its financial obligations due to bankruptcy or insolvency. After the refunds have been made, the Commonwealth becomes the creditor (unsecured) for those amounts. The Commonwealth then pursues the defaulting approved provider for recovery of funds through normal insolvency procedures. The Guarantee Scheme is established under the Aged Care (Bond Security) Act 2006 (Bonds Security Act).

(k) Revenue Recognition

The Company recognises revenue as follows:

Revenue from contracts with customers

Revenue from Government subsidies and residents contributions is recognised at an amount that reflects the consideration to which the Company is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the Company: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Rent received

Rent received is recognised when received or receivable.

Donations

Donations are recognised at the time the pledge is made.

Grants

Grant revenue is recognised in profit or loss when the Company satisfies the performance obligations stated within the funding agreements. If conditions are attached to the grant which must be satisfied before the Company is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Notes to the Financial Statements

For the Year Ended 30 June 2023

2 Summary of Significant Accounting Policies

(k) Revenue Recognition

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Volunteer services

The Company has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

(l) 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 payable 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.

(m) Adoption of New and Revised Accounting Standards

The Company has adopted recognition and measurement standards which became effective for the first time at 1 July 2022, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company.

New Standards, Amendments and Interpretations Not Yet Adopted

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Standard AASB 2020-1 Amendments to Australian Accounting Standards Classification of Liabilities as Current or Non-current amends AASB 101 to classify requirements for the presentation of liabilities in the statement of financial position as current or non-current and the standard AASB 2021-2 Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates, to clarify the disclosure requirements of accounting policies and estimates. These standards applied to annual reporting periods beginning on or after 1 January 2023. The Company has decided against early adoption of this Standard.

3 Critical Accounting Estimates and Judgements

The Board 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.

Notes to the Financial Statements

For the Year Ended 30 June 2023

3 Critical Accounting Estimates and Judgements

Key estimates - Revenue Recognition

For many of the residential care and government agreements, the determination of whether the contract includes sufficiently specific performance obligations was a significant judgement involving discussions with a number of parties at the Company, review of the underlying documents prepared during the residential care and subsidy application phases and consideration of the terms and conditions.

Residential care and government income received by the Company has been accounted for under both AASB 15 and AASB 1058 depending on the terms and conditions and decisions made.

If this determination was changed then the revenue recognition pattern would be different from that recognised in these financial statements.

Key estimates - Useful Life of Property, Plant and Equipment

The Company determines the estimated useful lives and related depreciation charges for its property, plant and equipment. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Key estimates - Impairment of Property, Plant and Equipment

The Company assesses impairment at the end of each reporting period by evaluating conditions specific to the Company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Key estimates - Provisions

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes and will vary as further information is obtained.

4 Revenue

	2023	2022
	\$	\$
Revenue from Customer Contracts		
Revenue recognised at a point in time:		
- Resident fees	3,042,364	2,155,281
- Government funding	5,743,074	5,883,689
Total revenue from customer contracts	<u>8,785,438</u>	<u>8,038,970</u>
Other revenue		
- Interest income	75,987	72,159
- Other revenue	1,249,240	-
Total other revenue	<u>1,325,227</u>	<u>72,159</u>
Total revenue	<u><u>10,110,665</u></u>	<u><u>8,111,129</u></u>

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Notes to the Financial Statements For the Year Ended 30 June 2023

5 Cash and Cash Equivalents

	2023	2022
	\$	\$
Cash on hand	765	760
Cash at bank	1,114,892	1,614,438
Total cash and cash equivalents	1,115,657	1,615,198

6 Trade and Other Receivables

	2023	2022
	\$	\$
Trade receivables	101,467	35,933
Provision for doubtful debts	(8,637)	-
Other receivables	8,092	-
ILU accrued revenue	836,550	746,500
GST receivable	27,695	24,163
Government subsidies accrual	13,158	28,134
Total trade and other receivables	978,325	834,730

7 Financial Assets

	2023	2022
	\$	\$
CURRENT		
Term deposits	2,000,000	3,000,000
Total current financial assets	2,000,000	3,000,000
NON-CURRENT		
Portfolio investment at fair value	10,750,972	9,874,448
Total non-current financial assets	10,750,972	9,874,448
Total financial assets	12,750,972	12,874,448

8 Other Assets

	2023	2022
	\$	\$
Prepayments	194,937	110,420
Accrued income	93,266	238,410
Total other assets	288,203	348,830

Toosey

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Notes to the Financial Statements For the Year Ended 30 June 2023

9 Property, Plant and Equipment

	2023	2022
	\$	\$
LAND AND BUILDINGS		
Land at cost	1,374,836	1,178,286
Total land	<u>1,374,836</u>	<u>1,178,286</u>
BUILDINGS		
Buildings at cost	12,466,945	11,836,253
Accumulated depreciation	(3,898,967)	(3,581,327)
Total buildings	<u>8,567,978</u>	<u>8,254,926</u>
Total land and buildings	<u>9,942,814</u>	<u>9,433,212</u>
PLANT AND EQUIPMENT		
Plant and equipment at cost	1,759,930	1,605,971
Accumulated depreciation	(938,512)	(788,415)
Total plant and equipment	<u>821,418</u>	<u>817,556</u>
MOTOR VEHICLES		
Motor vehicles at cost	316,169	289,811
Accumulated depreciation	(199,288)	(168,748)
Total motor vehicles	<u>116,881</u>	<u>121,063</u>
Total motor vehicles, plant and equipment	<u>938,299</u>	<u>938,619</u>
Total property, plant and equipment	<u><u>10,881,113</u></u>	<u><u>10,371,831</u></u>

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Notes to the Financial Statements For the Year Ended 30 June 2023

9 Property, Plant and Equipment

(a) Movements in carrying amounts of property, plant and equipment

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 & Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
Year ended 30 June 2023					
Balance at the beginning of year	1,178,286	8,254,926	817,556	121,063	10,371,831
Additions	196,550	630,691	153,168	26,358	1,006,767
Depreciation expense	-	(317,639)	(150,098)	(30,540)	(498,277)
Disposals	-	-	792	-	792
Balance at the end of the year	1,374,836	8,567,978	821,418	116,881	10,881,113
	Land	Buildings	Plant & Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
Year ended 30 June 2022					
Balance at the beginning of year	859,261	7,581,080	686,857	150,559	9,277,757
Additions	319,025	982,483	262,652	-	1,564,160
Depreciation expense	-	(308,637)	(131,953)	(29,496)	(470,086)
Balance at the end of the year	1,178,286	8,254,926	817,556	121,063	10,371,831

Notes to the Financial Statements

For the Year Ended 30 June 2023

10 Trade and Other Payables

	2023	2022
	\$	\$
Excepted to be settled within 12 months		
Sundry creditors & accruals	229,820	223,413
Trade payables	104,737	155,423
Total trade and other payables	<u>334,557</u>	<u>378,836</u>

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

11 Employee Benefits

	2023	2022
	\$	\$
Excepted to be settled within 12 months		
Long service leave	466,923	379,728
Annual leave	1,097,322	989,470
Not expected to be settled within 12 months		
Long service leave	43,936	42,529
Total provisions	<u>1,608,181</u>	<u>1,411,727</u>

12 Provisions

	2023	2022
	\$	\$
Provision for Resident Share of Capital Gain		
Resident share of capital gain	1,034,000	1,008,714
	<u>1,034,000</u>	<u>1,008,714</u>

13 Financial Liabilities

	2023	2022
	\$	\$
Expected to be settled within 12 months		
Accommodation bonds refundable	3,520,410	9,563,611
Independent living units deposits refundable	474,000	3,925,000
Not expected to be settled within 12 months		
Accommodation bonds refundable	5,574,607	-
Independent living units deposits refundable	3,791,000	-
Total financial liabilities	<u>13,360,017</u>	<u>13,488,611</u>

Notes to the Financial Statements

For the Year Ended 30 June 2023

14 Retrospective Restatement

Comparative figures have been restated in the Statement of Comprehensive Income, Statement of Financial Position and Statement of Changes in Equity. These changes are as a result of the identification that the business had recognise the provision for resident share of ILU capital gain. As a result the application of the AASB 137 Provisions, Contingent Liabilities and Contingent Assets standard has resulted in provision for share of ILU capital gain expense and provision liability, recognised retrospectively via retained earnings as at 30 June 2022.

The aggregate effect on the annual financial statements for the year ended 30 June 2022 is as follows:

	Previously stated	30 June 2022 Adjustments	Restated
	\$	\$	\$
Statement of Financial Position			
Provisions	-	1,008,714	1,008,714
Total net assets	10,765,863	(1,008,714)	9,757,149

15 Auditors' Remuneration

	2023	2022
	\$	\$
Remuneration of the auditor, Crowe Audit Australia, of the Company for:		
- auditing the financial statements	15,700	14,150
- preparation of the financial report	2,150	2,150
- audit of the Annual Prudential Compliance Statement (APCS)	1,150	1,150
Total auditors' remuneration	19,000	17,450

16 Fair Value Measurement

The Company measures the following assets and liabilities at fair value on a recurring basis:

Fair Value Hierarchy

AASB 13 *Fair Value Measurement* requires all assets and liabilities measured at fair value to be assigned to a level in the fair value hierarchy as follows:

Level 1	Unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date.
Level 2	Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3	Unobservable inputs for the asset or liability.

The table below shows the assigned level for each asset and liability held at fair value by the company:

Notes to the Financial Statements

For the Year Ended 30 June 2023

16 Fair Value Measurement

16 Fair Value Measurement

Fair Value Hierarchy

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
30 June 2023				
Financial Assets				
Portfolio investment	10,750,972	-	-	10,750,972
30 June 2022				
Financial Assets				
Portfolio investment	9,874,448	-	-	9,874,448

17 Financial Risk Management

The Company's financial instruments consist mainly of deposits with banks, short-term investments, accounts receivable and payable, and borrowings.

Notes to the Financial Statements

For the Year Ended 30 June 2023

17 Financial Risk Management

The totals for each category of financial instruments are as follows:

	2023	2022
	\$	\$
Financial Assets		
Cash and cash equivalents	1,115,657	1,615,198
Trade and other receivables	978,325	834,730
Financial assets	12,750,972	12,874,448
	<u>14,844,954</u>	<u>15,324,376</u>
Financial Liabilities		
Trade and other payables	334,557	378,836
Financial liabilities	13,360,017	13,488,611
Provisions	1,034,000	1,008,714
	<u>14,728,574</u>	<u>14,876,161</u>

Financial Risk Management Policies

The Company's Board are responsible for, among other issues, monitoring, managing financial risk exposures of the Company. The Board monitor the Company's transactions and reviews the effectiveness of controls relating to credit risk, liquidity risk and market risk consisting interest rate risk, foreign currency risk and price risk. Discussions on monitoring and managing financial risk exposures are held regularly.

Liquidity risk

The Company manages liquidity risk by monitoring forecast cash flows and ensuring that adequate facilities are maintained.

Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet cash flow commitments associated with financial instruments.

The Company manages liquidity risk by monitoring forecast cash flows and ensuring that adequate underutilised borrowing facilities are maintained. A Liquidity Management Strategy has been implemented in accordance with the Prudential Requirements included in the Aged Care Amendments (2005 Measures No. 1) Act 2006. The Liquidity Management Strategy specifically addresses the Company's ability to meet its liquidity obligations in relation to the refund of Accommodation Bonds. The Company currently maintains a line of credit in accordance with their Liquidity Management Strategy.

18 Contracted Commitments

The Company had no commitments for expenditure as at 30 June 2023 or 30 June 2022.

19 Contingent Assets and Liabilities

In the opinion of the Board, the Company did not have any contingent assets or liabilities at 30 June 2023 or 30 June 2022.

Notes to the Financial Statements

For the Year Ended 30 June 2023

20 Related Parties

(a) Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

- Two Key Management Personnel (KMP) who are not employees of the Company provided consultancy services valued at \$110,485 (2022: \$84,044). \$19,125 was payable at year end (2022: \$8,125).
- A KMP is on the board of Toosey Foundation which has provided \$59,073 in donations revenue during the financial year.(2022: Nil).

21 Key Management Personnel Disclosures

The total remuneration paid to key management personnel of the Company is \$ 147,721 (2022: \$139,151).

22 Events Occurring After the Reporting Date

The financial report was authorised for issue on 27 October 2023 by the board of directors.

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

23 Economic dependency

The Company is dependent on the ongoing receipt of subsidies from the Commonwealth government to continue to deliver its aged care programs. At the time of this report, the Board have no reason to believe that the Commonwealth government will discontinue their support of the Company.

24 Statutory Information

The registered office of the company is:

Toosey
PO Box 135
10 Archer Street
Longford Tasmania 7301

Toosey

35 083 146 865


Directors' Declaration - per section 60.15 of the Australian Charities and Not-for-profits Commission Regulation 2022

The Board declare that in the Board's opinion:

- there are reasonable grounds to believe that Toosey 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 (Cth)*.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2022*.

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

Director 
Vina Kathryn Henry

Director 
Rebecca Page

Dated this 27th day of October 2023.

Toosey

Independent Audit Report to the members of Toosey

Opinion

We have audited the financial report of Toosey (the Company), which comprises the statement of financial position as at 30 June 2023, 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 the directors' declaration.

In our opinion, the accompanying financial report of the Company has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012 (Cth)*, including:

- (i) giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the year ended; and
- (ii) complying with Australian Accounting Standards - Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 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 Company in accordance with the auditor independence requirements of the Corporations Act 2001 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 Directors are responsible for the other information. The other information comprises the information contained in the Company's Directors Report for the year ended 30 June 2023 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.

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Responsibilities of Directors for the Financial Report

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Australian Charities and Not-for-profits Commission (ACNC) Act 2012 (Cth)* and for such internal control as the Directors 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 Directors are 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 the Directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

The Directors 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.

As part of an audit in accordance with the Australian Auditing Standards, the auditor exercises professional judgement and maintains professional scepticism throughout the audit. The auditor also:

- Identifies and assesses the risks of material misstatement of the financial report, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence that is sufficient and appropriate to provide a basis for the auditor's opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board.
- Conclude on the appropriateness of the Board use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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- Evaluates the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Company regarding, among other matter, the planned scope and timing of the audit and significant audit findings, including and significant deficiencies in internal control that we identify during our audit.

Crowe Audit Australia

Crowe Audit Australia



Alison Flakemore
Senior Partner
Hobart

Dated this...30...day of...October...2023

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