

# **Northern Coalfields Community Care Association Ltd**

ABN: 78 434 105 112

## **Consolidated Financial Statements**

For the Year Ended 30 June 2024

# Northern Coalfields Community Care Association Ltd

ABN: 78 434 105 112

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For the Year Ended 30 June 2024

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# Northern Coalfields Community Care Association Ltd

ABN: 78 434 105 112

## Directors' Report For the Year Ended 30 June 2024

The directors present their report, together with the consolidated financial statements of the Group, being the Company and its controlled entities, for the financial year ended 30 June 2024.

### Directors

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

T. Murray	
B. Wilson	Resigned 30 November 2023
R. Ryan	
G. Walker	
D. Byron	
N. Shelley	
A. Zele	Appointed in November 2023
J. Cleary	Appointed in November 2023
S. Boucher	Appointed in November 2023

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

### Review of operations

The consolidated surplus of the Group for the financial year amounted to \$ 1,723,528 (2023: \$462,990).

### Short term objectives

The Group's short term objectives are to:

- Increase brand awareness of the combined Northern Coalfields Community Care Association thereby achieving and maintaining full quota compliance across each service delivery stream.

### Long term objectives

The Group's long term objectives are to:

- Expand service delivery and become the provider of choice in our local area, while taking advantage of strategic partnerships, alliances and mergers to deliver increased services at a lower cost.

### Members' guarantee

Northern Coalfields Community Care Association Ltd is a company limited by guarantee. In the event of, and for the purpose of winding up of the company, the amount capable of being called up from each member and any person or association who ceased to be a member in the year prior to the winding up, is limited to \$100 (2023:\$5), subject to the provisions of the company's constitution.

At 30 June 2024 the collective liability of members was \$800 (2023:\$30).

# Northern Coalfields Community Care Association Ltd

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## Directors' Report For the Year Ended 30 June 2024

### Information on directors

T. Murray	Chairman
Qualifications	Pharmacist
Experience	Owner and operator of a pharmacy in Cessnock
B. Wilson	Director
Qualifications	Journalist
Experience	Mr Wilson is a retired managing editor of the Cessnock Advertiser, the regional newspaper. He was employed at Cessnock Advertiser for 38 years. He holds the Paul Harris fellowship awarded by Rotary International, the Rural Press award for excellence and has received an Australia Day community service award.
R. Ryan	Director
Qualifications	Bachelor of Commerce and is a FCPA
Experience	Mr Ryan is a retired auditor. He has over 20 years experience in private practice as a Principal in Cessnock
G. Walker	Director
Qualifications	Bachelor of Business (majoring in business management)
Experience	Mr Walker retired from full-time work following a career of 40 years in the finance industry, including management, business banking and financial planning. He continues to be actively involved in a number of community events, organisations and businesses such as the Cessnock Business Chamber.
D. Byron	Director
Qualifications	FCPA, GAICD
Experience	My Byron is a retired CEO with extensive experience in the aged care, primary health and NFP sectors. He was previously the Senior Vice President of the Australian Institute of Internal Auditors. He serves on the Audit, Risk and Improvement Committee for Lake Macquarie City Council and was previously a director of Tasman Radiation Oncology Group.
N. Shelley	Director
Qualifications	Bachelor of Commerce, CPA, GAICD
Experience	Owner of marketing agency pepperit and publisher of Newcastle Weekly and NEW Magazine.
A. Zele	Director
Qualifications	Bachelor of Science (Nursing), Master of Professional Education, Master of Primary Health Care and is a graduate of the Australian Institute of Company Directors.
Experience	Anne has senior management experience in Human Resources, Sales and Marketing and Business Management in multinational businesses, as well as extensive clinical nursing experience. She has held Directorships in a number of other not-for-profit organisations, including Jarrah House , Seniors Rights NSW, and is a former NSW Council Member of the Australian Institute of Training and Development. She is currently a Director of another Aged Care organisation as well as a community organisation focussed on child and family welfare.

# Northern Coalfields Community Care Association Ltd

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## Directors' Report For the Year Ended 30 June 2024

### Information on directors (cont'd)

J. Cleary	Director
Qualifications	Master of Commerce and a Bachelor of Science and also holds leadership qualifications from Harvard University.
Experience	With a career spanning the Profit for Purpose sector since 2007, John has served in CEO, Executive and Director roles across various sectors, including Aged Care, Disability services, education, welfare, health, and faith-based organisations.
S. Boucher	Director
Qualifications	Bachelor in Nursing, Certified Chair and holds membership with MAICD.
Experience	Sherrie has over 20 years of experience in the Health and Aged Care Industry and specialises in advisory and operational governance support to commercial and not for profit organisations. Her experience includes governance, compliance and risk management, clinical management, funding maximisation, facilities management, human resources and leadership development.

### Meetings of directors

During the financial year, 22 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings		Audit Committee	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended
T. Murray	11	8	-	-
B. Wilson	4	4	-	-
R. Ryan	11	11	11	10
G. Walker	11	11	8	8
D. Byron	11	10	-	-
N. Shelley	11	9	11	9
A. Zele	7	7	-	-
J. Cleary	7	6	3	3
S. Boucher	7	6	2	2

**Northern Coalfields Community Care Association Ltd**

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**Directors' Report  
For the Year Ended 30 June 2024**

**Auditor's independence declaration**

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001* for the year ended 30 June 2024 has been received and can be found on page 5 of the consolidated financial report.

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



Director: .....

Dated 25 October 2024



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## Auditors' Independence Declaration under Section 60-40 of the Charities and Not-for-profits Commission Act 2012 to the Directors of Northern Coalfields Community Care Association Limited

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

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

The PKF logo, consisting of the letters 'PKF' in a bold, black, sans-serif font.

PKF

A handwritten signature in black ink that reads 'Martin Matthews'.

MARTIN MATTHEWS

PARTNER

25 OCTOBER 2024

NEWCASTLE, NSW

## Northern Coalfields Community Care Association

ABN: 78 434 105 112

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

For the Year Ended 30 June 2024

		2024	2023
	Note	\$	\$
Revenue	4	22,890,852	18,019,653
Other income	4	6,022,405	4,470,018
Employee benefits expense	5	(16,908,027)	(13,863,662)
Depreciation and amortisation expense	5	(787,028)	(662,367)
Impairment gains/(losses) on receivables		(17,449)	(3,520)
Sundry expenses		(2,632,050)	(1,816,103)
Audit, legal and consultancy fees		(88,594)	(96,519)
Utilities		(422,404)	(423,765)
Repairs and maintenance		(401,191)	(376,333)
Food expenses		(1,567,433)	(1,155,161)
Imputed interest expense - AASB16		(1,676,823)	(1,384,747)
Insurance expense		(1,461,881)	(1,116,854)
Resident care expenses		(1,229,650)	(1,126,315)
Finance expenses		-	(3,262)
Share of net profit from partnership		2,801	1,927
<b>Surplus before income tax</b>		<b>1,723,528</b>	462,990
Income tax expense	2(b)	-	-
<b>Surplus for the year</b>		<b>1,723,528</b>	462,990
<b>Other comprehensive income, net of income tax</b>			
Items that will not be reclassified subsequently to profit or loss			
- Fair value gain/(loss) on financial assets		(45,818)	183,278
Other comprehensive income for the year, net of tax		(45,818)	183,278
<b>Total comprehensive income for the year</b>		<b>1,677,710</b>	646,268

The accompanying notes form part of these financial statements.



# Northern Coalfields Community Care Association

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## Consolidated Statement of Financial Position As At 30 June 2024

	Note	2024 \$	2023 \$
<b>ASSETS</b>			
CURRENT ASSETS			
Cash and cash equivalents	6	15,112,820	11,260,220
Trade and other receivables	7	575,146	1,052,718
Financial assets	8	13,927,798	13,412,463
Other assets		209,266	165,523
<b>TOTAL CURRENT ASSETS</b>		<b>29,825,030</b>	<b>25,890,924</b>
NON-CURRENT ASSETS			
Financial assets	8	4,614,007	4,657,023
Property, plant and equipment	9	27,339,563	26,866,254
Intangible assets		21,793	36,002
Right-of-use assets		20,365	50,910
<b>TOTAL NON-CURRENT ASSETS</b>		<b>31,995,728</b>	<b>31,610,189</b>
<b>TOTAL ASSETS</b>		<b>61,820,758</b>	<b>57,501,113</b>
<b>LIABILITIES</b>			
CURRENT LIABILITIES			
Trade and other payables	10	25,099,094	21,878,250
Contract liabilities	12	603,253	1,024,671
Lease liabilities		20,888	34,642
Employee benefits	11	1,234,522	1,408,671
<b>TOTAL CURRENT LIABILITIES</b>		<b>26,957,757</b>	<b>24,346,234</b>
NON-CURRENT LIABILITIES			
Borrowings		379,651	344,681
Lease liabilities		-	20,888
Employee benefits	11	159,065	142,738
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>538,716</b>	<b>508,307</b>
<b>TOTAL LIABILITIES</b>		<b>27,496,473</b>	<b>24,854,541</b>
<b>NET ASSETS</b>		<b>34,324,285</b>	<b>32,646,572</b>
<b>EQUITY</b>			
Reserves	13	7,056,577	7,102,395
Retained surplus		27,267,708	25,544,177
<b>TOTAL EQUITY</b>		<b>34,324,285</b>	<b>32,646,572</b>

The accompanying notes form part of these financial statements.

## Northern Coalfields Community Care Association

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### Consolidated Statement of Changes in Equity

For the Year Ended 30 June 2024

	Retained surplus	General reserve	Asset revaluation reserve	Accom. bond reserve	Accom. charge reserve	Motor vehicle replacement reserve	Asset replacement reserve	Total
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Balance at July 1, 2023</b>	<b>25,544,177</b>	<b>217,588</b>	<b>1,636,671</b>	<b>4,611,450</b>	<b>428,397</b>	<b>49,843</b>	<b>158,446</b>	<b>32,646,572</b>
Surplus for the year	1,723,528	-	-	-	-	-	-	1,723,528
Other comprehensive income for the year	-	-	(45,818)	-	-	-	-	(45,818)
<b>Balance at 30 June 2024</b>	<b>27,267,705</b>	<b>217,588</b>	<b>1,590,853</b>	<b>4,611,450</b>	<b>428,397</b>	<b>49,843</b>	<b>158,446</b>	<b>34,324,282</b>
<b>Balance at July 1, 2022</b>	25,081,187	217,588	1,453,393	4,611,450	428,397	49,843	158,446	32,000,304
Surplus for the year	462,990	-	-	-	-	-	-	462,990
Other comprehensive income for the year	-	-	183,278	-	-	-	-	183,278
<b>Balance at 30 June 2023</b>	<b>25,544,177</b>	<b>217,588</b>	<b>1,636,671</b>	<b>4,611,450</b>	<b>428,397</b>	<b>49,843</b>	<b>158,446</b>	<b>32,646,572</b>

The accompanying notes form part of these financial statements.

# Northern Coalfields Community Care Association

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## Consolidated Statement of Cash Flows For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from donors, government and other sources	26,882,710	20,444,959
Payments to suppliers and employees	(25,093,518)	(20,447,356)
Interest received	762,942	543,212
Dividends received	276,293	277,051
Net cash provided by operating activities	<u>2,828,427</u>	<u>817,866</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Payment for property, plant and equipment	(1,243,749)	(3,273,967)
Purchase of financial assets	(515,328)	(212,873)
Proceeds from disposal of property, plant and equipment	30,000	84,892
Net cash used in investing activities	<u>(1,729,077)</u>	<u>(3,401,948)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Repayment of lease liabilities	(34,642)	(31,380)
Loans to related entities	34,970	34,767
Decrease in non residents deposits	(3,000)	(1,000)
Decrease in trust accounts	(61,465)	(42,772)
Increase in residents deposits	2,817,387	528,409
Net cash provided by/(used in) financing activities	<u>2,753,250</u>	<u>488,024</u>
Net increase/(decrease) in cash and cash equivalents held	3,852,600	(2,096,058)
Cash and cash equivalents at beginning of year	<u>11,260,220</u>	<u>13,356,278</u>
Cash and cash equivalents at end of financial year	6 <u>15,112,820</u>	<u>11,260,220</u>

The accompanying notes form part of these financial statements.

# Northern Coalfields Community Care Association

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

The consolidated financial report covers Northern Coalfields Community Care Association Ltd and its controlled entities ('the Group'). Northern Coalfields Community Care Association Ltd is a not-for-profit Company, registered and domiciled in Australia.

Each of the entities within the Group prepare their financial statements based on the currency of the primary economic environment in which the entity operates (functional currency). The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

The financial report was authorised for issue by those charged with governance on 25 October 2024.

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 and the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

#### **New or Amended Accounting Standards and Interpretations Adopted in the Current Year**

The Group has adopted all the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for an accounting period that begins on or after 1 July 2023.

Set out below are the new and revised Standards and amendments thereof and Interpretations effective for the current year that are relevant to the Group;

AASB 2021-2 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies and Definition of Accounting Estimates, and

AASB 2021-6 Amendments to Australian Accounting Standards - Disclosure of Accounting Policies: Tier 2 and Other Australian Accounting Standards.

The amendments require the disclosure of material accounting policy information and clarify how entities should distinguish changes in accounting policies and changes in accounting estimates.

The application of the amendments did not have a material impact on the Group's financial statements but has changed the disclosure of accounting policy information in the financial statements.

The material accounting policies are set out below.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2024**

#### **2 Summary of Material Accounting Policies**

##### **(a) Revenue and other income**

###### *Operating grants, donations and bequests*

When the Company receives operating grants, donations or bequests, it assess whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the Company:

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

Where the contract is not enforceable or does not have sufficiently specific performance obligations, the Company:

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

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

###### *Interest income*

Interest income is recognised using the effective interest method.

###### *Dividend income*

The Company recognises dividends in profit or loss only when the Company's right to receive payment of the dividend is established.

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

##### **(b) Income tax**

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

# Northern Coalfields Community Care Association

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

### 2 Summary of Material Accounting Policies (cont'd)

#### (c) Property, plant and equipment

##### Freehold property

Freehold land and buildings are shown at their fair value based on periodic, but at least every 5 years, valuations by external independent valuers, less subsequent depreciation and subsequent impairment for buildings.

In periods when the freehold land and buildings are not subject to an independent valuation, the directors conduct director's valuations to ensure the carrying amount for the land and buildings is not materially different to the fair value.

##### Plant and equipment

Plant and equipment are measured on the cost basis and are therefore carried at cost less accumulated depreciation and any accumulated impairment losses. In the event the carrying amount of plant and equipment is greater than its estimated recoverable amount, the carrying amount is written down immediately to its estimated recoverable amount and impairment losses are recognised either in the profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset.

##### Depreciation

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

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

<b>Fixed asset class</b>	<b>Depreciation rate</b>
Buildings	2%
Plant and Equipment	2 - 33%
Leased plant and equipment	20%
Motor Vehicles	16 - 25%

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.

#### (d) Financial instruments

##### Financial assets

###### *Amortised cost*

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

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2024**

#### **2 Summary of Material Accounting Policies (cont'd)**

##### **(d) Financial instruments (cont'd)**

###### **Financial assets (cont'd)**

Interest income, foreign exchange gains or losses and impairment are recognised in profit or loss. Gain or loss on derecognition is recognised in profit or loss.

###### *Fair value through other comprehensive income*

###### Equity instruments

These investments are carried at fair value with changes in fair value recognised in other comprehensive income (financial asset reserve). On disposal any balance in the financial asset reserve is transferred to retained earnings and is not reclassified to profit or loss.

Dividends are recognised as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI.

###### Financial assets through profit or loss

All financial assets not classified as measured at amortised cost or fair value through other comprehensive income as described above are measured at FVTPL.

Net gains or losses, including any interest or dividend income are recognised in profit or loss (refer to hedging accounting policy for derivatives designated as hedging instruments.)

###### *Impairment of financial assets*

###### *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. The Group has determined the probability of non-payment of the receivable and multiplied this by the amount of the expected loss arising from default.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in finance expense. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

Where the Group 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.

###### *Other financial assets measured at amortised cost*

Impairment of other financial assets measured at amortised cost are determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2024**

#### **2 Summary of Material Accounting Policies (cont'd)**

##### **(d) Financial instruments (cont'd)**

###### **Financial liabilities**

The Group 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.

The financial liabilities of the Group comprise trade payables, bank and other loans and lease liabilities.

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

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

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

##### **(f) Intangible assets**

###### **Software**

Software has a finite life and is carried at cost less any accumulated amortisation and impairment losses. It has an estimated useful life of between one and three years.

##### **(g) Cash and cash equivalents**

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

##### **(h) Leases**

###### *Exceptions to lease accounting*

The Group 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 Group recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

##### **(i) Employee benefits**

Provision is made for the Group's liability for employee benefits, those 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, with terms to maturity that match the expected timing of cashflows. Changes in the measurement of the liability are recognised in profit or loss.



## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2024**

#### **3 Critical Accounting Estimates and Judgments**

Those charged with governance make estimates and judgements during the preparation of these consolidated 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 estimates - impairment of property, plant and equipment**

The freehold land and buildings were independently valued at 30 June 2022 by Skelton Valuers. The valuation was based on the fair value less costs of disposal. The critical assumptions adopted in determining the valuation included the location of the land and buildings, the current demand for land and buildings in the area and recent sales data for similar properties.

##### **Key estimates - revenue recognition**

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

##### **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.

For the purpose of measurement, AASB 119: Employee Benefits defines obligations for short term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service. The company expects most employees will take their annual leave entitlements within 24 months of the reporting period in which they were earned, but this will not have a material impact on the amounts recognised in respect of obligations for employees' leave entitlements.

# Northern Coalfields Community Care Association

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

### 4 Revenue

	2024	2023
	\$	\$
Revenue from delivery of services		
- Government funding	16,556,246	12,456,550
- Fees from consumers	3,532,485	3,119,855
- Accommodation charges	398,585	356,693
- Home care package income	2,403,536	2,086,555
	<u>22,890,852</u>	<u>18,019,653</u>
Other Income		
- Rental income from investment properties	126,364	86,014
- Insurance recoveries	187,381	103,918
- Imputed interest AASB16	1,676,823	1,384,747
- Wage grant funding	126,470	191,075
- Wage recoveries	33,530	27,623
- Administration fees	372,359	284,714
- Other income	2,455,663	1,504,489
- Interest income	762,942	543,212
- Dividend income	276,293	277,051
- Donations received and fundraising	2,741	500
- Net gain on disposal of property, plant and equipment	1,839	66,675
	<u>6,022,405</u>	<u>4,470,018</u>

### 5 Result for the Year

The result for the year includes the following specific expenses:

	2024	2023
	\$	\$
- Wages	13,788,498	11,143,435
- Leave pay provision charge	1,539,622	1,530,882
- Superannuation contributions	1,579,907	1,189,345
	<u>16,908,027</u>	<u>13,863,662</u>
Depreciation expenses		
- Buildings	381,864	300,900
- Plant and equipment	352,245	286,800
- Motor vehicles	35,034	57,228
- Software	17,885	17,439
	<u>787,028</u>	<u>662,367</u>

# Northern Coalfields Community Care Association

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

### 6 Cash and Cash Equivalents

	2024	2023
	\$	\$
Cash float	4,025	3,370
Cash at bank - unrestricted	15,108,795	11,256,850
	<u>15,112,820</u>	<u>11,260,220</u>

### 7 Trade and Other Receivables

	2024	2023
	\$	\$
CURRENT		
Trade receivables	249,302	177,706
Provision for impairment	(54,305)	(36,814)
	<u>194,997</u>	<u>140,892</u>
GST receivable	81,402	90,943
Government subsidies receivable	7,265	579,053
Other receivables	291,482	241,830
	<u>575,146</u>	<u>1,052,718</u>

### 8 Other Financial Assets

	2024	2023
	\$	\$
CURRENT		
Term deposits, amortised cost	13,927,798	13,412,463
NON-CURRENT		
Equity in partnership, fair value through profit and loss	613,499	610,698
Shares in listed corporations, fair value through OCI	4,000,508	4,046,325
	<u>4,614,007</u>	<u>4,657,023</u>

## Northern Coalfields Community Care Association

ABN: 78 434 105 112

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

#### 9 Property, Plant and Equipment

	2024	2023
	\$	\$
Freehold land		
At fair value	<u>8,165,000</u>	8,165,000
Buildings		
At fair value	18,283,563	15,045,000
Accumulated depreciation	<u>(682,764)</u>	(300,900)
	<u>17,600,799</u>	14,744,100
Capital works in progress		
At cost	<u>348,991</u>	2,840,023
Plant and equipment		
At cost	4,679,041	4,221,437
Accumulated depreciation	<u>(3,534,396)</u>	(3,212,452)
	<u>1,144,645</u>	1,008,985
Motor vehicles		
At cost	1,130,785	1,131,019
Accumulated depreciation	<u>(1,050,657)</u>	(1,022,873)
	<u>80,128</u>	108,146
	<u>27,339,563</u>	26,866,254

#### (a) Movements in carrying amounts

	Capital Works in Progress	Land	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$	\$
Opening balance	2,840,023	8,165,000	14,744,100	1,008,985	108,146	26,866,254
Additions	348,991	-	398,540	457,604	34,939	1,240,074
Disposals	-	-	-	-	(28,161)	(28,161)
Depreciation	-	-	(381,864)	(321,944)	(34,796)	(738,604)
Transfers	(2,840,023)	-	2,840,023	-	-	-
<b>Closing balance</b>	<u>348,991</u>	<u>8,165,000</u>	<u>17,600,799</u>	<u>1,144,645</u>	<u>80,128</u>	<u>27,339,563</u>

# Northern Coalfields Community Care Association

ABN: 78 434 105 112

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

### 10 Trade and Other Payables

	2024	2023
	\$	\$
CURRENT		
Trade payables	361,470	745,225
Non resident deposits	23,664	26,664
Resident trusts	142,041	203,506
Resident deposits expected to be paid within 12 months	11,800,689	6,111,783
Resident deposits not expected to be paid within 12 months	11,461,689	14,333,208
Accrued expenses	950,644	246,395
Other creditors	354,803	209,291
Grants received in advance	4,094	2,178
	<u>25,099,094</u>	<u>21,878,250</u>

### 11 Employee Benefits

	2024	2023
	\$	\$
Current liabilities		
Provision for annual leave and long service leave	<u>1,234,522</u>	<u>1,408,671</u>
Non-current liabilities		
Provision for long service leave	<u>159,065</u>	<u>142,738</u>

### 12 Contract liabilities

The Group has recognised the following contract assets and liabilities from contracts with customers:

	2024	2023
	\$	\$
CURRENT		
Grant income received in advance	<u>603,253</u>	<u>1,024,671</u>

# Northern Coalfields Community Care Association

ABN: 78 434 105 112

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

### 13 Reserves

**(a) Asset revaluation reserve**

The asset revaluation reserve records fair value movements on financial assets and property, plant and equipment held under the revaluation model.

**(b) General reserve**

The general reserve sets aside funds for future use at the discretion of the directors.

**(c) Accommodation bond retention reserve**

The accommodation bond retention reserve sets aside the accommodation bonds received from residents during the year to be used in the future.

**(d) Accommodation charge reserve**

The accommodation charge reserve sets aside the accommodation charges received from residents during the year to be used in the future.

**(e) Motor vehicle replacement reserve**

The motor vehicle replacement reserve sets aside funds for the future purchase of motor vehicles.

**(f) Asset replacement reserve**

The asset replacement reserve sets aside funds for the future purchase of assets.

### 14 Financial Risk Management

	2024	2023
	\$	\$
<b>Financial assets</b>		
Held at amortised cost		
Cash and cash equivalents	15,112,820	11,260,220
Term deposits	13,927,798	13,412,463
Trade and other receivables	575,146	1,052,718
Fair value through profit or loss (FVTPL)		
Equity in partnership, fair value through profit and loss	613,499	610,698
Fair value through Other Comprehensive Income (OCI)		
Shares in listed corporations	4,000,508	4,046,325
<b>Total financial assets</b>	<b>34,675,538</b>	<b>30,382,424</b>
<b>Financial liabilities</b>		
Financial liabilities measured at amortised cost	25,544,701	22,222,931

# Northern Coalfields Community Care Association

ABN: 78 434 105 112

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 15 Members' Guarantee

The Company is registered with the *Australian Charities and Not-for-profits Commission Act 2012* and is a Company limited by guarantee. If the Company is wound up, the constitution states that each member is required to contribute a maximum of \$100 (2023: \$5) each towards meeting any outstanding obligations of the Company. At 30 June 2024 the number of members was 8 (2023: 6).

### 16 Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Company and the Group is \$ 331,246 (2023: \$ 298,154).

### 17 Auditors' Remuneration

	2024	2023
	\$	\$
Remuneration of the auditor PKF - auditing the financial statements	72,328	65,453

### 18 Contingencies

In the opinion of those charged with governance, the Company did not have any contingencies at 30 June 2024 (30 June 2023: None).

### 19 Related Parties

Related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel individually or collectively with their close family members. There were no related party transactions during the year.

Unsecured loans are made between the Northern Coalfields Community Care Association group companies. Related party loans are interest free and repayable at the direction of the directors.

### 20 Events After the End of the Reporting Period

The consolidated financial report was authorised for issue on 25 October 2024 by those charged with governance.

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

### 21 Parent Entity

The following information has been extracted from the books and records of the parent, Northern Coalfields Community Care Association Ltd and has been prepared in accordance with Accounting Standards.

The financial information for the parent entity, Northern Coalfields Community Care Association Ltd has been prepared on the same basis as the consolidated financial statements except as disclosed below.

# Northern Coalfields Community Care Association

ABN: 78 434 105 112

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

### 21 Parent Entity (cont'd)

#### *Investments in subsidiaries, associates and joint ventures*

Investments in subsidiaries, associates and joint venture entities are accounted for at cost in the consolidated financial statements of the parent entity. Dividends received from associates are recognised in the parent entity profit or loss, rather than being deducted from the carrying amount of these investments.

	2024	2023
	\$	\$
<b>Statement of Financial Position</b>		
Assets		
Current assets	24,629,741	23,483,737
Non-current assets	32,292,977	31,515,203
Total Assets	<u>56,922,718</u>	<u>54,998,940</u>
Liabilities		
Current liabilities	3,556,725	46,847,620
Non-current liabilities	44,414,788	55,400
Total Liabilities	<u>47,971,513</u>	<u>46,903,020</u>
Equity		
Retained surplus	7,077,921	5,987,136
Reserves	1,873,284	1,919,102
Total Equity	<u>8,951,205</u>	<u>7,906,238</u>
<b>Statement of Profit or Loss and Other Comprehensive Income</b>		
Total profit or loss for the year	1,090,785	1,411,564
<b>Total comprehensive income</b>	<u>1,090,785</u>	<u>1,411,564</u>

#### **Contingent liabilities**

The parent entity did not have any contingent liabilities as at 30 June 2024 or June 30, 2023.

#### **Contractual commitments**

The parent entity did not have any commitments as at 30 June 2024 or June 30, 2023.

### 22 Statutory Information

The registered office and principal place of business of the company is:  
Northern Coalfields Community Care Association  
2 Mount View Road  
Cessnock



**Northern Coalfields Community Care Association Ltd**

ABN: 78 434 105 112

**Directors' Declaration**

The directors declare that in their opinion:

- there are reasonable grounds to believe that the Company is able to pay all of its debts, as and when they become due and payable; and
- the consolidated financial statements and notes satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*.

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



Responsible person .....



Responsible person .....

Dated 25 October 2024

## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF NORTHERN COALFIELDS COMMUNITY CARE ASSOCIATION LIMITED

#### Report on the Audit of the Financial Report

#### Opinion

We have audited the financial report of Northern Coalfields Community Care Association Limited (the Group), which comprises the statement of financial position as at 30 June 2024, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, and the directors' declaration.

In our opinion the financial report of Northern Coalfields Community Care Association Limited, has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) giving a true and fair view of the Group's financial position as at 30 June 2024 and of its financial performance for the year then ended; and
- b) complying with Australian Accounting Standards – Simplified Disclosure Requirements and *Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013*.

#### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report.

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

#### Independence

We are independent of the Group in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (including Independence Standard) (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.

## Other Information

The directors are responsible for the other information. The other information comprises the information included in the Group'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.

## Responsibilities of Directors for the Financial Report

The directors of the Group are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012*. The directors' responsibility also includes such internal control as the directors determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, directors are responsible for assessing the Group'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 Group or to cease operations, or has no realistic alternative but to do so.

The directors are responsible for overseeing the Group'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, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.

## Auditor's Responsibilities for the Audit of the Financial Report (cont'd)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 Group'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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, action taken to eliminate threats or safeguards applied.

## Report on Other Legal and Regulatory Requirements

In accordance with the requirements of section 60-45(3) (b) of the *Australian Charities and Not-for-profits Commission Act 2012*, we are required to describe any deficiency, failure or shortcoming in respect of the matters referred to in paragraph 60-30(3)(b), (c) or (d) of the *Australian Charities and Not-for-profits Commission Act 2012*. Our opinion on the financial report is not modified in respect of the following matter(s) because, in our opinion, they have been appropriately addressed by Northern Coalfields Community Care Association Limited and are not considered material in the context of the audit of the financial report as a whole.



PKF



MARTIN MATTHEWS  
PARTNER

25 OCTOBER 2024  
NEWCASTLE, NSW