

SUNNYSIDE

HOUSE INC.

Annual Report

2020-2021





ABN: 50 319 909 625
Registered No A0023949D
RACS: 3015

Sunnyside House Inc.

Aged Care Facility

1 Adeney Street, Camperdown

P. 03 5593 1263 F.03 5593 3265

E. rec@sunnysidehouse.com.au

Board Members

Philip Downie
Chairman



Elected to Board: 2016
Dip Ag Sci
(Longerenong)

Pam Anderson
Secretary



Elected to Board: 2017

Leonie Esh
Treasurer



Elected to Board: 2018
Advanced Certificate in Accounting
(Gordon Institute)

Marie Thornton
Board Member



Elected to Board: 2017
Trained Primary Teaching Certificate
(Geelong Teachers College)

Tony Dupleix
Board Member



Elected to Board: 2018
Bach Ag Sci (Hons)
(Latrobe)

Dianne Hampson
Board Member



Elected to Board: 2019
Real Estate Sub Agents licence



Vision

Create secure and friendly surroundings and continue the delivery of quality care to all residents.

Mission

To continue providing a caring, safe environment for residents, staff and visitors.

Philosophy

To offer a friendly, homelike environment of the highest quality, for residents, staff and visitors.





Chair's Report

I would like to start by thanking the Board members for their efforts this year; not only have we had to deal with a full year of COVID but we have completed several significant investments and plans for more to come. These have been assessed on the basis of long-term benefits, either increasing our income or reducing our expenditure. Unfortunately, John Maher and Jennifer Rabach have resigned from the Board due to increased work commitments. Their knowledge and experience will be sorely missed and we wish them well in the future. This just goes to show the difficulty Aged Care has in being able to attract Board members to do this important, voluntary work for our community; it is quite a commitment and responsibility in difficult times for the sector.

This year saw the final report of the Aged Care Royal Commission (RC) and the response by the Federal Government (FG). Whilst the former provided hope for a better and more sustainable sector, the latter did not. There were more demands on outcomes with very little support on the input side (which is totally reliant on the FG) as you will see from our financial report. The sense is we are worse off and the light at the end of the tunnel is a train. In my some six (6) years it has all been downhill as far as profitability is concerned. This should be of great concern to the people of Camperdown and all other rural communities with Residential Aged Care services there is a real risk of them closing or being taken over by larger corporate organisations.

COVID has been a constant part of our lives for the last 18 months. At first it looked like we could overcome it until we were vaccinated. This has changed with the Delta variant and it looks like vaccination plus certain other measures will be the norm. Again, this has put enormous stress on communities particularly with Aged Care, the limited visitor opportunities and all the side effects.

To the management team and staff, you have done an exemplary job in in looking after our residents and their families in these most difficult of times.

Our residents and their families and friends have been exceptional during this difficult time with their understanding of the situation.

In addition, we have a number of service people who are always available and responsive to our needs. This year has been challenging, given the extra requirements around health and safety.

A special thank you to:
Deiter McDonald, our plumber;
Simon Pollard, our electrician; and
John Hickey, who is our appliance repairer.

To end on a more positive note, Sunnyside House Inc. (Sunnyside) purchased 182 Manifold Street, Camperdown to increase the size of the Sunnyside Op Shop. It has taken some time to get the work done, due to COVID and availability of trades people, but we are now in the final stages of completing the renovation. Along with this, a solar panel system of 65Kw was installed on the roof of Sunnyside and became operational in March 2021.

The gas boiler system is 20 years old and quite expensive to run so we are looking at replacing it in the near future. Initial planning work is also underway for the dining room extension, donated by the Bant family.

Once again thank you to all who have contributed to make Sunnyside the wonderful place it is today.

Philip Downie

Chairman

Sunnyside House Inc. Board



Treasurer's Report

Sunnyside House has made a loss of \$233,690, which was made up of a \$42,741 operating loss and depreciation of \$190,949. This is a total increase of \$172,685 on last year's result.

The occupancy rate was 98.3 % for the year.

Operating income increased by \$252,280. The Department of Health and Ageing subsidies were increased by \$275,269, a Government Cash Flow Boost-COVID 19, of \$50,000 was received, along with residents' fees.

Total operating expenditures were up \$370,372, the main increases being payroll \$330,229, along with consulting and administration expenses of \$49,127.

There was a write-off of \$1,200,980, comprising of \$980 written off equipment and \$1,200,00 for "Bed Licenses", an intangible asset. This removal is in line with one of the recommendations from the Aged Care Royal Commission.

Another change to be noted is \$11,423,199 in term deposits have been reclassified as Financial Assets rather than cash, because they have a longer maturity date.

As in the previous financial year, a large part of these expenses is due to protecting residents and staff from COVID-19.

Many rural facilities the size of Sunnyside are struggling financially, as the biggest portion of the Aged Care funding is now going to Home Care Packages.

Interest rates are very low, with a decrease of \$163,875 in interest earned on investments and expenses increasing, contributing to this year's losses.

Solar panels were installed to help with the increasing electricity expenses and are proving to be very beneficial.

Thank you to our Op shop volunteers, their help is greatly appreciated. Along with negotiating COVID 19 shutdowns they have had sales of \$62,230.

Strong control of expenditure will continue to be a major focus for the Board.

I would also like to thank Tim our accountant, and Jenni our bookkeeper and minute secretary. They do a wonderful job.

Leonie Esh

Treasurer

Sunnyside House Inc. Board



Sunnyside Opportunity Shop Report

This year has been more challenging than previous years as the pandemic continues throughout the community. Our fundraising agenda has been severely impacted due to the pandemic & hence we have not been able to conduct raffles, fashion parade, limited shop openings etc.

As a consequence, due to the impact of COVID-19, shop takings are down approximately \$17,000.

The new shop is generating a lot of interest with our regular customers and within the community. Renovations and fit-outs are continuing and should be completed in the near future.

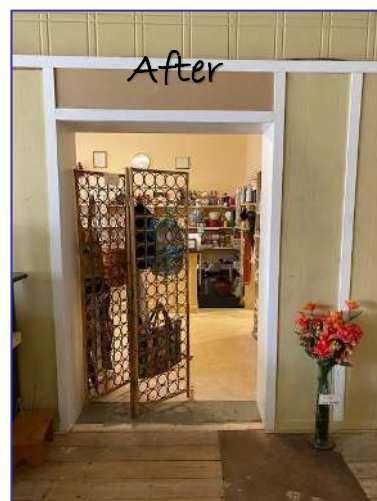
Our main achievements are summarised as following:

1. Our only raffle was Christmas 2020 where we successfully raised \$913
2. As of August this year we are fully connected to EFTPOS for sales which is making life easier for the volunteers and customers.
3. Our “on-line” sales of books, games & many other items continues to grow.
4. We have approximately 38 volunteers who are rostered between 1 and 15 shifts per month.

The total contribution the Opportunity Shop will be presenting for the benefit of the residents of Sunnyside is \$65,000.

Dianne Hampson

on behalf of the Sunnyside House Ladies Auxiliary





CEO's Report

The COVID-19 pandemic hit Sunnyside House Inc. (Sunnyside) and all within, as it did with the rest of the world. With a revised outbreak management plan geared specifically for COVID, we prepared staff and residents for the possibility of positive cases coming into our community and our home. It is important for a small, rural residential service such as Sunnyside (stand-alone, community based not-for-profit, charitable) to have a robust, clinical governance system and processes which ensure a co-ordinated, informed approach to manage such possibilities.

As directed by the government, many practices changed, which included but were not limited to: screening of all visitors and staff, stages of no visitors or other visitor opportunity restrictions and external outings ceased or restricted.

In spite of the changes and the restrictions, we have been blessed to continue our activities and outings during these times. Although iPad communication and "over the park fence visits" are not the same as family and friends face-to-face, they are certainly a welcome form of communication and community connectivity.

Compliance requirements have changed for a number of areas in residential aged care including but not limited to:

- Financial compliance and greater scrutiny
- Qualified Infection Prevention and Control lead (we have had three staff successfully complete this Graduate Certificate)
- COVID screening, vaccinations and reporting
- Serious Incident Reporting Scheme (SIRS) where all Priority 1 incidents were to be reported from 1 April, and all Priority 1 and Priority 2 incidents to be reported from 1 October 2021.

The Royal Commission was established on 08 October 2018, the inquiry period being from 8 October 2018 - 1 March 2021. The interim report was published 31 October 2019. The final report was published 01 March 2021 in which Volume 1 contained a list of 148 recommendations. The final report and the recommendations can be accessed at the website below.

<https://agedcare.royalcommission.gov.au/publications/final-report>

Sunnyside's continuous improvement process will have a focus on the planned 2022 reaccreditation. We know we don't always get it right, but that is not because we do not try; it is because we are human. It is that same humanity which helps Sunnyside to provide such a high standard of care and services to our residents.

Thanks go to all of Sunnyside's staff and volunteers for their outstanding work and vigilance during the pandemic; op-shop volunteers who continue to provide Sunnyside with funds for special equipment and other organisational requirements; our amazing residents who have shown such support and resilience during these exceptional times; and families who do the right thing by helping us to keep our Sunnyside family safe.

Here's to onwards and upwards for 2021 – 2022. Stay safe.

Claire Schmierer
Chief Executive Officer





Care Manager's Report

This year has brought a number of challenges for us to overcome. Who would have thought we would find ourselves in the pages of '1984'? The COVID-19 Pandemic has given us a totalitarian state controlled by morons with rule books which start with "Don't".

In many ways, we have been fortunate that we are situated in rural Victoria and have not had any local cases. Physical distancing and hand hygiene have been extremely important for the prevention of both Flu and COVID.

Lockdowns have cost livelihoods and businesses all over Australia. At Sunnyside, we have been insulated against this, and we should be very grateful that this is the case. The impact of lockdowns on residents has meant that there have been limited opportunities for visits from family and friends. During this period, having a short-term memory has proven to be an advantage.

Our dedicated staff have done their best to keep the residents' spirits up during tough times. Activities are seven days per week and bus trips have continued so that residents can get out and about, even though they cannot get off the bus.

Scotty, a West Highland Terrier, comes in every Friday and the residents have enjoyed watching him grow from a puppy to a one-year-old. They enjoy playing with him and taking him for walks.

Aussie, on the other hand, is not so enchanted with Scotty. Aussie continues to bed-hop and share his favours with the residents. He manages to lift all our spirits in his own special way.

The Aged Care Sector has been under increased scrutiny this year with the findings of the Royal Commission into Aged Care and the new reporting requirements. Many of the changes can be seen as positive.

Increased Home Care packages will enable older Australians to stay at home longer with services. The flow-on effects for residential care providers will see an uptake in Respite Care and a reduction in permanent residential care clients.

Sunnyside care staff continue to further their education. We have several studying towards Registered Nurse Division 1 and Division 2 qualifications. We are pleased to provide them with a platform to pursue their studies. They are able to do their placements at other organisations which also gives us an opportunity to see what other organisations are doing. We continue to have Personal Care Worker Certificate III students from South West TAFE who often become employed with us at the end of their placements.

Sunnyside continues to be supported by the two General Practitioner Clinics with clinics provided on-site at Sunnyside. The two clinics enabled us to vaccinate all of our residents for both Flu and COVID-19. South West Health Care is our first port of call when residents need more advanced tests and management.

For most of this year, we have not been able to see the volunteers on site. They remain very valuable and loyal to Sunnyside and we await their return in brighter times.

We look forward to next year where we can get back to full visiting and residents are able to go out more and generally get back to the freedoms we need to reclaim.

Ruth Bambry (RN)
Care Manager





Leisure and Lifestyle Report

Our Leisure and Lifestyle team has brought new activities and programs to our quality-of-life offerings. Residents have had increased cooking opportunities, with amazing successes and no injuries. These have included ANZAC biscuits, relishes and marmalade, fudge following “Kay’s fudge recipe”. We have been blessed with crops of apples, plums, broccoli, tomatoes... many times with the residents helping in the food preparation and all used by our catering staff.

Shortly after the start of 2020, we were all affected by the COVID-19 pandemic, and here we are, halfway through 2021, and the pandemic is still with us, with frequently changing goal posts and guidelines. We have continued visitor opportunities when permitted, always having the residents’ safety and wellness underpinning Sunnyside’s care and services. Over the park fence visits could not be maintained in the colder months, however, every opportunity was taken for fine days. FaceTime visits have been maintained, albeit not always successfully; these do provide face-to-face conversation opportunities.

Bus outings have continued in our Sunnyside bus, with residents not alighting, but still enjoying the outing and having ice-creams on the bus instead of stopping on the way for this treat.

Scottie has been a new favourite at Sunnyside, arriving in February. He is a West Highland Terrier and belongs to one of our staff, who has a dual role as Personal Care Worker and one of our L&L team members on Fridays. Scottie has had a sharp learning curve about cats, and that Aussie is the boss at Sunnyside. Scottie helps the residents stay fit by leading them along when walking with their wheelie walkers, or sometimes he just takes it easy, sitting on the residents’ laps when they are being wheeled around the Sunnyside and out in the gardens. Scottie delights the residents and staff with his antics and loving nature.

As the seasons change, we have other creatures visiting including huntsmen, crickets, amazing moths, mice in the aviary, various birds in our gardens and some beautiful bunnies bouncing on our lawns.

Due to the great teamwork and planning, we pre-ordered a marquee for our resident/family/friend Christmas lunch, hopeful it would be able to go ahead. This provided three dining areas, so we met the density requirements for social gatherings. Our catering staff excelled with their offerings and our staff and volunteer staff managed the screening, serving and drinks requirements very efficiently.

We are fortunate that one of our personal care workers who meets all infection prevention and control aged care standards, is also a hairdresser, so hairdressing, (some of us do consider this an essential service) has continued for our Sunnyside residents (and some staff) throughout the pandemic.

Our schools have maintained contact with us sending letters to our residents and residents replying.

The Punters Club and Lolly Trolley continue to be favourites, bringing a little “normality” and interest for the residents, as do our regular exercise sessions, weekly prayer group and newspaper readings.

As more people become vaccinated, and the Public Health Orders change again, we are hoping to resume regular visiting with friends and families, and that outings to families’ and friends’ homes will once again become the norm.

We have had some amazing birthday celebrations, with special years going to Alastair turning 80, Shirley R turning 90, Bernice also turning 90, Joyce W turning 101, with Glad turning 102!!! Of course, we have had birthday celebrations for all our residents, with the catering team providing amazing afternoon teas and delicious sponge cakes. Although for some visitors, opportunities were restricted, wonderful celebrations were enjoyed by all.

We thank all our volunteers who have been here when Public Health Orders permitted, Jo and Graeme for face-to-face performances and DVD, Chris for bus driving and Rhelma for her pastoral care.

We also thank our families and resident friends for their understanding and support of the team, and our special staff who volunteer their time to assist with “special days” celebrations. They certainly bring love, hope and joy to our residents.

Leisure and Lifestyle team



Quality and Safety Report

Quality and safety remain top priorities for all staff involved with Sunnyside. We aim to provide a high standard care and services to our residents, which begins with a sound framework. The quality program captures all aspects of our residents' lives, with a major focus on clinical care including but not limited to: infection prevention and control; comments, complaints and suggestions; surveys and audits; a range of staff competencies; continuous improvement and staff education. The program continues to use the online auditing system called Moving on Audits (MOA) which was introduced in 2017. This system benchmarks Sunnyside against other facilities of the same size and assists us in identifying areas where we are succeeding and areas where there is room for improvement.

Using the MOA system has enabled us make improvements in numerous areas. We capture these improvements using our continuous improvement program, which includes having folders in each work area, such as laundry, kitchen, care staff, management etc. The staff can then document the improvements made which are then fed back and captured in the continuous improvement program.

We have continued to participate in regular audits provided by the MOA, including surveys for staff satisfaction, resident satisfaction and relatives' satisfaction. The results gathered from these are generated into a report which is easily accessible for all staff.

This financial year has been challenging for all aged care providers, however, we take great pride in knowing we have done everything possible to keep the residents at Sunnyside as safe as we can.

Continuous Improvements

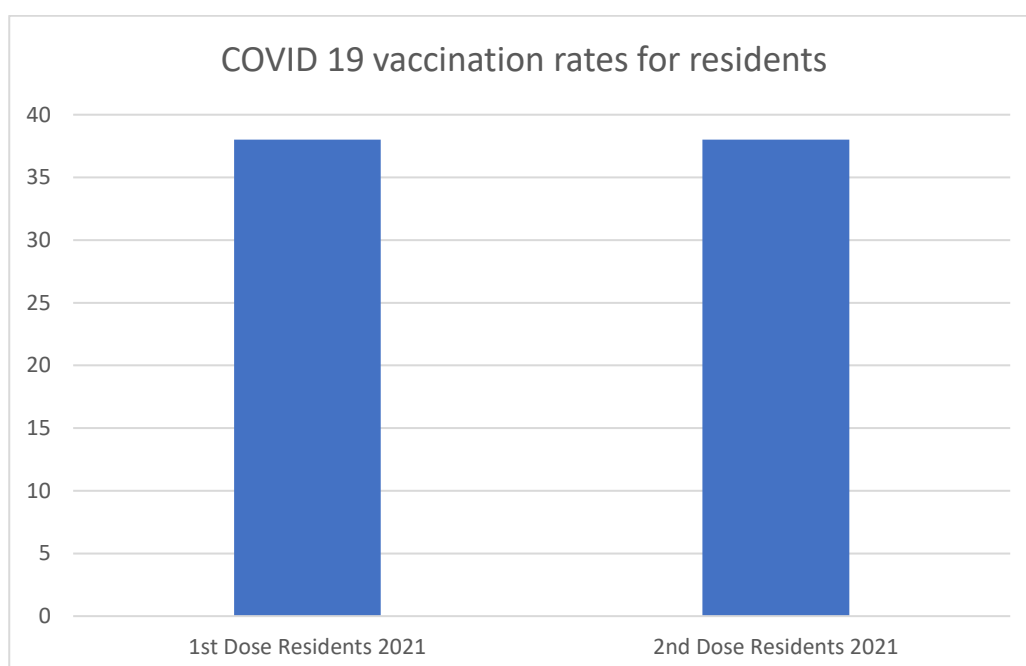
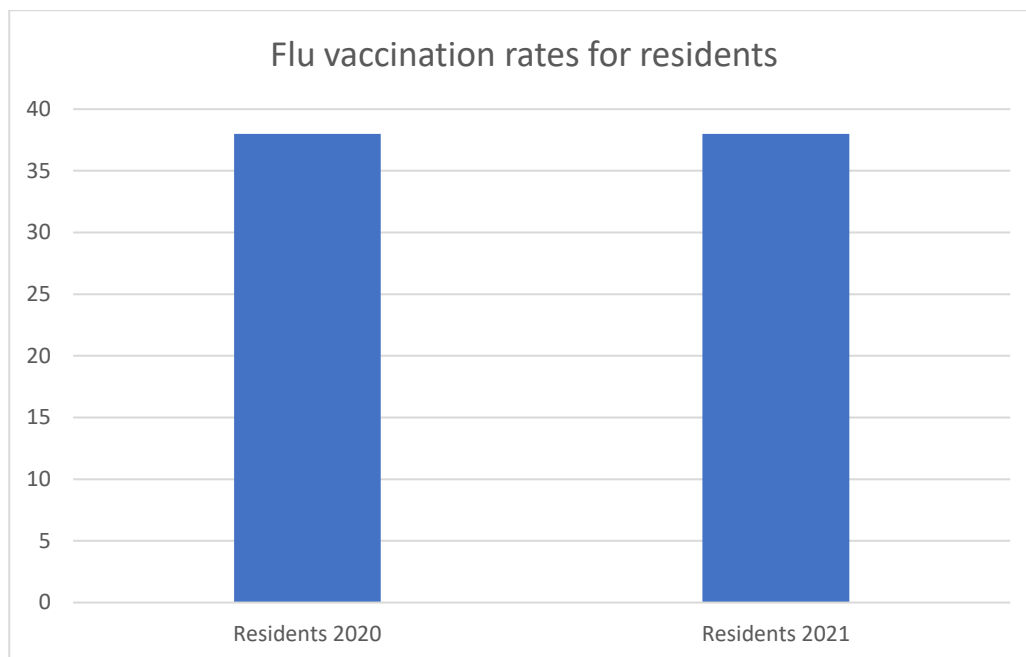
As we are continually updating and changing what we do here at Sunnyside, it is all captured within our Continuous Improvement program. This is to allow us to keep record of all changes that have been implemented during this time. Some of the continuous improvements that have been implemented during 2020 - 2021 include but are not limited to: purchasing new equipment to assist residents who are not mobile or are less mobile; personal Protective Equipment (PPE) to ensure we are well prepared should we have Any infectious outbreaks (COVID-19, Flu, Gastro). There have been a lot of changes from March 2020 to meet the COVID-19 requirements, including creating and updating our COVID safe management plan; education and practical sessions for donning and doffing PPE correctly and our infectious waste system has been reviewed with a shed assembled outside for infectious waste storage during outbreaks.

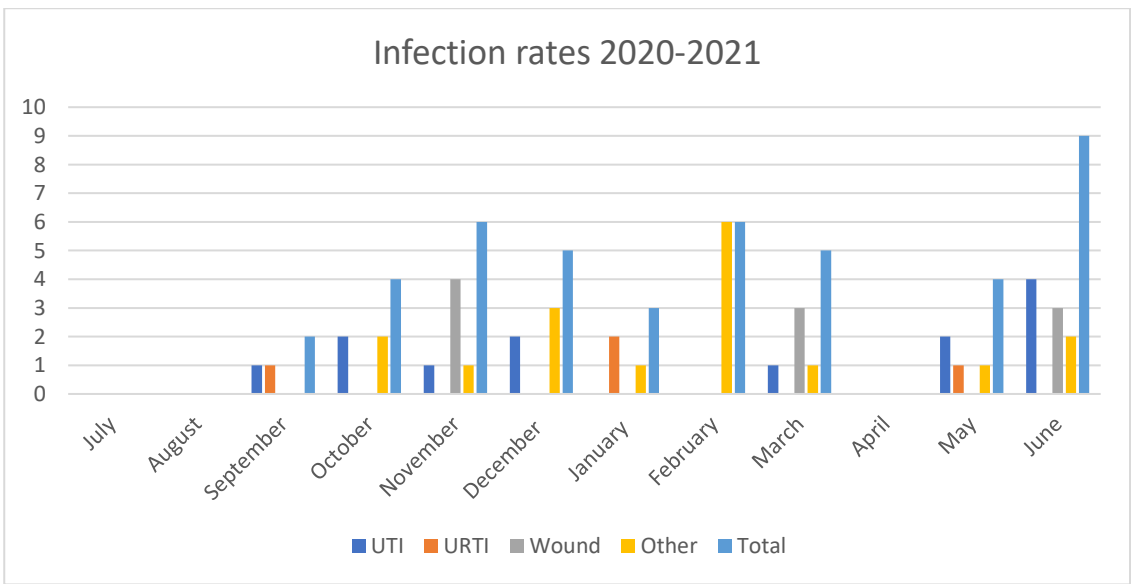
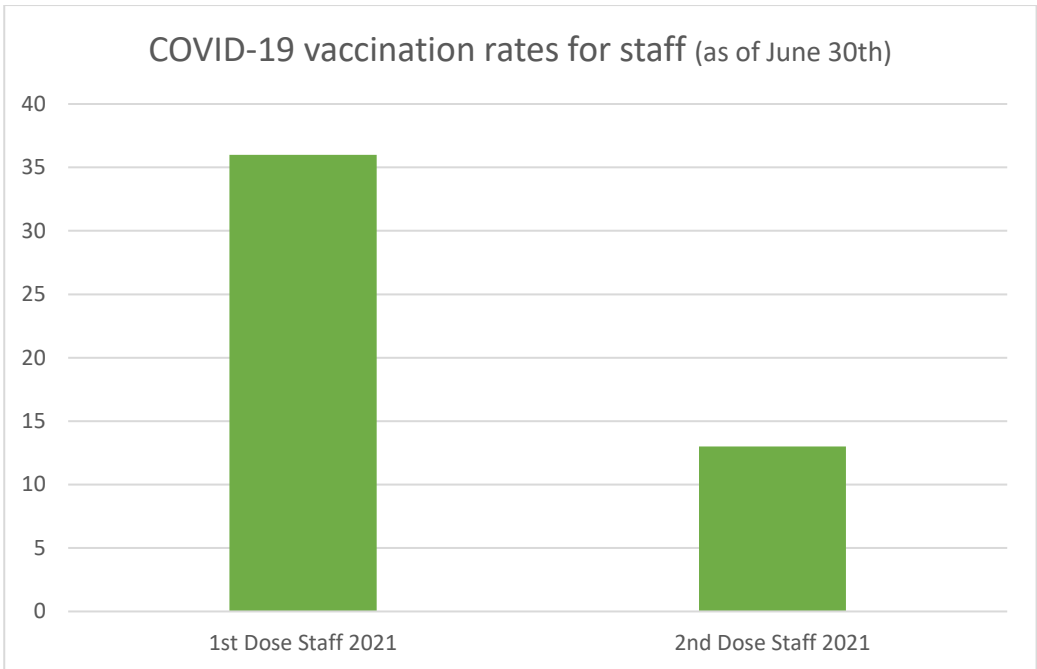
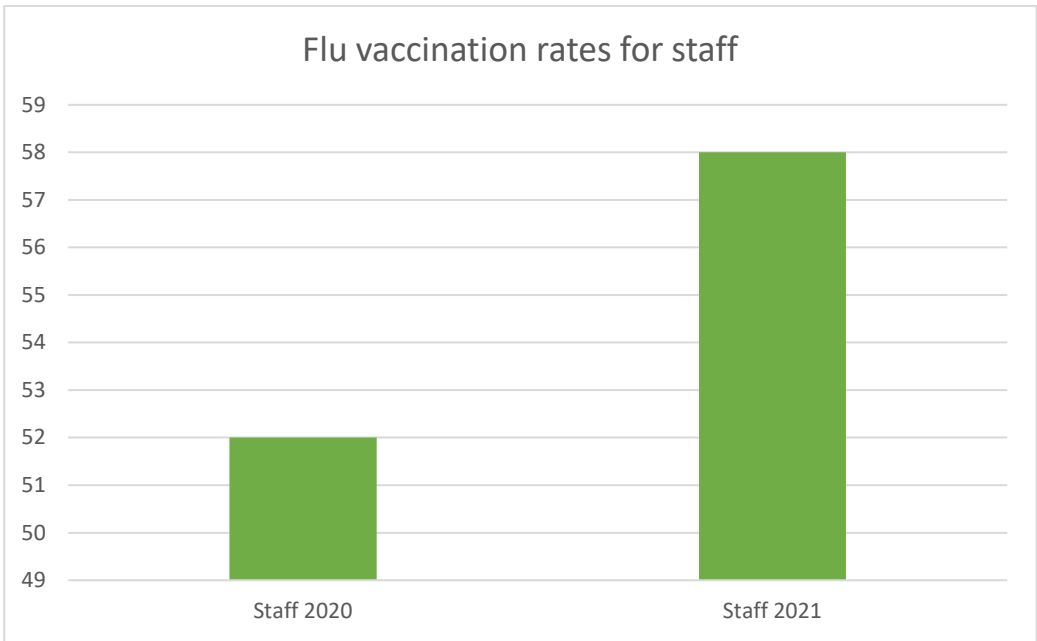
We have continued to purchase bed alarms for each bed and nurse call pendants for residents who require more security within Sunnyside.

Infection Prevention and Control (IPC)

At Sunnyside, we partner with Infection Prevention Australia to tailor a program ensuring we meet the highest standard of practice regarding infection prevention and control (IPC). The main goal of our IPC program is to minimise, control and prevent the spread of infection within Sunnyside.

Hand Hygiene and physical distancing have been features of our IPC program. Daily screening of staff and visitors has allowed us to manage to prevent anyone being admitted who is unwell or been in a red zone. The wearing of masks has remained mandatory within the aged care sector. We have swabbed a total of five (5) residents with cold symptoms who were all negative. Staff have participated in the asymptomatic testing when offered on and off site.





Comments, Complaints and Suggestions

We find that compliments, complaints and suggestions are important means of feedback provision to ensure the highest quality of care and services are being provided at Sunnyside. It is always lovely to receive positive feedback for the care and services we provide. However, it is equally important to receive complaints or suggestions so we can identify areas where improvement can be made.

Over the period of 2020 and 2021, we have received 19 different feedback notifications some of which have included thank-you cards, complaints and suggestions. With the majority of these being positive feedback, it is wonderful to see and we hope to continue to receive such praise.

We have also received four (4) high risk complaints, with two (2) complaints being forwarded to the commission for further investigation. These are both ongoing.

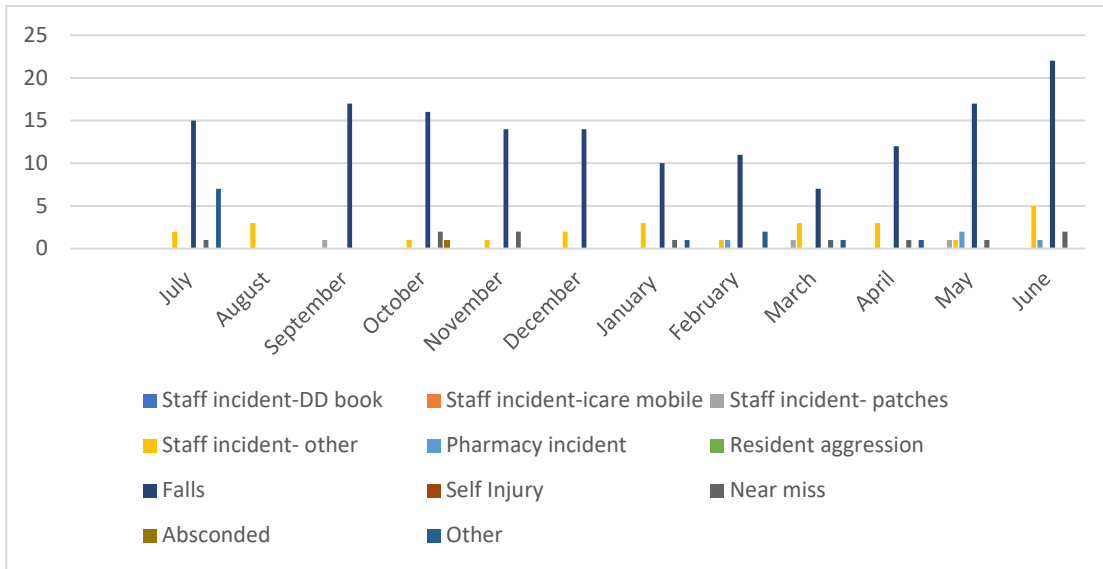
Falls Prevention

As our residents become increasingly frail, falls prevention and injury from falls are important areas of focus. We have individualised exercise programs implemented by the visiting physiotherapist to assist our residents in maintaining and improving their strength. Our visiting physiotherapist visits four (4) days per week and assesses residents post fall. Annual or when required PRN reviews are conducted for the residents during the year to monitor their condition and observe for any change (improvement or decline) in functioning.

Staff have been educated in the appropriate lifting equipment to assist in transferring residents who have mobility deficits or are immobile. The use of bed and floor sensors in residents' suites for residents who are deemed as high risk, allow staff to react quickly if the resident is walking unsupervised during the evening or night. We also use low beds and "crash mats" for residents who are at risk of falling out of bed. These reduce the impact of the fall, and hopefully minimising injury.

Individual pendant alarms are another intervention used here at Sunnyside for our residents. They are worn around the resident's neck, allowing easy access to a call bell wherever they may be in their room or anywhere in the building. The use of pendants among our residents are increasing for those who require them or request them.

Nonslip socks are also available for residents. We have commenced implementing charts into the staff break room at the beginning of each month, identifying the number of falls and further details (for example, time of day, location and if injury occurred). Unfortunately falls are associated with the ageing process, however, at Sunnyside we ensure all interventions are put into place to assist in falls prevention and minimising fall related injuries.



Quality team



Photo Gallery

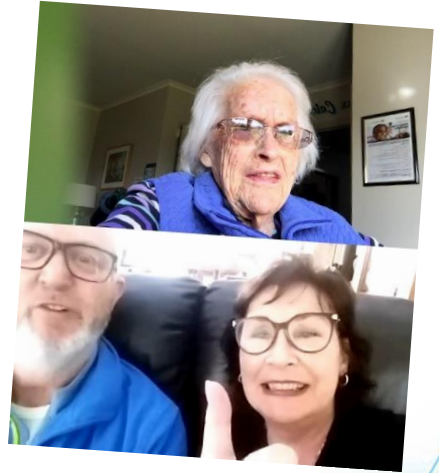


Photo Gallery



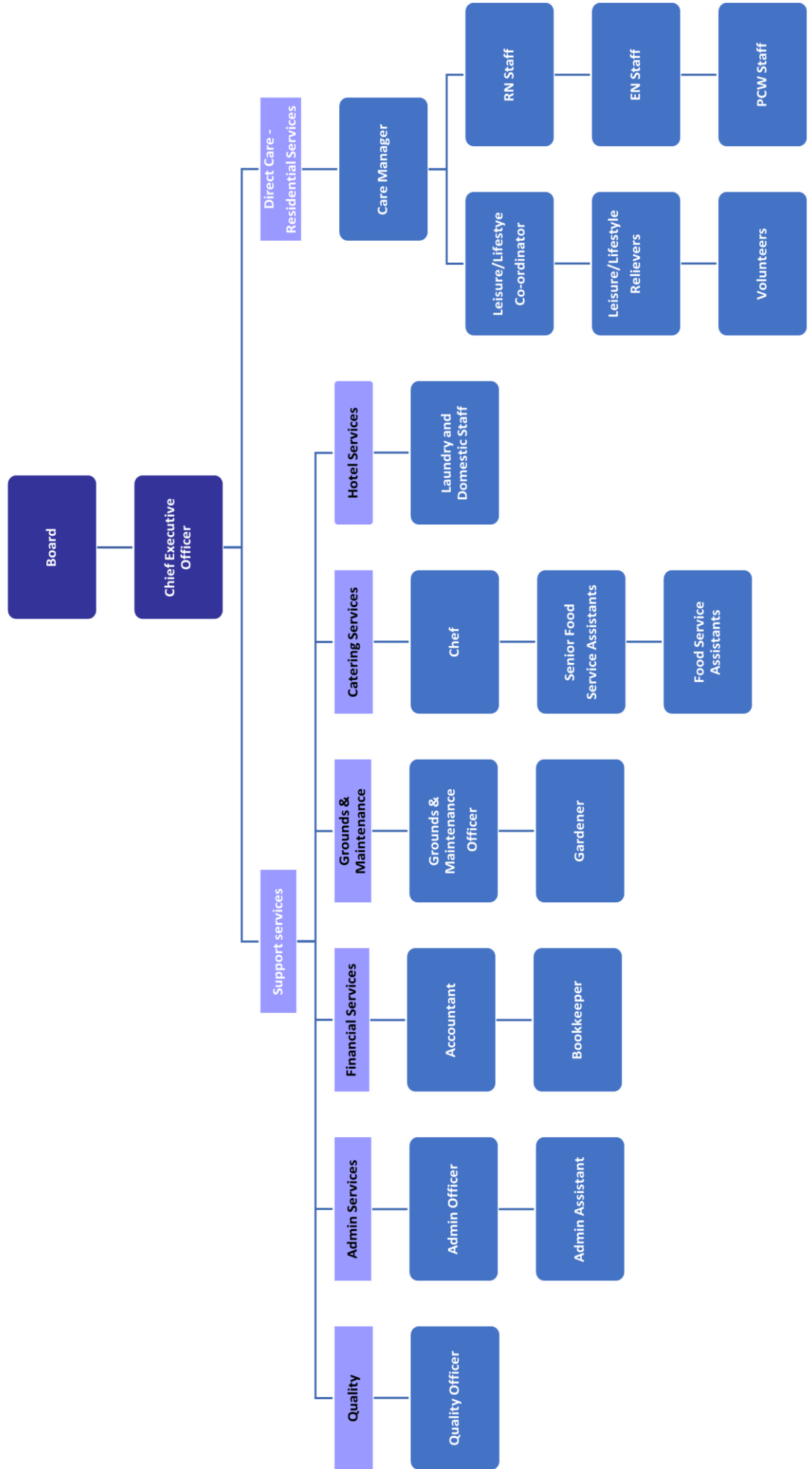
Photo Gallery



Photo Gallery



Organisational Chart



Staff Listing 2020/2021

Chief Executive Officer
Schmierer, Claire
Care Manager
Bambry, Ruth
Grounds & Maintenance
Hassett, Michael
Care Staff
Ailey, Karen
Bateman, Janice
Bossy, Shane (23/01/21)
Brookes, Nicole
Broomby, Julie
Burghardt, Mandy
Cherian, Susan
Chitrakar, Pranisha
Cromer, Katrina
Dahal, Pratima
Downie, Tracie
Drayton, Melissa
Ferrer, Arren
Gadsden, Maddison
Grey, Martin
Hallyburton, Kate (11/07/17 – 26/07/20)
Hinkley, Sarah
Johnstone, Evangeline
Jordan, Rina
Maslin, Corinne
McMurrich, Tracey
Moore, Bernadette
Morgan, Georgie (07/01/19 – 21/08/20)
Njaralamkattil Baby, Bins
O'Dwyer, Grace
Place, Eva
Rana, Nirmal
Rayner, Rebecca
Quick, Charlotte
Salau, Janice
Savage, Caitlin
Schroeder, Vera (08/02/21 – 06/04/21)
Shalders, Stacey
Shrubb, Markita
Silwal, Poonam
Sinclair, Vanessa (12/03/20 – 07/02/21)
Smith, Adam
Spokes, Tonya
Stewart, Jessica
Thing, Pema

Care Staff continued...
Tickner, Dawn (27/05/19 -20/09/20)
Unwin, Vikki
Welding, Jennifer
White, Wilma
Wynd, Dulcie
Administration & Finance
Brewer, Nathan (trainee)
Pekin, Tim
Rantall, Rhonda
Wason, Jenni
Catering
Adlam, Jessica (09/01/20 – 23/01/21)
Atkins, Darrin (09/01/20 – 28/01/21)
Colman, Joshua (workplace student)
Dixon, Marilyn
Fenton, Olivia
Grey, Melina (02/05/18 – 05/09/20)
Hudson, Michelle
Howard, Tanya
Humm, Anthony (28/11/16 – 31/12/20)
Nolan, Kelly
Prout, Paige (trainee) (04/06/19 –
Rankin, Roslyn
Rees, Julie
Russell, Sheena
Teal, Michelle
Thompson, Allison
Lifestyle
Stanley, Jane
Laundry
Brebner, Jenny
Konings, Elie
Pra, Gabriella (20/07/20 – 21/09/20)
Wilson, Dorothy
Domestic
Colman, Justin
Simpson, Joy
Gardens
Conheady, Frank
McEwan-Hill, Krooze (trainee)

Although some staff work across multiple departments, we have allocated them to their major role

**SUNNYSIDE HOUSE INCORPORATED
ABN 50 319 909 625**

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2021

SUNNYSIDE HOUSE INC
COMPREHENSIVE OPERATING STATEMENT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
REVENUE AND INCOME FROM TRANSACTIONS			
Operating income	2	3,618,631	3,366,351
Non-operating income	2	274,190	328,783
TOTAL REVENUE AND INCOME FROM TRANSACTIONS		3,892,821	3,695,134
EXPENSES FROM TRANSACTIONS			
Employee benefits		(3,053,888)	(2,723,659)
Supplies and consumables		(352,398)	(366,481)
Repairs and maintenance		(126,520)	(90,268)
Accounting, audit, consulting and administration		(163,294)	(114,167)
Depreciation		(190,949)	(187,650)
Other operating expenses	3	(239,462)	(273,914)
TOTAL EXPENSES FROM TRANSACTIONS		(4,126,511)	(3,756,139)
NET RESULT FROM TRANSACTIONS		(233,690)	(61,005)
OTHER ECONOMIC FLOWS INCLUDED IN THE NET RESULT			
Impairment expense		(1,200,000)	-
Write off of equipment		(980)	-
Bequests		-	500,000
TOTAL OTHER ECONOMIC FLOWS INCLUDED IN THE NET RESULT		(1,200,980)	500,000
NET RESULT FOR THE YEAR		(1,434,670)	438,995
OTHER COMPREHENSIVE INCOME			
Revaluation of land and buildings		4,795,253	-
TOTAL OTHER COMPREHENSIVE INCOME		4,795,253	-
TOTAL COMPREHENSIVE INCOME/(DEFICIT) FOR THE YEAR		3,360,583	438,995

This Statement should be read in conjunction with the accompanying notes.

SUNNYSIDE HOUSE INC
BALANCE SHEET
AS AT 30 JUNE 2021

	Note	2021 \$	2020 \$
CURRENT ASSETS			
Cash and cash equivalents	4	1,214,121	12,683,525
Receivables	5	45,107	91,878
Investments and other financial assets	6	11,423,199	-
Other assets	7	26,772	-
TOTAL CURRENT ASSETS		12,709,199	12,775,403
NON-CURRENT ASSETS			
Intangible assets	8	-	1,200,000
Property, plant and equipment	9	7,098,893	2,162,672
TOTAL NON-CURRENT ASSETS		7,098,893	3,362,672
TOTAL ASSETS		19,808,092	16,138,075
CURRENT LIABILITIES			
Payables	10	153,507	155,124
Employee Benefits	11	379,299	226,735
Other liabilities	12	8,852,669	8,669,458
TOTAL CURRENT LIABILITIES		9,385,475	9,051,317
NON-CURRENT LIABILITIES			
Employee Benefits	9	99,853	124,578
TOTAL NON-CURRENT LIABILITIES		99,853	124,578
TOTAL LIABILITIES		9,485,328	9,175,895
NET ASSETS		10,322,764	6,962,181
EQUITY			
Asset revaluation reserve		4,795,253	-
Retained surplus		5,527,511	6,962,181
TOTAL EQUITY		10,322,764	6,962,181

This Statement should be read in conjunction with the accompanying notes.

SUNNYSIDE HOUSE INC
CASH FLOW STATEMENT
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Resident fees received		971,790	1,217,709
Operating grants from government		2,602,031	2,276,762
Donations and bequests received		57,822	515,738
Interest received		104,138	268,013
Interest paid		(15,196)	(12,012)
Other receipts		203,810	-
Payments for suppliers & employees		(3,819,371)	(3,610,906)
Net GST received/(paid)		(1,545)	-
NET CASH FLOW FROM OPERATING ACTIVITIES	13	103,479	655,304
CASH FLOWS FROM INVESTING ACTIVITIES			
Net proceeds from/(payment for) investments		(11,423,199)	-
Purchase of property, plant and equipment		(332,898)	(89,120)
NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES		(11,756,097)	(89,120)
CASH FLOW FROM FINANCING ACTIVITIES			
Accommodation bonds/refundable deposits received		2,317,125	3,785,080
Accommodation bonds/refundable deposits/entry contributions refunded		(2,133,911)	(2,746,256)
NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES		183,214	1,038,824
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS HELD		(11,469,404)	1,605,008
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR		12,683,525	11,078,517
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	4	1,214,121	12,683,525

This Statement should be read in conjunction with the accompanying notes.

**SUNNYSIDE HOUSE INC
STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2021**

	Retained Surplus	Asset revaluation reserve	Total
	\$	\$	\$
Balance at 1 July 2019	6,523,186	-	6,523,186
Net result for the year	438,995	-	438,995
Balance at 30 June 2020	6,962,181	-	6,962,181
Net result for the year	(1,434,670)	-	(1,434,670)
Revaluation	-	4,795,253	4,795,253
Balance at 30 June 2021	5,527,511	4,795,253	10,322,764

This Statement should be read in conjunction with the accompanying notes.

NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements cover Sunnyside House Inc. as an individual entity. Sunnyside House Inc. is a not-for-profit association incorporated in Victoria under Association Incorporation Reform Act (VIC) 2012 and the Australian Charities and Not-for-profits Commission Act 2012.

The financial statements were authorised for issue by the Board of the Association, as outlined in the Committee of Management's Declaration.

Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards, (including Australian Accounting Interpretations), the Associations Incorporations Reform Act 2012 and the Australian Charities and Not-for-profit Commission Act 2012. The Association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

It is written on the basis of Sunnyside House Incorporated being a reporting entity within the meanings of Statement of Accounting Concepts SAC1 "Definition of a Reporting Entity". This financial report covers Sunnyside House Incorporated NAPS ID 803 at the provider level.

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 non-current assets, financial assets and financial liabilities.

The amounts presented in the financial statements have been rounded to the nearest dollar.

The financial policies adopted are consistent with the previous year.

Accounting Policies

(a) Income Tax

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

(b) Property, Plant and Equipment

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

Freehold Property

Freehold land and buildings are reported at cost which the Board believes equates to its Fair Value.

In periods when the freehold land and buildings are not subject to an independent valuation, the Committee of Management conduct managerial assessment to ensure the carrying amount for the land and buildings is not materially different to the fair value.

Increases in the carrying amount arising on revaluation of land and buildings are recognised in other comprehensive income and accumulated in the revaluation surplus in equity. Revaluation decreases that offset previous increases of the same class of assets shall be recognised in other comprehensive income under the heading of revaluation surplus. All other decreases are recognised in profit or loss.

Any accumulated depreciation at the date of the revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. Freehold land and buildings that have been contributed at no cost or for nominal cost are valued and recognised at the fair value of the asset at the date it is acquired.

NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(b) Property, Plant and Equipment (continued)**Plant and equipment**

Plant and Equipment are measured on the cost basis and 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 the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss or as a revaluation decrease if the impairment losses relate to a revalued asset. A formal assessment of recoverable is made when impairment indicators are present.

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 Association and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred. Plant and Equipment that have been contributed at no cost or for nominal cost are recognised at fair value of the asset at the date it is acquired.

Depreciation

The depreciable amount of all fixed assets, including office equipment, is depreciated on a straight-line basis over the asset's useful life commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Buildings and improvements	2.5% - 10%
Plant and equipment	6% - 25%
Motor vehicles	16% - 25%

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

Gains and losses on disposals are determined by comparing net proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they occur. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained surplus.

(c) Leases**The Association as lessee**

At inception of a contract, the Association assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability are recognised by the Association where the Association is a lessee. However, all contracts that are classified as short-term leases (lease with remaining lease term of 12 months or less) and leases of low value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially, the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Association uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options if lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

(c) Leases (Cont)

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset whichever is the shortest. Where a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Association anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

(d) Financial Instruments**Initial recognition and measurement**

Financial assets and financial liabilities are recognised when the association becomes a party to the contractual provisions to the instrument. For financial assets, this is the date that the association commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments (except for trade receivables) are initially measured at fair value plus transaction costs, except where the instrument is classified "at fair value through profit or loss", in which case transaction costs are expensed to profit or loss immediately. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

Trade receivables are initially measured at the transaction price if the trade receivables do not contain significant financing component or if the practical expedient was applied as specified in AASB 15 : Revenue from Contracts with Customers .

Classification and subsequent measurement*Financial liabilities*

Financial liabilities are subsequently measured at:

- amortised cost; or
- fair value through profit or loss.

A financial liability is measured at fair value through profit or loss if the financial liability is:

- held for trading; or
- initially designated as at fair value through profit or loss.

All other financial liabilities are subsequently measured at amortised cost using the effective interest method.

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest expense over in profit or loss over the relevant period.

The effective interest rate is the internal rate of return of the financial asset or liability. That is, it is the rate that exactly discounts the estimated future cash flows through the expected life of the instrument to the net carrying amount at initial recognition.

Financial asset

Financial assets are subsequently measured at:

- amortised cost;
- fair value through other comprehensive income; or
- fair value through profit or loss

Measurement is on the basis of two primary criteria:

- the contractual cash flow characteristics of the financial asset; and
- the business model for managing the financial assets.

(d) Financial Instruments (continued)

By default, all other financial assets that do not meet the measurement conditions of amortised cost and fair value through other comprehensive income are subsequently measured at fair value through profit or loss.

Derecognition

Derecognition refers to the removal of a previously recognised financial asset or financial liability from the statement of financial position.

Derecognition of financial liabilities

A liability is derecognised when it is extinguished (ie when the obligation in the contract is discharged, cancelled or expires). An exchange of an existing financial liability for a new one with substantially modified terms, or a substantial modification to the terms of a financial liability, is treated as an extinguishment of the existing liability and recognition of a new financial liability.

The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss.

Derecognition of financial assets

A financial asset is derecognised when the holder's contractual rights to its cash flows expires, or the asset is transferred in such a way that all the risks and rewards of ownership are substantially transferred.

All the following criteria need to be satisfied for the derecognition of a financial asset:

- the right to receive cash flows from the asset has expired or been transferred;
- all risk and rewards of ownership of the asset have been substantially transferred; and
- the association no longer controls the asset (ie has no practical ability to make unilateral decision to sell the asset to a third party).

On derecognition of a financial asset measured at amortised cost, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit or loss.

Impairment

The association recognises a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost or fair value through other comprehensive income;
- lease receivables;
- contract assets (eg amount due from customers under construction contracts);
- loan commitments that are not measured at fair value through profit or loss; and
- financial guarantee contracts that are not measured at fair value through profit or loss.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

The association uses the following approaches to impairment, as applicable under AASB 9 : Financial Instruments :

- the general approach, and
- the simplified approach.

General approach

Under the general approach, at each reporting period, the association assesses whether the financial instruments are credit-impaired, and:

- if the credit risk of the financial instrument has increased significantly since initial recognition, the association measures the loss allowance of the financial instruments at an amount equal to the lifetime expected credit losses; and
- if there is no significant increase in credit risk since initial recognition, the association measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses.

NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(d) Financial Instruments (continued)*Simplified approach*

The simplified approach does not require tracking of changes in credit risk at every reporting period, but instead requires the recognition of lifetime expected credit loss at all times.

This approach is applicable to:

- trade receivables; and
- lease receivables.

In measuring the expected credit loss, a provision matrix for trade receivables is used taking into consideration various data to get to an expected credit loss (ie diversity of its customer base, appropriate groupings of its historical loss experience, etc).

Recognition of expected credit losses in financial statements

At each reporting date, the association recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income.

The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

Assets measured at fair value through other comprehensive income are recognised at fair value with changes in fair value recognised in other comprehensive income. The amount in relation to change in credit risk is transferred from other comprehensive income to profit or loss at every reporting period.

For financial assets that are unrecognised (eg loan commitments yet to be drawn, financial guarantees), a provision for loss allowance is created in the statement of financial position to recognise the loss allowance.

(e) Impairment of Non-Financial Assets

At the end of each reporting period, the association reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that an asset may be impaired. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and its value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised in profit or loss.

Where it is not possible to estimate the recoverable amount of an individual asset, the association estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Where the future economic benefits of the asset are not primarily dependent upon the asset's ability to generate net cash inflows and when the association would, if deprived of the asset, replace its remaining future economic benefits, value in use is determined as the depreciated replacement cost of an asset.

Where an impairment loss on a revalued asset is identified, this is recognised against the revaluation surplus in respect of the same class of asset to the extent that the impairment loss does not exceed the amount in the revaluation surplus for that class of asset.

(f) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

(g) Employee Benefits**Short-term employee benefits**

Provision is made for the association's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The association's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of current accounts payable and other payables in the statement of financial position.

(g) Employee Benefits (continued)**Other long-term employee benefits**

Provision is made for employees' annual leave entitlements not expected to be settled wholly 'within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees. Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures, and are 'discounted at rates determined by reference to market yields at the end of the reporting period on high quality corporate bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements of obligations for other long-term employee benefits for changes in assumptions are recognised in profit or loss in the periods in which the changes occur.

The association's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the association does not have an unconditional right to defer settlement for at least 12 months after the reporting period, in which case the obligations are presented as current provisions.

(h) Accounts Receivable and Other Debtors

Accounts receivable and other debtors include amounts due from members as well as amounts receivable from customers for goods sold in the ordinary course of business. Receivables expected to be collected within 12 months of the end of the reporting period are classified as current assets. All other receivables are classified as non-current assets.

Accounts receivable are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment. Refer to Note 1(d) for further discussion on the determination of impairment losses.

(i) Revenue Recognition*Operating Grants, Donations and Bequests*

When the association receives operating grant revenue, donations or bequests, it assesses whether the contract is enforceable and has sufficiently specific performance obligations in accordance with AASB 15.

When both these conditions are satisfied, the association: - identifies each performance obligation relating to the grant - recognises a contract liability for its obligations under the agreement - recognises revenue as it satisfies its performance obligations. Where the contract is not enforceable or does not have sufficiently specific performance obligations, the association:

- recognises the asset received in accordance with the recognition requirements of other applicable accounting standards (for example, 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);
- 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 above, the association recognises income in profit or loss when or as it satisfies its obligations under the contract.

Capital Grant

When the association receives a capital grant, it recognises a liability for the excess of the initial carrying amount of the financial asset received over any related amounts (being contributions by owners, lease liability, financial instruments, provisions, revenue or contract liability arising from a contract with a customer) recognised under other Australian Accounting Standards.

The association recognises income in profit or loss when or as the association satisfies its obligations under the terms of the grant.

Interest Income

Interest income is recognised using the effective interest method.

NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(j) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the Statement of Financial Position.

Cash flows are represented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

(k) Accounts Payable and Other Payables

Accounts payable and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period that remain unpaid. The balance is recognised as a current liability with the amount normally paid within 30 days of recognition of the liability.

(l) Intangible Assets - Bed Licences

The financial report incorporates an intangible asset for Bed Licences held. Sunnyside House Inc. holds 40 bed licences, which were acquired at a nil cost to the Association. The Board determined that a fair value for these licences is \$30,000 per licence, therefore a total value of \$1,200,000 has been placed on the bed licences held and is recognised in this financial report. This asset is not subject to amortisation because as long as performance requirements are met, they have an indefinite useful life.

In accordance with AASB138 Intangible Assets, and meetings between senior Aged & Community Care Victoria (now Leading Age Services Australia - Victoria) staff and specialist accounting groups to develop an application of this standard in Residential Aged Care, it was determined that the fair value of these licences should be recognised as an asset.

Following the outcomes of the Royal Commission for Aged Care Quality and Safety, and the removal of bed licences from 2024, the board has impairment the value of licences held.

(m) Economic Dependence

Sunnyside House Inc. is dependent on the Department of Health for the majority of its revenue used to operate the business. At the date of this report the Board members have no reason to believe the State and Federal Government will not continue to support Sunnyside House Inc.

(n) Key Estimates*Impairment*

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

(o) Key Judgements*Employee benefits*

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. As the association expects that all of its employees would use all of their annual leave entitlements earned during a reporting period before 12 months after the end of the reporting period, the association believes that obligations for annual leave entitlements satisfy the definition of short-term employee benefits and, therefore, can be measured at the (undiscounted) amounts expected to be paid to employees when the obligations are settled.

NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(o) Key Judgements (cont)*Performance obligations under AASB 15*

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.

(p) New Accounting Standards for Application in Future Periods

Certain new Australian accounting standards have been published that are not mandatory for 30 June 2021 reporting period.

As at 30 June 2021, the following standards and interpretations had been issued by the AASB but were not yet effective. They become effective for the first financial statements for reporting periods commencing after the stated operative dates as detailed in the table below. Sunnyside House Inc. has not and does not intend to adopt these standards early.

Topic	Key Requirements	Effective date	Impact on financial statements
AASB 2020-1 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-Current	This Standard amends AASB 101 to clarify requirements for the presentation of liabilities in the statement of financial position as current or non-current. A liability is classified as non-current if an entity has the right at the end of the reporting period to defer settlement of the liability for at least 12 months after the reporting period. The meaning of settlement of a liability is also clarified. AASB 2020-6 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current – Deferral of Effective Date was issued in August 2020 and defers the effective date to annual reporting periods beginning on or after 1 January 2023 instead of 1 January 2022, with earlier application permitted.	1 January 2023.	The standard is not expected to have a significant impact on the entity.

Sunnyside House Inc.
Notes to the Financial Statements
For the year ended 30 June 2021

NOTE 2: REVENUE AND INCOME FROM TRANSACTIONS	2021	2020
	\$	\$
Operating income		
Daily accommodation payments and contributions	96,462	124,768
Department of Health and Ageing	2,552,031	2,276,762
Resident fees	877,328	912,453
Sundry receipts	92,810	52,368
Total Operating Income	3,618,631	3,366,351
Non-operating activities		
Donations and fundraising	57,822	15,738
Government cash flow boost - COVID-19	50,000	50,000
Interest	104,138	198,031
Ladies Auxiliary - shop trading	62,230	65,014
Total non-operating activities	274,190	328,783
TOTAL REVENUE AND INCOME FROM TRANSACTIONS	3,892,821	3,695,134

NOTE 3: OTHER OPERATING EXPENSES	2021	2020
	\$	\$
Cleaning and detergents	35,199	32,622
Electricity and gas	72,365	82,896
Insurance	27,079	25,851
Interest	15,196	12,012
Motor vehicle and travel costs	6,637	10,381
Permits, licences and inspections	3,626	24,698
Rates and water	24,272	22,871
Staff training and welfare	15,443	23,529
Sundry costs	33,011	30,418
Telephone and internet	6,634	8,636
TOTAL OTHER OPERATING EXPENSES	239,462	273,914

NOTE 2: CASH AND CASH EQUIVALENTS	2021	2020
	\$	\$
Cash on Hand	247	956
Cash at Bank	1,213,874	797,777
Term Deposit	-	11,884,792
TOTAL CASH AND CASH EQUIVALENTS	1,214,121	12,683,525

NOTE 3: ACCOUNTS RECEIVABLE AND OTHER DEBTORS	2021	2020
	\$	\$
CURRENT		
Contractual		
Trade Receivables	58	16,134
Accrued Income	22,490	50,035
Other receivables	22,559	25,709
TOTAL ACCOUNT RECEIVABLE AND OTHER DEBTORS	45,107	91,878

At reporting date there are no balances within trade and other receivables that contain assets that are not impaired and are past due. It is expected these balances will be received when due. Impaired assets are provided in full.

NOTE 4: INVESTMENTS AND OTHER FINANCIAL ASSETS	2021	2020
	\$	\$
CURRENT		
Term deposits, managed funds and fixed income securities - at fair value	11,423,199	-
TOTAL	11,423,199	11,884,792

Sunnyside House Inc.
Notes to the Financial Statements
For the year ended 30 June 2021

NOTE 5: OTHER ASSETS	2021	2020
	\$	\$
CURRENT		
Prepayments	26,772	-
TOTAL OTHER ASSETS	26,772	-
NOTE 6: INTANGIBLE ASSETS	2021	2020
	\$	\$
Other Intangibles		
Bed Licences at fair value	-	1,200,000
Total Intangibles	-	1,200,000
NOTE 7: PROPERTY, PLANT & EQUIPMENT	2021	2020
	\$	\$
Land and Buildings		
- Land - at cost	-	293,659
- Land - at valuation	960,000	-
- Buildings & improvements at cost	-	3,278,630
- Buildings & improvements at valuation	5,760,000	-
Less Accumulated Depreciation	-	(1,806,481)
Total Land and Buildings	6,720,000	1,765,808
Plant & Equipment		
- Plant and Equipment at Cost	852,339	976,229
Less Accumulated Depreciation	(513,463)	(640,193)
Total Plant and Equipment	338,876	336,036
Motor Vehicles		
- Motor Vehicles at Cost	103,438	103,438
Less Accumulated Depreciation	(63,421)	(42,610)
Total Motor Vehicles	40,017	60,828
TOTAL PROPERTY, PLANT AND EQUIPMENT	7,098,893	2,162,672

Valuation of land and buildings were undertaken by a qualified independent valuer, Certified Practising Valuer Gurnett Ryan Property Valuers, Certified Practising Valuer as at 30 June 2021. Land and buildings are valued at fair value, being the amounts for which the assets could be exchanged between willing parties in an arm's length transaction, based on current prices in an active market.

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
	\$	\$	\$	\$	\$
Balance at 1 July 2019	293,658	1,568,585	321,719	77,239	2,261,201
Additions	-	-	89,121	-	89,121
Disposals - written down value	-	-	-	-	-
Depreciation Expense	-	(96,435)	(74,804)	(16,411)	(187,650)
Balance at 1 July 2020	293,658	1,472,150	336,036	60,828	2,162,672
Additions	100,000	152,783	80,115	-	332,898
Revaluation	566,342	4,228,911	-	-	4,795,253
Disposals - written down value	-	-	(980)	-	(980)
Depreciation Expense	-	(93,844)	(76,295)	(20,810)	(190,949)
Balance at 30 June 2021	960,000	5,760,000	338,876	40,018	7,098,894

Sunnyside House Inc.
Notes to the Financial Statements
For the year ended 30 June 2021

NOTE 8: ACCOUNTS PAYABLE AND OTHER PAYABLES

	2021	2020
	\$	\$
CURRENT		
Unsecured Liabilities		
Accounts Payable	60,375	64,992
Fees Paid In Advance	11,673	22,881
PAYG and Superannuation payable	44,714	43,703
Sundry Payables and Accrued Expenses	36,745	23,548
	153,507	155,124
TOTAL	153,507	155,124

NOTE 9: EMPLOYEE PROVISIONS

	2021	2020
	\$	\$
CURRENT		
Employee provisions		
Long Service Leave		
- Unconditional and expected to be settled within 12 months (i)	21,045	67,180
- Unconditional and expected to be settled after 12 months (ii)	103,684	-
Annual Leave		
- Unconditional and expected to be settled within 12 months (i)	254,570	159,555
- Unconditional and expected to be settled after 12 months (i)	-	-
	379,299	226,735
Total Current Employee Provisions	379,299	226,735
NON CURRENT		
Long Service Leave		
- Conditional Long Service Leave (ii)	99,853	124,578
	99,853	124,578
TOTAL EMPLOYEE PROVISIONS	479,152	351,313

(i) The amounts disclosed are at nominal

(ii) The amounts disclosed are at present values

NOTE 10: OTHER LIABILITIES

	2021	2020
	\$	\$
CURRENT		
Monies Held in Trust		
- Accommodation Bonds	8,852,669	8,669,458
	8,852,669	8,669,458
TOTAL OTHER LIABILITIES	8,852,669	8,669,458
Represented by:		
Cash and cash equivalents	1,140,000	700,000
Investments and Other Financial Assets	7,712,669	7,969,458
	7,712,669	7,969,458
	7,712,669	7,969,458

Accommodation bonds have been classified as current liabilities in accordance with Australian Accounting Standards, as there is no right to defer the repayment of the contributions should a resident depart a facility.

Sunnyside House Inc.
Notes to the Financial Statements
For the year ended 30 June 2021

NOTE 11: RECONCILIATION OF CASH FLOW FROM OPERATING ACTIVITIES WITH NET CURRENT YEAR SURPLUS

	2021	2020
	\$	\$
NET RESULT FOR THE PERIOD	(1,434,670)	438,995
Depreciation & Amortisation	190,949	187,650
Impairment of Bed Licences	1,200,000	-
Net (Gain)/Loss from Sale of Plant and Equipment	980	-
Change in Operating Assets & Liabilities		
(Increase)/Decrease in Receivables	46,770	23,711
(Increase)/Decrease in Other Assets	(26,772)	80,374
Increase/(Decrease) in Trade and Other Payables	(1,617)	(108,670)
Increase/(Decrease) in Employee Benefits	127,839	33,244
NET CASH FLOWS FROM OPERATING ACTIVITIES	103,479	655,304

NOTE 12: FINANCIAL INSTRUMENTS

Financial Risk Management Objectives and Policies

(a) Categorisation of financial instruments

		Financial assets - amortised cost	Financial liabilities at amortised cost	Total
	Note	\$	\$	\$
2021				
Contractual Financial Assets				
Cash and cash equivalents		1,214,121		1,214,121
Receivables		45,107		45,107
Financial assets		11,423,199		11,423,199
Total Financial Assets (i)		12,682,427	-	12,682,427
Financial Liabilities				
Payables		-	144,154	144,154
Other financial liabilities		-	8,852,669	8,852,669
Total Financial Liabilities(ii)		-	8,996,823	8,996,823

		Financial assets available for sale	Financial assets - amortised cost	Financial liabilities at amortised cost	Total
	Note	\$	\$	\$	\$
2020					
Contractual Financial Assets					
Cash and cash equivalents		-	12,683,525	-	12,683,525
Receivables		-	91,878	-	91,878
Total Financial Assets (i)		-	12,775,403	-	12,775,403
Financial Liabilities					
Payables		-	-	144,226	144,226
Other financial liabilities		-	-	8,669,458	8,669,458
Total Financial Liabilities(ii)		-	-	8,813,684	8,813,684

(i) The total amount of financial assets disclosed here excludes statutory receivables (i.e. GST input tax credit recoverable)

(ii) The total amount of financial liabilities disclosed here excludes statutory payables (i.e. Taxes payable)

NOTE 12: FINANCIAL INSTRUMENTS (cont.)

(a) Categorisation of financial instruments (cont.)

Contractual receivables at amortised cost

Sunnyside House Inc. applies AASB 9's simplified approach for all contractual receivables to measure expected credit losses using a lifetime expected loss allowance based on the assumptions about risk of default and expected loss rates. Sunnyside House Inc. has grouped contractual receivables on shared credit risk characteristics and days past due and select the expected credit loss rate based on Sunnyside House Inc's past history, existing market conditions, as well as forward looking estimates at the end of the financial year.

On this basis, Sunnyside House Inc. determines there is no expected credit loss allowance at 30 June 2021.

Liquidity risk

Liquidity risk arises from being unable to meet financial obligations as they fall due.

Sunnyside House Inc. is exposed to liquidity risk mainly through the financial liabilities as disclosed in the face of the balance sheet and the amounts related to financial guarantees. The association manages its liquidity risk by:

- close monitoring of its short-term and long-term borrowings by senior management, including monthly reviews on current and future borrowing levels and requirements
- maintaining an adequate level of uncommitted funds that can be drawn at short notice to meet its short-term obligations
- holding investments and other contractual financial assets that are readily tradeable in the financial markets and
- careful maturity planning of its financial obligations based on forecasts of future cash flows.

Sunnyside House Inc. exposure to liquidity risk is deemed insignificant based on prior periods' data and current assessment of risk. Cash for unexpected events is generally sourced from liquidation of investments and other financial assets.

The following table discloses the contractual maturity analysis for Sunnyside House Inc.'s financial liabilities. For interest rates applicable to each class of liability refer to individual notes to the financial statements.

(b) Financial risk management objectives and policies

Maturity analysis of financial liabilities as at 30 June

	Total Carrying Amount 2021 \$	Total Carrying Amount 2020 \$	Within 1 Year		1 to 5 Years		Over 5 Years	
			2021	2020	2021	2020	2021	2020
			\$	\$	\$	\$	\$	\$
Financial Liabilities								
<i>At amortised cost</i>								
Payables (i)	153,507	155,124	153,507	155,124	-	-	-	-
Accommodation Bonds	8,852,669	8,669,458	900,000	2,122,496	7,152,669	6,546,962	800,000	-
Total Financial Liabilities	9,006,176	8,824,582	1,053,507	2,277,620	7,152,669	6,546,962	800,000	-

(i) The amounts disclosed here exclude statutory amounts (e.g. GST input tax credit recoverable and tax payables).

Market risk

Sunnyside House Inc.'s exposures to market risk are primarily through interest rate risk, foreign currency risk and equity price risk. Objectives, policies and processes used to manage each of these risks are disclosed below.

Sensitivity disclosure analysis and assumptions

Sunnyside House Inc.'s sensitivity to market risk is determined based on the observed range of actual historical data for the preceding five-year period. Sunnyside House Inc.'s fund managers cannot be expected to predict movements in market rates and prices.

Interest rate risk

Fair value interest rate risk is the risk that the fair value of a financial instrument will fluctuate because of changes in market interest rates. Sunnyside House Inc. does not hold any interest-bearing financial instruments that are measured at fair value, and therefore has no exposure to fair value interest rate risk.

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Sunnyside House Inc. has minimal exposure to cash flow interest rate risks through cash and deposits, term deposits and bank overdrafts that are at floating rate.

Sunnyside House Inc.
Notes to the Financial Statements
For the year ended 30 June 2021

NOTE 13: RESPONSIBLE PERSON DISCLOSURES

The following disclosures are made regarding responsible persons for the reporting period.

Accountable Officers

Ms C. Schmierer

01/07/2020 - 30/06/2021

Remuneration of Responsible Persons

Remuneration received or receivable by responsible persons was in the range: \$220,000 - \$229,999 (\$160,000 - \$169,999 in 2019-20).

NOTE 13(a): RELATED PARTY TRANSACTIONS

Any person(s) having responsibility and authority for planning, directing and controlling the activities of the Association, directly or indirectly, including the Members of the Committee, is considered Key Management Personnel.

Key Management Personnel Compensation

	2021	2020
	\$	\$
Short term employee benefits	201,770	187,172
Post-employment benefits	16,910	16,910
Other long-term benefits	5,922	5,888
	224,602	209,970

Other Transactions of Responsible Persons and their Related Parties

No other responsible person or their related parties received any remuneration or retirement benefits during the year.

NOTE 14: REMUNERATION OF AUDITORS

Remuneration of the auditors of the Association for:

- Auditing the Financial Report

	2021	2020
	7,530	15,155
	7,530	15,155

NOTE 15: COMMITMENTS FOR EXPENDITURE

Capital commitments payable:

- within 1 year

	2021	2020
	55,500	-
	55,500	-

NOTE 16: CONTINGENT ASSETS AND CONTINGENT LIABILITIES

Sunnyside House Inc. have been named in a bequest, an interim distribution was received in the 2019/20 financial year. The association is entitled to the balance of the Estate after termination of the Testamentary Trust held for the Camperdown Turf Club or the earlier of its vesting date (75 years). Sunnyside House Inc. has a contingent asset for approximately \$1.5mil to be received in the 2095-96 financial year.

There are no known other contingent assets or contingent liabilities for Sunnyside House Inc. as at the date of this report.

NOTE 17: EVENTS AFTER THE BALANCE SHEET DATE

The Committee is not aware of any events which have occurred subsequent to balance date which would materially effect the financial statements at 30 June 2021.

NOTE 18: ASSOCIATION DETAILS

The principal place of business of the association is:

Sunnyside House Inc.
 1 Adeney Street
 Camperdown VIC 3260

SUNNYSIDE HOUSE INC.

BOARD OF MANAGERMENTS' DECLARATION

The Board of the Sunnyside House Inc. declare that, in the Board's opinion:

1. Presents a true and fair view of the financial position of Sunnyside House Inc as at 30 June 2021 and its performance for the year ended on that date in accordance with the Australian Charities and Non-for-profits Commission Act 2012, Australian Accounting Standards (including Australian Accounting Interpretations) and the Association Incorporation Reform Act (VIC) 2012.
2. At the date of this statement, there are reasonable grounds to believe that Sunnyside House Inc. will be able to pay its debts as and when they fall due.

This declaration is signed in accordance with subs 60.15(2) of the Australian Charities and Not-forprofits Commission Regulation 2013.



President
Sunnyside House Inc.



Board Member
Sunnyside House Inc.

Dated this day of 2021.

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF SUNNYSIDE HOUSE INC.

Opinion

We have audited the financial report of Sunnyside House Inc., which comprises the statement of financial position as at 30 June 2021, the statement of comprehensive income, statement of changes in equity, and the cash flow statement for year then ended, and notes to the financial statements, including a summary of significant accounting policies and statement by the board of management.

In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the Sunnyside House Inc. as at 30 June 2021, and its financial performance and its cash flows for the year then ended in accordance with the financial reporting requirements of the *Associations Incorporation Reform Act (VIC) 2012* and the *Australian Charities and Not-For-Profits Commission Act 2012*.

Basis of 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 Sunnyside House Inc. in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia, and we have 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.

Responsibilities of Management and Those Charged with Governance for the Financial Report

Management is responsible for the preparation of the financial report in accordance with the requirements of the *Associations Incorporation Reform Act (Vic) 2012* and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Sunnyside House Inc.'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 this financial report.

199 Koroit Street | PO Box 677 | Warrnambool VIC 3280
P: (03) 5562 3544 | F: (03) 5562 0689 | E: admin@mhfg.com.au
www.mclarenhunt.com.au

Liability limited by a scheme approved under Professional Standards Legislation



As part of an audit in accordance with 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 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 Sunnyside House Inc.'s internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's 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 Sunnyside House Inc.'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 Sunnyside House Inc. 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 those charged with governance 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.

Independence

In conducting our audit, we have complied with the independence requirements of Australian professional ethical pronouncements.

McLaren Hunt

McLAREN HUNT
AUDIT AND ASSURANCE

N.L. McLean

N.L. McLEAN
PARTNER

Dated at Warrnambool, 07 October 2021

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Bequests

A way to keep helping

Through the years, some people have chosen to support Sunnyside House Inc. through a bequest in their will.

Wonderful legacies and memories exist through the generosity of people who have made bequests to Sunnyside, helping us to provide continued quality care to our residents.

If you would like further information on how you can help Sunnyside through a bequest, please contact:

Chief Executive Officer

1 Adeney Street

CAMPERDOWN VIC 3260

Phone: (03) 5593 1263

Email: ceo@sunnysidehouse.com.au

Form of Bequest for inclusion in a Will

I bequeath to the Treasurer for the time being, of Sunnyside House Inc., in aid of that institution, the sum of \$ (or% of my estate) for which receipt by the Treasurer shall be sufficient discharge and direct that the aforesaid legacy shall be paid free of duty.

Signature:

Donations ...

A way to help us now

At Sunnyside House Inc. we are constantly looking for ways to enhance the quality of our residents' living environment.

Over the years, many generous donations have enabled us to offer our residents extra comforts and improvements to their lifestyle.

It is only with the support of the surrounding community that we can be confident that our residents of Sunnyside continue to benefit.

If you would like further information on how you can help Sunnyside House through a tax deductible donation, please contact:

Chief Executive Officer
1 Adeney Street
CAMPERDOWN VIC 3260
Phone: (03) 5593 1263
Email: ceo@sunnysidehouse.com.au

Donation to Sunnyside House Inc.

Chief Executive Officer

Sunnyside House Inc.

1 Adeney Street

CAMPERDOWN VIC 3260

Please enter my name on your list of Donors to Sunnyside House Inc. Enclosed herewith is a donation for the current year.

Name:

Address:

Amount:

Date:



Appreciation

This report was
presented to you with
the compliments of
the Chairman and
Board of

Sunnyside House Inc.