

2021

Annual Report



Rembrandt
Living

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Front Cover (from left):

Residents Kitty, Roger, Mary, Nelly and Theo



BOARD OF DIRECTORS



Sef van den Nieuwelaar
Chairperson



Jacques Metzer
Deputy Chairperson



John Bird
Treasurer



Joy Tol
Secretary



Sue Cantor



Etienne Scheepers



Paul Thorne



Marie Wood



Simon Brewer





Chairperson's Report

Sef van den Nieuwelaar



It is with pleasure that I provide my fourth Report as Rembrandt Living's Chairperson and that I can again report on another positive year despite the trying circumstances. 2020/21 was dominated everywhere, including at Rembrandt, by the world-wide COVID-19 pandemic. The Board kept abreast of the constant changes to the situation making key strategy decisions along the way to keep our residents, clients and staff as safe as possible. Pleasingly Rembrandt has shown itself again this year as an agile, responsive, resilient, efficient, and effective organisation.

In response to the Final Report of the Royal Commission into Aged Care Quality and Safety, the Australian Government announced it "Accepted" most of its recommendations and committed to a \$17.7 billion aged care reform package. The implications of this in 2020/21 were minimal however this will see significant changes across both home care and residential care in future years. We welcome the additional funding promised however live in hope this isn't coupled with even more compliance obligations!

From a strategy perspective we successfully completed Year 2 of our 3-Year Strategic Plan (which runs from 1 July 2019 to 30 June 2022). We look on track, despite the many distractions along the way to achieving all of the goals and objectives in this coming year, the plans' final year.

Our governance processes and systems were again constantly reviewed and improved throughout the year with many board meetings being held virtually with the assistance of Zoom. Continuing to develop professionally as individual Directors and as a group remained important. This year we commissioned the services of an external Risk Management expert to take the board through some focused governance work in the area of risk. This work focused on the 'Doreen Street project', detailed over the page.

The Board committees and groups (the Finance, Audit, Risk & Compliance Committee; Clinical Governance Committee and the Consumer Reference Group) have resulted in invaluable input to our governance processes. I take this opportunity to thank the members of these groups for their time and effort.

We again appraised our CEO Deb's performance with positive results and were fortunate to secure Deb for another 3 years with another employment contract being agreed to which runs to 31st December 2023.

Our major strategy initiative this year was the further development of the potential project of building an Assisted Living complex on Doreen Street, the land adjoining Rembrandt Court. Rembrandt spent a significant amount of time and resources assessing the feasibility of this project known as the 'Doreen Street Development.' Model development, financial analysis and market research were all completed with positive outcomes for the potential of the project with a final decision to be made in the next financial year.

Our core business units enjoyed another good year of providing excellent aged care services. Our residents, clients and their families and loved ones have all expressed their satisfaction and gratitude for the high quality of the services provided consistently across the year. Our staff also expressed their satisfaction working at Rembrandt through the annual survey with a Net Promoter score of +52 last year. Best practice in this area is considered +20 or above.

I take this opportunity to thank the Board for their commitment to our organisation, especially as volunteers their efforts are commendable. I also thank our staff for their hard work and contribution to Rembrandt Living.

After what has been a very interesting and challenging year for the aged care industry, and Rembrandt, 2021/22 is predicted to be again dominated by the enduring COVID-19 pandemic. We look forward to and I am confident 2021/22 will be another positive yet busy year at Rembrandt.

Treasurer's Report

John Bird



I am pleased to report on another satisfactory year from a financial perspective. The operating result of \$8,539 surplus was worse than budget but was achieved in an extremely challenging environment. The surplus includes a gain in the value of our hybrid investments of \$139,683 which more than offset the loss recorded in the prior year.

Whilst we received additional government funding to combat the adverse impacts of COVID-19 this was, however, insufficient to offset the full impact of the pandemic. As a consequence of the pandemic all service streams' financial 'bottom lines' were less favourable than budget.

On a bright note: in December 2020 our land and buildings, at Oaklands Park and Green Fields, were revalued (for insurance purposes) which resulted in an increase in value of \$1,271,534. This amount is reflected in our accounts and has contributed to Rembrandt Living's net equity increasing from \$7,818 million to \$9,267 million.

I am pleased to say that the Board and the Finance, Audit, Risk & Compliance (FARCC) Committee (which I Chair) have been kept fully aware of our financial situation and issues, and remained constantly vigilant in assessing our financial position. As per the enclosed General Purpose Financial Report, the following are the 2020/21 highlights from a financial perspective:

2020/21 Budget	\$174,500
2020/21 Operating Result	Surplus for the year \$8,539 * <small>* Includes: \$139,683 movement in unrealised gain on hybrid investments.</small>
2020/21 Result (as per Audited Statements)	Surplus for the year \$8,539 Add: Land & Building Revaluation \$1,271,534 Total Comprehensive Income for the year \$1,280,073
2020/21 Operating Result (excluding gain on hybrid investments)	(\$131,144)
Compared to Budget	(\$305,644)
Net Equity	\$9.267 Million Increase of \$1.280 million over prior year

Rembrandt Court missed budget by \$142,040

Primary Reasons: The COVID-19 Pandemic and increase in associated costs (eg staffing and food). This is in addition to the increasing nature of the costs of providing quality care in a residential setting.

The Rembrandt Court Kleine Café missed budget by \$17,080

Primary Reasons: The COVID-19 Pandemic and associated loss of services and corresponding income – Kleine Café was forced to be shut to visitors for weeks at a time during the year however remained open for staff.

Allied Health missed budget by \$42,234

Primary Reasons: The COVID-19 Pandemic and associated loss of services and corresponding income.

Home Care missed budget by \$104,290

Primary Reasons: The COVID-19 Pandemic and associated loss of services and corresponding income.

The independent audit was again conducted by BDO and I am pleased to say that the Audit was Unqualified (meaning there were not any issues found) and, in addition, we received positive feedback from the Auditors on our internal controls and systems.

The contribution of management and staff in the finance area, led by the Finance Manager, Joanna Strzelbicki is highly appreciated.

The Board and Finance, Audit, Risk & Compliance Committee have approved a 'stretch' budget (one which will take outstanding performance to achieve) for 2021/22 with an overall projected surplus of \$139,000. The Board have also approved a \$595,000 capital budget to further enable the continued improvement of our assets, infrastructure, facilities, and equipment.

Note, that the above budget does not include a provision for costs associated with the Doreen Street development.

I look forward to another exciting year at Rembrandt Living.





Chief Executive's Report

Deb Dutton



Firstly, I acknowledge the Rembrandt Living residents and clients that have passed away during this year and again express our condolences to their families and loved ones. The day you become a Rembrandt client or resident, you join the 'Rembrandt family' and it is never easy saying goodbye to 'family'. May they rest in peace.

As Sef said, 2020/21 was dominated by a 'new normal' thanks to the world-wide COVID-19 pandemic. This 'new normal' for Rembrandt has included everything from preparing for and managing sudden and numerous full or partial lockdowns and service interruptions to managing the associated client, resident, staff, and stakeholder fallout - all on top of an ever-changing compliance environment! We managed to do this in an efficient and effective fashion however I won't say without any new grey hairs! We should be proud of how we have handled this once-in-a-lifetime event.

The rollout of the COVID-19 vaccine was more exciting at Rembrandt Court than most places with our residents being the first in South Australia to receive their vaccine in February 2021. On top of being 'the first', Premier Steven Marshall, Health Minister Stephen Wade and Deputy Chief Medical Officer Dr Emily Kirkpatrick and dozens of media representatives were on hand to witness the event! Residents Tinie and Margje were in the spotlight and took it all in their stride as the story featuring them headlined the news bulletins on every channel that night.

Whilst the Final Report of the Royal Commission into Aged Care Quality and Safety was handed down, and the Government accepting the recommendations, only happened late in this year, the Royal Commission has changed our industry. The review and associated media coverage has led to a more educated and aware client, resident and family group even more confident to raise issues – Rembrandt welcomes this.

Again the pleasing growth within our Home Care services in Home Care Packages continued this year with the value of packages serviced by Rembrandt increasing by 57% in total. Positive partnerships with Karidis Lifestyle Living Apartments, Gannon Villages and Stocklands continued and contributed to this growth.

Our new and expanded allied health services, including group and individual sessions, both in our centres and in client's homes in the disciplines of physiotherapy, occupational therapy and massage unfortunately didn't have such a great year with COVID interrupting our services on numerous occasions. Pleasingly, our Day Respite Social Services were more

successful with clients ever eager to return after every disruption. We are very proud of these services and the contribution they are making to the wellbeing of our clients.

With this growth comes more people, more management, and more issues! Whilst some work was managed in the system improvement area (particularly that of automating our timesheets), next year will see many of these come to fruition. The addition of changes to the way home care packages are funded (now in arrears) also caused additional 'back office' work.

Despite the difficulties managing the implications of the pandemic, residential care at Rembrandt Court had another good year with best practice occupancy levels maintained again. Residents and their families remain very happy with the service we provide. Workforce issues prevailed (specifically attracting qualified and skilled care workers) however Rembrandt Court managed the significant achievement of completing the entire year without the use of agency staff! Timara will expand on this in her report later in this report.

From an organisational management perspective, we made many improvements including adopting a clinical benchmarking program called QPS (to benchmark us against other aged care providers); CompliCare (a new policies and procedures portal); and a raft of improvements following a commissioned cyber security audit.

The work associated with the potential Doreen Street project involved consultation with a wide range of stakeholders from architects to accountants and of course prospective clients. This project has the potential to be a fantastic 'value add' to our existing business whilst providing a much-needed service to people who are not ready to live in a nursing home however cannot stay in their own home.

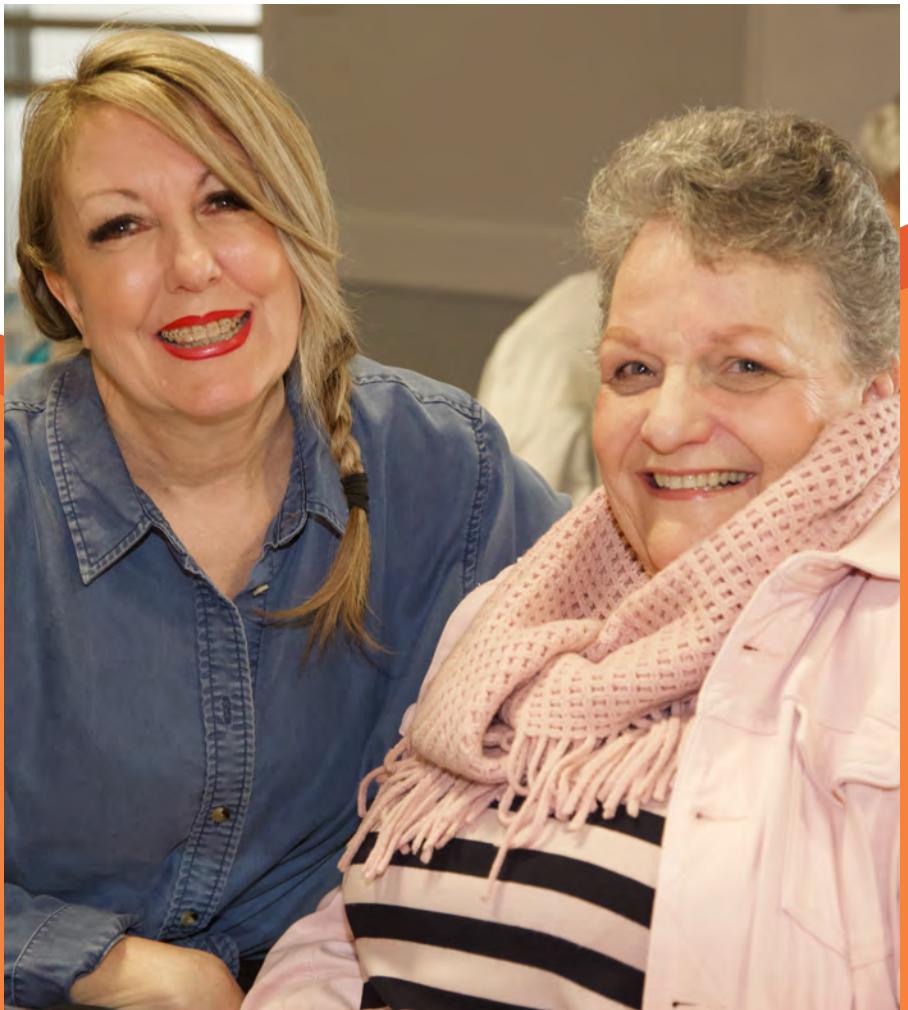
As John mentioned earlier the overall financial result was not as we had hoped, however I can assure members that all fiduciary obligations and responsibilities have been fulfilled without impacting on resident and client care. The COVID-19 Pandemic has been costly and despite the government initiatives being appreciated, the costs have outweighed this income.

Our Facebook page remains our key social media platform and the accolades continue from clients, residents, staff and families on this communication tool. We absolutely love showing family and friends what life at Rembrandt is like and with over 2000 individual followers (up again from this time last year), it is clearly well received.

Following on from my US Trip last year to learn about Teepa Snow Nicoline has led the implementation of these practices across our residential and home care services.

2021/22 is predicted to be again dominated by the enduring COVID-19 pandemic however we look forward to proudly flying the Rembrandt flag as a truly boutique yet professional aged care provider who really does #loveoldies

In closing, I say a sincere thank you - Rembrandt would not exist without the invaluable support and dedication of its Directors, staff and volunteers whose care and dedication to our organisations' residents and clients is admirable. I do have the best job in the world – being able to play a small part in the lives of our much-loved clients and residents as they age is a privilege I don't take lightly – looking forward to next year!



Home Care Services Report

Tracey Murray



It is with pleasure that I provide my third Annual Report as General Manager of our Home Care Services – it has been another busy year! We are very proud of our achievements, and I thank our dedicated and committed group of staff and volunteers for their ongoing commitment to our clients, particularly throughout the COVID-19 Pandemic.

As Deb mentioned earlier, we have again had significant growth across our Home Care Packages, both in the number of Home Care Packages and levels of packages that have been assigned to our clients. At the end of the financial year, we were managing 211 Home Care Packages (up from 125 this time last year), a significant (57%) increase in total value. This is the third year in a row we have had such momentous growth - in the midst of a worldwide pandemic this is a quite an achievement, and we couldn't be prouder.

The Commonwealth Home Support Program (CHSP), the entry-level for home care client services, was successfully rolled out with all funds being fully expended (including an underspend from the previous year) across our ever-increasing client group. This was at times difficult due to the issues created by the numerous shutdowns caused by the COVID-19 pandemic.

Our Allied Health Services launched last year, and whilst popular, were severely affected by the pandemic with the stop-start-stop nature of our classes in particular. We expanded our services to include Day Respite and this seemed even more popular than exercising!

Our staff and clients' wellbeing and safety remained paramount which saw us constantly communicating and educating staff and clients alike, whilst identifying clients at risk and in their deterioration we provided much reassurance and care. Our staff continue to make welfare checks on our clients to ensure that they are feeling safe and well supported during these unprecedented times.

Excitingly we have spent time preparing for the launch next year of an electronic time and appointment management system making our mobile workforce more efficient.

Again many of our Home Care clients transitioned to permanent care at Rembrandt Court due to the trusting rapport that we have built with our clients and families.

This provides a seamless transition for our clients if their care needs become too high and they are no longer able to sustainably live in their own homes. This continuum of care is invaluable and gives families peace of mind that their loved ones are in good hands.

We are hoping that 2021/22 sees our growth continue however maybe slightly more steady – rest assured we don't have any aspirations to become a large provider but the best!





Residential Services Report

Timara Poulish



I am pleased to report on another good, yet busy, year at Rembrandt Court. I am proud of the services we provide all with a 'gezellig' undertone where our home is warm and welcoming, and residents and staff are family like!

As reported last year, in the early days of the pandemic we came up with the idea to challenge the aged care norm and attempt to make Rembrandt Court an Agency Staff Free workforce! Well, here we are, another year down the track and we have retained this – what was a short-term idea initiated at the start of the pandemic to help keep our residents safe from COVID-19. Who said this couldn't be done in aged care?

It is lots of hard work for those filling shifts (at all times of the night and day) and also for the dedicated staff that have taken on extra shifts (sometimes when they have not wanted to) to fill any gaps. The continuity of care our residents get from people they know as a result of this is something we are proud of.

Yes the pandemic has made our new 'business as usual' harder than it was before. We have had to navigate an ever-moving compliance environment (some weeks with several different SAPOL Directives to comply with) on top of ensuring our residents (and their families) and staff were coping too. I am pleased to say being a small boutique organisation worked in our favour with our agility coming to the fore. Whilst everyone was not happy all of the time we managed to keep them happy most of the time!

Despite the pandemic Rembrandt Court has continued to provide high quality care and services to all residents throughout this year. Ongoing feedback, quality data and survey results indicate staff, residents and families have remained satisfied. Despite our reaccreditation with the Aged Care Quality & Safety Commission being due during this year, the pandemic has meant an extension of our licence was granted and we still wait for the audit!

After completing her 12-month contract Lisa, our Clinical Coordinator decided to not take on another contract doing this work. Lisa continued on with her ACFI and other RN work and we recruited a full-time Clinical Nurse. Parisa started in this role in May and is doing really well.

Resulting from an increase in residents' needs we launched a new Registered Nurse Model in our Magnolia House where many of the residents live with severe dementia. This model has a dedicated nurse in the house during day and afternoon shifts improving the continuity of care.

Maintaining an experienced workforce was again an issue and thus two different initiatives were launched this year: (1) Mentor Program (where new staff are put through a 6 week onsite course) and (2) Masters of Rembrandt (an annualised training of staff across the service in an internally facilitated full-day interactive program). These programs are yielding rewards with staff retention up!

I am looking forward to 2021/22 and our contribution to the lives of our residents. I would like to take this opportunity to thank the residential staff and volunteers for their inspirational passion and dedication to our residents.

Finance & Business Operations Report

Joanna Strzelbicki



I present this report on behalf of the team that provide our Residential and Home Care Services Teams with the corporate functions they need – including reception, administration, quality assurance, finance and payroll services, work health and safety, risk management, human resource services and information technology (IT) services.

I am pleased to advise we have continued to provide a consistent and high-quality service throughout a trying year thanks to COVID-19.

Finance had another busy year. As mentioned by John earlier we had our external financial audit conducted by aged care specialists, BDO, and we again, pleasingly, received an Unqualified Audit. We have continued our relationship with Stewart Brown Chartered Accountants and have again utilized their professional finance and corporate governance advice.

The continued strong growth in our home care package numbers and levels has again increased the demand for financial services. I am pleased to report that our Finance team is working well together and continuing to support residential and home care services teams.

Information Technology (IT) again was busy this year with lots of work associated with the Cyber Safety Audit Deb mentioned earlier. Paul has done a brilliant job keeping our computers working together with lots of additional work associated with staff members working remotely due to the pandemic.

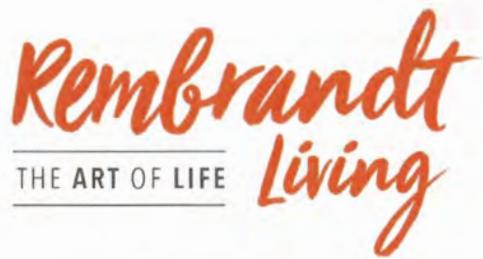
In the Human Resources area, we introduced over 50 new staff to the organisation, with our grand total climbing to over 200 staff (up from 189 this time last year). Our staffing numbers are steadily growing to meet demands across home care and residential services.

We currently have 16 Dutch-speaking staff, and the remainder speak a combined total of 23 different languages. Recruitment has been very difficult in the current climate, as experienced staff are very hard to attract, and this has placed a burden on existing staff with new staff being quite new to the industry.

From a training perspective, staff have undertaken over 2,562 hours, representing a 35% increase from last year of either online or face to face training during the period, which equates to approximately 1% of total hours.

Thank you to my team for their ongoing support and I, too, look forward to an exciting 2021/22.





Rembrandt Living Incorporated

ABN 84 438 069 700

FINANCIAL REPORT - 30 JUNE 2021

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REMBRANDT LIVING INC.
ABN 84 438 069 700

FINANCIAL REPORT - 30 JUNE 2021

DIRECTORS' REPORT

Rembrandt Living Inc. is incorporated in South Australia as an association under the *Incorporations Association Act 1985* and is registered as a charity under the *Australian Charities and Not-for-profits Commission Act 2012*.

The Directors present the report on Rembrandt Living Inc. for the financial year ended 30 June 2021 and report as follows:

DIRECTORS: The names of and other information on the Directors in office during or since the end of the year are as follows. The Directors were in office for this entire period unless otherwise stated.

Sef van den Nieuwelaar	Chair
<i>Year appointed</i>	2016 and appointed Chair 8/11/17
<i>Board Sub- Committee</i>	Member - Finance, Audit, Risk & Compliance Committee
Jacques Metzer	Deputy Chair
<i>Year appointed:</i>	2011 and appointed deputy chair in November 2015
<i>Board Sub- Committee</i>	Member - Finance, Audit, Risk & Compliance Committee
John Bird	Treasurer
<i>Year appointed:</i>	2012 and appointed treasurer in 2012
<i>Board Sub- Committee</i>	Chair - Finance, Audit, Risk & Compliance Committee
Joy Tol	Director
<i>Year appointed:</i>	2016 and appointed Secretary January 2017
<i>Board Sub-Committee</i>	Clinical Governance Committee
Etienne Scheepers	Director
<i>Year appointed:</i>	2016
Paul Thorne	Director
<i>Year appointed</i>	2017
Marie Wood	Director
<i>Year appointed</i>	January 2019
<i>Board Sub- Committee</i>	Chair – Customer Reference Group
Simon Brewer	Director
<i>Year appointed</i>	January 2019
Suzanne Cantor	Director
<i>Year appointed</i>	May 2020
<i>Board Sub- Committee</i>	Member – Clinical Governance Committee

REMBRANDT LIVING INC.
ABN 84 438 069 700

FINANCIAL REPORT - 30 JUNE 2021

DIRECTORS' REPORT

PRINCIPAL ACTIVITY

To establish, provide and administer aged care accommodation and support services for the welfare and enhancement of quality of life of aged persons or people with a disability (or their carers) in South Australia.

SIGNIFICANT CHANGES

There were no significant changes in the nature of the organization's activities during the year.

OPERATING RESULT

The operating surplus of the association for the financial year amounted to \$8,539 [2020 Surplus: \$83,563]. The association is a not-for-profit entity and is exempt from the payment of income tax.

During the financial year no officer of the Association, nor firm of which an officer is a member, nor a body corporate in which the officer has a substantial financial interest, has received or become entitled to receive a benefit as a result of a contract between an officer, firm or corporate of the association.

No officer of the Association has received directly or indirectly from the Association any payment or other pecuniary value, other than in the case of officers employed by the Association.

MEETINGS OF DIRECTORS

The name of Directors holding office during or since the end of the financial year and the number of meetings each Director was eligible to attend and actually attended during the financial year is summarised as follows:

Directors	Eligible to Attend	Board (11)	FARC (5)	CGC (4)	CRF (4)	Total Attendance
Sef van den Nieuwelaar	16	11	5			16
Jacques Metzer	16	10	5			15
John Bird	16	9	5			14
Joy Tol	15	10		4		14
Etienne Scheepers	11	8				8
Paul Thorne	11	8				8
Marie Wood	15	10			4	14
Simon Brewer	11	9				9
Suzanne Cantor	15	10		3		13

INDEPENDENCE DECLARATION

The auditor's independence declaration as required under subdivision 60-C section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* for the year ended 30 June 2021 has been received and can be found on the following page, which forms part of the Directors' Report.

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


Sef van den Nieuwelaar
Chairperson


Jacques Metzer
Deputy Chair

Oaklands Park, 29th September 2021



DECLARATION OF INDEPENDENCE UNDER SECTION 60-40 OF THE AUSTRALIAN
CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012

BY ANDREW TICKLE

TO THE RESPONSIBLE ENTITIES OF REMBRANDT LIVING INC

As lead auditor of the Rembrandt Living Inc for the year ended 30 June 2021, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in blue ink that reads "Andrew Tickle".

Andrew Tickle

Director

BDO Audit (SA) Pty Ltd

Adelaide, 12 October 2021

REMBRANDT LIVING INC.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2021

	Note	2021 \$	2020 \$
Revenue	4	14,251,411	12,836,912
Other income	4	(31,006)	(4,591)
		<u>14,220,405</u>	<u>12,832,321</u>
Expenses			
Accommodation expenses		(257,409)	(290,353)
Administration and other expenses		(716,743)	(542,307)
Depreciation and amortisation	5	(896,580)	(857,116)
Finance Costs		(516,576)	(624,324)
Hotel services expenses		(495,469)	(430,890)
Resident and client expenses		(1,458,026)	(1,260,812)
Salaries and employee benefits		(9,673,098)	(8,518,923)
Utilities		(197,964)	(224,034)
		<u>(14,211,866)</u>	<u>(12,748,758)</u>
Surplus for the year		8,539	83,563
Other comprehensive income		<u>1,271,534</u>	<u>-</u>
Total comprehensive income for the year		<u>1,280,073</u>	<u>83,563</u>

The accompanying notes form part of these financial statements

REMBRANDT LIVING INC.

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021

		2021	2020
	Note	\$	\$
ASSETS			
Cash and cash equivalents	6	6,747,091	4,832,609
Trade and other receivables	8	560,192	200,184
Investments	7	2,871,426	2,731,742
Property, plant and equipment	9	<u>17,324,790</u>	<u>16,695,257</u>
TOTAL ASSETS		<u>27,503,499</u>	<u>24,459,793</u>
LIABILITIES			
Trade and other payables	10	1,426,860	1,351,222
Borrowings expected to be paid within 12 months	11	238,500	238,500
Refundable loans expected to be paid within 12 months	12	2,593,466	2,244,047
Provisions expected to be paid within 12 months	13	677,738	528,919
Borrowings expected to be paid after 12 months	11	2,881,875	3,120,375
Refundable loans expected to be paid after 12 months	12	10,373,865	8,976,189
Provisions expected to be paid after 12 months	13	<u>44,494</u>	<u>13,912</u>
TOTAL LIABILITIES		<u>18,236,798</u>	<u>16,473,165</u>
NET ASSETS		<u>9,266,701</u>	<u>7,986,628</u>
EQUITY			
Accumulated funds		4,024,137	4,015,598
Reserves	14	<u>5,242,564</u>	<u>3,971,030</u>
TOTAL EQUITY		<u>9,266,701</u>	<u>7,986,628</u>

The accompanying notes form part of these financial statements

REMBRANDT LIVING INC.

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2021

	Accumulated Funds \$	Asset Revaluation Reserve \$	Grants \$	Total \$
Balance at 1 July 2019	3,932,035	3,971,030	-	7,682,825
Comprehensive income				
Surplus for the year	83,563	-	-	83,563
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	83,563	-	-	83,563
 Balance at 30 June 2020	 4,015,598	 3,971,030	 -	 7,986,628
 Balance at 1 July 2020	 4,015,598	 3,971,030	 -	 7,986,628
Comprehensive income				
Surplus for the year	8,539	-	-	8,539
Other comprehensive income	-	1,271,534	-	1,271,534
Total comprehensive income for the year	8,539	1,271,534	-	1,280,073
 Balance at 30 June 2021	 4,024,137	 5,242,564	 -	 9,266,701

The accompanying notes form part of these financial statements

REMBRANDT LIVING INC.

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2021

	Note	2021	2020
		\$	\$
Operating Cash Flows			
Receipts from customers and government		13,563,732	12,394,438
Payments to suppliers and employees		(12,953,558)	(11,134,983)
Allowable deductions from Bonds		(25,899)	(46,551)
Interest received		130,752	190,440
Finance costs (interest paid)		(25,871)	(60,164)
<i>Total Operating Cash Flows</i>		689,155	1,343,181
Investing Cash Flows			
Proceeds from sale of property, plant and equipment		23,636	-
Purchase of property, plant and equipment			
Residential Aged Care (excl Retirement Living)		(309,221)	(445,600)
Purchase of investments		-	(1,000,000)
<i>Total Investing Cash Flows</i>		(285,585)	(1,445,600)
Financing Cash Flows			
Accommodation bonds/refundable deposits received		3,395,470	3,253,006
Accommodation bonds/refundable deposits/entry contributions (refunded)		(1,646,058)	(3,028,568)
Repayment of borrowings		(238,500)	(238,500)
<i>Net cash flows from financing activities</i>		1,510,912	(14,063)
Net increase (decrease) in cash and cash equivalents		1,914,482	(116,482)
Cash and cash equivalents at the beginning of the financial year		4,832,609	4,949,092
Cash and cash equivalents at the end of the financial year	6	6,747,091	4,832,609

The accompanying notes form part of these financial statements

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Note 1 – Reporting entity

The financial report includes the financial statements and notes of Rembrandt Living Inc. is incorporated under the *Associations Incorporation Act (SA) 1985* and the *Australian Charities and Not-for-profits Commission Act 2012* and is domiciled in Australia.

The financial statements were approved by the Board of Directors on 29th September 2021.

Note 2 - Basis of preparation

Rembrandt Living Inc. adopted Australian Accounting Standards - Reduced Disclosure Requirements as set out in AASB 1053: *Application of Tiers of Australian Accounting Standards* and AASB 2010-2: *Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirement*.

These financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Reduced Disclosure Requirements, the *Associations Incorporation Act (SA) 1985*, the *Australian Charities and Not-for-profits Commission Act 2012* and the *Australian Charities and Not-for-profits Commission Regulation 2013*. The association is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions.

Basis of measurement

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.

Comparatives

Where required by Accounting Standards comparative figures have been adjusted to conform to changes in presentation for the current financial year. Where the association has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

Critical accounting estimates and judgements

The Directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the association.

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.

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Note 2 - Basis of preparation (continued)

Estimation of useful lives of assets

The estimation of the useful lives of assets has been based on historical experience as well as manufacturers' warranties (for plant and equipment) and turnover policies (for motor vehicles). In addition, the condition of the assets is assessed at least once per year and considered against the remaining useful life. Adjustments to useful lives are made when considered necessary.

Presentation of statement of financial position on a liquidity basis

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

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

Note 3 - Significant accounting policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The incorporated association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the incorporated association.

Income tax

Rembrandt Living Inc. is a not-for-profit Charity & Public Benevolent Institution and is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

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 presented 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.

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Note 3 - Significant accounting policies (continued)

Revenue recognition

The incorporated association recognises revenue as follows:

Revenue from contracts with customers

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

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

Donations

Donations are recognised at the time the right to receive payment is established.

Grants

Grant revenue is recognised in profit or loss when the incorporated association satisfies the performance obligations stated within the funding agreements.

If conditions are attached to the grant which must be satisfied before the incorporated association is eligible to retain the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Interest

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

Other revenue

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

Volunteer services

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

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Note 3 - Significant accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of twelve months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts. Bank overdrafts are shown within trade and other payables in current liabilities on the statement of financial position.

Trade receivables

For all sources of recurrent income, trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less provision for doubtful debts.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for impairment in relation to doubtful receivables is established when there is objective evidence that the association will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in the statement of profit or loss and other comprehensive income.

Property, plant and equipment

Recognition and measurement

Each class of property, plant and equipment other than land and buildings is carried at cost less, where applicable, any accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the statement of profit or loss and other comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

Subsequent costs

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 charged to the statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

Property

Land and buildings are carried at fair value, less depreciation on buildings and impairment losses. The carrying amount of land and buildings is reviewed annually by the Directors to ensure that it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets' employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Note 3 - Significant accounting policies (continued)

Property, plant and equipment (continued)

Plant and equipment

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

Depreciation and amortisation

The depreciable amount of all property, plant and equipment including buildings held at cost and capitalised lease assets, but excluding freehold land, is depreciated on a straight line or diminishing value basis over the asset's useful life to the association commencing from the time the asset is held ready for use.

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

Buildings	4%
Furniture and equipment	4 - 40%
Motor vehicles	12.5 - 18.75%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Impairment of assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are compared at the lowest levels for which there are separately identifiable cash flows (cash generating units).

Investments and other financial assets

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

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

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Note 3 - Significant accounting policies (continued)

Investments and other financial assets (continued)

Financial assets at fair value through profit or loss

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

Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the association during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. The carrying amount of trade and other payables is deemed to reflect fair value.

Employee benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled. Employee benefits payable later than one year 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 not satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result, and that outflow can be reliably measured. Provisions recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the statement of profit or loss and other comprehensive income over the period of the borrowings using the effective interest method. Fees paid on the establishment of the loan facilities are recognised in the statement of profit or loss and other comprehensive income when they are incurred.

Refundable accommodation deposits and resident accommodation bonds

Refundable accommodation deposits and resident accommodation bonds are non-interest bearing deposits made by aged care facility residents to the entity upon their admission. Refundable accommodation deposits are measured at their principal amount less any other amounts deducted from the deposit at the election of the resident. Accommodation bonds are measured at the principal amount net of any retentions or any other amounts deducted from the bond at the election of the resident.

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Note 3 - Significant accounting policies (continued)

Fair value of assets and liabilities

The association measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard. Fair value is the price the entity would receive to sell an asset or would have to pay to transfer a liability in an orderly (ie unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (ie the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (ie the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use. The fair value of liabilities and the entity's own equity instruments (excluding those related to share-based payment arrangements) may be valued, where there is no observable market price in relation to the transfer of such financial instruments, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	\$	\$
Note 4 - Revenue		
Operating revenue		
Government Subsidies	6,129,221	5,793,374
Resident fees and charges	1,895,182	1,889,418
Home Care & community fees and charges	3,885,229	2,873,798
Resident accommodation payments	426,862	446,965
Rental Revenue on Resident Refundable Loans	490,705	564,160
	<u>12,827,199</u>	<u>11,567,715</u>
Other revenue		
Interest income	114,780	183,683
Unrealised Gain (Loss) on Investments	139,684	(111,893)
Grants	1,057,487	1,029,149
Other revenue	112,261	168,258
	<u>1,424,212</u>	<u>1,269,197</u>
<i>Total revenue</i>	<u>14,251,411</u>	<u>12,836,912</u>
Other income		
Net gain / (loss) on disposal of property, plant and equipment	(31,006)	(4,591)
<i>Total other income</i>	<u>(31,006)</u>	<u>(4,591)</u>
<i>Total revenue and other income</i>	<u>14,220,405</u>	<u>12,832,321</u>

Note 5 - Expenses

Depreciation and amortisation		
Buildings	650,412	635,951
Plant and equipment	230,311	205,602
Motor vehicles	15,857	15,563
<i>Total depreciation and amortisation</i>	<u>896,580</u>	<u>857,116</u>

Note 6 - Cash and cash equivalents

Cash at bank and on hand	4,247,091	2,332,609
Deposits at call	2,500,000	2,500,000
<i>Total cash and cash equivalents</i>	<u>6,747,091</u>	<u>4,832,609</u>

Note 7 - Investments

Long Term investments	2,871,426	2,731,742
<i>Total investments</i>	<u>2,871,426</u>	<u>2,731,742</u>

Long Term Investments include convertible notes bearing interest rates at 3 month bill rate plus interest between 3.0% and 4.15% with maturity dates between April 2027 and September 2030.

The accompanying notes form part of these financial statements

REMBRANDT LIVING INC.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
Note 8 - Trade and other receivables		
<u>Expected to be recovered within 12 months</u>		
Trade receivables	39,626	24,590
Provision for impairment	-	-
	<u>39,626</u>	<u>24,590</u>
GST receivable	80,155	24,379
Interest receivable	5,024	20,995
Other receivables	40,129	101,720
Prepayments	395,258	28,500
<i>Total trade and other receivables</i>	<u>560,192</u>	<u>200,184</u>

Note 9 - Property, plant and equipment

	Land	Buildings	Furniture, Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
At 30 June 2020					
Cost or Fair Value	2,900,000	16,216,219	2,019,617	152,763	21,288,599
Accumulated depreciation		(3,445,328)	(1,071,502)	(76,512)	(4,593,342)
<i>Net carrying amount</i>	<u>2,900,000</u>	<u>12,770,891</u>	<u>948,115</u>	<u>76,251</u>	<u>16,695,257</u>
Capital Works in Progress					-
TOTAL					<u>16,695,257</u>
Movements in carrying amounts					
Net carrying amount at 1 July 2020	2,900,000	12,770,891	948,115	76,251	16,695,257
Additions	-	9,856	140,457	50,917	201,230
Disposals	-	-	(5,094)	(49,548)	(54,642)
Depreciation charge for the year	-	(650,412)	(230,311)	(15,857)	(896,580)
Revaluation	1,130,000	141,534	-	-	1,271,534
Net carrying amount at 30 June 2021	<u>4,030,000</u>	<u>12,271,869</u>	<u>853,167</u>	<u>61,763</u>	<u>17,216,799</u>
At 30 June 2021					
Cost or Fair Value	4,030,000	16,367,609	2,154,980	154,132	22,706,721
Accumulated depreciation		(4,095,740)	(1,301,813)	(92,369)	(5,489,922)
<i>Net carrying amount</i>	<u>4,030,000</u>	<u>12,271,869</u>	<u>853,167</u>	<u>61,763</u>	<u>17,216,799</u>
Capital Works in Progress					107,991
TOTAL					<u>17,324,790</u>

Land & Buildings are shown at fair value following valuation at December 2020

The accompanying notes form part of these financial statements

REMBRANDT LIVING INC.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
Note 10 - Trade and other payables		
<u>Expected to be payable within 12 months</u>		
Trade payables	218,877	188,189
Home care package funds	721,699	629,500
Other payables	486,284	533,534
<i>Total trade and other payables</i>	<u>1,426,860</u>	<u>1,351,222</u>
Note 11 - Borrowings		
Expected to be payable within 12 months (ZRIL Loan)		
	238,500	238,500
Expected to be payable after 12 months (ZRIL Loan)	2,881,875	3,120,375
<i>Total borrowings</i>	<u>3,120,375</u>	<u>3,358,875</u>
Note 12 - Refundable loans		
<u>Expected to be payable within 12 months</u>		
Refundable accommodation deposits and accommodation bonds	2,593,466	2,244,047
	<u>2,593,466</u>	<u>2,244,047</u>
<u>Expected to be payable after 12 months</u>		
Refundable accommodation deposits and accommodation bonds	10,373,865	8,976,189
	<u>10,373,865</u>	<u>8,976,189</u>
<i>Total refundable loans</i>	<u>12,967,331</u>	<u>11,220,236</u>
(a) Movement in refundable accommodation deposits and accommodation		
Opening carrying amount	11,220,236	10,990,800
<i>Add (less)</i>		
New accommodation deposits received	3,395,470	3,253,005
Interest on Terminations	23,582	51,550
Retention from bonds	-	-
Other allowable deductions	(25,899)	(46,551)
Accommodation deposits and bonds refunded	(1,646,058)	(3,028,568)
Closing carrying amount	<u>12,967,331</u>	<u>11,220,236</u>
(b) Terms and conditions		

Refundable accommodation deposits and accommodation bonds (loans) are repayable on the following basis:-

- (i) If the resident gives notice more than 14 days prior to departure then the loan is payable on the date of departure;
- (ii) If the resident gives notice less than 14 days prior to departure the loan is payable within 14 days after notice is given;
- (iii) If the resident gives no notice the loan is repayable 14 days after departure; and
- (iv) If the resident dies, the loan is repayable within 14 days from the date that notice is received of the granting of probate or letters of administration.

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

	2021	2020
	\$	\$
<u>Note 13 - Provisions</u>		
<u>Expected to be payable within 12 months</u>		
Employee entitlements - annual leave	397,196	309,812
Employee entitlements - long service leave	227,715	179,498
Employee entitlements - on-costs on annual leave	52,827	39,609
	<u>677,738</u>	<u>528,919</u>
<u>Expected to be payable after 12 months</u>		
Employee entitlements - long service leave	44,494	13,912
	<u>44,494</u>	<u>13,912</u>
<i>Total provisions</i>	<u>722,232</u>	<u>542,831</u>

Note 14 - Reserves

Asset Revaluation Reserve	5,242,564	3,971,030
<i>Total reserves</i>	<u>5,242,564</u>	<u>3,971,030</u>

Nature and purpose of reserves

The asset revaluation reserve is maintained in respect to the revalued amount of the group's non-current assets.

Note 15 - Contingent liabilities

At balance date the association is not aware of the existence of any contingent liability.

Note 16 - Events occurring after balance date

No significant events have occurred after balance date.

Note 17 - Commitments

The association has no capital commitments at balance date.

Note 18 - Key management personnel

Remuneration of key management personnel

The aggregate amount of compensation paid to directors and other key management personnel during the year was:

577,619 543,012

Directors work on a voluntary basis and do not receive compensation for their time. Directors receive reimbursement for out-of-pocket expenses only.

The accompanying notes form part of these financial statements

REMBRANDT LIVING INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Note 19 - Related party transactions

There were no related party transactions during the year.

Note 20 - Economic dependency

The association considers that it is economically dependent on revenue received from the Commonwealth Government Department of Social Services with respect to its residential aged care facilities and community care programs. The Directors believe that this revenue will continue to be made available to the association for the foreseeable future.

The total amount of recurrent government funding received during the financial year was \$9,735,017 (2020: \$8,595,497) and this represented 68% of total revenue.

Note 21 - Association details

The principal place of business of the association is:

Rembrandt Living Incorporated

1 Madras Street

Oaklands Park SA 5046

The accompanying notes form part of these financial statements

REMBRANDT LIVING INC.
ABN 84 438 069 700

FINANCIAL REPORT - 30 JUNE 2021

COMMITTEE'S STATEMENT

The Directors of Rembrandt Living Incorporated declare that:

1. The financial statements, which comprises the statement of financial position as at 30 June 2021, and the statement of comprehensive profit or loss and other income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes are in accordance with the *Associations Incorporation Act (SA) 1985*, the *Australian Charities and Not-for-profits Commission Act 2012* and the *Australian Charities and Not-for-profits Commission Regulation 2013* and:
 - (a) comply with Australian Accounting Standards - Reduced Disclosure Requirements; and
 - (b) give a true and fair view of the financial position and performance of the association during and at the end of the financial year of the association ending 30 June 2021.
2. In the opinion of the Directors there are reasonable grounds to believe that the association will be able to pay its debts as and when they become due and payable.

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



Sef van den Nieuwelaar
Chairperson



Jacques Metzer
Deputy Chair

Oaklands Park, 29th September 2021



INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF REMBRANDT LIVING INC

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Rembrandt Living Inc (the registered entity), which comprises the statement of financial position as at 30 June 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the **committee's statement**.

In our opinion the accompanying financial report of Rembrandt Living Inc, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) **Giving a true and fair view of the registered entity's financial position as at** 30 June 2021 and of its financial performance for the year ended on that date; and
- (ii) Complying with Australian Accounting Standards - Reduced 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 are independent of the registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards **Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)** (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other information

Those charged with governance are responsible for the other information. The other information **obtained at the date of this auditor's report is information included in the registered entity's directors' report, 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 on the other information obtained prior to the date of this **auditor's report, 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 responsible entities for the Financial Report

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Reduced Disclosure Requirements and the ACNC Act, and for such internal control as the responsible entities 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, responsible entities are responsible for assessing the registered entity'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 responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the registered entity'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 the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:
http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.



BDO Audit (SA) Pty Ltd



Andrew Tickle

Director

Adelaide, 12 October 2021

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