

2022
Annual

REPORT

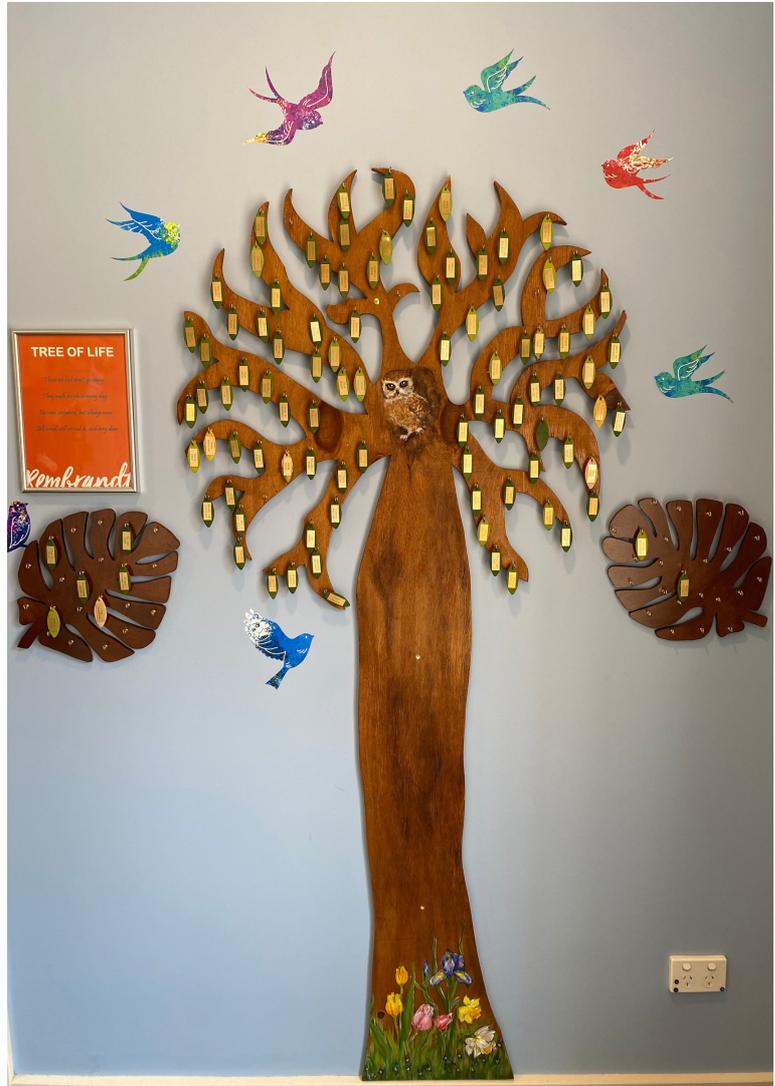
*Rembrandt
Living*

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Front Cover (from left):

Rembrandt Court Residents: Kata and Mihalina
enjoying a visit from some miniature horses!



Board Of Directors



Sef van den Nieuwelaar
Chairperson



Jacques Metzger
Deputy Chairperson



John Bird
Treasurer



Joy Tol
Secretary



Sue Cantor



Etienne Scheepers



Paul Thorne



Marie Wood



Simon Brewer



Rembrandt



Chairperson's Report

Sef van den Nieuwelaar

With pleasure I provide my 5th Report as Rembrandt Living's Chairperson and I am pleased to give account of another positive year despite the trying circumstances - 2021/22 was again dominated by the world-wide COVID-19 pandemic. The Board remained abreast of the constant changes and challenges we were confronted with by 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, effective and caring organisation.

Significantly for aged care, industry-wide reform actions from the Royal Commission into Aged Care Quality and Safety began to be rolled out by the Australian Government. Whilst welcomed, this put extra strain on our stretched resources, however as an organisation we coped well. The various operational reports will go into more detail on this.

From a strategy perspective we successfully completed our third and final year of our 3-Year Strategic Plan, which ran from 1 July 2019 to 30 June 2022. Despite the many distractions along the way we managed to "Achieve" or "Mostly Achieve" all of the goals and objectives. As to not 'rest on our laurels' we spent some significant time this year on developing a new Strategic Plan. In April 2022 we commissioned the services of an external expert to guide the board through this process. The new plan is ambitious and aims to set Rembrandt up for the future. Please see our website for our new Strategic Plan.

Our governance processes and systems were again constantly reviewed and improved throughout the year with all board meetings attended by Directors virtually, with the assistance of Zoom. Continuing to develop professionally as individual Directors and as a group also remained important with numerous professional development sessions held. In July 2021 we commissioned the services of Fiona Mercer from GovernWith Solutions to conduct a Governance Review identifying strengths as well as opportunities for development. Completion of this review provided an aggregate heat map which promoted internal discussion on various areas of our governance framework.

The Board committees and groups (the Finance, Audit, Risk & Compliance Committee; Clinical Governance Committee and the Consumer Reference Group) have yielded invaluable input to our governance processes. As a result of our work on the possible Doreen Street development opportunity, we established an additional board committee in August 2021, the Capital Works and Infrastructure Committee which is Chaired by Director Paul Thorne. I take this opportunity to thank the members of all groups for their time and effort.

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. Despite

Rembrandt spending a significant amount of time and resources assessing the feasibility of this project, due to issues with the pandemic, we were unfortunately advised by the Development Consortium that they would not be continuing discussions with us at this time. We are still hopeful for this decision to somehow be reversed next 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 +47 this 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; their efforts are commendable. I also thank our staff for their hard work and contributions to Rembrandt Living.

After what has been a very interesting and challenging year for the aged care industry, and Rembrandt, 2022/23 will hopefully see it less influenced by the enduring COVID-19 pandemic. We look forward to, and I am confident, 2022/23 will be another positive yet busy year at Rembrandt.



Treasurer's Report

John Bird

I am pleased to report on another satisfactory yet challenging year for Rembrandt Living from a financial perspective. The overall operating result of a \$354,693 surplus was better than budget by \$215,693. This is particularly pleasing given it was achieved in an extremely challenging environment. I must however report that this surplus was achieved thanks to the Home Care department which recorded a surplus of \$898,578, compensating for the residential department which achieved a deficit of \$543,885.

As per the enclosed General Purpose Financial Report our 2021/22 financial results in summary:

2021/22 Budget	Surplus \$139,000
2021/22 Result	Surplus \$354,693 * * Includes: (\$110,016) in unrealised loss on hybrid investments
Compared to Budget	\$215,693 better than budget
Residential Result	Deficit (\$543,885) * * Includes Café deficit of \$13,388
Home Care Result	Surplus \$898,578
Net Equity	\$9,621 Million Increase of \$354,000 over prior year

The disappointing residential result directly reflects the financial implications of the COVID-19 pandemic in the residential-care setting. Whilst we received additional government funding to assist in the costs of our COVID-19 outbreaks this was, however, insufficient to offset the full impact of the pandemic. Staff costs were significantly higher than expected (due to staff on sick leave with COVID, staff accessing our Paid Pandemic Leave, staff covering shifts for staff with COVID and extra cleaning shifts) and other 'outbreak avoidance' costs (including masks, Rapid Antigen Tests, gowns and face shields). As a consequence, all expense lines were less favourable than budget. The Cafe being closed in an 'on and off' fashion for significant periods of time also added to the unavoidable costs.

As the result suggests, the Home Care department had a very successful financial year, increased income and subsequent expenditure resulting in a significantly better than budget result.

I am pleased to say that the Board and the Finance, Audit, Risk & Compliance (FARC) Committee (which I Chair) have been kept fully aware of our financial situation and issues, and remained constantly vigilant in assessing our financial position.

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 relating to our internal controls and systems.

Notwithstanding the excellent relationship Rembrandt Living has enjoyed with BDO over the last seven years, and, in keeping with good financial practice and governance, we recently went to tender for the provision of audit services. Following a detailed review, the Board approved the awarding of the tender to HLB Mann Judd, an organisation with significant experience in aged care finances.

The contribution of management and staff in the finance area, led by the Finance Manager, Joanna Strzelbicki is highly appreciated, and I take this opportunity to say thank you.

The Board and Finance, Audit, Risk & Compliance Committee have approved another 'stretch' budget (one which will take outstanding performance to achieve) for 2022/23 with an overall projected surplus of \$378,000. The Board has also approved a \$454,000 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.



Rembrandt







Chief Executive's Report

Deb Dutton

Firstly, I acknowledge the Rembrandt Living residents and clients that have passed away during this year and again send our condolences to their 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 above, this year was again, unfortunately dominated by the world-wide COVID-19 pandemic. This 'new normal' way of life for Rembrandt included three COVID-19 outbreaks at Rembrandt Court; many individual cases among our Home Care clients and also within our staff. Luckily the illness suffered was manageable and everyone recovered.

On top of dodging COVID, we managed to navigate the ever-changing regulatory environment associated with the pandemic including mandated COVID-19 vaccinations for staff and visitors, continuous mandatory training, and rules around staff working only at one site. Our agility came to the fore with some key quick decision-making minimising the pandemic impact including snap lockdowns, staff COVID payments and decisions to adopt extra PPE (personal protective equipment) early. I am super proud of how we have handled this once-in-a-lifetime event.

Despite the pandemic, the Government-promised reforms following the Royal Commission into Aged Care continued to be rolled out across our industry. The most significant of these being the new SIRS program (Serious Incident Response Scheme) which is a set of new responsibilities regarding managing and preventing incidents, including notifying the Commission of reportable incidents.

We have also been busy preparing for next years' changes including the introduction (from 1 October 2022) of the Australian National Aged Care Classification (AN-ACC), a new residential care funding system and Star Ratings (where residential sites are rated according to a new Star system). Whilst we welcome these changes (in most cases), the extra resources required to introduce and change our systems to accommodate has been extensive. Of note, the planned changes to in-home aged care has been delayed until at least 1 July 2024.

2021/22 again saw significant growth in our Home Care services in Home Care Packages with the total number of packages increasing by over 40% with a 52% (or \$2.9M) growth in the value of packages serviced by Rembrandt. Our market research tells us this is primarily due to 'word of mouth' and positive partnerships with a variety of retirement villages. In an environment where many providers have lost market share during this period, this is an outstanding achievement.

Despite the significant 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! We were even awarded Winners of the – “SA/NT Team Award LASA Excellence in Age Services Award” for this achievement.

Rembrandt Court applied for and was awarded a total of \$326,250 plus GST from the Department of Health’s Community Grants under the Business Improvement Fund grant. These grants are provided to eligible small to medium sized providers with limited access to financial support, to support providers to go through a process of business improvement to improve the viability and sustainability of operations. Timara will detail more in her report what we spent this funding on.

The Aged Care Safety and Quality Commission arrived on our doorstep unannounced at Rembrandt Court to do our Reaccreditation Audit in February 2022. It is pleasing to be able to report that despite some minor issues, the Commission decided to re-accredit Rembrandt Court for a further period of three years.

Our community allied health services unfortunately again, didn’t have such a great year with COVID interrupting our services on numerous occasions. Pleasingly, our Day Respite Social Services were successful with clients 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.

As Sef reported, despite Rembrandt spending a significant amount of time and resources assessing the feasibility of the ‘Doreen Street Development’ project, it was ‘parked’ by the developers. It 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 residential care facility however cannot stay in their own home. We hope it will again become a possibility.

As John mentioned earlier the overall financial result was better than budget, however this was primarily due to a large surplus in Home Care. The COVID-19 Pandemic has been costly, particularly in residential care, and despite the government initiatives being appreciated, the costs have outweighed this income.

2022/23 will hopefully see less dominance by the pandemic, however we look forward to proudly flying the Rembrandt flag as a truly boutique yet professional aged care provider. We have some exciting initiatives and opportunities to pursue to further grow our organisation and we look forward to sharing these soon.

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!



Rembrandt





Home Care Services Report

Tracey Murray

With pleasure I provide my fourth Annual Report as General Manager of our Home Care Services – it has been another very 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 299 Home Care Packages (up from 211 this time last year), a significant (52%) increase in total value. This is the third year in a row we have had such momentous growth - during a worldwide pandemic this is a quite an achievement, and we couldn't be happier.

Achieving and maintaining this level of growth has been due to excellence in service provision with our existing and new frontline staff. Subsequently, we have also had an increase in our office-based staff in administration and rostering roles, and also promoted an existing staff member to the role of Home Care Services Manager. Etienne van Vugt, who conveniently is a Dutchie, has been working for Rembrandt Living for over 12 years and in his new role is now assisting to lead our home care division.

Increasing our workforce to service our growth was very much a focus for us this year. In an innovative move we have established relationships with a few of the aged care training providers. We have been present at their Expos and Open Days, meeting students who are completing, or have completed, their training to get 'first dibs' at employing the best ones. We have also increased our student placements to be exposed to potential new staff members. New staff fitting within our very strict 'Rembrandt-way' (gezellig, warm, welcoming, where clients are treated like family) is crucial and was maintained this year.

The Commonwealth Home Support Program (CHSP), the entry-level for home care client services, was successfully rolled out with all funds being fully expended 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. We were successful in receiving a small amount of extra CHSP funding due to another provider relinquishing their allocation with this funding, coming with a focus on clients of Aboriginal and Torres Strait Islander origins.

While our community allied health services continued in earnest, they were severely affected by the pandemic, particularly with the stop-start-stop nature of our group classes. Our individual services continued with lots of progress made to client's mobility, balance, functionality, and general

wellbeing! We consolidated our Day Respite services and this has been more popular than exercising!

We have also implemented a new Home Care Safety Assessment for all Level 3 and 4 high care package clients which captures an environmental risk assessment for our clients and our staff. This is carried out specifically by our own Occupational Therapists and assists us to provide a holistic oversight of our high-level package clients.

We have also engaged a Clinical Registered Nurse Consultant to provide clinical oversight and accountability over our services. Our clinical assessments cover the physical, medical, mental, cultural, social, and wellbeing needs of our clients. Our assessments always involve the client in partnership with either their carers, representatives and/or others that our clients may choose. The clinicians then work with the client's Home Care Coordinator to create an enhanced support plan based on the client's goals and care needs.

Our staff and client wellbeing and safety again remained paramount, which saw us constantly communicating and educating staff and clients alike, whilst identifying clients at risk and acting accordingly. Our staff continue to make welfare checks on clients to ensure that they are feeling safe and well supported during these unprecedented times. During the COVID-19 outbreaks and exposure periods, our infection control procedures ensured safety for our clients and staff alike.

Excitingly we are almost ready to launch our electronic time and appointment management system making our mobile workforce more efficient. This system will enable our support workers to log their time via an App on their mobile phone or tablet.

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 2022/23 sees our growth continue, however maybe slightly steadier – rest assured we don't have any aspirations to become a large provider ... just the best!





Rembrandt



Residential Services Report

Timara Poulish

With pleasure I report on another busy yet good 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!

Yes, unfortunately the pandemic has made our 'new normal' harder than it was before, however we manage this with professionalism, agility, compassion, empathy and a smile! We have had to manage three separate outbreaks on top of navigating the ever-moving compliance environment. Our outbreaks were in January (Rose House, 8 cases), May (Magnolia House, 2 cases) and June (Magnolia House 1 case) 2022. I am pleased to report that all of the residents and staff that contracted COVID-19 made a full recovery. The way in which our staff managed these outbreaks and kept them to a minimum (particularly when you look at other aged care facilities) was outstanding, and I thank each and every one of them for their dedication, hard work and professional efforts.

Despite the pandemic, Rembrandt Court residents and their families continued to be happy with the quality of services provided. Ongoing feedback, quality data and survey results indicate staff, residents and families have remained satisfied. We have increased the number of surveys conducted electronically via Survey Monkey which gives us real, timely information about how we are tracking – this was particularly important during our outbreaks. We ensure we are quick to act on feedback as and when we receive it.

Four Auditors from the Aged Care Safety and Quality Commission (ASQSC) arrived unannounced onsite at Rembrandt Court on 22nd February 2022 to do a 3-day Site Audit for our reaccreditation. We managed to achieve 38 Compliance Mets, with 4 Not Mets received. Despite the 4 Not Mets (which we were given a few months to remedy, we achieved this) it is pleasing to be able to report that the Commission has decided to re-accredit Rembrandt Court for a further period of three years under section 41 of the Commission Rules taking us through to 26 April 2025.

We have been busy preparing for some significant changes that are due to come into operation next year. From 1st October 2022, a new residential care funding model, AN-ACC (Australian National Aged Care Classification) will come into operation, replacing the ACFI. AN-ACC has a new way of classifying residential care needs and thus the payments we get as such.

Another part of AN-ACC, resulting from the Royal Commission into Aged Care, is a "care minute requirement." This will be set at an average of 200 minutes per resident per day, based on care provided by Registered Nurses (RNs), Enrolled Nurses (ENs) and Personal Care Workers (CWs), including a minimum of 40 minutes of Registered Nurse time per day. Our current rosters place us in a good position to commence reporting against the requirement with minimal amount needed to

reach the overall 200 minutes per resident per day. Our model of care for many years has included a significant number of ENs and this new mandatory requirement requires more RN hours. This did unfortunately compel us to amend our model of care to have less ENs and more RNs. This was a difficult change for our much-loved ENs to navigate, however unfortunately necessary.

As Deb said, we were successful in receiving a BIF grant which we used for:

- A Wellness and Reablement Outdoor Garden [including outdoor lifestyle kits and life stations];
- Rembrandt Traineeship Program including videos [Nicolene is the lead];
- Door Decals for all rooms [residents with cognitive ability have chosen their own decals, while staff and family assisted those residents who needed it];
- Memory Walls for three areas in Magnolia Dining area and Rose Lounge;
- A second Tovertafel to be placed in Magnolia House;
- Additional Room Ceiling Hoists;
- Dementia specific equipment [including sensory toys, books etc]; and
- New website and marketing materials.

Our resident Lifestyle Program also underwent a ‘makeover’ during this year. The new program, now called Live Love Laugh, was developed in consultation with residents and families and was launched in May 2022. Residents are loving the new and different activities, together with the old favourites like Bingo! We look forward to improving this program even more next year.

Maintaining an experienced capable workforce was again an issue and thus two different new initiatives were launched this year:

- The Rembrandt Mentor Program (where new staff are put through a 6 week onsite practical training course); and
- The 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! Throughout the year Rembrandt have looked for new and different ways to attract new staff, retain and maximise existing staff members capacity. To do this we offered incentives for referring a new employee, bonus payments for accepting shifts outside of staff normal availability (for example a staff member who normally works day shift working a night shift), additional rewards, and recognition for going above and beyond. Staff welfare was equally important, the leadership team checked in with staff frequently, put on various morning teas and lunches and got out on the floor to assist wherever possible.

I am looking forward to 2022/23 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

With pleasure 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, finance, payroll services, 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 the raft of changes associated with the COVID-19 pandemic and resulting from the Aged Care Royal Commission.

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 will utilise their professional finance and corporate governance advice if needed.

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 service teams.

From September 2021, the Department of Health and Services Australia implemented several key changes to the Home Care Packages Program, with significant implications for our finance department. The Royal Commission into Aged Care Quality and Safety recommendations include the following:

- We as service providers are now paid in arrears based on the services delivered; and
- Home care accounts for each individual receiving care will be created and held with the Commonwealth instead of the service provider

The Australian Government will utilise these accounts to manage unspent Commonwealth funds from September 2021, but these unspent funds will still be available to care recipients to use. The implementation of these changes will allow the Home Care Packages Program to run in alignment with other programs such as the National Disability Insurance Scheme and will also grant the Australian Government the responsibility of managing unspent funds rather than providers.

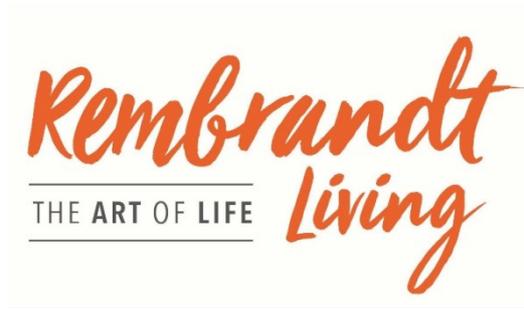
Information Technology (IT) was again busy this year with lots of work associated with cyber safety and a significant number of staff having to work from home as a pandemic risk mitigation strategy. We also installed Visitor Check-in Kiosks at both sites to easier manage the staff and visitor requirements around vaccinations, temperatures and so on. Paul has done a brilliant job keeping our computers working well and I thank him for his hard work!

In the Human Resources area, we introduced over 50 new staff to the organisation, with our grand total climbing to over 230 staff (up from 200 this time last year). Our staffing numbers are steadily growing to meet demands across our services, particularly Home Care. This is a lot of work, particularly with a very under-resourced human resources area, however we will look to remedy this in late 2022.

We continue to have Dutch-speaking staff, and the remainder speak a combined total of 23 different languages, including German, Croatian and Nepalese - we even have staff that speak Swahili! Recruitment has been very difficult, constant and time-consuming 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, our staff hours were down slightly this year, 2,436 hours down from 2,562 hours for last year due to pandemic restrictions. We are confident however that our training quality has improved thanks to an increased percentage being completed onsite with our staff rather than virtually.

I take this opportunity to thank my team for their ongoing support and look forward to an exciting 2022/23.



Rembrandt Living Incorporated

ABN 84 438 069 700

FINANCIAL REPORT - 30 JUNE 2022

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REMBRANDT LIVING INC.
ABN 84 438 069 700

FINANCIAL REPORT - 30 JUNE 2022

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 2022 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 Member – Capital Works & Infrastructure
Jacques Metzger	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	Secretary
<i>Year appointed:</i>	2016 and appointed Secretary January 2017
<i>Board Sub-Committee</i>	Chair - Clinical Governance Committee
Etienne Scheepers	Director
<i>Year appointed:</i>	2016
Paul Thorne	Director
<i>Year appointed:</i>	2017
<i>Board Sub- Committee</i>	Chair – Capital Works & Infrastructure
Simon Brewer	Director
<i>Year appointed:</i>	2019
<i>Board Sub- Committee</i>	Member – Capital Works & Infrastructure
Marie Wood	Director
<i>Year appointed:</i>	2019
<i>Board Sub- Committee</i>	Chair – Consumer Reference Group Member – Capital Works & Infrastructure
Suzanne Cantor	Director
<i>Year appointed:</i>	2020
<i>Board Sub- Committee</i>	Member – Clinical Governance Committee

REMBRANDT LIVING INC.
ABN 84 438 069 700

FINANCIAL REPORT - 30 JUNE 2022

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 \$354,693 [2021 Surplus: \$8,539]. 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 had 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:

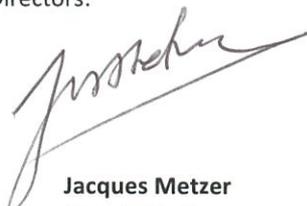
Directors	Eligible to Attend	Board (12)	FARC (5)	CGC (4)	CRG (3)	CWI (6)	Total Attendance
Sef van den Nieuwelaar	23	11	5			6	22
Jacques Metzger	17	12	5				17
John Bird	17	11	5				16
Joy Tol	16	10		4			14
Etienne Scheepers	12	10					10
Paul Thorne	18	11				6	17
Simon Brewer	18	12				4	16
Marie Wood	21	12			3	5	20
Suzanne Cantor	16	12		4			16

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 2022 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 Metzger
Deputy Chair

Oaklands Park, 5th October 2022

**DECLARATION OF INDEPENDENCE
BY ANDREW TICKLE
TO THE DIRECTORS OF REMBRANDT LIVING INCORPORATED**

As lead auditor of Rembrandt Living Incorporated for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of section 60-40 of the *Australian Charities and Not-for-profit 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, appearing to read 'Andrew Tickle', is written over a faint, illegible background.

Andrew Tickle
Director

BDO Audit Pty Ltd

Adelaide, 13 October 2022

REMBRANDT LIVING INC.**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
Revenue	4	17,078,861	14,251,411
Other income	4	18,558	(31,006)
		<u>17,097,419</u>	<u>14,220,405</u>
Expenses			
Accommodation expenses		(393,510)	(257,409)
Administration and other expenses		(581,871)	(716,743)
Depreciation and amortisation	5	(911,569)	(896,580)
Finance Costs		(695,857)	(516,576)
Hotel services expenses		(601,033)	(495,469)
Resident and client expenses		(2,511,373)	(1,458,026)
Salaries and employee benefits		(10,836,280)	(9,673,098)
Utilities		(211,233)	(197,964)
		<u>(16,742,726)</u>	<u>(14,211,866)</u>
Surplus for the year		354,693	8,539
Other comprehensive income		-	1,271,534
Total comprehensive income for the year		<u><u>354,693</u></u>	<u><u>1,280,073</u></u>

REMBRANDT LIVING INC.**STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

	Note	2022 \$	2021 \$
ASSETS			
Cash and cash equivalents	6	6,464,671	6,747,091
Trade and other receivables	8	1,090,402	1,024,359
Investments	7	4,792,100	2,871,426
Property, plant and equipment	9	<u>16,894,407</u>	<u>17,324,790</u>
TOTAL ASSETS		<u>29,241,580</u>	<u>27,967,665</u>
LIABILITIES			
Trade and other payables	10	969,506	1,891,026
Borrowings expected to be paid within 12 months	11	238,500	238,500
Refundable loans expected to be paid within 12 months	12	3,286,036	2,593,466
Provisions expected to be paid within 12 months	13	788,654	677,738
Borrowings expected to be paid after 12 months	11	1,139,348	2,881,875
Refundable loans expected to be paid after 12 months	12	13,144,146	10,373,865
Provisions expected to be paid after 12 months	13	<u>53,996</u>	<u>44,494</u>
TOTAL LIABILITIES		<u>19,620,186</u>	<u>18,702,964</u>
NET ASSETS		<u>9,621,394</u>	<u>9,266,701</u>
EQUITY			
Accumulated funds		4,378,830	4,024,137
Reserves	14	<u>5,242,564</u>	<u>5,242,564</u>
TOTAL EQUITY		<u>9,621,394</u>	<u>9,266,701</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 2022**

	Accumulated Funds	Asset Revaluation Reserve	Grants	Total
	\$	\$	\$	\$
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	<u>8,539</u>	<u>1,271,534</u>	<u>-</u>	<u>1,280,073</u>
Balance at 30 June 2021	<u>4,024,137</u>	<u>5,242,564</u>	<u>-</u>	<u>9,266,701</u>
Balance at 1 July 2021	4,024,137	5,242,564	-	9,266,701
Comprehensive income				
Surplus for the year	354,693	-	-	354,693
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	<u>354,693</u>	<u>-</u>	<u>-</u>	<u>354,693</u>
Balance at 30 June 2022	<u>4,378,830</u>	<u>5,242,564</u>	<u>-</u>	<u>9,621,394</u>

REMBRANDT LIVING INC.**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
Operating Cash Flows			
Receipts from customers and government		15,077,411	13,563,732
Payments to suppliers and employees		(14,590,210)	(12,953,558)
Allowable deductions from Bonds		(6,489)	(25,899)
Interest received		136,781	130,752
Finance costs (interest paid)		(102,027)	(25,871)
<i>Total Operating Cash Flows</i>		<u>515,466</u>	<u>689,155</u>
Investing Cash Flows			
Proceeds from sale of property, plant and equipment		30,027	23,636
Purchase of property, plant and equipment			
Residential Aged Care (excl Retirement Living)		(492,655)	(309,221)
Purchase of investments		(2,030,690)	-
<i>Total Investing Cash Flows</i>		<u>(2,493,318)</u>	<u>(285,585)</u>
Financing Cash Flows			
Accommodation bonds/refundable deposits received		7,947,453	3,395,470
Accommodation bonds/refundable deposits/entry contributions (refunded)		(4,509,494)	(1,646,058)
Repayment of borrowings		(1,742,527)	(238,500)
<i>Net cash flows from financing activities</i>		<u>1,695,432</u>	<u>1,510,912</u>
Net increase (decrease) in cash and cash equivalents		(282,420)	1,914,482
Cash and cash equivalents at the beginning of the financial year		<u>6,747,091</u>	<u>4,832,609</u>
Cash and cash equivalents at the end of the financial year	6	<u><u>6,464,671</u></u>	<u><u>6,747,091</u></u>

REMBRANDT LIVING INC.**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2022**Note 1 – Reporting entity**

Rembrandt Living Inc. has adopted AASB 1060 from 1 July 2021. The standard provides a new Tier 2 reporting framework with simplified disclosures that are based on the requirements of IFRS for SMEs. As a result, there is increased disclosure in these financial statements for key management personnel and related parties.

The financial statements were approved by the Board of Directors on 5th October 2022.

Note 2 - Basis of preparation

Rembrandt Living Inc. adopted Australian Accounting Standards - Simplified 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 - Simplified 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 2022**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 2022**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 2022**Note 3 - Significant accounting policies (continued)*****Cash and cash equivalents***

Cash and cash equivalents include 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 2022**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 more than the recoverable amount from these assets. The recoverable amount is assessed based on 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 2022**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 2022**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 2022

	2022	2021
	\$	\$
<u>Note 4 - Revenue</u>		
Operating revenue		
Government Subsidies	6,539,958	6,129,221
Resident fees and charges	2,009,252	1,895,182
Home Care & community fees and charges	6,256,595	3,885,229
Resident accommodation payments	421,286	426,862
Rental Revenue on Resident Refundable Loans	593,830	490,705
	<u>15,820,921</u>	<u>12,827,199</u>
Other revenue		
Interest income	145,742	114,780
Unrealised Gain (Loss) on Investments	(110,016)	139,684
Grants	1,106,044	1,057,487
Other revenue	116,170	112,261
	<u>1,257,940</u>	<u>1,424,212</u>
<i>Total revenue</i>	<u>17,078,861</u>	<u>14,251,411</u>
Other income		
Net gain / (loss) on disposal of property, plant and equipment	18,558	(31,006)
<i>Total other income</i>	<u>18,558</u>	<u>(31,006)</u>
<i>Total revenue and other income</i>	<u>17,097,419</u>	<u>14,220,405</u>
<u>Note 5 - Expenses</u>		
Depreciation and amortisation		
Buildings	664,745	650,412
Plant and equipment	226,970	230,311
Motor vehicles	19,854	15,857
<i>Total depreciation and amortisation</i>	<u>911,569</u>	<u>896,580</u>
<u>Note 6 - Cash and cash equivalents</u>		
Cash at bank and on hand	4,464,671	4,247,091
Deposits at call	2,000,000	2,500,000
<i>Total cash and cash equivalents</i>	<u>6,464,671</u>	<u>6,747,091</u>
<u>Note 7 - Investments</u>		
Long Term investments	4,792,100	2,871,426
<i>Total investments</i>	<u>4,792,100</u>	<u>2,871,426</u>

Long Term Investments include convertible notes bearing interest rates at 3 month bill rate plus interest between 2.7% and 4.15% with maturity dates between April 2027 and June 2032.

REMBRANDT LIVING INC.**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
Note 8 - Trade and other receivables		
<u>Expected to be recovered within 12 months</u>		
Trade receivables	84,911	39,626
Provision for doubtful debts	(2,575)	-
	<u>82,336</u>	<u>39,626</u>
GST receivable	118,235	80,155
Interest receivable	13,985	5,024
Other receivables	186,846	40,129
Prepayments	157,877	395,258
Home Care Subsidy Clearing	531,123	464,167
<i>Total trade and other receivables</i>	<u><u>1,090,402</u></u>	<u><u>1,024,359</u></u>

Note 9 - Property, plant and equipment

	Land	Buildings	Furniture, Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
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><u>17,324,790</u></u>
Movements in carrying amounts					
Net carrying amount at 1 July 2021	4,030,000	12,271,869	853,167	61,763	17,216,799
Additions	-	82,600	180,651	157,800	421,051
Disposals	-	-	(2,090)	(9,379)	(11,469)
Depreciation charge for the year	-	(664,745)	(226,970)	(19,854)	(911,569)
Net carrying amount at 30 June 2022	<u>4,030,000</u>	<u>11,689,724</u>	<u>804,758</u>	<u>190,330</u>	<u>16,714,812</u>
At 30 June 2022					
Cost or Fair Value	4,030,000	16,450,209	2,333,541	302,553	23,116,303
Accumulated depreciation		(4,760,485)	(1,528,783)	(112,223)	(6,401,491)
<i>Net carrying amount</i>	<u>4,030,000</u>	<u>11,689,724</u>	<u>804,758</u>	<u>190,330</u>	<u>16,714,812</u>
Capital Works in Progress					179,595
TOTAL					<u><u>16,894,407</u></u>

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

REMBRANDT LIVING INC.NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

	2022	2021
	\$	\$
Note 10 - Trade and other payables		
<u>Expected to be payable within 12 months</u>		
Trade payables	410,930	218,877
Home care package funds	122,107	1,185,865
Other payables	436,469	486,284
<i>Total trade and other payables</i>	<u>969,506</u>	<u>1,891,026</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)	1,139,348	2,881,875
<i>Total borrowings</i>	<u>1,377,848</u>	<u>3,120,375</u>
Note 12 - Refundable loans		
<u>Expected to be payable within 12 months</u>		
Refundable accommodation deposits and accommodation bonds	3,286,036	2,593,466
	<u>3,286,036</u>	<u>2,593,466</u>
<u>Expected to be payable after 12 months</u>		
Refundable accommodation deposits and accommodation bonds	13,144,146	10,373,865
	<u>13,144,146</u>	<u>10,373,865</u>
<i>Total refundable loans</i>	<u>16,430,182</u>	<u>12,967,331</u>
(a) Movement in refundable accommodation deposits and accommodation		
Opening carrying amount	12,967,331	11,220,236
<i>Add (less)</i>		
New accommodation deposits received	7,947,453	3,395,470
Interest on Terminations	31,381	23,582
Retention from bonds	-	-
Other allowable deductions	(6,489)	(25,899)
Accommodation deposits and bonds refunded	<u>(4,509,494)</u>	<u>(1,646,058)</u>
Closing carrying amount	<u>16,430,182</u>	<u>12,967,331</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 2022

	2022	2021
	\$	\$
<u>Note 13 - Provisions</u>		
<u>Expected to be payable within 12 months</u>		
Employee entitlements - annual leave	436,339	397,196
Employee entitlements - long service leave	294,282	227,715
Employee entitlements - on-costs on annual leave	58,033	52,827
	<u>788,654</u>	<u>677,738</u>
<u>Expected to be payable after 12 months</u>		
Employee entitlements - long service leave	53,996	44,494
	<u>53,996</u>	<u>44,494</u>
<i>Total provisions</i>	<u>842,650</u>	<u>722,232</u>
<u>Note 14 - Reserves</u>		
Asset Revaluation Reserve	5,242,564	5,242,564
<i>Total reserves</i>	<u>5,242,564</u>	<u>5,242,564</u>

Nature and purpose of reserves

The asset revaluation reserve is maintained in respect to the revalued amount of the association'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:

<u>606,192</u>	<u>577,619</u>
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REMBRANDT LIVING INC.**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2022**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 \$10,975,240 (2021: \$9,735,017) and this represented 64% 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

REMBRANDT LIVING INC.
ABN 84 438 069 700

FINANCIAL REPORT - 30 JUNE 2022

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 2022, 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 - Simplified 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 2022.
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 Metzger
Deputy Chair

Oaklands Park, 5th October 2022

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

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Rembrandt Living Incorporated (the registered entity), which comprises the statement of financial position as at 30 June 2022, 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 responsible entities' declaration.

In our opinion the accompanying financial report of Rembrandt Living Incorporated, 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 2022 and of its financial performance for the year then ended; and
- (ii) Complying with Australian Accounting Standards - Simplified Disclosures 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.

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 - Simplified Disclosures 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.

The responsible entities of the registered entity 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 Pty Ltd



Andrew Tickle

Director

Adelaide, 13 October 2022



Rembrandt Living Inc

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Web: www.rembrandtliving.org.au

Home Care & Health Centre

Phone: 08 8198 0392

21 Greenfields Drive

Green Fields SA 5107

Rembrandt Court:

Phone: 08 8198 0300

1 Madras Street

Oaklands Park SA 5046