



**GPFR Summary
2022/2023**



Latrobe Valley Village Inc.
ABN 38 645 298 359
General Purpose Financial Report (GPFR)
1 July 2022 to 30 June 2023

President's Report

LVV made significant progress in several key initiatives outlined in our Strategic Plan in 2022-23. These achievements have had a positive impact on our residents and overall operations. Notable accomplishments include:

- We successfully installed fibre to the premises NBN, providing faster and more reliable internet connectivity
- We reconfigured our network systems to better support our nurse call bell system, resulting in improved response times, with 90% of calls now answered within 10 minutes
- We replaced our aging phone system with an internet-based service, which modernised our communication infrastructure and lowered ongoing costs
- The introduction of direct phone lines for all residents and staff has further enhanced communication within our community

These improvements have collectively enhanced efficiency, care, and the overall quality of life for our residents. We now offer low-cost, unlimited phone and Wi-Fi services, and our nurse call bell system is more responsive than ever.

In addition to these achievements, we aligned various activities with our current strategic plan, including:

- We commenced a thorough review of our retirement village operating model
- We developed our marketing and promotion plan to better reach our retirement village target audience
- We explored various financial investment options in line with aged care prudential standards
- An audit of our organisational information technology infrastructure was carried out with budget allocations made for the 2024 year
- We developed a clinical governance framework for our residential aged care service

All of this work has been guided and supported by our Board committees, and I extend my appreciation to our dedicated Board members for their vision and commitment.

One of the most critical achievements was the reaccreditation of our residential aged care service for an additional three years by the Aged Care Quality Standards Commission, following a successful site assessment in November 2022.



Laurie Watters

We met 39 out of 44 standards at the assessment, and the remaining standards except one were reassessed as met in June 2023.

Despite the ongoing challenges posed by the pandemic, our team has shown remarkable resilience. The worst outbreak of the period occurred in November, affecting many residents and staff who contracted COVID-19. Thankfully, all have since recovered, and I was heartened by the support and collaboration I witnessed among residents, staff, families, and our supporters during this difficult time.

Our value of partnership truly shone through. This year has underscored our unwavering commitment to providing exceptional care and support to our residents and their families.

Finally, our Board unanimously supported the long-overdue recognition of the aged care workforce by the Fair Work Commission, which resulted in a 15% wage increase. We eagerly anticipate similar outcomes for our food, cleaning, and administration employees in the next stage later in 2023.

Latrobe Valley Village Inc.

ABN 38 645 298 359

General Purpose Financial Report

For the period 1 July 2022 to 30 June 2023

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Latrobe Valley Village Inc.
ABN 38 645 298 359

Contents

Board's Report	3
Statement of Profit or Loss and Other Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statement of Cash Flows	7
Notes to the Financial Statements	8
Statement by Members of the Board	21
Independent Auditor's Report	22
Certificate by Members of the Committee	24
Statement of Profit or Loss	25

Latrobe Valley Village Inc.
ABN 38 645 298 359

Board's Report

Your board members submit the financial report of Latrobe Valley Village Inc. (the association) for the financial year ended 30 June 2023.

Committee Members

The names of board members throughout the year and at the date of this report are:

Laurie Watters - President
Judy Redman - Vice President
Julian Yeatman - Treasurer
Leonard Cairns
Jennifer Blain
Diane Wilkinson
Rayssa Beeching
Brendan Jenkins - appointed May 2023 Casual Vacancy
Alastair Doherty- resigned December 2022

Principal Activities

The principal activities of the association during the financial year were:
Provision of Retirement Village and Aged Care Facility.


Significant Changes

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

Operating Result

The loss for the financial year amounted to \$(413,897).

Signed in accordance with a resolution of the members of the committee.



Laurie Watters

Dated this 16th day of October 2023

Latrobe Valley Village Inc.
ABN 38 645 298 359

Statement of Profit or Loss and Other Comprehensive Income

For the period 1 July 2022 to 30 June 2023

	Note	2023 \$	2022 \$
Income	2	11,416,532	10,765,293
Expenses			
Employee Benefits	3	8,498,933	8,291,490
Depreciation	4	192,205	261,203
Other Expenses	5	3,139,291	2,370,343
Total Expenses		11,830,429	10,923,036
Loss		(413,897)	(157,743)
Accumulated Funds at the beginning of the financial year		21,240,026	21,397,769
Accumulated Funds at the end of the financial year		20,826,129	21,240,026

Statement of Financial Position

As at 30 June 2023

	Note	2023 \$	2022 \$
Assets			
Current Assets			
Cash and Cash Equivalents	6	11,384,961	11,785,614
Trade and Other Receivables	7	186,333	178,849
Total Current Assets		11,571,294	11,964,463
Non Current Assets			
Property, Plant and Equipment	8	23,255,474	23,013,330
Total Non Current Assets		23,255,474	23,013,330
Total Assets		34,826,768	34,977,793
Liabilities			
Current Liabilities			
Trade and Other Payables	9	218,178	284,102
Provisions	10	1,260,494	1,311,557
Current Liabilities	11	3,593,547	3,916,087
Total Current Liabilities		5,072,219	5,511,746
Non-Current Liabilities			
Other Liabilities	12	8,928,420	8,226,021
Total Non-Current Liabilities		8,928,420	8,226,021
Total Liabilities		14,000,639	13,737,767
Net Assets		20,826,129	21,240,026
Equity			
Retained Association Funds	13	20,826,129	21,240,026
Total Equity		20,826,129	21,240,026

Latrobe Valley Village Inc.

ABN 38 645 298 359

Statement of Changes in Equity

For the period 1 July 2022 to 30 June 2023

	Accumulated Funds \$	Total \$
Balance at 1 July 2021	21,397,769	21,397,769
Profit attributable to members	(157,743)	(157,743)
Balance at 30 June 2022	21,240,026	21,240,026
Profit attributable to members	(413,897)	(413,897)
Balance at 30 June 2023	20,826,129	20,826,129

Statement of Cash Flows

For the period 1 July 2022 to 30 June 2023

	Note	2023 \$	2022 \$
Cash Flows from Operating Activities			
Receipts from operating activities		10,767,939	10,236,687
Payments to suppliers and employees		(11,798,857)	(10,716,559)
Investment income		273,174	24,441
Finance costs		(1,901)	(2,208)
Net cash flows from operating activities		(759,645)	(457,639)
Cash Flows from Investing Activities			
Capital Expenses		(317,250)	-
Payments for property, plant and equipment - Residential Aged Care		(117,099)	(133,676)
Proceeds from sale of property, plant and equipment		-	54,545
Net cash flows from investing activities		(434,349)	(79,131)
Cash Flows from Financing Activities			
Accommodation bonds received		4,986,000	3,693,000
Accommodation bonds refunded		(4,569,909)	(2,744,311)
Retirement living loan received		416,750	634,500
Retirement living loan refunded		(39,500)	(126,000)
Net cash flows from financing activities		793,341	1,457,189
Net increase/(decrease) in cash held		(400,653)	920,419
Cash at beginning of financial year		11,785,614	10,865,195
	6	11,384,961	11,785,614

Latrobe Valley Village Inc.
ABN 38 645 298 359

Notes to the Financial Statements

For the period 1 July 2022 to 30 June 2023

The financial statements cover Latrobe Valley Village Inc. (the Association) as an individual entity. Latrobe Valley Village Inc. is an association incorporated in Victoria and operating pursuant to the Associations Incorporation Reform Act 2012.

The financial statements were authorised for issue on 10th October 2023 by the members of the board.

Note 1: Summary of Significant Accounting Policies

Basis of Preparation

These general-purpose financial statements have been prepared in accordance with the Associations Incorporation Reform Act 2012, Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board and the Australian Charities and Not-for-Profits Commission Act 2012. Latrobe Valley Village Inc. is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The Association does not have 'public accountability' as defined in AASB 1053 Application of Tiers of Australian Accounting Standards and is therefore eligible to apply the 'Tier 2' reporting framework under Australian Accounting Standards.

The financial statements comply with the recognition and measurement requirements of Australian Accounting Standards, the presentation requirements of those Standards as modified by AASB 1060 General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Entities (AASB 1060) and the disclosure requirements of AASB 1060. Accordingly, the financial statements comply with Australian Accounting Standards - Simplified Disclosures.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement of fair value of selected non-current assets, financial assets and financial liabilities. The amount presented in the financial statements have been rounded to the nearest dollar.

Presentation of statements of financial position on a liquidity basis

The Board has taken the view that in complying with the requirements of AASB 101: Presentation of Financial Statements (AASB 101) the treatment of accommodation bonds 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, the Board has chosen to present its statement of financial position under the liquidity presentation method on the basis that it presents a more reliable view. A reconciliation of the refundable accommodation bonds is provided in Note 11 (current) and 12 (non-current).

Accounting Policies

a. Income Tax

In accordance with the provisions of the Australian Income Tax Assessment Act 1997, the Association is exempt from income tax. As at the 30 June, 2000 the Association has been endorsed as an Income Tax Exempt Charity (ITEC) under the Income Tax Assessment Act 1997.

b. Property Plant & Equipment

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

Property

Land and buildings are measured at cost.

Plant and equipment

Plant and equipment are measured on the cost basis less accumulated depreciation and accumulated impairment losses.

The carrying amount of plant and equipment is reviewed annually by the Association to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed as the depreciated replacement cost of an asset.

The cost of fixed assets constructed within the Association includes the cost of materials and direct labour where applicable. 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 comprehensive income during the financial period in which they are incurred.

Depreciation

Assets with a cost in excess of \$1,000 are capitalised. Fixed assets are depreciated over the useful lives commencing from the time the asset is ready for use.

Class of fixed asset	Useful life	
Plant and equipment	3 - 10 years	Straight-line basis
Motor Vehicles	5 years	Diminishing value basis

c. Impairment of Assets

From time to time the Association assesses whether there is any indication that any significant assets held may be impaired. As the Association's asset consist mainly of cash, term deposits and land and buildings (valued at cost) the likelihood that the asset's value is significantly impaired is low. The Board will investigate options for an external valuation of the Association's land and buildings. The Association has no intangible assets requiring substantive valuation methods.

d. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, term deposits and bank overdrafts.

e. Accounts receivable and Other Debtors

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

f. Employee Entitlements

Provision for employee entitlements (annual leave and long service leave) liabilities are based on current pay rates as future pay rates cannot be determined. On costs such as workcover and superannuation are not included in the calculation of leave provisions. Leave loading of 17.5% where applicable, is included. Contributions are made by the Association to employee superannuation funds and charged as expenses when incurred. Long Service Leave is accrued in full in respect of all staff with more than 7 to 10 years' service with the Association in accordance with the EBA.

g. Revenue

Care subsidies, income tested fees, transitional care, accommodation fees, meal on wheels programme and rent

When the association receives income for care subsidies, income tested fees, transitional care, accommodation fees, meals on wheels programme and rent, this is recognised as revenue when the residents/clients are invoiced.

Unit ingoing payments

Revenue from unit ingoing payments is initially recognised as a liability, it will be recognised as revenue in the statement of comprehensive revenue with the attached contract performance obligations are satisfied as per AASB 15.

Interest Income

Interest income is recognised on maturity of the investment.

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

h. Goods and Services Tax (GST)

Revenue, 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). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item. Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

Cash flows are included in the statement of cash flows on a gross basis. The GST component of cash flows arising from investing and financing activities which is recoverable from, or payable to, the taxation authority is classified within operating cash flows.

i. Refundable Accommodation Deposits

On admission to a Residential Care facility, some residents pay a lump sum. Lump sums are referred to as Refundable Accommodation Deposit/Contribution, Accommodation Bond or Entry Contribution in accordance with the governing legislation at the time the resident entered a residential care facility. The legislation stipulates conditions under which the Association is entitled to deduct and retain amounts from lump sums. The amount classified as a current liability - within 12 months in the Statement of Financial Position for lump sums is the estimated amount refundable to residents in the forthcoming financial year based on average departures over the last 3 years. The amount classified as a non-current liability in the Statement of Financial Position for lump sums is the balance refundable for those residents who are anticipated to remain in occupancy for greater than 12 months from 30 June 2023. In the normal course of events lump sums repaid on a resident's departure are subsequently replaced by another lump sum from a new resident.

j. Segment Reporting

As an approved provider for the purposes of the Aged Care Act 1997, the provider is required to comply with the financial reporting requirements of Accountability Principles 2014, Part 4, Division 2, Section 35(2)(e). Paragraph 2(e) of Accountability states "treat residential aged care as a reportable segment within the meaning of the accounting standard relating to segment reporting that applies to that relevant year". The residential aged care segment and independent living segment information is disclosed in Note 16.

k. Comparative Figures

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

I. Trade and Other Payables

Trade and other payables represent the liabilities for goods and services received by the Association that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

Note 2 Revenue

	Note	2023 \$	2022 \$
Income Tested Fees		167,469	207,123
Care Subsidies			
Care Subsidies		853,898	6,929,631
Care Subsidies - Variable		3,822,851	-
Care Subsidies - Fixed		2,644,613	-
		7,321,362	6,929,631
Transition Care Program		331,679	395,934
Accommodation Fees		2,299,017	2,145,905
Ingoing Payments		382,875	409,500
Other Residential Fees		8,969	9,353
Interest Received		273,174	24,441
Other Income		631,987	643,406
		11,416,532	10,765,293

Care Subsidies up until 30 September 2022 where received under Aged Care Funding Instrument (ACFI). From 1 October 2022 Care Subsidies are received under Australian National Aged Care Classification (AN-ACC) and the subsidy split between the fixed and variable components.

Note 3 Employee Benefits

	Note	2023 \$	2022 \$
Fringe Benefits Tax		-	6,380
Superannuation Contributions		762,514	745,757
Uniforms		14,469	10,511
Wages		7,521,537	7,369,470
Workcover Premiums		195,413	159,371
Employment Related Costs		5,000	-
Total Employee Benefits		8,498,933	8,291,490

Note 4 Depreciation

	Note	2023 \$	2022 \$
Depreciation		191,425	253,865
Depreciation Motor Vehicle		780	7,338
Total Depreciation		192,205	261,203

Note 5 Other Expenses

	Note	2023 \$	2022 \$
Loss on Sale of Non-current Assets		-	6,648
Activities Expenditure		15,504	11,910
Cleaning & Laundry		156,044	123,667
Computer Software, Supplies & Support			
Computer Software & Supplies		110,085	100,458
Computer Support Bureau		65,284	42,382
Total Computer Software, Supplies & Support		175,369	142,840
Council & Water Services		118,330	114,943
Heating & Cooling			
Electricity		140,051	132,321
Gas		29,109	51,392
Total Heating & Cooling		169,160	183,714
Food Supplies		417,750	388,138
Insurance		84,171	75,673
Interest Paid		42,440	16,193
Kitchen Equipment & Supplies		16,622	15,743
Medical, Health, Pharmaceutical			
Medical & Health Expenses - Residents		324,189	310,287
Medical/Care Equipment		26,806	19,061
Total Medical, Health, Pharmaceutical		350,995	329,348
Printing & Stationery		31,050	30,582
Repairs & Maintenance			
Repairs & Maintenance - General		169,515	148,635
Repairs, Renovations & Maintenance - Occupied		49,067	32,988
Renovations/Replacements - Appropriations		336,003	110,050
Total Repairs & Maintenance		554,585	291,673
Other Expenses			
Accounting/Audit fees		8,150	15,320
Advertising		21,465	17,863
Accreditation Expenditure		-	17,124
Bank Charges		1,901	2,208
Consultancy Fees		84,561	51,369

	Note	2023 \$	2022 \$
Covid-19 Expenditure		118,688	265,072
Motor Vehicle Expenses		8,815	13,856
General Equipment Purchases		10,078	7,950
General Expenses		38,161	37,733
Garden & Landscape Expenditure		3,910	5,764
Legal Costs		5,439	16,480
Other supplies		4,490	4,200
Recruitment Costs		30,005	36,037
Seminars/Training		9,160	7,766
Staff Training & Police Checks		19,151	22,469
Storage Expenses		4,600	4,913
Travelling Expenses		227	230
Workcover Medical Costs		1,457	1,787
Total Other Expenses		370,258	528,140
Security & Fire Service Costs		16,895	14,107
Subscriptions & Registrations		25,526	16,278
Telephone		23,328	20,067
Agency Staff		502,700	10,369
Waste Disposal		68,565	50,309
Total Other Expenses		3,139,291	2,370,343

Note 6 Cash and Cash Equivalents

	Note	2023 \$	2022 \$
Cash on hand		700	700
Donation Bank Account		21,635	21,439
NAB Cheque Account		1,256,511	1,630,337
NAB Professional Funds		3,241,238	3,447,352
NAB Term Deposit		6,864,877	6,685,786
		11,384,961	11,785,614

The average effective interest rate on term deposits was 4.37%. These deposits have an average maturity of 107 days

Reconciliation of Cash

For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks, net of outstanding bank overdrafts. Cash and cash equivalents at the end of the reporting period as shown in the statement of cash flows can be reconciled to the related items in the statement of financial position as follows:

	Note	2023 \$	2022 \$
Cash and Bank Balances		11,384,961	11,785,614
		11,384,961	11,785,614

Note 7 Trade and Other Receivables

	Note	2023 \$	2022 \$
Current			
Sundry Debtors		52,592	83,200
Client fees debtors account		54,672	50,259
Government funding debtors		-	6,406
GST clearing account		78,336	38,983
Wages clearing account		733	-
Total		186,333	178,849

Note 8 Property, Plant and Equipment

	Note	2023 \$	2022 \$
Site Improvements		14,547	8,947
Land & Buildings at Cost		22,508,453	22,196,804
Plant & Equipment at WDV		729,794	804,119
Motor Vehicle at WDV		2,680	3,460
Total Property, Plant and Equipment		23,255,474	23,013,330

Movement in Carrying Amounts of Property, Plant and Equipment

Movement in carrying amounts for each class of property, plant & equipment between the beginning and the end of the current financial year:

	General Plant & Equipment	Motor Vehicle	Property & Site Improvements	Total
Balance at 1 July 2022	804,119	3,460	22,205,751	23,013,330
Additions	117,099	-	317,249	434,349
Depreciation	(191,425)	(780)	-	(192,205)
Balance at 30 June 2023	729,794	2,680	22,523,000	23,255,474

Note 9 Trade and Other Payables

	Note	2023 \$	2022 \$
Current			
Trade Creditors		211,384	141,466
Client fees creditors account		-	376
Payroll Liabilities			
Superannuation Clearing Account		-	60,584
PAYG Tax clearing account		6,794	81,676
Total Payroll Liabilities		6,794	142,260
Total		218,178	284,102

Note 10 Provisions

	Note	2023 \$	2022 \$
Provision for Annual Leave		686,462	710,158
Provision for Long Service Leave		574,032	601,398
Total Provisions		1,260,495	1,311,557

Note 11 Current Liabilities

	Note	2023 \$	2022 \$
Fees in Advance (Arrears)		42,171	45,139
Accommodation Bonds - Current		3,551,376	3,870,948
Total Current Liabilities		3,593,547	3,916,087

Note 12 Other Liabilities

	Note	2023 \$	2022 \$
Other Liabilities			
Ingoing Unit Contribution Control		641,875	647,500
Accommodation Bond - Non-current		8,286,545	7,578,521
Total Other Liabilities		8,928,420	8,226,021

Note 13 Retained Association Funds

	Note	2023 \$	2022 \$
Opening Balance		21,240,026	21,397,769
Current Year Earnings		(413,897)	(157,743)
Total Retained Association Funds		20,826,129	21,240,026

Note 14 Financial Instruments

	Floating Interest Rate		Fixed Interest Rate Maturing				Non-Interest Bearing	
			Within 1 year		1-5 years			
	2023	2022	2023	2022	2023	2022	2023	2022
Financial Asset								
Cash	4,520,084	5,099,128	6,864,877	6,685,786	-	-	700	700
Receivables	-	-	-	-	-	-	186,333	178,849
Total	4,520,084	5,099,128	6,864,877	6,685,786	-	-	187,033	179,549
Financial Liabilities								
Accounts Payable	-	-	-	-	-	-	218,178	284,102
Refundable Accommodation								
Bonds	-	-	-	-	-	-	11,837,921	11,449,469
Total	-	-	-	-	-	-	12,056,099	11,477,879

The Association's financial instruments consist mainly of deposits with banks, accounts receivable and interest-bearing liabilities.

a. Liquidity Risk

The association manages liquidity risk by monitoring forecast cash flows and term deposit maturities to ensure sufficient funds are available to meet obligations as they fall due. The table above discloses the maturity of the Association's financial assets and liabilities.

b. Credit Risk

The Association does not have any material credit risk exposures to any single debtor or group of debtors.

c. Treasury Risk Management

Board members meet monthly to assess the financial risk exposure and to evaluate treasury management strategies in the context of the most recent economic conditions and forecasts.

d. Financial Risk Exposures and Management

The main risk the Association is exposed to through its financial instruments are Liquidity risk and credit risk. At 30 June 2023 the Association does not have any external debt and is not exposed to interest rate risk on borrowings.

Note 15 Related Party Transactions/Board Member Benefits

During the year 30 June 2023, the Association did not have any transactions with related parties.

From time-to-time members of the management Board or key personnel will have relatives who are residents at the facility. In this instance they are charged accommodation fees at the published, scheduled rates.

Note 16 Residential Aged Care & Retirement Village Segments

The following information is provided in compliance with the Accountability Principles 2014, Part 4, Division 2, Section 35(2)(e) which deems residential care to be a reporting segment for the purposes of AASB 8: Operating Segments. Independent Living segment whilst not required to be reported is included as it deems to be relevant to users of the financial statement

	2023 \$	2022 \$
Residential Aged Care Income Statement		
Revenue		
Commonwealth Subsidies	7,321,362	6,929,631
Residential/client charges	2,475,455	2,362,381
Other	651,504	774,902
Total Segment Revenue	10,448,321	10,066,914
Expenses		
Employee Benefits	8,214,000	7,916,772
Depreciation	175,510	233,757
Other	2,573,243	2,065,796
Total Segment Expenses	10,962,753	10,216,325
Net Segment Profit/(Loss)	(514,432)	(149,411)
Residential Aged Care Balance Sheet		
Assets		
Current Asset		
Cash & Investment	10,321,702	10,615,185
Trade Receivables	107,129	139,866
Other Current Assets	79,069	38,983
Total Current Assets	10,507,900	10,794,034
Non-current Assets		
Property Plant & Equipment	20,308,786	20,348,408
Total Non-current Assets	20,308,786	20,348,408
Total Assets	30,816,686	31,142,442
Liabilities		
Current Liabilities		
Trade Payables	204,340	121,990
Employee Provisions	1,096,331	1,246,163
Refundable Accommodation Bonds - within 12 months	3,551,376	3,870,948
Other Current Liabilities	42,572	174,866
Total Current Liabilities	4,894,619	5,413,967

	2023 \$	2022 \$
Non-current Liabilities		
Refundable Accommodation - after 12 months	8,286,545	7,578,521
Total Non-current Liabilities	8,286,545	7,578,521
Total Liabilities	13,181,164	12,992,488
Residential Aged Care Net Assets	17,635,522	18,149,954

Interest revenue from investments is not allocated to the segments

	2023 \$	2022 \$
Retirement Village Income Statement		
Revenue		
Residential Charges	263,084	261,794
Ingoing Payments	382,875	409,500
Other	5,816	408
Total Segment Revenue	651,775	671,702
Expenses		
Wages & Superannuation	248,204	205,715
Depreciation	10,811	14,585
Other	453,528	260,328
Total Segment Expenses	712,543	480,628

Retirement Village Balance Sheet

Assets		
Current Assets		
Cash & Investments	559,005	946,634
Other Current Assets	136	-
Total Current Assets	559,141	946,634
Non-current Assets		
Property, Plant & Equipment	2,946,687	2,659,037
Total Non-current Assets	2,946,687	2,659,037
Total Assets	3,505,828	3,605,671
Liabilities		
Current Liabilities		
Trade Payables	6,824	17,096

	2023 \$	2022 \$
Employee Provisions	19,539	38,110
Other	6,393	11,000
Total Current Liabilities	32,756	66,206
Non-current Liabilities		
Unit Ingoing Contributions Control	641,875	647,500
Total Non-current Liabilities	641,875	647,500
Total Liabilities	674,631	713,706
Independent Living Care Net Assets	2,831,197	2,891,965

Interest revenue from investments is not allocated to the segments

Note 17 Capital Commitments

Capital works have been undertaken in respect to the Retirement Village Segment of the business

Note 18 Contingent Liabilities and Assets

There are no known contingent liabilities or assets at the date of this report

Note 19 Prudential Compliance Statement - Aged Care Act

The Association meets the requirements of Prudential Compliance Statements as set down in the Aged Care Act 1997, and Part 5 of the Fees and Payments Principles 2014 (No.2)

Note 20 Aged Care Accreditation Standards

The Association operates 1 Residential Aged Care Services under the Commonwealth Aged Care Act 1997. All services have a 3-year accreditation status and have achieved all the accreditation outcome standards. The latest accreditation was undertaken in 2023 financial year (completed in November 2022). Unannounced departmental visitations occurring since the last accreditation have been passed.

Note 21 Events Occurring after Balance Date

The Board Members note that there was a reduction in the Transaction Care Program (TCP) beds from 5 to 2 in April/May 2023, this will significantly decrease the TCP income in the 2023/2024 financial year.

Latrobe Valley Village have been approved for 2 COVID 19 Grants based on the 2021/2022 and 2022/2023 financial year data that will be received in the 2023/2024 financial year

Note 22 Remuneration of Responsible Persons

All Board of Management acted in a voluntary capacity and received no remuneration for their roles as Board Members

Note 23 COVID 19 Item detail

	\$
Income	
Workforce Retention Bonus	2,480
Expenses	
Labour Costs	15,072
Resident Support	6,668
Preventative Measures	94,945
Other Expenses	2,004

COVID-19 has had a significant impact on the aged care industry and Latrobe Valley Village Inc., its residents & staff, beyond that reflected separately in the financial accounts, which the true impact being partly absorbed into routine expense accounts. Influential factors include rising costs due to strong demand, competitive supply and general economic conditions. Significant additional COVID related activities continued to be undertaken such as responding to frequently changing care, environmental, regulatory and administrative requirements, Infection Prevention & Control management costs. Additional staffing costs included training, covering shifts and overtime to maintain care levels, arising from staff absenteeism for testing, illness etc..

Note 24 Association Details

The registered office and principal place of business of the Association is 5 Ollerton Avenue, Moe

Association Incorporation Number A0003979P

ABN: 38 645 298 359

Latrobe Valley Village Inc.
ABN 38 645 298 359

Statement by Members of the Board

The Members of the Board herewith submit the financial report of Latrobe Valley Village Inc. for the financial year ended 30 June 2023

Declaration

The accompanying financial statement present the income and expenditure, cashflows, assets and liabilities of the Entity for the year ended 30 June 2023.

In the opinion of the Board of Latrobe Valley Village Inc:

1. The accompanying financial statement comprising of the statement of profit or loss and other comprehensive income, the statement of financial position, statement of changes in equity, statement of cash flows and notes to the financial statements that are attached are in accordance with the Australian Charities and Not-for-Profit Commission Act 2012, including

a. complying with Accounting Standards - Reduced Disclosure Requirements, Australian Charities and Not-for-Profits Commission Regulations 2013, the Aged Care Act 1997 and the Residential Care Subsidies Principles 2014 and the Associations Incorporation Reform Act 2012.

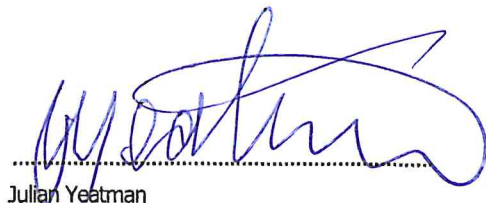
b. gives a true and fair view of the association's financial position as at 30 June 2023 and of the performance for the year ended on that date.

2. At the end of this statement there are reasonable grounds to believe that Latrobe Valley Village Inc. will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the Board and is signed for and on behalf of the Board by:



Laurie Watters



Julian Yeatman

Dated this 16th day of October 2023

Independent Auditor's Report

To the Owners of Latrobe Valley Village Inc.

Opinion

We have audited the financial report of Latrobe Valley Village Inc. (the Association), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information, and the statement by members of the Board

In our opinion, the accompanying financial report of the association is in accordance with the Associations Incorporation Reform Act 2012, including:

- (i) giving a true and fair view of the association's financial position as at 30 June 2023 and of its financial performance for the year then ended; and
- (ii) that the financial records kept by the association are such as to enable financial statements to be prepared in accordance with Australian Accounting Standards.

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 Association in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 : Code of Ethics for Professional Accountants (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 the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial report in accordance with the Association Incorporation Reform Act 2012 and for such internal control as management determines 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, management is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the director's either intend to liquidate the association or to cease operations, or have no realistic alternative but to do so.

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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the director's.
- Conclude on the appropriateness of the director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the association to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the association audit. We remain solely responsible for our audit opinion.

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

Tyrrell Partners Pty Ltd
Certified Practising Accountants


.....
Neil Tyrrell

Suite 2 First Floor Cnr George & Moore Streets Moe Vic 3825

Dated this 16th day of October 2023

Latrobe Valley Village Inc.
ABN 38 645 298 359

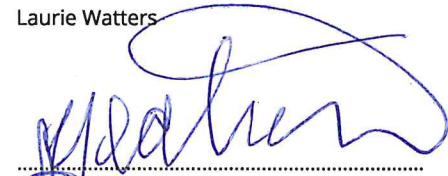
Certificate by Members of the Committee

I, Laurie Watters and Julian Yeatman certify that:

- a. we are members of the Board of Latrobe Valley Village Inc
- b. we attended the annual general meeting of the association held on 18 October 2023
- c. we are authorised by the attached resolution of the board to sign this certificate
- d. this annual statement was submitted to the members of the association at its annual general meeting



Laurie Watters



Julian Yeatman

Dated this 18th day of October 2023

Statement of Profit or Loss

For the period 1 July 2022 to 30 June 2023

	Note	2023 \$	2022 \$
Income	2	11,416,532	10,765,293
Expenses			
Employee Benefits			
Fringe Benefits Tax		-	6,380
Superannuation Contributions		762,514	745,757
Uniforms		14,469	10,511
Wages		7,521,537	7,369,470
Workcover Premiums		195,413	159,371
Employment Related Costs		5,000	-
Total Employee Benefits		8,498,933	8,291,490
Depreciation			
Depreciation		191,425	253,865
Depreciation Motor Vehicle		780	7,338
Total Depreciation		192,205	261,203
Other Expenses			
Loss on Sale of Non-current Assets		-	6,648
Activities Expenditure		15,504	11,910
Cleaning & Laundry		156,044	123,667
Computer Software, Supplies & Support			
Computer Software & Supplies		110,085	100,458
Computer Support Bureau		65,284	42,382
Total Computer Software, Supplies & Support		175,369	142,840
Council & Water Services		118,330	114,943
Heating & Cooling			
Electricity		140,051	132,321
Gas		29,109	51,392
Total Heating & Cooling		169,160	183,714
Food Supplies		417,750	388,138
Insurance		84,171	75,673
Interest Paid		42,440	16,193
Kitchen Equipment & Supplies		16,622	15,743
Medical, Health, Pharmaceutical			
Medical & Health Expenses - Residents		324,189	310,287
Medical/Care Equipment		26,806	19,061
Total Medical, Health, Pharmaceutical		350,995	329,348

	Note	2023 \$	2022 \$
Printing & Stationery		31,050	30,582
Repairs & Maintenance		554,585	291,673
Other Expenses			
Accounting/Audit fees		8,150	15,320
Advertising		21,465	17,863
Accreditation Expenditure		-	17,124
Bank Charges		1,901	2,208
Consultancy Fees		84,561	51,369
Covid-19 Expenditure		118,688	265,072
Motor Vehicle Expenses		8,815	13,856
General Equipment Purchases		10,078	7,950
General Expenses		38,161	37,733
Garden & Landscape Expenditure		3,910	5,764
Legal Costs		5,439	16,480
Other supplies		4,490	4,200
Recruitment Costs		30,005	36,037
Seminars/Training		9,160	7,766
Staff Training & Police Checks		19,151	22,469
Storage Expenses		4,600	4,913
Travelling Expenses		227	230
Workcover Medical Costs		1,457	1,787
Total Other Expenses		370,258	528,140
Security & Fire Service Costs		16,895	14,107
Subscriptions & Registrations		25,526	16,278
Telephone		23,328	20,067
Agency Staff		502,700	10,369
Waste Disposal		68,565	50,309
Total Other Expenses		3,139,291	2,370,343
Total Expenses		11,830,429	10,923,036
Loss		(413,897)	(157,743)



Certified Practising Accountants

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Shop 5, 126 Albert Road, PO Box 1097, Warragul 3820. Phone: (03) 5622 3201

57 Temple Street, PO Box 267, Heyfield 3858. Phone: (03) 5148 2977

"Glenra House" 15 Collins Street, Traralgon 3844. Phone: (03) 5176 2869 Fax: (03) 5176 0025

16 October 2023

The Board
Latrobe Valley Village Inc
5 Ollerton Avenue
MOE VIC 3825

Dear Board,

We have completed the 2023 financial statements audit of Latrobe Valley Village Inc. under the auditing standards, auditors are obliged to issue a management letter after the completion of each audit and communicate to the client any significant matters encountered during the audit.

Our audit work is based on the information provided to us by Latrobe Valley Village Inc and we rely on such information to draw the conclusion of our audit. Whilst we provide reasonable assurance to the association's compliance with the *Associations Incorporations Reform Act 2012* and the *Australian Charities and Not-for-Profits Commission Act 2012* provisions and other standards that may be applicable to the association, we may not have identified all fraud, illegal acts, or other errors that may exist. At no time should any person rely on our audit work to disclose these irregularities that may exist.

Points to note:

- *There were no significant issues*

Please let us know if you require clarification or additional information

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Neil Tyrrell', written over a light blue horizontal line.

Neil Tyrrell
TYRRELL PARTNERS