



ANNUAL REPORT

2015/16

Firm Foundations



SAMARINDA
ASHBURTON
AGED SERVICES INC

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» Introduction

This year's theme for our annual report is about 'firm foundations'. Given that the past year has not only seen major change occur within the sector but also within our organisation, it seems a fitting theme to support our organisation moving into the future.

As many of you might be aware, at the beginning of this financial year Samarinda was two separate entities, Ashburton Support Services and Samarinda Aged Services, however by the end of the financial year we merged to become Samarinda Ashburton Aged Services (SAAS).

With the amazing courage and foresight of the two previous boards and their members, this new entity now provides SAAS with a platform to offer our local community supports stretching across the services spectrum. In the coming years SAAS will not only provide Residential Care, Social Support, Meals on Wheels, Day Respite for service users with a history of complex dementia, but we will also commence a launch into developing a service to offer in-home supports to our local community.

For us to be able to achieve this though, we need to ensure that we have put in place 'firm foundations'.

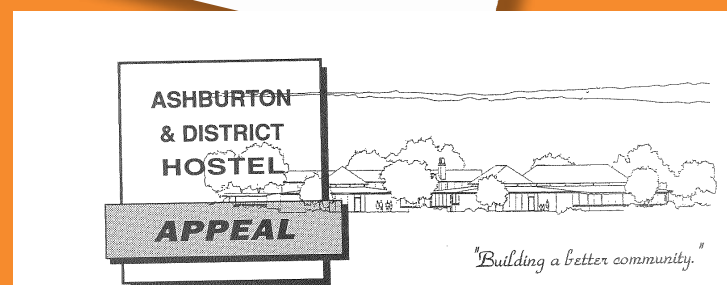
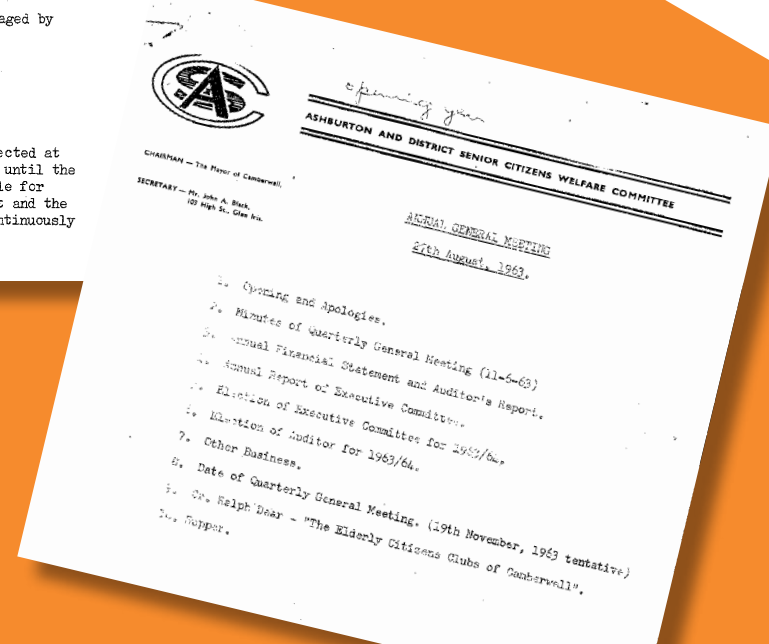


ASHBURTON AND DISTRICT SENIOR CITIZENS WELFARE ASSOCIATION

RULES AND REGULATIONS FOR OPPORTUNITY SHOP

1. **NAME.** The name of the Opportunity Shop shall be THE GOLDEN OPPORTUNITY SHOP, hereinafter called "the Auxiliary".
2. **NATURE.** The Auxiliary is a voluntary association of members of the Ashburton and District Senior Citizens Welfare Association, hereinafter called "the Association", and is subject to overall control and direction by that Association.
3. **OBJECTS.** The objects of the Auxiliary shall be:-
 - (a) To manage and control the operations of the Opportunity Shop;
 - (b) To provide funds to enable the Association to more effectively achieve its objects;
 - (c) To engage a manager and staff necessary for the conduct of the Opportunity Shop and to fix their remuneration on behalf of the Association.
 - (d) To collaborate with the Ashburton Senior Citizens Club and any committee of the Association.
4. **MANAGEMENT.** The Auxiliary shall be managed by a committee comprised of:-
 - (a) A President,
 - (b) Two Vice-Presidents,
 - (c) An Honorary Secretary,
 - (d) An Honorary Treasurer, and
 - (e) Sixteen (16) other members.

Office-Bearers and Committee shall be elected at the Annual Meeting and shall hold office until the next Annual Meeting, but shall be eligible for re-election. Provided that the President and the Vice-Presidents shall not hold office continuously for more than three years.

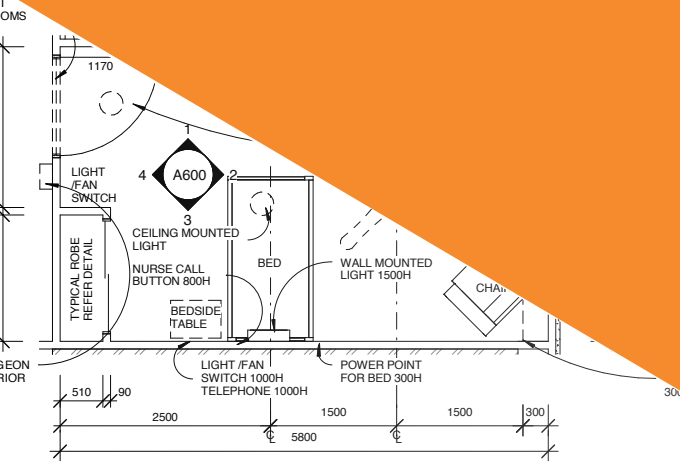


"I would just like to take the opportunity to thank everyone for the smooth transition achieved in moving the residents in the new wingSamarinda is becoming the butterfly emerging from her chrysalis"

» Highlights

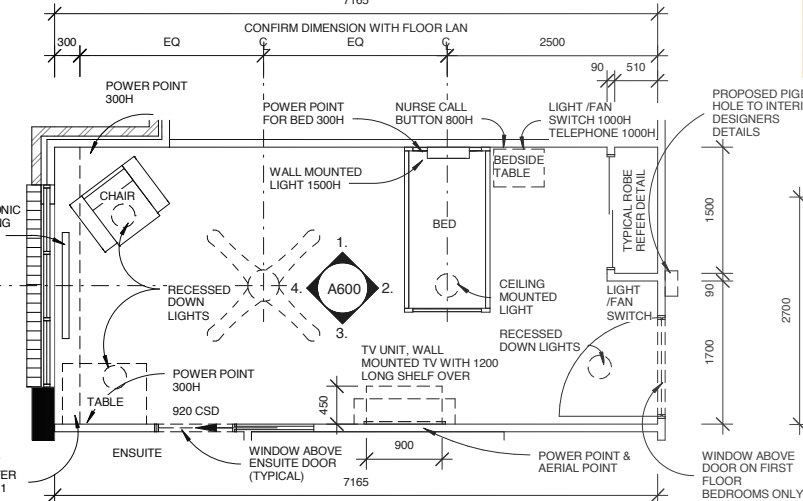


- Samarinda Lodge passed accreditation achieving all the 44 expected outcomes
- Development of a music therapy program video
- Strengthening of our partnership with Ashburton Baptist Community Services Inc. through a new three year lease for Elsie Salter House
- Merger between Ashburton Support Services and Samarinda Aged Services to form Samarinda Ashburton Aged Services
- Opening of Stages 1 and 2 of the Samarinda Lodge rebuild



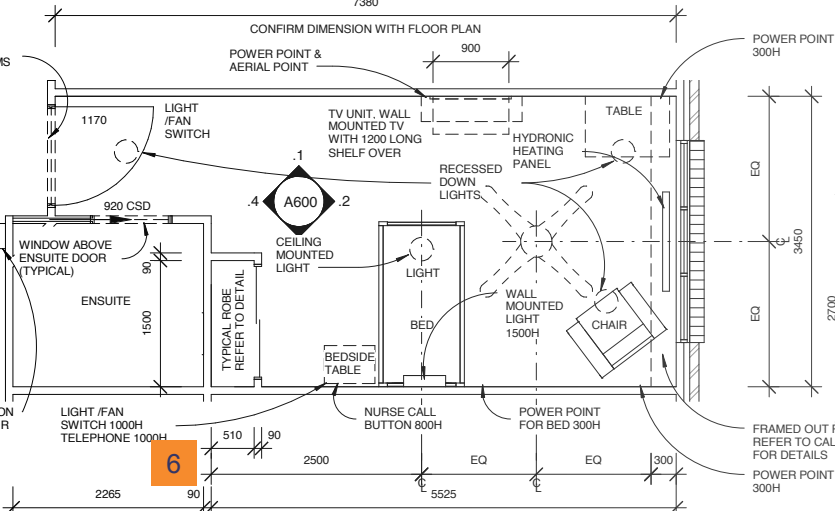
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TYPICAL BEDROOM B

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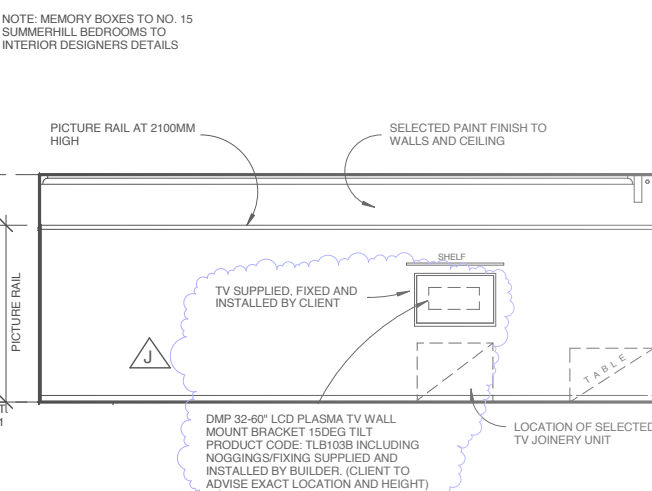


TYPICAL BEDROOM C

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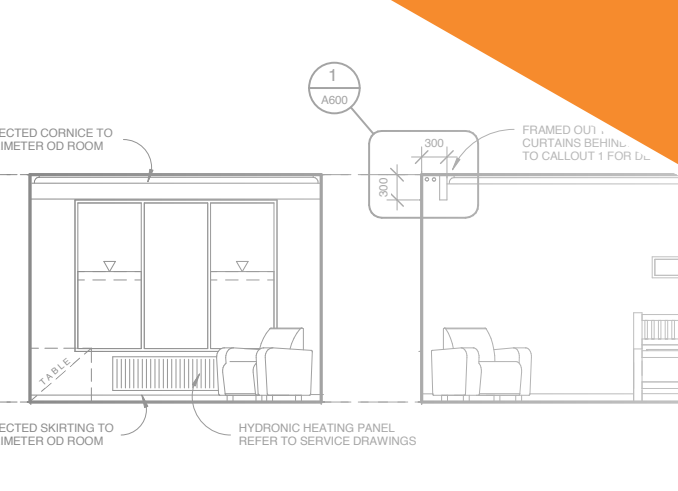


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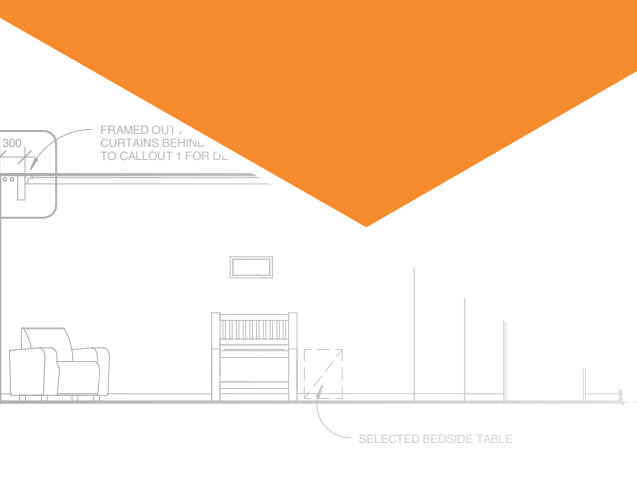


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TYPICAL BED C ELEV 3

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TYPICAL BED C ELEV 4

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» Chair Report

The past 12 months has been an exciting time for Samarinda as an organisation.

Firstly, we have now merged with our neighbours, Ashburton Support Services, to become Samarinda Ashburton Aged Services. This merger will strengthen our new organisation and help to meet the changes and challenges occurring within the aged care system. It means that as an organisation we will be able to provide support to those in both community and residential settings allowing for a full continuum of service to our community.

The other benefit of the merger is that the new SAAS Board has been strengthened by the inclusion of members from the previous Ashburton Support Services Board. The new members bring a wealth of knowledge from both the community and corporate sectors.

Our redevelopment of 286 High Street, which is part of our long term future and sustainability program, has seen some significant progress over the past 12 months with stages 1 and 2 now completed and opened, creating an additional 5 beds. Stages 3 (our administration area) and stage 4 (new 30 bed wing) have commenced and will be completed in the first half of next year.

We have also been working with Boroondara City Council on the replacement of the 296 High Street complex. Boroondara City Council has already put some funds aside and SAAS has made a commitment to contribute \$1 million dollars towards a new building. We are hopeful that over the next year we will finalise a design and settle funding. We look forward to commence rebuilding in the financial year after that.

This year has also seen us further strengthen our relationship with the Ashburton Baptist Community Services Inc (ABCSI). We have signed another 3 year contract with ABCSI for the use of one of their buildings for the Elsie Salter House program for persons living with dementia requiring respite services.

Samarinda Lodge has once again gone through accreditation with the service having achieved another 44 out of 44 standards. This means that our residential services are accredited to provide support for another 3 years.




Once again this has been a great year of achievement for our many services at our senior citizens or as we now say “@296”. So much goes on – lunches, activities, programs for our Vietnamese and Chinese members, meals on wheels, gardening, lunches and concerts, coffee, and excursions!

We have also had another great year at “The Ashy” – our very own social enterprise that enables us to do so much more for people in our local community. It is one of the best op shops in Melbourne and please continue to give it your support. Tell family, friends and neighbours so that our op shop not only helps those who need a bit of support, but is also the place of choice to drop off those treasures in need of a new home!

During the year we have seen a changing of CEO's. We said a fond farewell to Shane Neaves and welcomed Mark Zentgraf into the role of CEO. Mark's experience holds him in good stead as he has held a range of senior executive roles in the past in acute and sub-acute health, residential and community aged care, disability and community services, government and corporate sectors, as well as being a non-executive board director for a community health service.

On behalf of the Board I would like to thank all staff and volunteers for their hard work and dedication to our service users. I would also like to thank all the members of the Board who dedicate their time to making SAAS a strong and well respected provider of services to the aged in our community. They are a terrific group to work with and together make a strong team.

Finally I would like to thank all those who we look after, and their families. They are the ones who inspire us every day to provide the very best service and support. We owe you a vote of thanks for choosing us to be part of your life and to continue the Samarinda community.


Bob Stensholt

» CEO Report

The 2015-2016 financial year has been a massive year of shaping our organisation to meet the challenges of the future! Some of the biggest structural and policy changes seen in the past few decades across the Aged and Community Care sector were commenced; these will fully come into effect in the 2016/17 financial year. Responding to these changes has not only made us more robust and resilient as an organisation, but strengthened our infrastructure for growth into the future.

Late 2015 saw Shane Neaves leave Samarinda to take up a new role interstate. This led to me being appointed as CEO in October 2015. Since then the organisation has seen the implementation of the new organisational Executive structure. This new structure has streamlined reporting lines and provides greater supports to our program coordinators.

This year has seen several exciting events occur, both of which help shape the current and future operations and directions of our organisation. Firstly, Samarinda Lodge went through a full accreditation process of its residential aged care services and achieved 44 out of 44 standards. This outstanding achievement means that Samarinda Lodge is not only accredited to be a residential aged care provider for another three years, but is a true reflection of the quality of our service provision. This is all the more significant because of the requirement to accommodate the building works. We are immensely proud of our care teams and their commitment to sustainable, quality, service provision.

The other major event has been the merger between Ashburton Support Services and Samarinda Aged Services, leading to our new organisation now being called Samarinda Ashburton Aged Services. The merger was completed this year and means that as an organisation we are now well positioned to provide a broader spectrum of services to the ageing community in our local area.



This past year has also seen us open stages 1 and 2, and commence construction of stages 3 and 4, of our 5 stage building program. It has required an amazing amount of goodwill and patience from the residents, their families and our staff because of the intermittent noise coming from the construction site, the relocation of residents into new rooms and changes in workflow for staff. It has, however, given us 30 state of the art single rooms with ensuites, kitchen, lounges and activity rooms and provides us with a great foundation for the future of our residential aged care service.

Funding for our Home and Community Care (HACC) programs will see a major shift from state to federal management with our over 65 year old service users transitioning to the new Commonwealth Home Support Program (CHSP). Our under 65 year old service users will remain under the State Government HACC program. This transition to the CHSP will involve the commencement, in Victoria, of the national My Aged Care gateway for all over 65 year old clients accessing services. This will be a significant change to the referral management and admission processes for our organisation. Another major change will be within the Commonwealth Home Care Packages Program whereby funding for packages that was previously held by providers will now be attached to the person granted the package. These changes might sound small, but they have significant impacts on how organisations will engage and provide services to people into the future.



Mark Zentgraf

» Committee of Management



Bob Stensholt
BA, B Div (Hons), M
IntLaw, Dip Phil, Chair,
Appointed 2003.

A Victorian MP for over 10 years holding diverse roles, including Parliamentary Secretary for Treasury and Finance, as well as senior management roles in Federal Government both in Australia and abroad. Currently Bob is Chief of Staff for the Hon Wade Noonan MP, Minister for Employment, Industry & Resources. As the State MP for Burwood, Bob served as Parliamentary Secretary for Treasury and Finance and also Chair of Public Accounts & Estimates Committee. Bob has extensive experience in international diplomacy, health and education, project evaluation, international water law, environment policy and international development. He is a member of the Governance sub-Committee.



Elizabeth Lanyon
LBA (Hon), LL.M
PhD, Vice-Chair,
Appointed 2008.

Dr. Lanyon is a lawyer with over 35 years' experience in Victoria. Currently, she holds a senior public servant position in the Department of Justice and Regulations. Former Board roles include Preston TAFE, Korowa Anglican Girls School and Financial Ombudsman Service. Dr. Lanyon is Chair of the Governance sub-Committee and a member of the Finance & Risk Committee.



George Andreola
BBus (Acc), DCompSc,
Treasurer,
Appointed 2007.

George is a Fellow of the Institute of Chartered Accountants. He is an independent financial services professional with over thirty years experience in accounting and financial management. George is also the Chair of Finance & Risk Committee.



Phillip Henty
A Acc, Dip SIA, F Fin
Secretary,
Appointed 2007.

Phil is an investment professional with over thirty years experience in the Australian securities, equities, derivatives and fixed interest markets. He is also a member of the Finance & Risk Committee.



Michael Briggs
BBus (Mkg) Member,
Appointed 2012.

Michael has extensive experience in marketing, sales and strategy roles in service organisations in both Australia and internationally, including Telstra in Australia and National Savings and Investments in the UK. Currently, Michael is Head of Consumer Sales and Loyalty with AGL. Michael is a member of the Finance & Risk Committee.



Neelesh Mehta
FAICD, FCPA, FCA
Member, Appointed 2015.

Neelesh is an internationally experienced business executive with expertise across a range of industries. Neelesh has experience in Governance on boards of companies that provide a range of community services to the elderly and unwell. He is also a member of the Governance sub-Committee and the Finance & Risk Committee.



Brian Bergin
Member,
Appointed April 2015.

Previously President of Ashburton Support Services from July 2012, Brian was also a Hawthorn City Councillor and Mayor. He has over thirty five years of senior general management work experience and has held directorships both in Australian and overseas companies. Brian has been a Rotarian for over twenty five years with involvement in numerous community organisations. He is Chair of the Community Services Committee.



Yen Bui
BEd. BAppSc Member,
Appointed 2012.

Previously a Mathematics Teacher in Vietnam, a Senior Laboratory Manager, founder and group leader of LACVIET Choir, and president of VSCA (Vietnamese Senior Cultural Association). Yen has extensive involvement in the Vietnamese Community in Melbourne, is a Board member and Treasurer of the Australian Vietnamese Women Association, and a member of the Eye& Ear Hospital Community Diversity Advisory Board.



Dr Elizabeth McNaughton
MBBS, FRACGP Member,
Appointed 2001.

Dr. McNaughton is a registered Medical Practitioner at the Glen Iris Medical Centre. She is also a member of the Governance sub-Committee, GP Panel and Medication Advisory Committee.



Russel Chesler
Ba Blding Member,
Appointed 2012.

Over 10 years experience in retirement living, residential aged care development and strategic planning. Russell is currently a Director of Business and Services Development at St Vincent's Care Services.



Leong Lee
BEng Mech Member,
Appointed 2012.

Leong holds directorships with ASX listed companies and is a business owner and an active member of community organisations. Leong is a member of the Finance & Risk Committee.

» Purpose Vision Values



Our Purpose is:

To support our locals as they age and help them remain connected to their community.

Our Vision is:

Every older local deserves to remain connected, engaged and valued in the community they know and love.

Our Values are:

Family - A universal enduring value that is held dear to all stakeholders encouraging inclusiveness respecting, welcoming and celebrating differences.

Justice - Making the world a better place, by sharing what we have with others, not just financial in nature but also time, skills, experience and unique qualities. The reward is in the giving.

Partnership - Fostering and developing our association in a spirit of co-operation with our colleagues, associates and service providers, in the industry.

Innovation - We are continually striving to gain and apply knowledge to achieve additional value to our organisation and create a better and more effective environment for our stakeholders.

» Executive Team

Mark Zentgraf

BN, Cert ICU, Grad.Dip. Mgmt, MBA

CEO - Samarinda Ashburton Aged Services.

Appointed in 2015.

Over 20 years of senior management experience in the Acute Health, Subacute, Aged Care, Community and Commercial sectors.

Sophie Brown

BN, Facility Services Manager - Samarinda Ashburton Aged Services. Appointed in 2010.

Sophie is experienced in hospital, aged care and paediatric nursing. As Facility Service Manager she has managed the last two accreditation visits; she has also been instrumental in the implementation of the residential clinical documentation software.

Luisa Banks

BBus (Acc), Corporate Services Manager - Samarinda Ashburton Aged Services.

Appointed in 2015.

FCPA Member since 1996 with 30 years experience in financial management and Company Secretarial roles. Director and Treasurer of 3MBS Fine Music, financial controller for electrical retail franchise groups, Company Secretary at Retravision (Vic /Tas) Limited, and senior financial contract roles in not-for-profit, service and real estate organisations.

Carmen Trimboli

EN, DipCS, DipMgmt Community Manager - Elsie Salter House - Samarinda Ashburton Aged Service.

Appointed in 2012.

Extensive nursing experience complements her management roles in both community and residential settings. Carmen has over twenty five years in the Aged Care sector with a focus on Dementia Care. Carmen is currently studying for a Bachelor of Dementia Care at the University of Tasmania.

Nicole Boschma

BAppSc, AdvDip (Bus Acc), Community Manager - Samarinda Ashburton Aged Services. Appointed in 2013.

Nicole has over 10 years' service with SAAS. She spent two years as CEO of Ashburton Support Services and led the organisation to effectively deliver programs and services to older people, disabled adults and carers to assist confident, independent living in the community. Nicole also has experience in strategic and project management, risk and compliance management and business management.

» Community Service Programs

MEALS ON WHEELS

It has been another busy year for Meals on Wheels. Over the past year we have provided 12,502 meals to our clients. This is still below our target set by the government; however, we are continuing to explore different avenues to increase our client numbers. One of our main focuses this year will be on strengthening our relationship with the council's intake officers as they are our first point of contact with all prospective clients. This upcoming year will see the introduction of My Aged Care. My Aged Care is the new main entry point to the aged care system in Australia. My Aged Care aims to make it easier for older people, their families, and carers to access information on ageing and aged care, have their needs assessed and be supported to find and access services.

As with any change, especially as big as this one, there will be initial challenges. However we now look forward to utilising this system as our new referral pathway. Over the past year we have continued to celebrate special dining days with our clients. These have included days such as Spud Day, BBQ Lunch, St. Patricks Day, and Christmas in July etc. All are very popular and always well attended.

This year also saw a number of Meals on Wheels clients (and a volunteer) relocating to Samarinda Lodge. One of them is a 101 year old service user. We have continued to work closely with Mannix to ensure that we provide meals of a high standard to all our clients. Thank you to Craig, Peter, Bob and Connie for all your hard work.

As always our service is primarily only made possible by our Meals on Wheels volunteers. They are an important cog in the Meals on Wheels machinery. Our kitchen volunteers do a vital job in keeping the eskies, food containers and the whole of the kitchen in tip top shape, whereas our drivers are our frontline representatives in the community. The volunteers not only deliver meals but also provide that welcome social contact to our clients. We always value their feedback concerning the well-being of any of our clients.

I would like to say a big thank you to all our volunteers for their dedication and generosity. Each and every one of you makes it possible for SAAS to provide a service to all our clients.

Lourdes Catalla
Meals On Wheels Coordinator

ELSIE SALTER HOUSE

Elsie Salter House (ESH) has continued to provide a highly valued service to those in the community living with dementia and memory loss, by providing assistance and support to both clients and their carers. During the past 12 months the following initiatives have assisted us to provide the high level of care that Elsie Salter House is recognised for:

- Transition of DDR clients to ESH
- Painting of the interior at ESH
- Arrival of new furniture: tables, chairs, lounge chairs and sideboard
- Commencement of new volunteers:
 - Six over the year and all aged under twenty five
- Staff Training:
 - First Aid, Food Safety, Goal Directed Care Planning and Alzheimer's Dementia Care
- The Coordinator completing Certificate IV in Frontline Management and Certificate IV in Leisure & Health
- The Patient Wandering system updated and fitted with an override switch

I would like to thank all of our staff and volunteers for their ongoing support and dedication towards providing a first class service.

Carmen Trimboli
Community Manager
Elsie Salter House



“Samarinda has wonderful staff and they should be commended for the work they do”

“I am deeply grateful to SAAS and for the wonderful volunteers (especially the drivers) and kitchen staff”

» Community Services Programs

SOCIAL SUPPORT PROGRAM

The Social Support program 2015-2016 year saw many exciting events. It all started with the very popular Christmas in July celebration with 110 clients attending. This has become a very popular event with members from all the different activity groups coming together to celebrate. September brought us the colourful Cultural Vietnamese Moon-Cake festival with 150 clients attending, and also the Chinese Moon-Cake festival which was well attended. Victorian Seniors Festival was another chance to showcase both our talented Chinese participants from the Chinese Senior Friendship Association, and our Vietnamese participants from the Victorian Senior Cultural Association, with senior performers dancing and singing, choir performances, art displays and a Tai Chi demonstration.

The Christmas Lunch and concert is always a popular event with over 100 attending and is then followed by a New Year's Party to usher in 2016. The Chinese New Year celebration was bigger and better than ever as the group membership has increased and also the enthusiasm for celebrating it.

The Chinese Dragon Boat festival, funded by Multicultural Victoria, was another well attended celebration.

Our annual party for those aged 90 and over is one of our very special events on the calendar. As we have over 50 members in this age group, this event has become a big and important celebration. This year we had two very special members who reached 100 and they, along with everyone else, had a thoroughly enjoyable and happy time.

The centre also hosted Art exhibitions to recognize and enjoy the efforts of our Friday Art group and the Book Launch of a client's book.

In addition to the events mentioned above the centre also celebrated St Patricks Day, the AFL Grand Final, a Spring Racing Carnival celebration, an Australia Day celebration lunch, TET Vietnamese festival, Shrove Tuesday, Ash Wednesday, Anzac Day, and a cultural diversity week celebration. Complementing these programs was a 15 week Falls Prevention program, health information sessions, a Carers Afternoon Tea, Biggest Morning Tea, entertainment and guest speakers.

Fay Salmon
Social Support Program Coordinator

"I found everyone very helpful teaching me to use the internet"



"There is no need to improve services – they are very good. Thank you lots."



THE ASHY OP-SHOP

This has been another exciting year at the Ashy with our sales of goods having continued to increase from previous years. The best Departments for sales have been Bric a Brac with 24% of sales, Women's Wear totalling 20% of sales, and 'Yard' with 11%. The sales increased across February, March and April after a letterbox advertising mail out. April was a great result due to more donations of better quality items including furniture and garden items from a deceased estate. Complementing our sales income has been the revenue contribution by The Melbourne Cleaning Cloths Company, who purchase items from us that are not suitable for the needs of our customers. This revenue source has added an average of \$900 to \$1000 per month.

We have had the pleasure of working alongside a great group of volunteers this year including more men! The men have assisted in the outside yard duties and with managing the deliveries of donated items which has been a great help. This has contributed to revenue growth in the Yard / furniture areas.

We were fortunate this year to have been able to build a purpose designed storage area which will enable the shop to better store out of season items.

As previously mentioned the Op-shop has continued to increase its revenue with this past year being the sixth in a row! This great result can be directly attributed to the hard work and dedication of staff and volunteers, and the continued support of the local community.

Sybella Sullivan
Store Manager

"Lovely shop - Very reasonably priced"



» Community Services Programs

VOLUNTEER ALLIANCE

Volunteer Alliance continued to actively support all community and residential programmes through the Alliance network. We would like to extend a big thank you and welcome to all new volunteers who joined our team this year. Volunteers have taken up positions in a range of volunteer tasks including Meal on Wheels, gardening support, kitchen assistants and as classroom helpers.

With our highly committed volunteers, we have been able to ensure that Samarinda Ashburton Aged Services (SAAS) continues to meet the needs of the community. Volunteers at SAAS make a vital contribution by providing different points of view and bring experience and expertise that enrich the organisation. Some of our dedicated volunteers have given decades of service to assisting older people.

Our volunteers are supported through a Volunteer Alliance Coordinator who not only recruits volunteers, but also provides support, training and recognition. In order to continue providing high quality services, volunteers are provided with a range of training sessions. Training sessions, coordinated this year included:

- Cultural Awareness
- Rose pruning (for volunteer gardeners)
- Allied health information

The Volunteer Coordinator also meets regularly with program coordinators to ensure that volunteers are both well supported and aware of program outcomes and strategies to maximise the client experience. Volunteer Alliance enjoys an active relationship with organisation such as Boroondara Volunteer Resource Centre, South East Volunteers, Work For the Dole and assists with volunteer referrals to Craig Family Centre.

Volunteer Alliance utilised a range of formal and informal networking strategies (such as our attendance at volunteering expos and assisting with school community service programmes). Working with other organisations is vital in terms of promoting awareness about the volunteer opportunities that exist within the Volunteer Alliance.

The value of volunteering to the organisations in the Volunteer Alliance network is immense and irreplaceable. In order to demonstrate the importance volunteering has to our organisations, we ensure that volunteer contributions are accounted for, recognised and valued. This year some of the main volunteer recognition highlights have included National Volunteer Week (9-15 May 2016) and End of Year volunteer celebrations.

Mira Haldun
Volunteer Alliance Coordinator
Lesa Koffyberg
Community Services Manager



“I appreciate help with transport and help from volunteers.”

» Samarinda Lodge Report

With both industry adjustments and the building redevelopment, the residential program has seen many changes for residents and staff during the 2015-2016 financial year.

Our music therapy program continued to grow in 2015. Samarinda Lodge was lucky enough to achieve some short term funding from The Marian & E H Flack Trust and Collier Charitable Fund to deliver 1:1 music therapy to a small number of our residents, as well as an increase in our group music therapy sessions. The objective of the project was to involve residents in a program which assisted with socialisation. We were pleased to see that the project made a noticeable difference to our participating residents. They were more engaged in conversation with the therapist, and were able to recall favourite pieces of music and memories surrounding those pieces.

The outcome of our 1:1 music therapy sessions was documented in a short clip that is accessible via our website. A special thanks to Kieran Doolan for donating his time to help in the development of the clip. Thank you also to Sybil Malins and her family for the ongoing support and contribution to strengthening our music therapy services.

Our group music therapy sessions are now a regular feature in the activities plan and we will explore other opportunities to deliver further activities involving music in the following financial year.

To strengthen our links to the local community we engaged a local mothers group from The Craig Family Centre to visit Samarinda Lodge. A group of up to six mothers and babies have been visiting the facility on a weekly basis.

Our residents faces light up each week when the babies visit and we are sure the mothers enjoy the wise advice given to them by the older generation.

To further build on our community links we formed strong affiliations with local Vietnamese and Chinese choirs. The choirs perform for our residents on a regular basis and stay to have a chat and a cup of tea after their performances. In addition we have also developed links with some local high schools - De La Salle and St Kevin's. The boys from De La Salle and St Kevin's have assisted with our music therapy program, men's group and have also engaged residents in 1:1 visits.

We had two major milestones this financial year with two of our residents, Jean L and Bessie G turning 100 years young. Congratulations ladies. We now have 6 residents who have passed this magic milestone.

We farewelled Tracey Pattison this year from her role as lifestyle coordinator, we wish Tracey all the best for the future and thank her for her contribution to Samarinda Lodge. Hortense Kraupner was welcomed into the role and we look forward to seeing what she has in store for our lifestyle program.

On 23rd July 2015 when our residential program underwent an Accreditation Assessment we were pleased to achieve compliance in all 44 outcomes of the Accreditation standards. Our thanks go out to our Quality Manager Karen Wilson and to our staff who work together as a team to ensure we continually meet, and exceed, all of the requirements.

Sophie Brown
Residential Service Manger

“I am glad you are there, and you give me support in the future if I require it.”

» Fundraising



The past year has been an important one for Samarinda Ashburton Aged Services and its residents and service users. Once again it was a year of marvellous community support; however it has also been a year of challenges. Many of these challenges will impact on the way SAAS will deliver its services in the future.

We want to sincerely thank our many friends who have supported us - to the donors for their donations, to the relatives for their encouragement, and a very special 'Thank-you' to the Johnston Family for continuing their family's tradition of generous giving. The Harold & Kay Johnston Family Foundation contributed to the establishment of the Harold Johnston Wing at SAAS. Thank you to all members of the Johnston Family.

On 11 October 2015 SAAS held a Trivia Night which was a huge success. Over 126 guests had an enjoyable and fun night and we managed to raise over \$9,000 towards our building appeal. Thank you to our sponsors for their generous support and to the donors of all raffle and auction prizes. We could not have done it without you.

We would also like to acknowledge the generosity of the Trusts and Foundations who have provided grants to SAAS for music therapy, equipment and specially designed furniture. Jellis Craig have been most generous in providing the display board on High Street, the Bendigo Bank for their ongoing support and contribution, and also Ashburton Baptist Community Services Inc. for their ongoing support of our Elsie Salter House Program for persons with dementia.

SAAS is making great progress in the redevelopment of Samarinda Lodge and we are well into the planning stage for the new community building at 296 High Street. We ask the community to support us in our endeavours to raise those extra dollars to equip and furnish our state-of-the-art facilities. Every cent raised helps us to complete our current and future redevelopments in order to allow our service users to continue to enjoy our excellent services.

As we move into the 2016/2017 financial year we will face new challenges and your ongoing contribution, support and donations will continue to benefit our local residents and service users.

Zirka Yaskewych
Fundraising & Community Development
Coordinator

‘Your dedication and kindness is wonderful to witness and much appreciated.’



» Treasurer Report



During the 2016 financial year, Samarinda Ashburton Aged Services reported a small EBITDA loss of \$68,000 (2015: loss of \$46,000) after taking into consideration the writing off of buildings and depreciation of \$2.215 million (2015: \$0.960 million) and reported an operating loss of \$1.574 million (2015: \$1.038 million) which also included an unrealised loss of \$0.287 million in 2016 in relation to unfavourable market movements in the value of our investment portfolio.

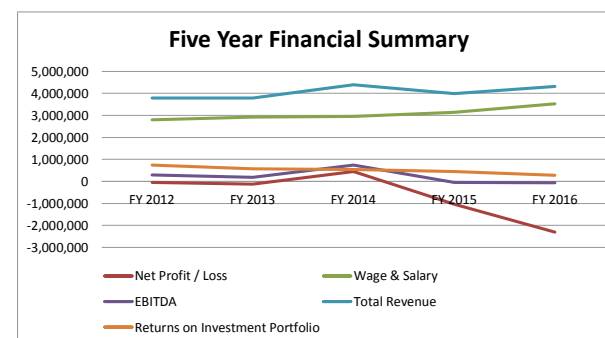
Overall, resident fees and government subsidies disclosed increases of \$0.462 million, whereas investment income reduced from \$0.446 million in 2015 to \$0.283 million in 2016 as a direct consequence of the sell down in the investment portfolio to fund building works. In terms of material expenses, employee remuneration increased by \$0.387 million whilst other expenses remained ostensibly within budget expectations.

The cash flow for the period disclosed an outflow from operations of \$0.405 million (2015: inflow of \$0.400 million). Notwithstanding this considerable outflow, it ought to be appreciated that this is offset by the positive inflow of funds which has arisen from the merger with Ashburton Support Services of \$836,000. The outflow from investing activities of \$1.9 million (2015: \$3.3 million) mainly relates to the funding of building costs, offset by the inflow from the realisation of our investment portfolio. The inflow from financing activities of \$2.2 million (2015: outflow of \$0.884 million) mainly results from the inflow of new bonds during the year. Overall, net cash decreased by only \$0.115 million during the year.

The write off of buildings is in accordance with the demolition of our old buildings which are undergoing a complete re-development. As a result of the redevelopment of our facility, Samarinda has expended \$3.655 million (2015: \$3.668 million) towards the construction of the new buildings which has been totally funded from internal financial resources by way of a reduction in our cash holdings, reduction in our investment portfolio and new bonds on rooms that have become available for occupancy during the year.

Notwithstanding the negative operating loss during the year, our balance sheet remains extremely strong with a net positive asset position of \$6 million represented by cash and investments of \$5.4 million, property, plant & equipment of \$13.3 million and off-set by total liabilities of \$14.55 million mainly comprising bond liabilities of \$13.385 million.

Also during the year, Samarinda incorporated the financial outcome of the merger with Ashburton Support Services of \$1 million which was transferred in cash and cash equivalents and other assets less liabilities relating to employee entitlements.



As expected in a service-based organisation, personnel costs constitute approximately 82% of Samarinda's revenue base, and consequently, are closely monitored to ensure optimum outcomes are achieved. Samarinda's liquidity position is closely monitored and customised reporting is generated to provide transparency and clarity to ensure full compliance with Samarinda's internal reporting and governance requirements.

To our fellow Finance Committee members, thank you for your significant contribution in the financial management and good governance of Samarinda. The Finance Committee would also like to note and thank JB Were for their continued support and investment advice. Furthermore, we wish to thank all staff, volunteers and the Committee of Management for their continued dedication and support.

George Andreola
Treasurer

SAMARINDA ASHBURTON AGED SERVICES INC

FINANCIAL STATEMENTS 2015/16

The Committee of Management of Samarinda Ashburton Aged Services Inc (Samarinda) submits herewith its annual financial report for the financial year ended 30 June 2016.

COMMITTEE MEMBERS

The names and details of the Committee members in office during the financial year and up to the date of this report are as follows. Members were in office for this entire period unless otherwise stated.

Bob Stensholt (Chair)
Elizabeth Lanyon (Deputy Chair)
Phil Henty (Secretary)
George Andreola (Treasurer)
Brian Bergin
Michael Briggs
Yen Bui
Russel Chesler
Leong Lee
Liz McNaughton
Neelesh Mehta

PRINCIPAL ACTIVITIES

The principal activity of Samarinda during the year ended 30 June 2016 continued to be the management of a facility providing residential care for aged persons and operating a day respite service offering specialised programs for the frail aged and those living with dementia and their carers.

With effect from 24 May 2016, Samarinda formally merged with Ashburton Support Services (ASS). The merged entity continues to provide those community support services and programs previously provided by ASS.

REVIEW OF OPERATIONS

For the year ended 30 June 2016, the operating deficit amounted to \$2,308,595 (2015 operating deficit \$1,038,437). The result for both 2015 and 2016 has been materially affected as a consequence of the partial write-off of Samarinda's existing property, plant and equipment \$1,944,132 in 2016 (2015: \$736,769) consistent with the current demolition of its current facility and the progressive redevelopment thereof as previously advised in its financial report for the year ended 30 June 2015.

In the 2017 financial year, an approximate \$350,000 current carrying amount is expected to be written-off, largely in relation to the demolition of its current buildings. Samarinda is exempt from paying taxation and therefore no provision for income tax is required. Samarinda has operated in pursuing its objectives throughout the year and is in a sound financial position to support its future activities and building project.

CHANGES IN STATE OF AFFAIRS

Other than the merger with ASS in 2015/16 and the continuation of the re-development of Samarinda's aged care facility as previously advised, during the financial year there were no other significant changes in the state of affairs of Samarinda other than that referred to in the financial statements or notes thereto.

ENVIRONMENTAL REGULATION

Samarinda's operations are not subject to any significant environmental regulations under either Commonwealth or State legislation.

FUTURE DEVELOPMENTS

Samarinda will continue with the redevelopment of its aged care facility, which at present is estimated to be completed in the second half of the 2017 calendar year. Samarinda will during and post completion of its redevelopment, progressively undertake the partial occupancy of its additional residential places (47 beds).

CORPORATE STRUCTURE

Samarinda is an Incorporated Association. The address of the registered office and principal place of business is 286 High Street, Ashburton.

INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

Samarinda has obtained insurance in respect of all directors and officers against all liabilities to other persons that may arise from their positions as directors and officers, except where the liability arises out of conduct involving a lack of good faith.

As part of the funding agreement with the Department of Health and Human Services, the premium of this insurance was paid for by the aforementioned for Samarinda for the period from 1 July 2015 to 30 June 2016.

COMMITTEE OF MANAGEMENT MEETINGS

The following table sets out the number of Committee of Management meetings held during the financial year and the number of meetings attended by each member. During the financial year, 10 ordinary Committee of Management meetings and 10 Finance Committee meetings were held.

	COMMITTEE OF MANAGEMENT		FINANCE COMMITTEE	
	Held	Attended	Held	Attended
Bob Stensholt	10	9	10	4
Elizabeth Lanyon	10	7	10	8
Phil Henty	10	7	10	7
George Andreola	10	8	10	9
Russel Chesler	10	5	-	-
Leong Lee	10	8	10	6
Liz McNaughton	10	8	-	-
Brian Bergin	10	10	-	-
Michael Briggs	10	3	10	3
Yen Bui	10	5	-	-
Neelesh Mehta	10	8	10	7

Signed in accordance with a resolution of the Committee
Dated this 27th October 2016



BOB STENSCHOLT
(Chair)



ELIZABETH LANYON
(Deputy Chair)

NOTES	2016 \$	2015 \$
Revenues from ordinary activities	4,323,194	3,998,278
Employee benefits expense	3,533,249	3,146,293
Client expense	358,539	286,429
Property and equipment maintenance	180,689	158,217
Depreciation and decommissioning write-downs	2,214,666	960,965
Administrative expense	344,646	484,811
Total expenses	6,631,789	5,036,715
Surplus/ (Deficit) before gain on ASS merger	(2,308,595)	(1,038,437)
Gain on Ashburton Support Services merger	1,021,541	-
Surplus/ (Deficit) from ordinary activities	(1,287,054)	(1,038,437)
Other comprehensive income for the year		
Items that may be classified subsequently to surplus or deficit:		
Land - Revaluation Increment	-	2,200,000
Available for Sale Investments - Decrements	(286,737)	(32,768)
Total Comprehensive Surplus (Deficit) for the year	(1,573,791)	1,128,795

BALANCE SHEET AS AT 30 JUNE 2016

	NOTES	2016 \$	2015 \$
ASSETS			
CURRENT ASSETS			
Cash assets	5	3,760,425	3,875,731
Receivables	6	120,613	147,735
Other	7	65,455	50,201
Total Current Assets		3,946,493	4,073,667
NON CURRENT ASSETS			
Property, plant and equipment	8	13,375,788	11,854,340
Investments	9	1,665,648	2,738,122
Intangible assets	10	1,600,000	1,600,000
Total Non Current Assets		16,641,436	16,192,462
TOTAL ASSETS		20,587,929	20,266,129
LIABILITIES			
CURRENT LIABILITIES			
Payables	12	516,706	901,872
Provisions	13	576,217	459,252
Non interest bearing liabilities	14	13,385,462	11,241,394
Total Current Liabilities		14,478,385	12,602,518
NON CURRENT LIABILITIES			
Provisions	13	75,850	56,126
Total Non Current Liabilities		75,850	56,126
TOTAL LIABILITIES		14,554,236	12,658,644
NET ASSETS		6,033,694	7,607,485
EQUITY			
Reserves	15	5,238,317	5,525,054
Retained surplus	15	795,377	2,082,431
TOTAL EQUITY		6,033,694	7,607,485

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
ASSET REVALUATION RESERVE		
Opening Balance	5,525,054	3,357,822
Land	-	2,200,000
Revaluation increment		
Available for sale investments	(286,737)	(32,768)
Revaluation decrement		
Closing Balance	5,238,317	5,525,054
RETAINED EARNINGS		
Opening Balance	2,082,431	3,120,868
Surplus / (Deficit) attributable to the entity	(1,287,054)	(1,038,437)
Closing Balance	795,377	2,082,431
TOTAL EQUITY	6,033,694	7,607,485

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2016

	NOTES	2016 \$	2015 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating activities		4,099,155	3,546,580
Interest and dividends received		291,470	414,127
Payments to suppliers and employees		(4,795,956)	(3,561,170)
Net Cash Flows Provided by Operating Activities	20	(405,331)	399,537
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of investments		1,330,452	352,963
Cash transferred on merger with ASS		836,521	-
Payments for property, plant and equipment		(3,655,364)	(3,668,224)
Payments for investments		(412,915)	(14,165)
Net Cash Flows Providedby / (Used in) Investing Activities		(1,901,306)	(3,329,426)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from accommodation bonds		3,041,000	2,125,482
Repayment of accommodation bonds		(849,669)	(3,009,792)
Net Cash Flows Providedby / (Used in) FinancingActivities		2,191,331	(884,310)
Net Increase / (Decrease) in Cash Held		(115,306)	(3,814,199)
Cash at beginning of financial year		3,875,731	7,689,930
Cash at the end of the Financial Year	20	3,760,425	3,875,731

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards – Reduced Reporting Requirements (AASBRDR), and the Australian Charities and Not-for-profits Commission Act 2012(“ACNC Act 2012”). All amounts are presented in Australian Dollars.

The financial report covers Samarinda as an individual entity. Samarinda is an incorporated association domiciled in Australia under the Associations Incorporation Reform Act 2012.

The financial statements of Samarinda for the year ended 30 June 2016 are authorised for issue by a resolution of the Committee of Management on 27th October 2016.

The following is a summary of the significant accounting policies adopted by Samarinda in the preparation of its financial report. The accounting policies have been consistently applied, unless otherwise stated.

BASIS OF PREPARATION

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

(a) INCOME TAX

No provision for income tax has been raised as Samarinda is exempt from income tax under Division 50 of the Income Tax Assessment Act 1997.

(b) REVENUE RECOGNITION

Revenue is recognised to the extent that it is probable that the economic benefits will flow to Samarinda and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Rendering of Services

Where contracts can be reliably measured, control of a right to be compensated for services has been attained.

Interest and Income from Investments

Revenue is recognised when the right to receive the income is obtained.

Sale of Non-Current Assets

The net gain or loss of non-current asset sales are included as revenue at the date control passes to the buyer, usually when an unconditional contract of sale is signed.

The gain or loss on disposal is calculated as the difference between the carrying amount of the asset at the time of disposal and the net proceeds on disposal.

Grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all attaching conditions will be complied with.

Donations

Revenue is recognised when the monies are received by Samarinda. In kind donations or donations of assets are recorded at fair value.

(c) FINANCIAL INSTRUMENTS

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

Financial Assets

Interests in listed investments are classified as being available-for-sale and are stated at fair value less impairment. Fair value is determined with reference to quoted market prices. Transaction costs are included in the determination of net fair value. Gains and losses arising from changes in fair value are recognised directly in the revaluation reserve, until the investment is disposed of or is determined to be impaired, at which time the cumulative gain or loss previously recognised in the revaluation reserve is included in profit or loss for the period.

Impairment

At each reporting date, Samarinda assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether impairment has arisen. Impairment losses are recognised in the income statement.

(d) PROPERTY, PLANT & EQUIPMENT

Land is measured at fair value. Fair value is determined on the basis of an independent valuation undertaken as at 30 June 2015. The fair values are recognised in the financial statements and reviewed at the end of each reporting period to ensure that the carrying value of land and buildings is not materially different from their fair values.

Any revaluation increase arising on the revaluation of land is credited to the asset revaluation reserve, except to the extent that it reverses a revaluation decrease for the same asset previously recognised as an expense, in which case the increase is credited to the Statement of Surplus or Deficit and Other Comprehensive Income to the extent of the decrease previously charged. A decrease in carrying amount arising on the revaluation of land is charged as an expense in profit or loss to the extent that it exceeds the balance, if any, held in the asset revaluation reserve relating to a previous revaluation of that asset. Depreciation on revalued buildings is charged to profit and loss.

Buildings, plant and equipment are stated at cost less accumulated depreciation and impairment. Cost includes expenditure that is directly attributable to the acquisition of the item.

Depreciation is provided on property, plant and equipment, including buildings but excluding land. Depreciation is calculated on a straight line basis to write off the net cost or other revalued amount of each asset over its expected useful life to its estimated residual value. The expected useful lives for each class of depreciable asset are:

Category	Useful Life
Plant and Equipment	3-10 years
Buildings	40 years
Motor Vehicles	4 years
Leasehold Improvements	1 ½ years

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

Plant and equipment that has been contributed at no cost, or for nominal cost is valued at the fair value of the asset at the date it is acquired.

(e) CASH AND CASH EQUIVALENTS

For the purpose of the Statements of Cash Flows, cash includes cash on hand and in banks and investments in money market instruments readily convertible to cash.

(f) EMPLOYEE BENEFITS

Provision is made for Samarinda’s liability for employee benefits arising from services rendered by employees to balance sheet date.

Employee benefits have been measured at the amounts expected to be paid when the liability is settled plus related on costs. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Contributions are made by Samarinda to employee superannuation funds and are charged as expenses when incurred.

(g) COMPARATIVE AMOUNTS

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current year.

(h) GOODS AND SERVICES TAX

Revenues, expenses, assets and liabilities are recognised net of the amount of goods and services tax (GST), except:

(i) where the amount of GST incurred is not recoverable from the Australian Taxation Office, it is recognised as part of the cost of acquisition of an asset or as part of an item of expense; or

(ii) for receivables and payables which are recognised inclusive of GST.

The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included as part of receivables or payables.

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

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the Australian Taxation Office.

(i) IMPAIRMENT OF ASSETS

The carrying value of plant and equipment are reviewed for impairment at each reporting date, with recoverable amount being estimated when events or changes in circumstances indicated that the carrying value may be impaired. The recoverable amount of plant and equipment is the higher of fair value less costs to sell and the depreciated replacement cost.

Impairment exists when the carrying value of an asset exceeds its estimated recoverable amount.

The asset is then written down to its recoverable amount.

For buildings and plant and equipment, impairment losses are recognised in the Statement of Surplus or Deficit and Other Comprehensive Income. However, because land is measured at revalued amounts, impairment losses on land are treated as a revaluation decrement.

(j) INTANGIBLE ASSETS

Intangible assets are initially measured at fair value. Following initial recognition, intangible assets are carried at deemed fair value less any accumulated impairment losses. Any revaluation increase arising on the revaluation of intangible assets is credited to the asset revaluation reserve, except to the extent that it reverses a revaluation decrease for the same asset previously recognised as an expense, in which case the increase is credited to the Statement of Surplus or Deficit and Other Comprehensive Income to the extent of the decrease previously charged. A decrease in carrying amount arising on the revaluation of intangible assets is charged as an expense to the extent that it exceeds the balance, if any, held in the asset revaluation reserve relating to a previous revaluation of that asset.

The useful lives of intangible assets are assessed to be either finite or indefinite. Intangible assets with finite lives are amortised over the useful life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. Intangible assets with indefinite useful lives are tested for impairment annually. Such intangibles are not amortised. The useful life of an intangible asset with an indefinite life is reviewed each reporting period to determine whether indefinite life assessment continues to be supportable.

The following is a summary of the treatment of Samarinda’s intangible assets, its Bed Licenses;

– valuation method	fair value
– useful lives	indefinite
– amortisation method used	no amortisation
– internally generated or acquired	acquired
– impairment testing	annually or when impairment indicator exists.

(k) ACCOMMODATION BONDS & REFUNDABLE ACCOMMODATION DEPOSIT

Accommodation bonds and Refundable Accommodation Deposit are recorded at an amount equal to the proceeds received and classified as a current liability as they are repayable on demand.

(l) CONTRIBUTIONS

Samarinda receives non-reciprocal contributions from the government and other parties for no or a nominal value. These contributions are recognised at the fair value on the date of receipt at which time an asset is taken up in the balance sheet and revenue is recognised in the statement of Surplus or Deficit and Other Comprehensive Income.

(m) PROVISIONS

Provisions are recognised when Samarinda 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

(n) ECONOMIC DEPENDENCE

Samarinda is dependent on the Commonwealth Department of Health and the Victorian Department of Health and Human Services for the majority of its revenue used to operate the business. At the date of this report the Committee of Management has no reason to believe that these revenue sources will not continue to support Samarinda.

(o) CRITICAL ACCOUNTING ESTIMATES & JUDGEMENTS

The Committee of Management evaluates estimates and judgments incorporated into the financial report 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 Samarinda.

(p) KEY ESTIMATES – IMPAIRMENT

Samarinda assesses impairment at each reporting date by evaluating conditions specific to Samarinda that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Fair value less costs to sell or current replacement cost performed in assessing recoverable amounts incorporate a number of key estimates.

(q) FAIR VALUE MEASUREMENT

Samarinda measures financial instruments (investments in listed entities) and non-financial assets (land), at fair value at each reporting date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the entity takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefit by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Committee of Management engages independent experts to consult in respect of fair value judgements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

2. REVENUES FROM ORDINARY ACTIVITIES

	2016 \$	2015 \$
REVENUES FROM OPERATING ACTIVITIES		
Residents and clients fees	1,010,917	888,745
Government subsidies	2,765,513	2,425,384
Investment income	283,517	446,121
Gain on sale of investments (Note 3)	68,801	(7,758)
Donations	64,881	133,127
Sale of goods (op-shop)	45,045	-
Accommodation bond retentions	47,263	69,538
Sundry	37,257	43,121
Total Revenue from Operating Activities	4,323,194	3,998,278

3. OPERATING RESULT

THE OPERATING RESULT FROM ORDINARY ACTIVITIES INCLUDES

Depreciation of property plant and equipment		
Plant and equipment	100,542	120,488
Motor vehicles	2,028	8,748
Leasehold improvements	2,909	2,902
Buildings	165,054	92,058
Total depreciation	270,533	224,196
Write-down of buildings and plant and equipment on decommissioning	1,944,133	736,769
Total Depreciation and decommissioning write-downs	2,214,666	960,965

Significant Revenue and Expenses

Net gain/ (loss) on disposal of Investments		
Proceeds on disposal	1,330,452	352,963
- Disposals at carrying value	1,261,651	360,721
Net gain on disposals as at 30 June	68,801	(\$7,758)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

3. OPERATING RESULT (cont.)

Gain on Ashburton Support Services merger

With effect from 24 May 2016 the merger of Samarinda Ashburton Aged Services Inc and Ashburton Support Services was finalised. This gave rise to a contribution of assets by Ashburton Support Services, free of any charge to Samarinda Ashburton Aged Services Inc, to enable the merged entity to continue the work of each of the predecessor entities. The resultant gain is represented by the following elements:

	2016 \$	2015 \$
Cash and cash equivalents	836,521	
Plant and equipment and motor vehicles	80,749	
Available for sale financial assets	63,000	
Employee entitlements assumed	(92,100)	
Net carrying amount	888,170	
Net impact of operating transactions accruing to the benefit of Samarinda Ashburton Aged Services, prior to the completion of the merger	133,371	
Gain from the contribution of assets	1,021,541	

4. REMUNERATION OF COMMITTEE OF MANAGEMENT

The following Committee Members held office during the year:

Bob Stensholt (Chair), Elizabeth Lanyon (Vice Chair), Phil Henty (Secretary), George Andreola (Treasurer), Brian Bergin, Michael Briggs, Yen Bui, Russel Chesler, Leong Lee, Liz McNaughton and Neelesh Mehta. The following Committee Member received fees from Samarinda in the 2014/15 financial year. No fees received in the 2015/16 year.

Board Member	Total Fees Excl. GST in 2014/15
George Andreola, for advisory services	55,167

5. CASH

Cash at bank and on hand	61,758	93,816
Deposits at call	2,782,852	781,915
Term deposits	915,815	3,000,000
	3,760,425	3,875,731

6. RECEIVABLES

Sundry debtors	120,613	147,735
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7. OTHER CURRENT ASSETS

Accrued income	9,030	16,983
Prepayments	56,425	33,218
	65,455	50,201

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

8. PROPERTY, PLANT & EQUIPMENT

	2016 \$	2015 \$
Land – at revaluation	4,950,000	4,950,000
Buildings at cost	8,476,629	8,090,073
Less: accumulated depreciation	(634,994)	(1,374,138)
Note 8a(i)	12,791,635	11,665,935
Leasehold improvements	11,138	11,138
Less: accumulated depreciation	(9,595)	(6,686)
Note 8a(ii)	1,543	4,452
Plant and equipment at cost	1,993,022	1,568,349
Less: accumulated depreciation	(1,436,869)	(1,384,396)
Note 8a(iii)	556,153	183,953
Motor vehicles at cost	284,510	166,944
Less: accumulated depreciation	(258,053)	(166,944)
Note 8a(iv)	26,457	-
Total Plant & Equipment	584,153	188,405
Total Property, Plant & Equipment	13,375,788	11,854,340

Consistent with the current progressive decommissioning of Samarinda's aged care facility and the progressive redevelopment thereof, during the year ended 30 June 2016, Samarinda wrote-off building costs with a carrying amount of \$1,944,133. In the 2017 financial year, a carrying amount of approximately \$350,000 in building and equipment will be written-off.

8(a). PROPERTY, PLANT AND EQUIPMENT - RECONCILIATION

Reconciliation of the carrying amount of each class of the property, plant and equipment are set out below.

(i) LAND AND BUILDINGS

Carrying amount at beginning	11,665,935	6,676,363
Revaluation (land component)	-	2,200,000
Additions	3,282,428	3,591,952
Re- allocation	(47,541)	-
Disposals	(1,944,133)	(710,322)
Depreciation expense	(165,054)	(92,058)
	12,791,635	11,665,935

(ii) LEASEHOLD IMPROVEMENTS

Carrying amount at beginning	4,452	7,354
Additions	-	-
Depreciation expense	(2,909)	(2,902)
	1,543	4,452

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
--	------------	------------

(iii) PLANT AND EQUIPMENT

Carrying amount at beginning	183,953	254,616
Additions	372,937	76,272
Transfer from ASS	52,264	-
Re- allocation	47,541	-
Disposals	-	(26,447)
Depreciation expense	(100,542)	(120,488)
	556,153	183,953

(iv) MOTOR VEHICLE

Carrying amount at beginning	-	8,748
Transfer from ASS	28,485	-
Depreciation expense	(2,028)	(8,748)
	26,457	-

9. INVESTMENTS

Available for sale financial assets Investments in listed entities - at fair value	1,665,648	2,738,122
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2016**

	2016 \$	2015 \$
--	------------	------------

10. INTANGIBLE ASSETS

Bed licences - at fair value	1,600,000	1,600,000
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11. FAIR VALUE

Fair value measurement requires that financial and non-financial assets and liabilities measured at fair value be disclosed according to their position in the fair value hierarchy. This hierarchy has three levels. Level 1 is based on quoted prices in active markets for identical assets; Level 2 is based on quoted prices or other observable market data not included in level 1; while Level 3 valuations are based on inputs other than observable market data. The following table presents Samarinda's assets measured and recognised at fair value and their classification within the fair value hierarchy at 30 June 2016.

	LEVEL 1 \$'000	LEVEL 2 \$'000	LEVEL 3 \$'000	TOTAL \$'000
As at 30 June 2016				
Financial assets				
Available for sale financial assets	1,665,648	-	-	
Non-financial assets				
Land	-	-	4,950,000	4,950,000
Total	1,665,648	-	4,950,000	6,615,648
As at 30 June 2015				
Financial assets				
Available for sale financial assets	2,738,122	-	-	2,738,122
Non-financial assets				
Land	-	4,950,000	-	4,950,000
Total	2,738,122	4,950,000	-	7,688,122

The Committee of Management has assessed that the fair value of land remains consistent with that determined by the independent valuation undertaken as at 30 June 2015. The asset is accordingly disclosed as a Level 3 asset in the hierarchy.

12. PAYABLES

Trade creditors and accruals	516,707	901,872
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13. PROVISIONS

Current

Employee entitlements	576,217	459,252
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Non Current

Employee entitlements	75,850	56,126
Aggregated employee benefits and related on-costs liabilities	652,067	515,378

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
--	------------	------------

14. NON INTEREST BEARING LIABILITIES

Accommodation bond liability	13,385,462	11,241,394
------------------------------	------------	------------

15. RESERVES & RETAINED SURPLUS

Asset Revaluation Reserve

Investments	288,381	575,118
Land	4,949,936	4,949,936
Total Asset Revaluation Reserve	5,238,317	5,525,054

The asset revaluation reserve is used to record increments and decrements in the value of non current assets.

Retained Surplus

Retained profits at the beginning of the financial year	2,082,431	3,120,868
Net surplus / (deficit)	(1,287,055)	(1,038,437)
Retained profits at the end of the financial year	795,376	2,082,431

16. EQUITY

Samarinda does not have equity as it is an Incorporated Association.

17. SUBSEQUENT EVENTS

There has been no subsequent event occurring after the balance date which may affect the entity's operations or results of that operation or the entity's state of affairs.

18. REMUNERATION OF AUDITORS

Amounts received, or due and receivable, by the auditors for:

Annual Audit or audit review of the entity	18,000	13,000
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19. SEGMENT INFORMATION

Samarinda is a not-for-profit organisation focusing on the provision of aged care and community activities (including day respite).

The organisation operates within Australia. Please refer to note 3 outlining the merger with Ashburton Support Services.

	RESIDENTIAL		AGED CARE		COMMUNITY		CONSOLIDATED	
	2016 \$	2015 \$	2016 \$	2015 \$	2016 \$	2015 \$	2016 \$	2015 \$
Revenues from ordinary activities	3,955,077	3,731,356	368,117	266,922	4,323,194	3,998,278		
Employee benefits expense	3,229,270	2,871,431	303,979	274,862	3,533,249	3,146,293		
Client expense	315,941	279,165	42,598	7,264	358,539	286,429		
Property & equipment maintenance	177,761	158,217	2,928	-	180,689	158,217		
Depreciation & decommissioning Write-downs	2,204,948	957,337	9,718	3,628	2,214,666	960,965		
Administrative expense	303,831	461,085	40,815	23,726	344,646	484,811		
Segment Result	(2,276,674)	(995,879)	(31,921)	(42,558)	(2,308,595)	(1,038,437)		
Segment Assets	20,484,086	20,241,312	103,843	24,817	20,587,929	20,266,129		
Segment Liabilities	14,375,875	12,617,310	178,361	41,334	14,554,236	12,658,644		

Depreciation and decommissioning write-downs include a write off of property, plant and equipment of \$1,944,133 (2015: \$736,769) consistent with the de-commissioning of its current facility and progressive redevelopment.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2016

	2016 \$	2015 \$
--	------------	------------

20. NOTES TO THE STATEMENT OF CASH FLOWS

Reconciliation of Cash

Cash at the end of the financial year as shown in the statements of cash flows is reconciled to the related items in the balance sheet as follows:

Petty cash	2,926	1,257
Cash at bank	58,832	92,559
Deposit at call	2,782,852	781,915
Term Deposits	915,815	3,000,000
	3,760,425	3,875,731

Reconciliation of Operating Result to Net Cash Flows from Operating Activities

Net surplus / (deficit)	(1,287,054)	(1,038,437)
Non-cash flows in net result:		
Depreciation	270,533	224,196
Entry contributions retained	(47,263)	(69,538)
Interest charged to accommodation Bonds	-	(18,584)
Asset write-downs	1,944,132	736,769
Carrying amount of assets transferred on the date of the ASS merger	(888,170)	-
(Gain) / Loss on sale of investments	(68,801)	7,758
Change in assets and liabilities:		
Receivables and other current assets (increase) - decrease	11,868	(33,326)
Payables increase - (decrease)	(385,165)	625,241
Provisions increase - (decrease)	44,589	(34,542)
Cash flows from operating activities	(405,331)	399,537

21. COMMITMENTS

Non-cancellable construction contract commitments in relation to the building project, due:

No later than 1 year	5,658,600	5,674,790
Between 1 and 2 years	2,453,145	8,167,049
	8,111,745	13,841,839

Samarinda plans to internally fund the above-referred expenditure with the support of the entity's banker, with whom agreement has been reached to provide a \$6.750 million loan facility and a \$2.0 million standby facility relating to the required but unpredicted settlement of accommodation bonds and deposits.

DECLARATION BY THE COMMITTEE OF MANAGEMENT
ON THE 2015/2016 FINANCIAL STATEMENTS



INDEPENDENT AUDITOR’S REPORT TO THE MEMBERS OF
SAMARINDA ASHBURTON AGED SERVICES INC

The Committee of Management declares that:

- 1. The financial statements and notes, as set out on pages 25-37, are in accordance with Australian Charities and Not-for-profits Commission Act 2012 and:
 - a. comply with Accounting Standards Reduced Disclosure Requirement and the Australian Charities and Not-for-profits Commission Regulations 2013; and
 - b. give a true and fair view of the financial position as at 30 June 2016 and of the performance for the year ended on that date of the Association.
- 2. In the Committee of Management’s opinion, there are reasonable grounds to believe that the Association will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Committee of Management.

Dated this 27th October 2016

BOB STENSHOLT
(Chair)

ELIZABETH LANYON
(Deputy Chair)

We have audited the accompanying financial report of Samarinda Ashburton Aged Services Inc (‘the association’), which comprises the balance sheet as at 30 June 2016 and the statements of surplus or deficit and other comprehensive income, changes in equity, and cash flows for the year then ended, a summary of significant accounting policies, other explanatory notes and the declaration by members of the Committee of Management.

The Committee of Management’s Responsibility for the Financial Report

The association’s Committee of Management is responsible for the preparation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Act 2012* (the Act), and to meet the requirements of the *Associations Incorporation Reform Act 2012*. This responsibility also includes such internal control as the Committee of Management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We have conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity’s preparation of the financial report that gives a true and fair view 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 entity’s internal controls.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Committee of Management, as well as evaluating the overall presentation of the financial report.

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

Independence

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

Auditor’s Opinion

In our opinion, the financial report of Samarinda Ashburton Aged Services Inc is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, and the requirements of the *Associations Incorporation Reform Act 2012*, including:

- (a) giving a true and fair view of the financial position of the association as at 30 June 2016 and of its performance for the year ended on that date; and
- (b) complying with Australian Accounting Standards – Reduced Disclosure Requirements and the *Australian Charities and Not-for-profits Commission Regulation 2013*.

PKF Melbourne Audit & Assurance Pty Ltd

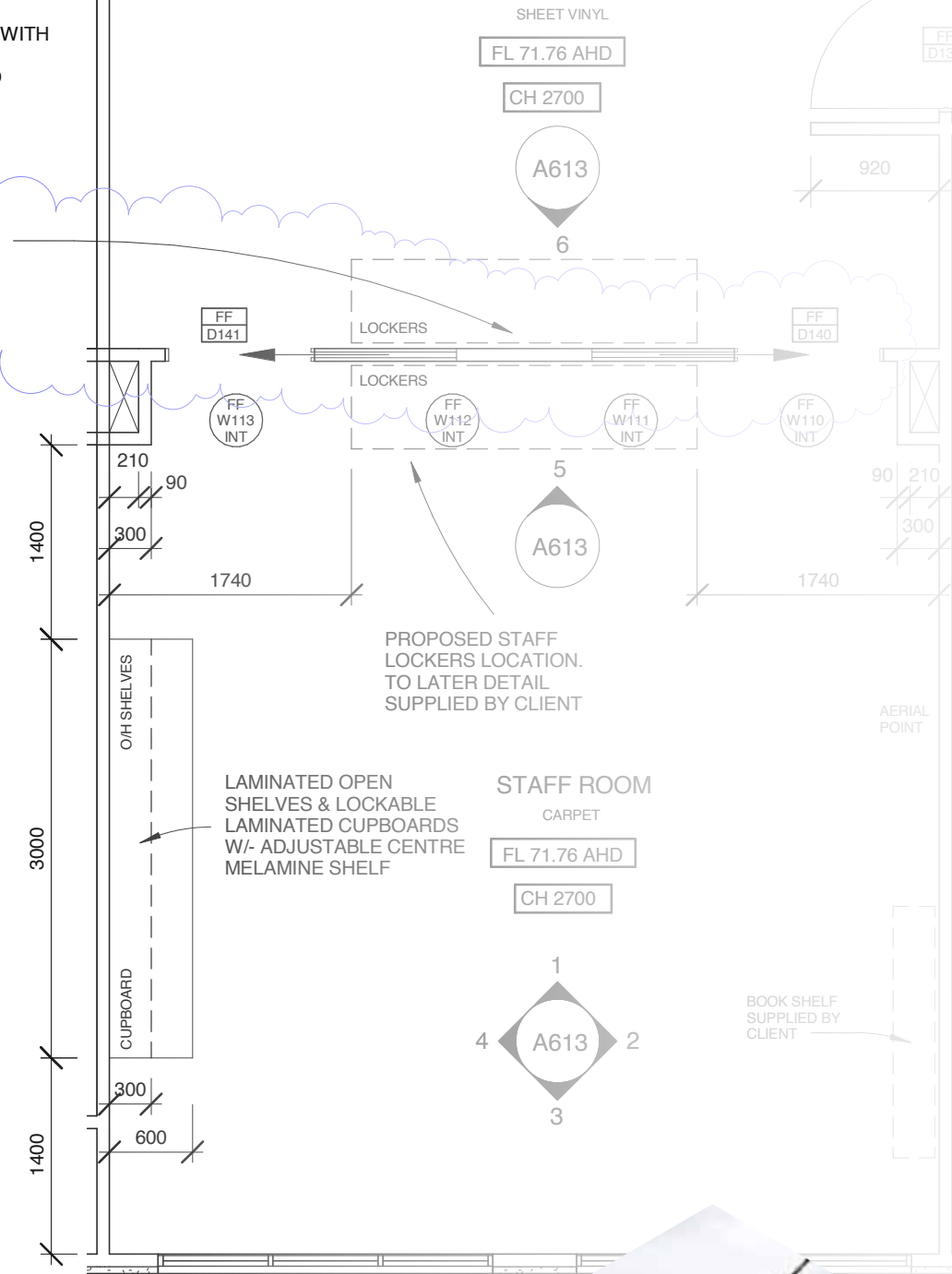
Steven Bradby
Director
Melbourne, 27 October 2016

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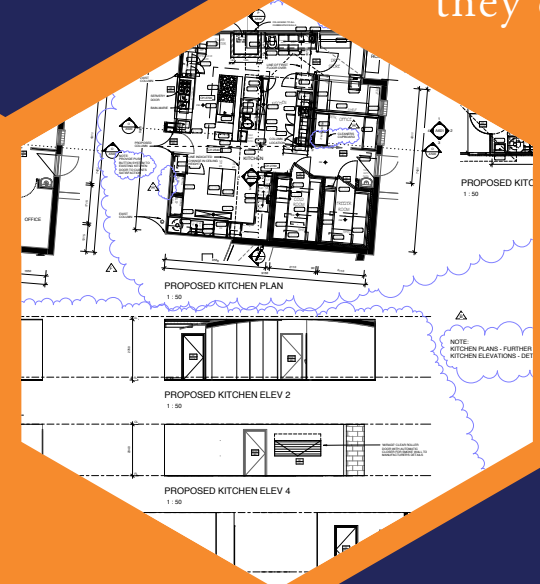
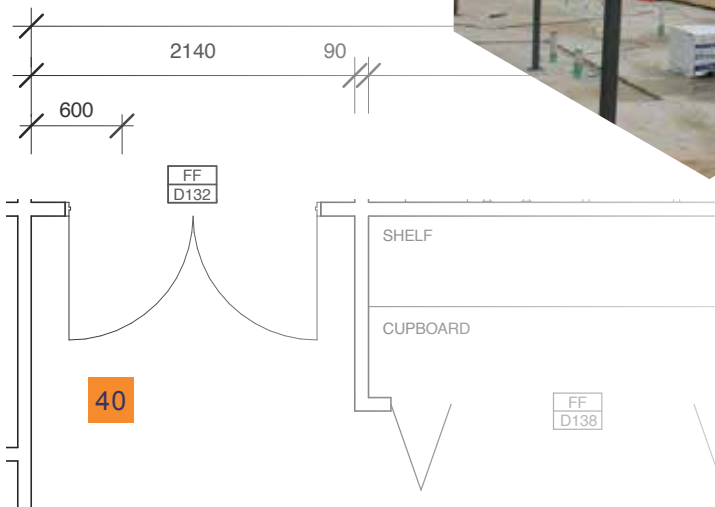
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STAFF ROOM

1 : 50



“I am deeply grateful to SAAS and for the wonderful volunteers (especially the drivers) and kitchen staff”



“Samarinda has wonderful staff and they should be commended for the work they do”

» Getting Involved

There are many ways in which the community can become involved with Samarinda Ashburton Aged Services.

One of these ways is through becoming a volunteer at any of our programs and services. This includes potential volunteering opportunities at:

- The Ashy Op-Shop
- Elsie Salter House
- The Social Support Program
- The Kitchen
- Meals on Wheels
- The Gardening support Program
- Leisure and Lifestyle activities at Samarinda Lodge

If you are interested in volunteering some of your time please contact the SAAS Volunteer Coordinator on Ph: (03) 9885 3815, or email: volunteer@saas.org.au.

Another way to contribute to our organisation is through a donation. All donations assist the organisation to either improve current infrastructure or create new programs so that we can continue to provide the best outcomes to our local community.

To help Samarinda to complete the redevelopment I would like to donate:

☐ \$20

☐ \$50

☐ \$100

☐ \$200

☐ \$500

☐ Other \$_____

CARD NUMBER

EXPIRY DATE

☐ MASTER CARD☐ VISA

CARD HOLDER NAME

CARD HOLDER SIGNATURE

DONOR ADDRESS

EMAIL

PHONE

Please return completed form together with payment to:
SAMARINDA ASHBURTON AGED SERVICES
286 High Street, Ashburton Vic 3147
Email: admin@saas.org.au

» Supporting Samarinda

DONORS

John Baker
Helga Baker-Smith
Paul Blewonski
Richard & Helen Church
Virginia Croagh
C.J. Crowe
Dakin Mayers & Associates Pty Ltd.
Daryl and Cheryl Driver
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Henricus & Dorothy Frencken
Anton Gaudry
Glen Iris Medical Centre
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Phil Henty
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Ati-Yung Christine Jan
Christine Jan
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Annie Jordan
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The Grosvenor Foundation
The Marian & E H Flack Trust
The William Angliss (Victoria) Charitable Fund

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Ashburton, VIC, 3147
t 03 9885 0062
f 03 9885 9829
admin@saas.org.au
www.samarinda.org.au

Community

286 High St
Ashburton, VIC, 3147
t 03 9885 0860
f 03 9885 1239
ashsupport@saas.org.au

Day Respite

Elsie Salter House
11 Marquis Street
Ashburton VIC 3147
t 03 9885 6426
f 03 9813 8265
eshadmin@saas.org.au

OP - SHOP

285b High Street
Ashburton VIC 3147
t 03 9885 5923
op-shop@saas.org.au

TYPICAL BED B ELEV 1

1 : 50

POWER POINT
300H

NOTE: MEMORY BOXES TO NO. 15
SUMMERHILL BEDROOMS TO
INTERIOR DESIGNERS DETAILS

PICTURE RAIL AT 2100MM
HIGH

SELECTED PAINT FINISH TO
WALLS AND CEILING

TV SUPPLIED, FIXED AND
INSTALLED BY CLIENT

SHELF

LOC.
TV J



SAMARINDA ASHBURTON
AGED SERVICES INC