Sunshine Hospice Ltd

ABN 59 111 950 924

Annual Report - 30 June 2023

Sunshine Hospice Ltd is a Registered Charity under the Queensland Collections Act (1966)
Registration Number CH1684

Sunshine Hospice Ltd
Directors' report
30 June 2023

The directors present their report, together with the financial statements, on Sunshine Hospice Ltd ('the company') for the year ended 30 June 2023.

Directors
The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless otherwise stated:

Frank William Lewins	(resigned on 12 December 2022)
Basil Stewart Charles Wood	
Susan May Mason-Baker	
Beverley Marie Barton	
Phillip Alexander George Dance	
Jessica Elizabeth Popple	
James Rickards	(appointed on 12 December 2022)
Margaret Patricia Evans	(appointed on 20 February 2023)

Objectives
Sunshine Hospice is committed to providing high quality palliative care services and supports to individuals, families and communities of the Sunshine Coast and compassionate support for people in their end-of-life journey along with their carers, partners, families and friends.

Principal activities
Sunshine Hospice Ltd trading as Mingary Care delivers free, short term crisis palliative care and end-of-life services and supports for people of the Sunshine Coast. We fill gaps in services and supports to those diagnosed with a life limiting condition or to those who are recently bereaved. Our care model is based on a referral system, and we engage local community care providers to deliver in-home care on our behalf. We provide compassionate support for the individual as well as their carer(s) and loved ones.

Our model of care aims to deliver the following:

1. Community awareness – improved understanding of death and dying.
2. Services – funding for in-home care such as respite, personal care, domestic assistance and bereavement counselling.
3. Supports – funding for items such as equipment, medications, wound dressings, fuel vouchers and parking.
4. Last Wishes – helping individuals achieve certain goals or make "wishes" come true.

The charity continues to rely predominately on revenue from Op Shops to fund our purpose.

More information is available on our website www.mingarycare.org.au or by following us on Facebook.

Information on directors

Name:	Frank William Lewins (resigned on 12 December 2022)
Title:	Non-Executive Chairman
Qualifications:	PhD, BA (Hons), Dip. Physio
Experience and expertise:	Frank has been chairman of the Board since 2012. With undergraduate degrees and a PhD in the social sciences, he was formerly Professor of Sociology at The Australian National University. Having studied or worked in seven universities in Australia, Canada and China, Frank acquired considerable management experience over and above his teaching and publishing record.
Special responsibilities:	None

Name:	Basil Stewart Charles Wood
Title:	Non-Executive Director
Qualifications:	M.Sc., B.Sc.
Experience and expertise:	Stewart brings to the Board over 40 years of experience as a Government and Private Company Director and is the Company Secretary for the company. Stewart has used his commercial experience to assist in the expansion and restructuring of the Company's trading activities.
Special responsibilities:	Company Secretary
Name:	Beverley Marie Barton
Title:	Non-Executive Director
Qualifications:	Retired Health Professional
Experience and expertise:	Bev obtained qualifications as a registered nurse and held senior positions within the hospital system in New Zealand where she and her husband also built and operated an aged care centre and retirement village. Bev has been involved in the charity since 2006 and has been an active and successful fundraiser for the charity.
Special responsibilities:	Fundraising
Name:	Phillip Alexander George Dance
Title:	Non-Executive Director
Qualifications:	BRTP (Hons)
Experience and expertise:	Phil joined the board in 2020. He trained as a town planner at the University of Queensland and practiced in that field for all of his professional life. He worked at both state and local government levels before establishing his own consultancy, based for many years in Townsville. Whilst Phil is now professionally retired, he is very active in supporting Mingary Care.
Special responsibilities:	None
Name:	Susan May Mason-Baker
Title:	Managing Director
Qualifications:	BBus (Acc), FCPA, GAICD
Experience and expertise:	Sue has been Treasurer since 2010 and became the Managing Director in March 2017. With a degree in Business (Accounting) and having worked at executive levels in acute hospital, primary health and community service settings, Sue brings a broad range of skills and experience to the table, leading the organisation through significant government and social reforms.
Special responsibilities:	Treasurer
Name:	Jessica Elizabeth Popple
Title:	Non-Executive Chair
Qualifications:	Masters of Applied Law (Family Law) (College of Law, 2021), Graduate Diploma of Legal Practice (College of Law, 2018) Bachelor of Laws / Bachelor of Arts (majoring in Justice and minoring in Legal Studies) (University of the Sunshine Coast, 2017)
Experience and expertise:	Jessica joined the Board in 2021. She is a Solicitor with Pippa Colman & Associates in Maroochydore and practices in family law, domestic violence and wills and estates matter. Jess is also the President of the Sunshine Coast Law Association and sits on the board of the Suncoast Community Legal Service amongst others.
Special responsibilities:	None
Name:	James Rickards
Title:	Non-Executive Director (appointed on 12 December 2022)
Qualifications:	Diploma Freelance Journalism; Certificate 4 Business Sales; Certificate 3 Business Services.
Experience and expertise:	James's career has included a primary focus on providing the community with the skills to navigate the varied models of aged care, being a recognised advocate for ageing in place and for the importance of developing tailored, individualised care solutions. With leadership experience across the residential care, retirement living and in-home care sectors, James takes pride in remaining connected with the community, implementing

	strategic initiatives, driving fundraising efforts, navigating complex challenges and evaluating partnership opportunities that support growth.
Special responsibilities:	None
Name:	Margaret Patricia Evans
Title:	Non-Executive Director (appointed on 20 February 2023)
Qualifications:	Retired Health Professional
Experience and expertise:	Margaret obtained qualifications as an enrolled nurse in New Zealand and a post graduate certificate in surgical nursing. She also obtained a Certificate 3 in Aged Care and Certificate 4 in Ageing Support and is now retired.
Special responsibilities:	None

Company secretary
Basil Stewart Charles Wood has held the role of Company Secretary since January 2011.

Meetings of directors
The number of meetings of the company's Board of Directors ('the Board') and of each Board committee held during the year ended 30 June 2023, and the number of meetings attended by each director were:

	Full Board	
	Attended	Held
Frank William Lewins	2	3
Basil Stewart Charles Wood	6	6
Phillip Alexander George Dance	6	6
Susan May Mason-Baker	6	6
Beverley Marie Barton	5	6
Jessica Elizabeth Popple	6	6
James Rickards	3	3
Margaret Patricia Evans	3	3

Held: represents the number of meetings held during the time the director held office or was a member of the relevant committee.

Contributions on winding up
In the event of the company being wound up, ordinary members are required to contribute a maximum of $10 each.

The total amount that members of the company are liable to contribute if the company is wound up is $270, based on 27 current ordinary members.

Auditor's independence declaration
A copy of the auditor's independence declaration is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors.

On behalf of the directors

Susan May Mason-Baker
Director

Basil Stewart Charles Wood
Director

Dated at Maroochydore, this 6th day of December 2023.

Tel: +61 7 5456 7999
Fax: +61 7 5456 7905
www.bdo.com.au

Level 3/2 Emporio Place
2 Maroochy Boulevard
Maroochydore QLD 4558
PO Box 5800 Maroochydore QLD 4558
Australia

DECLARATION OF INDEPENDENCE BY BRUCE SWAN TO THE DIRECTORS OF SUNSHINE HOSPICE LTD

As lead auditor of Sunshine Hospice Ltd for the year ended 30 June 2023, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

Bruce Swan
Director

BDO Audit Pty Ltd

Maroochydore, 6 December 2023

BDO Audit Pty Ltd ABN 33 134 022 870 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation.

Sunshine Hospice Ltd
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2023

	Note	2023 $	2022 $
Revenue	3	1,012,385	870,097
Interest revenue calculated using the effective interest method		50,366	29,923
Expenses			
Employee expense	4	(290,711)	(242,225)
Depreciation and Amortisation	4	(191,923)	(109,613)
Administration expenses		(168,745)	(126,688)
Service delivery	4	(122,908)	(123,101)
Other expenses	4	(236,664)	(157,283)
Surplus before income tax expense		51,800	141,110
Income tax expense		-	-
Surplus after income tax expense for the year attributable to the members of Sunshine Hospice Ltd	15	51,800	141,110
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the members of Sunshine Hospice Ltd		51,800	141,110

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Sunshine Hospice Ltd
Contents
30 June 2023

Statement of profit or loss and other comprehensive income	6
Statement of financial position	7
Statement of changes in equity	8
Statement of cash flows	9
Notes to the financial statements	10
Directors' declaration	20
Independent auditor's report to the members of Sunshine Hospice Ltd	21

General information

The financial statements cover Sunshine Hospice Ltd as an individual entity. The financial statements are presented in Australian dollars, which is the functional and presentation currency of Sunshine Hospice Ltd.

Sunshine Hospice Ltd is a not-for-profit unlisted public company limited by guarantee, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office and principal place of business

46 Aerodrome Road
Maroochydore
Queensland 4558

A description of the nature of the company's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 6 December 2023. The directors have the power to amend and reissue the financial statements.

Sunshine Hospice Ltd
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2023

	Note	2023 $	2022 $
Revenue	3	1,012,385	870,097
Interest revenue calculated using the effective interest method		50,366	29,923
Expenses			
Employee expense	4	(290,711)	(242,225)
Depreciation and Amortisation	4	(191,923)	(109,613)
Administration expenses		(168,745)	(126,688)
Service delivery	4	(122,908)	(123,101)
Other expenses	4	(236,664)	(157,283)
Surplus before income tax expense		51,800	141,110
Income tax expense		-	-
Surplus after income tax expense for the year attributable to the members of Sunshine Hospice Ltd	15	51,800	141,110
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the members of Sunshine Hospice Ltd		51,800	141,110

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Sunshine Hospice Ltd
Statement of financial position
As at 30 June 2023

	Note	2023 $	2022 $
Assets			
Current assets			
Cash and cash equivalents	5	645,245	544,724
Trade and other receivables	6	32,512	37,167
Investments	7	650,000	650,000
Total current assets		1,327,757	1,231,891
Non-current assets			
Right of use assets	8	1,053,884	1,144,367
Property, plant and equipment	9	206,344	150,513
Total non-current assets		1,260,228	1,294,880
Total assets		2,587,985	2,526,771
Liabilities			
Current liabilities			
Trade and other payables	10	68,565	31,100
Employee benefits	11	19,011	21,698
Lease liabilities	12	96,325	75,684
Total current liabilities		183,901	128,482
Non-current liabilities			
Employee benefits	13	12,667	9,050
Lease liabilities	14	1,002,801	1,052,423
Provisions		4,500	4,500
Total non-current liabilities		1,019,968	1,065,973
Total liabilities		1,203,869	1,194,455
Net assets		1,384,116	1,332,316
Equity			
Retained surpluses	15	1,384,116	1,332,316
Total equity		1,384,116	1,332,316

The above statement of financial position should be read in conjunction with the accompanying notes

Sunshine Hospice Ltd
Statement of changes in equity
For the year ended 30 June 2023

	Retained surpluses $	Total equity $
Balance at 1 July 2021	1,191,206	1,191,206
Surplus after income tax expense for the year	141,110	141,110
Other comprehensive income for the year, net of tax		
Total comprehensive income for the year	141,110	141,110
Balance at 30 June 2022	1,332,316	1,332,316
Balance at 1 July 2022	1,332,316	1,332,316
Surplus after income tax expense for the year	51,800	51,800
Other comprehensive income for the year, net of tax	-	-
Total comprehensive income for the year	51,800	51,800
Balance at 30 June 2023	1,384,116	1,384,116

The above statement of changes in equity should be read in conjunction with the accompanying notes

Sunshine Hospice Ltd
Statement of cash flows
For the year ended 30 June 2023

	Note	2023 $	2022 $
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		1,112,311	930,310
Payments to suppliers and employees (inclusive of GST)		(817,663)	(706,016)
		294,648	224,294
Interest received		50,366	29,923
Interest paid for AASB16 lease liabilities		(58,241)	(4,674)
Net cash from operating activities	22	286,773	249,543
Cash flows from investing activities			
Payments for property, plant and equipment	9	(102,006)	(46,502)
Proceeds from sale of property, plant and equipment		1,849	-
Net cash used in investing activities		(100,157)	(46,502)
Cash flows from financing activities			
Lease payments		(86,095)	(99,266)
Net cash used in financing activities		(86,095)	(99,266)
Net increase in cash and cash equivalents		100,521	103,775
Cash and cash equivalents at the beginning of the financial year		1,194,724	1,090,949
Cash and cash equivalents at the end of the financial year	5 & 7	1,295,245	1,194,724

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Significant accounting policies

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

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

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Basis of preparation
These general purpose financial statements have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures issued by the Australian Accounting Standards Board ('AASB'), the *Australian Charities and Not-for-profits Commission Act 2012* and associated regulations and the *Corporations Act 2001*, as appropriate for not-for-profit oriented entities.

Historical cost convention
The financial statements have been prepared under the historical cost convention.

Critical accounting estimates
The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in Note 2.

Revenue recognition
The company recognises revenue as follows:

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

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

Sales revenue
Events, fundraising and raffles are recognised when received or receivable.

Donations
Donations are recognised at the time the donation is received.

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

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

Note 1. Significant accounting policies (continued)

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

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

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

Income tax
As the company is a charitable institution in terms of subsection 50-5 of the *Income Tax Assessment Act 1997*, as amended, it is exempt from paying income tax.

Current and non-current classification
Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the company's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the company's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are always classified as non-current.

Cash and cash equivalents
Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Trade and other receivables
Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Contract assets
Contract assets are recognised when the company has transferred goods or services to the customer but where the company is yet to establish an unconditional right to consideration. Contract assets are treated as financial assets for impairment purposes.

Property, plant and equipment
Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a diminishing value basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Office Equipment	3-8 years
Plant and equipment	5-40 years
Motor vehicles	5-7 years
Fixtures and fittings	5-20 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

Note 1. Significant accounting policies (continued)

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the company. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Impairment of non-financial assets
Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Trade and other payables
These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

Contract liabilities
Contract liabilities represent the company's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the company recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the company has transferred the goods or services to the customer.

Employee benefits

Short-term employee benefits
Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits
The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense
Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

Goods and Services Tax ('GST') and other similar taxes
Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the tax authority. In this case it is recognised as part of the cost of the acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the tax authority is included in other receivables or other payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the tax authority, are presented as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the tax authority.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Estimation of useful lives of assets
The company determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets
The company assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the company and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Employee benefits provision
As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Lease term
The lease term is a significant component in the measurement of both the right-of-use asset and lease liability. Judgement is exercised in determining whether there is reasonable certainty that an option to extend the lease will be exercised, or an option to terminate the lease will not be exercised, when ascertaining the periods to be included in the lease term. In determining the lease term, all facts and circumstances that create an economical incentive to exercise an extension option, or not to exercise a termination option, are considered at the lease commencement date. Factors considered may include the importance of the asset to the entity's operations; comparison of terms and conditions to prevailing market rates; incurrence of significant penalties; existence of significant leasehold improvements; and the costs and disruption to replace the asset. The entity reassesses whether it is reasonably certain to exercise an extension option, or not exercise a termination option, if there is a significant event or significant change in circumstances.

Lease make good provision
A provision has been made for the present value of anticipated costs for future restoration of leased premises. The provision includes future cost estimates associated with closure of the premises. The calculation of this provision requires assumptions such as application of closure dates and cost estimates. The provision recognised for each site is periodically reviewed and updated based on the facts and circumstances available at the time. Changes to the estimated future costs for sites are recognised in the statement of financial position by adjusting the asset and the provision. Reductions in the provision that exceed the carrying amount of the asset will be recognised in profit or loss.

Note 3. Revenue

	2023 $	2022 $
Revenue from contracts with customers		
Shop sales	943,725	825,383
Grants	28,000	23,000
	971,725	848,383
Other revenue		
Donations	38,665	12,666
Memberships	290	250
Other revenue	1,705	8,798
	40,660	21,714
Revenue	1,012,385	870,097

Note 4. Expenses

	2023 $	2022 $
Surplus before income tax includes the following specific expenses:		
Employee expenses		
Salaries and Wages	256,647	209,181
Superannuation	31,382	20,955
Other employee expenses	2,682	12,089
Total employee expenses	290,711	242,225
Depreciation and amortisation		
Property, plant and equipment	44,326	28,594
Right of use assets	147,597	81,019
Total depreciation and amortisation	191,923	109,613
Packages of Support		
Palliative Care Queensland	70,000	50,000
Integratedliving Australia	-	54,546
Packages of Care	52,908	18,555
Total Packages of Care	122,908	123,101
Other expenses		
Rent	120,924	115,065
Electricity	14,914	11,627
Interest	58,241	4,674
Other	42,585	25,917
Total other expenses	236,664	157,283

Note 5. Current assets - cash and cash equivalents

	2023 $	2022 $
Cash on hand	1,385	1,285
Cash at bank	293,860	243,439
Cash on term deposit	350,000	300,000
	645,245	544,724

Note 6. Current assets - trade and other receivables

	2023 $	2022 $
Deposits	24,379	28,879
Other receivables	8,133	8,288
	32,512	37,167

Note 7. Current assets - investments

	2023 $	2022 $
Investments held	650,000	650,000
	650,000	650,000

Note 8. Non-current assets - right-of-use assets

	2023 $	2022 $
Land and buildings - right-of-use	1,374,945	1,380,672
Less: Accumulated depreciation	(321,061)	(236,305)
	1,053,884	1,144,367

Note 9. Non-current assets - property, plant and equipment

	2023 $	2022 $
Plant and equipment - at cost	58,792	37,424
Less: Accumulated depreciation	(20,994)	(12,871)
	37,798	24,553
Office equipment - at cost	32,130	28,502
Less: Accumulated depreciation	(23,908)	(20,362)
	8,222	8,140
Fixtures and fittings - at cost	139,206	37,528
Less: Accumulated depreciation	(42,216)	(23,526)
	96,990	14,002
Motor vehicles - at cost	124,500	124,500
Less: Accumulated depreciation	(61,166)	(48,251)
	63,334	76,249
Work in Progress – At Cost	-	27,569
	206,344	150,513

Reconciliations
Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Plant and equipment $	Office equipment $	Fixtures and fittings $	Motor vehicles $	Work in progress $	Total $
Balance at 1 July 2021	10,139	11,776	18,452	92,238	-	132,605
Additions	18,906	-	27	-	27,569	46,502
Depreciation expense	(4,492)	(3,636)	(4,477)	(15,989)	-	(28,594)
Balance at 30 June 2022	24,553	8,140	14,002	76,249	27,569	150,513
Additions	21,368	3,628	4,026	-	72,984	102,006
Transfer between classes	-	-	100,553	-	(100,553)	-
Disposals	-	-	(1,849)	-	-	(1,849)
Depreciation expense	(8,123)	(3,546)	(19,742)	(12,915)	-	(44,326)
Balance at 30 June 2023	37,798	8,222	96,990	63,334	-	206,344

Note 10. Current liabilities - trade and other payables

	2023 $	2022 $
Trade payables	16,443	11,337
Accruals	20,800	12,709
Deferred Grant Income	22,009	-
Other payables	9,313	7,054
	68,565	31,100

Note 11. Current liabilities - employee benefits

	2023 $	2022 $
Liability for annual leave	19,011	21,698

Note 12. Current liabilities – lease liabilities

	2023 $	2022 $
Lease liability	96,325	75,684

Note 13. Non-current liabilities - employee benefits

	2023 $	2022 $
Provision for long service leave	12,667	9,050

Note 14. Non-current liabilities – lease liabilities

	2023 $	2022 $
Lease liability	1,002,801	1,052,423

Note 15. Equity - retained surpluses

	2023 $	2022 $
Retained surpluses at the beginning of the financial year	1,332,316	1,191,206
Surplus after income tax expense for the year	51,800	141,110
Retained surpluses at the end of the financial year	1,384,116	1,332,316

Note 16. Key management personnel disclosures

Compensation
The aggregate compensation made to directors and other members of key management personnel of the company is set out below:

	2023 $	2022 $
Aggregate compensation	117,021	103,948

Note 17. Remuneration of auditors

During the financial year the following fees were paid or payable for services provided by BDO, the auditor of the company:

	2023 $	2022 $
BDO		
Audit of the financial statements	10,150	8,000
Other account services	1,251	1,994
	11,401	9,994

Note 18. Contingent liabilities

The company had no contingent liabilities as at 30 June 2023 and 2022.

Note 19. Commitments

During the 2021 financial year, Sunshine Hospice developed a new service model based on collaborative relationships at its core. Funding committed by the company to aligned organisations at 30 June 2023 is $nil ($50,000: 30 June 2022) to an organisation that will deliver palliative care services and supports in conjunction with Mingary Care.

The breakdown funding commitment are as follows:

	2023 $	2022 $
Palliative Care Queensland	-	50,000
	-	50,000

Note 20. Related party transactions

Key management personnel
Disclosures relating to key management personnel are set out in note 16.

Transactions with related parties
There were no transactions with related parties during the current and previous financial year.

Receivable from and payable to related parties
There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

Loans to/from related parties
There were no loans to or from related parties at the current and previous reporting date.

Note 21. Events after the reporting period

No matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

Note 22. Reconciliation of surplus after income tax to net cash from operating activities

	2023 $	2022 $
Surplus after income tax expense for the year	51,800	141,110
Adjustments for:		
Depreciation and amortisation	191,923	109,613
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	4,655	(15,211)
Increase in trade and other payables	37,465	3,716
Increase in employee benefits	930	10,315
Net cash from operating activities	286,773	249,543

Sunshine Hospice Ltd
Directors' declaration
30 June 2023

In the directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, the Australian Accounting Standards - Simplified Disclosures, the *Australian Charities and Not-for-profits Commission Act 2012*, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the company's financial position as at 30 June 2023 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to subsection 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

On behalf of the directors

Susan May Mason-Baker
Director

Basil Stewart Charles Wood
Director

Dated at Maroochydore, this 6th day of December 2023

Tel: +61 7 5456 7999
Fax: +61 7 5456 7905
www.bdo.com.au

Level 3/2 Emporio Place
2 Maroochy Boulevard
Maroochydore QLD 4558
PO Box 5800 Maroochydore QLD 4558
Australia

INDEPENDENT AUDITOR'S REPORT

To the members of Sunshine Hospice Ltd

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Sunshine Hospice Ltd (the Entity), which comprises the statement of financial position as at 30 June 2023, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion, except for the effects of the matter described in the *Basis for qualified opinion* section of our report, the accompanying financial report of Sunshine Hospice Ltd, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

(i) Giving a true and fair view of the registered entity's financial position as at 30 June 2023 and of its financial performance for the year then ended; and

(ii) Complying with Australian Accounting Standards - Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2022*.

Basis for qualified opinion

Fundraising revenue through opportunity shop sales, events, and donations are a significant source of fundraising revenue for the registered entity. The registered entity has determined that it is impracticable to establish control over the collection of opportunity shop sales, events, and donations prior to entry into its financial records. Accordingly, as the evidence available to us regarding fundraising revenue from this source was limited, our audit procedures with respect to opportunity shop sales, events, and donations had to be restricted to the amounts recorded in the financial records amounting to $982,680. We therefore are unable to express an opinion whether opportunity shop sales, events, and donations the registered entity recorded are complete.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the registered entity in accordance with the auditor independence requirements of the *Australian Charities and Not-for-*

BDO Audit Pty Ltd ABN 33 134 022 870 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation.

profits Commission Act 2012 (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Other information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Sunshine Hospice Ltd's annual report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.
In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of responsible entities for the Financial Report

The responsible entities of the registered entity are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards - Simplified Disclosures and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, responsible entities are responsible for assessing the registered entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the responsible entities either intends to liquidate the registered entity or to cease operations, or has no realistic alternative but to do so.

The responsible entities of the registered entity are responsible for overseeing the registered entity's financial reporting process.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will

always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

This description forms part of our auditor's report.

BDO Audit Pty Ltd

Bruce Swan
Director

Maroochydore, 6 December 2023