

# **YONG-EN CARE CENTRE**

**(Registered in Singapore under the Societies Act, Cap. 311)**

**(UEN S96SS0165G)**

**AUDITED FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020**

**TAN & TEH**

**Public Accountants and Chartered Accountants Singapore**

**YONG-EN CARE CENTRE**

**AUDITED FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2020*

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**YONG-EN CARE CENTRE**

**MANAGEMENT COMMITTEE'S STATEMENT**

*For the financial year ended 31 December 2020*

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In the opinion of the Management Committee:

- a) the financial statements of Yong-En Care Centre ("the Centre") are drawn up in accordance with the provisions of the Charities Act, Chapter 37 and other relevant regulations (the "Charities Act and Regulations") and Charities Accounting Standards in Singapore ("CAS") so as to give a true and fair view of the state of affairs of the Centre as at 31 December 2020 and the results and cash flows of the Centre for the financial year then ended;
- b) at the date of this statement, there are reasonable grounds to believe that the Centre will be able to pay its debts as and when they fall due;
- c) the accounting and other records required by the Centre have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act and the Charities Act and Regulations;
- d) the use of the donation money is in accordance with the objectives of the Centre as required under Regulation 11 (Use of donations) of the Charities (Institution of Public Character) Regulations;
- e) the fundraising appeals conducted by the Centre during the financial year ended 31 December 2020 have been carried out in accordance with Regulation 6 (Fund-raising appeal records) of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund raising appeal; and
- f) the Centre has complied with the requirements of Regulation 15 (Fund-raising expenses) of the Charities (Institution of Public Character) Regulations.

On behalf of the Management Committee:



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Shermaine Loh Wai Fun  
President



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Heng Hiong Cher  
Treasurer

Date: 05 April 2021

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF YONG-EN CARE CENTRE

### Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the financial statements of Yong-en Care Centre. (the "Centre"), which comprise the statement of financial position as at 31 December 2020, and the statement of financial activities and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Societies Act, Chapter 311 (the Societies Act), the Charities Act, Chapter 37 and other relevant regulations (the Charities Act and Regulations) and Charities Accounting Standards (CAS) so as to present fairly, in all material respects, the state of affairs of the Centre as at 31 December 2020 and the results, changes in funds and cash flows of the Centre for the year ended on that date.

#### *Basis for Opinion*

We conducted our audit in accordance with Singapore Standards on Auditing (SSAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Centre in accordance with the Accounting and Corporate Regulatory Authority (ACRA) Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities (ACRA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Other Information*

Management is responsible for the other information. The other information comprises the Statement by the Management Committee as set out on page 1.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, 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.

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF YONG-EN CARE CENTRE (CONTINUED)

### *Responsibilities of Management and Those Charged with Governance for the Financial Statements*

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Societies Act, the Charities Act and Regulations and CASs, and for such internal control as Management Committee determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management Committee is responsible for assessing the Centre'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 management either intends to liquidate the Centre or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Centre's financial reporting process.

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 assurance, but is not a guarantee that an audit conducted in accordance with SSAs 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 these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Centre's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management committee.
- Conclude on the appropriateness of management committee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Centre's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Centre to cease to continue as a going concern.

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF YONG-EN CARE CENTRE (CONTINUED)

### *Auditor's Responsibilities for the Audit of the Financial Statements (Continued)*

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

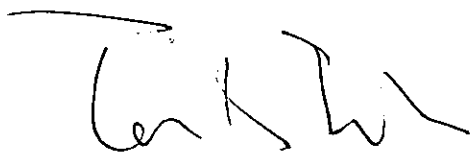
### Report on Other Legal and Regulatory Requirements

In our opinion,

- (a) the accounting and other records required to be kept by the Centre have been properly kept in accordance with the provisions of the Societies Regulations enacted under the Societies Act, the Charities Act and Regulations; and
- (b) the fund-raising appeals held during the period have been carried out in accordance with Regulation 6 of the Societies Regulations issued under the Societies Act and proper accounts and other records have been kept of the fund-raising appeal.

During the course of our audit, nothing has come to our attention that causes us to believe that during the reporting year:

- (a) the Centre has not used the donation monies in accordance with its objectives as required under Regulation 11 of the Charities (Institutions of a Public Character) Regulations; and
- (b) the Centre has not complied with the requirements of Regulations 15 of the Charities (Institutions of a Public Character) Regulations.



**TAN & TEH**  
Public Accountants and Chartered Accountants  
Singapore

Date: 9 April 2021

YONG-EN CARE CENTRE

STATEMENT OF FINANCIAL POSITION

As at 31 December 2020

	Note	2020 S\$	2019 S\$
<b><u>ASSETS</u></b>			
<b><u>Non-current assets</u></b>			
Plant and equipment	11	1,487,368	493,238
<b><u>Current assets</u></b>			
Other receivables	12	1,262,645	108,233
Cash and cash equivalents	13	4,142,772	3,966,201
		<u>5,405,417</u>	<u>4,074,434</u>
<b><u>LIABILITIES</u></b>			
<b><u>Current liabilities</u></b>			
Other payables	14	569,047	465,925
<b><u>Non-current liabilities</u></b>			
Deferred capital grants and donations	16	1,483,707	490,938
		<u>2,052,754</u>	<u>956,863</u>
<b>NET ASSETS</b>		<u>4,840,031</u>	<u>3,610,809</u>
<b><u>FUNDS</u></b>			
Unrestricted fund		4,138,439	2,583,446
Restricted fund	15	701,592	1,027,363
<b>TOTAL FUNDS</b>		<u>4,840,031</u>	<u>3,610,809</u>

**YONG-EN CARE CENTRE**

**STATEMENT OF FINANCIAL ACTIVITIES**

*For the financial year ended 31 December 2020*

	Note	Unrestricted fund		Restricted funds				Total		
		General	Designated - YEAH	YCC Education Fund	Corporate Donors Fund	Care & Share Grant Fund	Comm Silver Trust Grant	Invictus Fund	2020	2019
		S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$
<b>Income</b>										
<i>Income from generated fund</i>										
Voluntary Income	4	3,402,332	47,650	-	-	762,154	-	50,000	4,262,136	3,591,553
Investment Income	5	51,242	-	1,337	-	-	-	-	52,579	30,515
<i>Income from charitable activities</i>										
Fees for services	6	93,609	-	-	-	-	-	-	93,609	163,294
<b>Total income</b>		<b>3,547,183</b>	<b>47,650</b>	<b>1,337</b>	<b>-</b>	<b>762,154</b>	<b>-</b>	<b>50,000</b>	<b>4,408,324</b>	<b>3,785,362</b>
<b>Expenditure</b>										
<i>Costs of generating funds</i>										
Cost of generating voluntary income	7	152,533	-	-	35,946	2,086	-	-	190,565	257,306
		152,533	-	-	35,946	2,086	-	-	190,565	257,306
Charitable activities	8	1,464,115	-	23,400	135,484	13,611	137,322	21,500	1,795,432	1,752,309
Governance costs	9	60,440	-	-	17,584	15,022	-	-	93,046	163,355
<b>Total expenditure</b>		<b>1,677,088</b>	<b>-</b>	<b>23,400</b>	<b>189,014</b>	<b>30,719</b>	<b>137,322</b>	<b>21,500</b>	<b>2,079,043</b>	<b>2,172,970</b>
<b>Net income(expenditure) for the year</b>		<b>1,870,095</b>	<b>47,650</b>	<b>(22,063)</b>	<b>(189,014)</b>	<b>731,435</b>	<b>(137,322)</b>	<b>28,500</b>	<b>2,329,281</b>	<b>1,612,392</b>
Transfer of funds	16	-	(362,752)	-	-	(737,307)	-	-	(1,100,059)	(512,179)
<b>Net movements in funds</b>		<b>1,870,095</b>	<b>(315,102)</b>	<b>(22,063)</b>	<b>(189,014)</b>	<b>(5,872)</b>	<b>(137,322)</b>	<b>28,500</b>	<b>1,229,222</b>	<b>1,100,213</b>
<b>Reconciliation of funds</b>										
Total funds at beginning of the financial year		2,190,646	392,800	112,288	221,380	145,057	548,638	-	3,610,809	2,510,596
Total funds carried forward		4,080,741	77,698	90,225	32,366	139,185	411,316	28,500	4,840,031	3,610,809

*The accompanying notes form an integral part of these financial statement*



**YONG-EN CARE CENTRE**

**STATEMENT OF CASH FLOWS**

*For the financial year ended 31 December 2020*

	2020	2019
Note	S\$	S\$
<b>Cash flow from operating activities</b>		
Net income for the year	2,329,281	1,612,392
<b>Adjustments for:</b>		
Amortisation of deferred capital donation	16 (107,290)	(65,700)
Depreciation of plant and equipment	11 107,524	70,409
Gain/(loss) on disposal of plant and equipment	768	(3,400)
Interest income	(52,579)	(30,515)
Operating income / (loss) before changes in working capital	<u>2,277,704</u>	<u>1,583,186</u>
<b>Changes in working capital:</b>		
Other receivables	(1,154,412)	83,998
Other payables	103,122	267,665
<b>Net cash flows generated from operating activities</b>	<u>1,226,413</u>	<u>1,934,849</u>
<b>Cash flows from investing activities</b>		
Interest received	52,579	30,515
Purchase of plant and equipment	11 (1,104,722)	(512,179)
Proceeds from disposal of plant and equipment	2,300	3,400
<b>Net cash flows used in investing activities</b>	<u>(1,049,843)</u>	<u>(478,264)</u>
<b>Net increase in cash and cash equivalents</b>	176,571	1,456,585
Cash and cash equivalents at beginning of the year	<u>3,966,201</u>	<u>2,509,616</u>
<b>Cash and cash equivalents at end of the year</b>	13 <u>4,142,772</u>	<u>3,966,201</u>

## YONG-EN CARE CENTRE

### NOTES TO THE FINANCIAL STATEMENTS

*For the financial year ended 31 December 2020*

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These notes form an integral part and should be read in conjunction with the accompanying financial statements.

#### 1. General

Yong-en Care Centre (the "Centre") is constituted under the provisions of the Societies Act, Cap 311 and also registered as a charity under the Charities Act, Cap 37. It has been accorded the status of an Institution of Public Character ("IPC") for the period from 1 July 2019 to 31 December 2021.

The Centre is domiciled in Singapore with its registered office and principal place of activities is at Blk 335A Smith Street #03-57 Singapore 051336.

The principal activities of the Centre are those relating to furtherance of its objective. The objectives as set out in its constitution are:-

- (a) to promote or participate in the welfare of mankind based on charitable, benevolent and such other principles which the Management Committee deems fit, such as granting relief and aid in whatsoever manner to the sick, poor and needy;
- (b) to promote education or to participate in educational schemes which have a moral or ethical emphases, to conduct conventions, conferences, seminars to meet the spiritual needs of people;
- (c) to demonstrate God's love by providing value-added community based services and support focused on the needs of individuals and families regardless of race, language or religion.

The financial statements of the Centre for the financial year ended 31 December 2020 were authorised for issue by the Management Committee on the date of the Management Committee's Statement.

#### 2. Summary of significant accounting policies

##### 2.1 Basis of preparation

The financial statements of the Centre have been drawn up in accordance with the provisions of the Societies Act, Chapter 311, the Charities Act, Cap 37 (the "Act") and Charities Accounting Standards (CAS).

The accounting policies of the Centre are consistent with the requirement of the CAS and are applied consistently to similar transactions, other events and conditions. The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The financial statements are presented in Singapore Dollar (S\$), which is the Centre's functional and presentation currency.

##### 2.2 Funds

The Centre maintains unrestricted and restricted funds.

Funds balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to restricted purposes if any by action of the management. Externally restricted funds may only be utilised in accordance with the purposes established by the source of such funds and are in contrast with unrestricted funds over which management retains full control to use in achieving any of its institutional purposes. An expense resulting from the operating activities of a fund that is directly attributable to the fund is charged to that fund.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2020

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2. Summary of significant accounting policies (continued)

2.3 Plant and equipment

All items of plant and equipment are initially recorded at cost. Subsequent to recognition, plant and equipment are measured at cost less accumulated depreciation. The cost of plant and equipment includes its purchase price and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Dismantlement, removal or restoration costs are included as part of the cost of plant and equipment if the obligation for dismantlement, removal or restoration is incurred as a consequence of acquiring or using the plant and equipment.

Depreciation is calculated using the straight-line method to allocate depreciable amounts over their estimated useful lives. The estimated useful lives are as follows:

	Years
Air conditioners	5
Equipment	5
Furniture and fittings	5
Motor Vehicles	5
Renovation	5
IT equipment & software	3
Office equipment	5

The residual value, useful lives and depreciation method are reviewed at the end of each reporting period, and adjusted prospectively, if appropriate.

*Asset in progress*

The cost of assets (renovation) that are in-progress as at year end are reported as asset in progress until such time when the asset is completed. All costs incurred for the asset as certified by the contractor as at year end should be recognised. Depreciation is not applicable when the asset is in progress, however when the asset is completed, it should be capitalised to the appropriate asset categories and depreciated.

*De-recognition*

An item of plant and equipment is de-recognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on de-recognition of the asset is included in profit or loss in the year the asset is de-recognised.

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2020*

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**2. Summary of significant accounting policies (continued)**

**2.4 Receivables**

Receivables excluding prepayments shall be measured initially at their transaction price excluding transaction costs, if any. Transaction costs shall be recognised as expenditure immediately in the statement of financial activities as incurred.

Prepayments shall be initially recognised at the amount paid in advance for the economies resources expected to be received in the future.

After initial recognition, receivables excluding prepayments shall be measured at cost less any accumulated impairment losses. Prepayment shall be measured at the amount paid less the economic resources received or consumed during the financial period.

**2.5 Payables**

Payables excluding accruals shall be recognised at their transaction price, excluding transaction costs, if any, both at initial recognition and at subsequent measurement. Transaction costs shall be recognised as expenditure in the statement of financial activities as incurred. Accruals shall be recognised at the best estimate of the amount payable.

**2.6 Cash and cash equivalents**

Cash and cash equivalents comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

**2.7 Provisions**

**General**

Provisions are recognised when the Centre has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and the amount of obligation can be estimated reliably.

Provisions are reviewed at the end of each reporting period and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflect, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2020

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**2. Summary of significant accounting policies (continued)**

**2.8 Government grants**

Government grants are recognised when there is reasonable assurance that the grant will be received and all attaching conditions will be complied with. Where the grant relates to an asset, the fair value is recognised as deferred capital grant on the statement of financial position and is amortised to profit or loss over the expected useful life of the relevant asset by equal annual instalments.

**2.9 Employee benefits**

**(a) Defined contribution plans**

The Centre makes contributions to the Central Provident Fund (CPF) scheme in Singapore, a defined contribution pension scheme. Contributions to defined contribution pension schemes are recognised as an expense in the period in which the related service is performed.

**(b) Short-term employee benefits**

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Centre has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

**2.10 Leases as lessee**

Leases of office copier where substantially all risks and rewards incidental to ownership are retained by the lessor are classified as operating leases. Operating lease payments are recognised as an expense in profit or loss on a straight-line basis over the lease term. The aggregate benefit of incentives provided by the lessor is recognised as a reduction of rental expense over the lease term on a straight-line basis.

When an operating lease is terminated before the lease period has expired, any payment required to be made to the lessor by way of penalty is recognised as an expense in the financial year in which termination takes place.

**2.11 Recognition of Income**

Income is recognised in the statement of financial activities when the effect of a transaction or other event results in an increase in the Centre's net assets.

The following factors must also be met before income is recognised:

**(a) Entitlement**

The Centre has control over the rights or other access to the resources, enabling the Centre to determine its future application;

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2020*

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**2. Summary of significant accounting policies (continued)**

**2.11 Recognition of Income (continued)**

(b) Certainty

It is probable that the income will be received; and

(c) Measurement

The amount of the income can be measured by the Centre with sufficient reliability.

The following specific recognition criteria must also be met before income is recognised:

(a) Donations

Donations are recognised when received. Such income is only deferred when the donor specifies that the grant or donation must only be used in future accounting periods or the donor has imposed conditions which must be met before the Centre has unconditional entitlement.

(b) Grants

Grants are not recognised until there is reasonable assurance that the grants will be received and all conditions attached to it have been met. Grants for capital expenditures are recognised in the statement of financial activities when the Centre have entitlement to the income and not deferred over the useful life of the asset.

(c) Income from Centre's Activities

Income from Centre's activities represent income from rendering of services which are mainly from Home Care and Day Care Dementia Centre. Such fees are recognised as income once the services are rendered.

(d) Interest income

Interest income is recognised using the effective interest method.

(e) Sale of handicraft

Income from sale of handicraft is recognised when the goods have been sold to the customer.

**2.12 Recognition of expenditures**

Expenditures are recognised in the statement of financial activities once the goods or services have been received unless the expenditure qualifies for capitalisation as assets such as plant and equipment. Expenditure on performance-related grants are recognised to the extent the specified service or goods have provided. Expenditures in the statement of financial activities are classified under the cost of generating funds, cost of charitable activities and governance costs.

NOTES TO THE FINANCIAL STATEMENTS

*For the financial year ended 31 December 2020*

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**2. Summary of significant accounting policies (continued)**

**2.12 Recognition of expenditures (continued)**

(a) Classification

(i) Cost of generating funds

All cost associated with generating income from all sources other than from undertaking charitable activities are included under cost of generating funds.

(ii) Charitable activities

All resources applied in undertaking activities to meet the Centre's charitable objectives are classified under cost of charitable activities.

(iii) Governance costs

This include costs of governance arrangements that relate to the general running of the Centre as opposed to the direct management functions inherent in generating funds, service delivery and programme or project work. These activities provide the governance infrastructure, which allows the charity to operate, and to generate the information required for public accountability. They include the strategic planning processes that contribute to future development of the Centre.

(b) Allocation of costs

Where appropriate, expenditures that are specifically identifiable to each cost classification are allocated directly to the type of costs incurred. Where apportionment between each costs classification is necessary, the following apportionment bases are applied:

- Usage;
- Head count i.e. on the number of people employed within an activity;
- Floor area occupied by an activity;
- On time basis; and
- Expenditure total.

**2.13 Taxes**

**Income tax**

The Centre is registered as a Charity under the Charities Act and its income is exempted from income tax under the provisions of the Singapore Income Tax Act.

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2020*

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**3. Significant accounting judgments and estimates**

The preparation of the Centre's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

**3.1 Judgments made in applying accounting policies**

**Determination of functional currency**

In determining the functional currency of the Centre, judgment is used by the Centre to determine the currency of the primary economic environment in which the Centre operates. Consideration factors include the currency in which receipt from operating activities are usually retained.

**3.2 Key sources of estimation uncertainty**

There were no key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Centre based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Centre. Such changes are reflected in the assumptions when they occur.

**Useful life of plant and equipment**

Management estimates the useful lives of plant and equipment to be 5 years. Changes in the expected level of usage and technological developments could impacts the economics useful lives and residual values of these assets, therefore, future depreciation charges could be revised.

The carrying amount of the Centre's plant and equipment at end of reporting year is disclosed in Note 11 to the financial statements.



**YONG-EN CARE CENTRE**

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2020*

**4 Voluntary income**

	2020 S\$	2019 S\$
<b>Unrestricted fund</b>		
Designated - YEAH Fund	47,650	392,800
Donations - Individual & corporate	1,490,200	497,916
Donation drive	91,161	134,106
Deferred capital donation amortised (Note 16)	107,290	65,700
Fairfield Methodist Church contributions	203,039	200,000
Fundraising donation	168,075	-
Grant from Bicentennial Fund	400,000	-
Golf tournament	-	235,560
Grant from MOH	467,044	374,565
Grant from AIC	17,521	18,260
Grant from MSF	32,038	65,230
Other grants	30,273	11,838
Sale of Handicrafts	488	3,824
Singapore Totalisator Board	64,484	47,252
Wage credit and job support scheme	330,719	21,696
	<u>3,449,982</u>	<u>2,068,747</u>
<b>Restricted funds</b>		
Corporate Donors	-	212,014
Care and Share Grant	762,154	762,154
Comm Silver Trust Grant	-	548,638
Invictus Fund	50,000	-
	<u>812,154</u>	<u>1,522,806</u>
	<u>4,262,136</u>	<u>3,591,553</u>

Total tax-exempt receipts in respect of donations received during the year amounted to S\$1,324,382 (2019: S\$1,385,091).

**5 Investment income**

	2020 S\$	2019 S\$
<b>Unrestricted fund</b>		
Interest income	51,242	28,090
<b>Restricted funds</b>		
Interest income	1,337	2,425
	<u>52,579</u>	<u>30,515</u>

YONG-EN CARE CENTRE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2020

6 Fees for services

	2020 S\$	2019 S\$
<b>Unrestricted fund</b>		
DDCS fees	73,333	137,062
Home care fees	10,977	10,057
Other programme fees	9,299	16,175
	<u>93,609</u>	<u>163,294</u>

7 Costs of generating voluntary income

	2020 S\$	2019 S\$
<b>Unrestricted fund</b>		
Comrel	5,497	3,772
Depreciation	17,677	13,921
Gain/(loss) on disposal of plant and equipment	59	(263)
General	7,610	11,947
Maintenance	13,350	8,546
Other projects expenses	-	49,054
Programme	243	479
Salaries and bonuses	104,515	147,445
Staff welfare and benefits	3,582	6,124
	<u>152,533</u>	<u>241,025</u>
<b>Restricted funds</b>		
Expenses - Care and Share Grant	2,086	16,281
Expenses - Corporate Donors Fund	35,946	-
	<u>190,565</u>	<u>257,306</u>

8 Expenditure on charitable activities

	2020 S\$	2019 S\$
<b>Unrestricted fund</b>		
Audit fee	4,700	2,760
Comrel	88	432
Depreciation	89,637	55,927
Gain/(loss) on disposal of plant and equipment	683	(2,897)
General	16,767	17,146
Maintenance	110,866	101,911
Programme	243,453	175,842
Salaries and bonuses	973,652	1,044,697
Staff welfare and benefits	24,269	26,247
	<u>1,464,115</u>	<u>1,422,065</u>

YONG-EN CARE CENTRE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2020

8 Expenditure on charitable activities (continued)

**Restricted funds**

Expenses - YCC Education Fund	23,400	43,467
- Corporate Donors	135,484	120,372
- Care and Share Grant	13,611	166,405
- Comm Silver Trust Grant	137,322	-
- Invictus Fund	21,500	-
	<u>331,317</u>	<u>330,244</u>
	<u>1,795,432</u>	<u>1,752,309</u>

9 Governance costs

	2020 S\$	2019 S\$
<b>Unrestricted fund</b>		
Audit fee	5,000	7,250
Comrel	130	312
Depreciation	209	561
Gain/(loss) on disposal of plant and equipment	26	(241)
General	571	456
Maintenance	2,798	5,416
Programme	89	372
Salaries and bonuses	51,127	130,011
Staff welfare and benefits	490	4,000
	<u>60,440</u>	<u>148,137</u>
<b>Restricted funds</b>		
Expenses - Corporate Donors Fund	17,584	-
Expenses - Care and Share Grant	15,022	15,218
	<u>93,046</u>	<u>148,137</u>

YONG-EN CARE CENTRE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2020

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10 Employee benefits expenses

	2020 S\$	2019 S\$
<b>Salaries, bonuses and allowance</b>		
- Governance staff	62,594	127,652
- Included in manpower programmes	1,141,470	1,137,314
<b>CPF/SDF contributions</b>		
- Governance staff	6,117	12,358
- Included in manpower programmes	145,195	126,020
<b>Staff benefits</b>	28,341	36,371
	<u>1,383,717</u>	<u>1,439,715</u>
<b>Less: Staff costs funded by</b>		
- Corporate Donors	(172,507)	(73,025)
- Comm Silver Trust Grant	(102,800)	(100,000)
	<u>1,108,410</u>	<u>1,266,690</u>

As at 31 December 2020, the number of staff employed by the Centre was 26 (2019: 25).

**YONG-EN CARE CENTRE**

**NOTES TO THE FINANCIAL STATEMENTS**  
For the financial year ended 31 December 2020

**11 Plant and equipment**

	Unrestricted fund						Restricted Fund					Total	
	Air conditioners	IT equipment	Equipment	Furniture & Fittings	Motor Vehicles	Renovation	Air conditioners	Furniture & Fittings	IT equipment & software	Office Equipment	Renovation in progress		
	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$	S\$		S\$
<b>Cost</b>													
At 1 January 2019	15,055	-	60,348	89,719	120,552	923,326	31,174	12,799	44,686	4,879	-	-	1,302,538
Additions	-	-	-	-	-	-	-	-	242,831	-	-	269,348	512,179
Disposal	-	-	-	-	(48,406)	-	-	-	-	-	-	-	(48,406)
Written-off	-	-	(24,814)	-	-	-	-	-	-	-	-	-	(24,814)
At 31 December 2019	15,055	-	35,534	89,719	72,146	923,326	31,174	12,799	287,517	4,879	269,348	-	1,741,497
Additions	-	4,663	153,438	-	-	389,314	-	-	14,967	-	542,340	-	1,104,722
Disposal	-	-	-	-	(72,146)	-	-	-	-	-	-	-	(72,146)
Written-off	(15,055)	-	(20,428)	(89,719)	-	(923,326)	-	-	-	(2,279)	-	-	(1,050,807)
At 31 December 2020	-	4,663	168,544	-	-	389,314	31,174	12,799	302,484	2,600	811,688	-	1,723,266
<b>Accumulated Depreciation</b>													
At 1 January 2019	14,880	-	57,944	85,289	120,552	923,326	8,393	7,517	31,652	1,517	-	-	1,251,070
Depreciation for the year	175	-	1,249	1,285	-	-	6,235	2,560	57,929	976	-	-	70,409
Disposal	-	-	-	-	(48,406)	-	-	-	-	-	-	-	(48,406)
Written-off	-	-	(24,814)	-	-	-	-	-	-	-	-	-	(24,814)
At 31 December 2019	15,055	-	34,379	86,574	72,146	923,326	14,628	10,077	89,581	2,493	-	-	1,248,259
Depreciation for the year	-	1,002	3,409	910	-	6,489	6,235	2,560	86,247	672	-	-	107,524
Disposal	-	-	-	-	(72,146)	-	-	-	-	-	-	-	(72,146)
Written-off	(15,055)	-	(20,126)	(87,484)	-	(923,326)	-	-	-	(1,748)	-	-	(1,047,739)
At 31 December 2020	-	1,002	17,662	-	-	6,489	20,863	12,637	175,828	1,417	-	-	235,898
<b>Carrying Amount</b>													
At 31 December 2020	-	3,661	150,882	-	-	382,825	10,311	162	126,656	1,183	811,688	-	1,487,368
At 31 December 2019	-	-	1,155	3,145	-	-	16,546	2,722	197,936	2,386	269,348	-	493,238

YONG-EN CARE CENTRE

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2020

12 Other receivables

	2020 S\$	2019 S\$
Deposits	9,653	2,148
Prepayments	8,920	23,133
Grant receivables	57,092	44,461
Sundry receivables	1,186,980	38,491
	<u>1,262,645</u>	<u>108,233</u>

13 Cash and cash equivalents

	2020 S\$	2019 S\$
Cash on hand and in transit	271	204
Cash in bank	1,023,983	895,301
Fixed deposits	3,118,518	3,070,696
	<u>4,142,772</u>	<u>3,966,201</u>

The fixed deposits have maturity periods within 3 to 12 months (2019: 3 to 12 months) and bear an effective interest rates ranging from 0.05% to 1.55% (2019: 1.25% to 2.00%) per annum.

14 Other payables

	2020 S\$	2019 S\$
Accrued liabilities and other payables	387,785	257,739
CPF payable	44,536	44,725
Advance fees and deposits received	8,307	7,218
Provision for bonuses	128,419	156,243
	<u>569,047</u>	<u>465,925</u>

15 Restricted funds

	S\$	S\$
YCC Education Fund	90,225	112,288
Corporate Donors	32,366	221,380
Care and Share Grant	139,185	145,057
Comm Silver Trust Grant	411,316	548,638
Invictus Fund	28,500	-
	<u>701,592</u>	<u>1,027,363</u>

NOTES TO THE FINANCIAL STATEMENTS

*For the financial year ended 31 December 2020*

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**15 Restricted funds (continued)**

*YCC Education Fund*

The YCC Education Fund is a restricted fund and it was established in August 2006. Its main objective is to provide financial support for the education of needy students from low income families.

*Corporate Donors*

Restricted funds donated by corporates to the Centre to be used specifically for children and families, single mothers and active seniors for tuition, food rations, financial assistance for the needy community and activities for active ageing and including elderly care services.

*Care and Share Grant*

These are grants from the Government to show care and concern for the needy and to recognize the contributions made by voluntary welfare organizations (VWOs). This restricted fund is to be used specifically for developing social service related VWOs and programmes in order to serve beneficiaries.

*Comm Silver Trust Grant*

The Community Silver Trust is managed by Ministry of Health on behalf of Trustees. The main objective of the trust is to encourage donations and provide additional resources for the service providers in the Intermediate and Long-Term Care sector to enhance their capabilities provide value-added services to achieve higher quality care, and enhance affordability of step-down care for service users and patients. The grant is specifically used for developing active ageing program.

*Invictus Fund*

The Invictus fund is a funding support from National Council of Social Service to the Centre to strengthen existing programmes and service delivery to develop greater capacity, deeper capabilities and stronger organisation for the future.

*Designated – YEAH Fund*

Designated fund donated by individual and corporate to the Centre to be used specifically for building and setting up active ageing program at Bukit Merah site. YEAH Fund has been reclassified from Restricted Fund to Unrestricted Fund during the year as it has met the definition to set aside for designated purposes based on the governing board members discretion.

**YONG-EN CARE CENTRE**

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 31 December 2020*

**16 Deferred capital grants and donations**

	<b>2020</b>	<b>2019</b>
	<b>S\$</b>	<b>S\$</b>
At beginning of the year	490,938	44,459
Transfer from Care & Share Grant	737,307	512,179
Transfer from Designated fund - YEAH	362,752	-
Deferred capital grants and donation amortised (Note 4)	<u>(107,290)</u>	<u>(65,700)</u>
At end of the year	<u><u>1,483,707</u></u>	<u><u>490,938</u></u>

Grants from the Care and Share Fund and donation from Designated Fund – YEAH used for the acquisition of fixed assets during the year are transferred to the deferred capital grants and donation account. The grant is credited to the statement of financial activities in the form of amortization to match the depreciation of the plant and equipment acquired.

**17 Significant related party transactions**

**Donation income**

In addition to the related party information disclosed elsewhere in the financial statements, the following transactions with related parties took place at terms agreed between the parties during the financial year:

	<b>2020</b>	<b>2019</b>
	<b>S\$</b>	<b>S\$</b>
Donations	87,910	67,335
Other income	<u>200,000</u>	<u>200,000</u>

**Key management personnel compensation**

	<b>2020</b>	<b>2019</b>
	<b>S\$</b>	<b>S\$</b>
Salaries and other short-term employee benefits	<u>234,963</u>	<u>225,064</u>

	<b>2020</b>	<b>2019</b>
	<b>Head count</b>	<b>Head count</b>
Key executive remuneration is disclosed in the following band:		
Remuneration bands:		
S\$100,001 to S\$200,000	1	1
Less than S\$100,000	<u>2</u>	<u>1</u>

Management Committee members were not paid any remuneration during the financial year.



## NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2020

## 18 Commitments

**Capital commitments**

The Centre had commitments of S\$ 300,000 (2019: S\$ 634,021) relating to the renovation of existing elderly care centre.

**Operating lease commitments – as a lessee**

The Centre leases its office copier under non-cancellable operating lease agreement. The lease has a tenure of five years with an option to renew the lease after that date included in the contracts.

The future minimum rental payable under non-cancellable operating lease contracted for at the reporting date but not recognised as liabilities, are as follows:

	2020 S\$	2019 S\$
Within one year	8,834	7,011
Between two to five years	39,505	2,184
	<u>48,339</u>	<u>9,195</u>

Minimum lease payments recognised as an expense in the statement of financial activities for the financial year ended 31 December 2020 amounted to S\$ 7,163 (2018: S\$7,011).

## 19 Reclassification and Comparative figures

Certain reclassification has been made to the prior year's financial statements to enhance comparability with the current year's financial statement.

As a result certain line items have been amended in the statement of financial position and statement of financial activities and the related notes to the financial statements. Comparative figures have been adjusted to conform to the current year's presentation.

The item reclassified as follows:

	Previously Reported S\$	After Reclassification 2019 S\$
<b>Unrestricted fund</b>		
Designated fund - YEAH	-	392,800
<b>Restricted fund</b>		
Designated fund - YEAH	<u>392,800</u>	<u>-</u>