

MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INC  
SPECIAL PURPOSE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017

**BOARD OF MANAGEMENT REPORT**

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Our Board of Management submits the financial report of the Mental Health Association of Central Australia Inc. for the financial year ended 30 June 2017.

**Board of Management Members**

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

Stephen Marshall (Chairperson)	Peter Dash (Deputy Chair)
Peter Riley (Treasurer)	Annette Brooks (Secretary)
Mark O'Reilly	Marcus Tabart
Craig Curry	Michelle Wilson
Emma Buttle	Sally Westaway - resigned
Erica Sauzier - resigned	Amanda Wright - resigned
Greg Borchers- resigned 7/9/16	Chris Raja - resigned

**Principal Activities**

Mental Health Association of Central Australia Inc (MHACA) was established in 1992 and is a leading Northern Territory based non profit organisation. MHACA leads the way in psychosocial support services and educational programs aimed at enhancing the mental health and well being of people living in Central Australia.

Through a diverse range of programs MHACA strive to make a difference in the lives of people with a mental illness by supporting participant driven mental health recovery, and to assist communities and organisations to actively improve mental health and wellbeing. MHACA undertakes a range of activities including:

- Individual support for people experiencing mental illness.
- A drop in centre, group activities and peer support.
- Mental health promotion to reduce stigma and raise community awareness.
- Support for individuals, families and communities bereaved by suicide.
- Training in mental health first aid and suicide prevention.
- Advocacy for improved services at local state and national levels.

**Significant Changes**

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

**Operating Results**

The operating deficit for the year ended 30 June 2017 amounted to (\$ 22,144), in the previous year ended 30 June 2016 the operating surplus was \$ 138,918.

Signed in accordance with a resolution of the Board



Stephen Marshall  
Chairperson



Peter Riley  
Treasurer

Dated this 13<sup>th</sup> day of October 2017

6th March 2017

The Board of Management  
Mental Health Association of Central Australia Inc.  
14 Lindsay Avenue  
ALICE SPRINGS NT 0870

Dear Board Members,

**AUDITOR'S INDEPENDENCE DECLARATION**  
Pursuant to Section 60.40 of the  
Australian Charities and Not For Profits Commission Act 2012.

In relation to the audit for the year ended 30 June 2017, I declare that, to the best of my knowledge and belief, there have been no contraventions of the audit independence requirements of:

1. The Australian Charities and Not For Profits Commission Act 2012.or
2. The Accounting Professional and Ethical Standards Board.
3. Any applicable code of professional conduct.

This Declaration is made in respect of Mental Health Association of Central Australia Inc during the period of the audit.

Yours sincerely,



Paul Gilbert FCPA MBA  
Macleod Corporation Pty Ltd



**MACLEOD**  
CORPORATION PTY LTD.

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LIABILITY LIMITED BY A SCHEME APPROVED UNDER PROFESSIONAL STANDARDS LEGISLATION

CERTIFIED PRACTICING ACCOUNTANTS



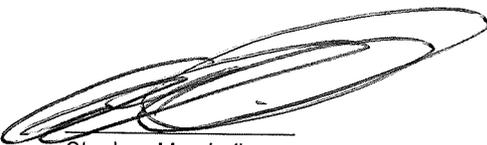
**MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INC  
SPECIAL PURPOSE FINANCIAL REPORT  
FOR THE YEAR ENDED 30 JUNE 2017**

**RESPONSIBLE PERSONS DECLARATION**

The responsible persons declare that in their opinion:

- i) This financial report has been prepared as a special purpose financial report on the basis that Mental Health Association of Central Australia Inc. is a non-reporting entity because there are no users of this financial report, who would otherwise be dependent on general purpose financial reports to satisfy all of their information needs.
- ii) The Special Purpose Financial Report presents fairly the financial position of Mental Health Association of Central Australia Inc. as at 30 June 2017 and the income and expenditure for the year then ended in accordance with the accounting policies described in the notes to the Special Purpose Financial Report.
- iii) There are reasonable grounds to believe that Mental Health Association of Central Australia Inc. will be able to pay all of its debts, as and when they become due and payable.
- iv) The financial report and notes satisfy the requirements of the Australian Charities and Not-for-profit Commission Regulation 2013.

Signed in accordance with subsection 60.15(2) of the Australian Charities and Not-for-profit Commission Regulation 2013.



Stephen Marshall  
Chairperson  
Date: 13 October 2017



Peter Riley  
Treasurer

Date: 16 October 2017

## INDEPENDENT AUDITOR'S REPORT

To: The Members of Mental Health Association of Central Australia Inc.

### Report on the Financial Report

We have audited the accompanying financial report of Mental Health Association of Central Australia Inc which comprises the Statement of Financial Position as at 30 June 2017, the Statement of Comprehensive Income, Statement of Changes in Equity, Statement of Cash Flows for the year then ended and notes comprising a summary of significant accounting policies, other explanatory information, and the statement by committee members.

In our opinion the financial report of Mental Health Association of Central Australia Inc has been prepared in accordance with Division 60 of the Australian Charities and Not-for-Profits Commission Act 2012, including:

- (a) giving a true and fair view of the Associations financial position as at 31 June 2017, and of its financial performance for the year then ended; and
- (b) complying with Australian Accounting Standards to the extent described in Note 1, and Division 60 the Australian Charities and Not-for-profits Commission Regulation 2013.

### Basis of Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Report section of our report. We are independent of the registered entity in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

### Emphasis of Matter - Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the Association's financial reporting responsibilities under various funding agreements and the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### Responsibility of Management for the Financial Report

The Management of the Association are responsible for the preparation of the financial report that gives a true and fair view and have determined that the basis of preparation described in Note 1 to the financial report is appropriate to meet the requirements of the various funding bodies, the ACNC Act and the needs of the members.

Managements' responsibility also includes such internal control as management determine is necessary to enable the preparation of a financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Management are responsible for overseeing the Association's financial reporting process.



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CERTIFIED PRACTISING ACCOUNTANTS



## 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 the financial report.

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

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

We communicate with Management 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 accordance with the requirements of section 60-30 of the ACNC Act. We are satisfied that:

- a) we have received all information, explanation and assistance necessary for the conduct of the audit.
- b) the Association has kept financial records sufficient to enable a special purpose financial report to be prepared and audited.
- c) the Association has kept other records as required by the ACNC Act.



Paul Gilbert CPA MBA  
Macleod Corporation Pty Ltd

Dated this 11th day of October 2017



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MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INC.  
 STATEMENT OF COMPREHENSIVE INCOME  
 FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
<u>INCOME</u>			
Grants		2,543,358	2,470,787
Interest		7,975	18,452
Professional Fees		13,460	72,793
Rent		11,676	43,290
Other Income		157,883	37,011
Profit on Sale of Assets		5,529	0
		<u>2,739,881</u>	<u>2,642,333</u>
<u>EXPENDITURE</u>			
Employee Benefits		1,832,936	1,766,508
Depreciation		103,068	92,766
Program Costs		323,873	289,077
Insurance		65,606	60,960
Interest		40,710	54,580
Motor Vehicles		48,896	33,638
Minor Equipment		33,322	12,909
Repairs & Maintenance		107,450	24,382
Rent Expense		12,370	9,552
Operating Expense		193,794	159,043
		<u>2,762,025</u>	<u>2,503,415</u>
Operating Result Surplus/(Loss)	11	<u>(22,144)</u>	<u>138,918</u>

The accompanying notes form part of these financial statements.

**MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INC.  
STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2017**

	Note	2017 \$	2016 \$
<b>CURRENT ASSETS</b>			
Cash at Bank	2	430,184	488,074
Accounts Receivable	3	142,135	123,786
Investments	4	500	500
<b>TOTAL CURRENT ASSETS</b>		<u>572,819</u>	<u>612,360</u>
<b>NON CURRENT ASSETS</b>			
Land & Buildings	5	3,361,488	3,404,407
Motor Vehicles	6	142,392	139,605
Plant & Equipment	6	21,954	26,738
Artwork		1,818	0
<b>TOTAL NON CURRENT ASSETS</b>		<u>3,527,652</u>	<u>3,570,750</u>
<b>TOTAL ASSETS</b>		<u>4,100,471</u>	<u>4,183,110</u>
<b>CURRENT LIABILITIES</b>			
Accounts Payable	7	161,757	59,198
Provision for Employee Entitlements	8	100,049	99,740
Unexpended Grants	9	10,779	24,763
<b>TOTAL CURRENT LIABILITIES</b>		<u>272,585</u>	<u>183,701</u>
<b>NON CURRENT LIABILITIES</b>			
Borrowings		801,302	966,338
Provision for Employee Entitlements	8	56,443	40,786
<b>TOTAL NON CURRENT LIABILITIES</b>		<u>857,745</u>	<u>1,007,124</u>
<b>TOTAL LIABILITIES</b>		<u>1,130,330</u>	<u>1,190,825</u>
<b>NET ASSETS</b>		<u>2,970,141</u>	<u>2,992,285</u>
Represented by:			
<b>EQUITY</b>			
Accumulated Surplus		2,314,680	2,336,824
Asset Revaluation Reserve		655,461	655,461
<b>TOTAL EQUITY</b>		<u>2,970,141</u>	<u>2,992,285</u>

The accompanying notes form part of these financial statements.

MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INC.  
 STATEMENT OF CHANGES IN EQUITY  
 FOR THE YEAR ENDED 30 JUNE 2017

	Note	2017 \$	2016 \$
EQUITY			
<u>Accumulated Surplus</u>			
Balance as at the beginning of period		2,336,824	2,197,906
Net result for the period		(22,144)	138,918
		<hr/>	<hr/>
Balance as at the end of period		2,314,680	2,336,824
<u>Asset Revaluation Reserve</u>			
Balance as at the beginning of the period		655,461	655,461
Revaluations of Non- Current Assets		0	0
		<hr/>	<hr/>
Balance as at the end of the period		655,461	655,461
		<hr/>	<hr/>
TOTAL EQUITY		2,970,141	2,992,285
		<hr/>	<hr/>

The accompanying notes form part of these financial statements.