

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INCORPORATED

We have audited the accompanying financial report, being a special purpose financial report, of the Mental Health Association of Central Australia Incorporated, which comprises the statement of financial position as at 30 June 2014 and the income statement for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the statement by the management committee as set out on pages 4 to 9.

The Management Committee's Responsibility for the Financial Report

The management committee is responsible for the preparation and fair presentation of the financial report and has determined that the basis of preparation described in Note 1 is appropriate to meet the financial reporting requirements of the Associations Act 2003 and is appropriate to meet the needs of the members. The management committee's responsibility also includes such internal control as the management committee determines is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management committee, as well as evaluating the overall presentation of the financial report.

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

Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of the Mental Health Association of Central Australia Incorporated as at 30 June 2014 and its financial performance for the year then ended in accordance with the basis of preparation described in Note 1 to the financial report.

Deloitte.

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INCORPORATED (continued)

Basis of Accounting

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the Mental Health Association of Central Australia Incorporated to meet the financial reporting requirements in accordance with the accounting policies described in Note 1 to the financial statements. As a result, the financial report may not be suitable for another purpose.

Deloitte Touche Tohmatsu
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Partner
Chartered Accountants

Alice Springs, 07/ 10 /2014.

MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INC

SUMMARY INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	Note	2014 \$	2013 \$
Grant income		2,073,249	1,779,478
Interest income		49,654	50,827
Fees recovered		28,142	5,384
Rent income		57,062	58,322
Other income		50,809	19,283
Total income		<u>2,258,916</u>	<u>1,913,294</u>
Employee benefits expense		1,395,410	1,268,525
Depreciation and amortisation expense		60,928	46,303
Program costs		101,961	91,280
Insurance		29,652	20,763
Repairs & Maintenance Expenses		88,869	47,380
Rent expense		139,359	139,307
Operating expense		452,661	475,371
Total expenses		<u>2,268,840</u>	<u>2,088,929</u>
Operating surplus		<u>(9,924)</u>	<u>(175,635)</u>
Accumulated funds at the beginning of the year		1,698,509	1,874,144
Accumulated funds at the end of the year		<u>1,688,585</u>	<u>1,698,509</u>
Asset revaluation reserve	7	655,463	655,461
Total Equity at the end of the year		<u>2,344,048</u>	<u>2,353,970</u>

Notes to the financial statements are included on pages 7 - 9.

MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INC

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2014

	Note	2014 \$	2013 \$
CURRENT ASSETS			
Cash	2	913,541	995,378
Receivables	3	111,084	42,562
Property bond		9,733	9,733
TOTAL CURRENT ASSETS		<u>1,034,358</u>	<u>1,047,673</u>
NON-CURRENT ASSETS			
Property, plant and equipment	4	1,835,909	1,819,017
Investment shares		500	500
TOTAL NON-CURRENT ASSETS		<u>1,836,409</u>	<u>1,819,517</u>
TOTAL ASSETS		<u>2,870,767</u>	<u>2,867,190</u>
CURRENT LIABILITIES			
Creditors and borrowings	5	129,534	130,779
Provision for annual leave		54,295	66,423
Unexpended grants	6	342,730	305,990
		<u>526,559</u>	<u>503,192</u>
NON-CURRENT LIABILITIES			
Provision for long service leave		159	10,028
TOTAL NON-CURRENT LIABILITIES		<u>159</u>	<u>10,028</u>
TOTAL LIABILITIES		<u>526,718</u>	<u>513,220</u>
NET ASSETS		<u>2,344,049</u>	<u>2,353,970</u>
EQUITY			
Asset revaluation reserve	7	655,463	655,461
Accumulated funds		1,688,585	1,698,509
TOTAL EQUITY		<u>2,344,048</u>	<u>2,353,970</u>

Notes to the financial statements are included on pages 7 - 9.

MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INCDETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
INCOME		
Grant - Dept Health & Community Services	1,125,620	1,294,035
Grant - Dept of Health & Ageing	587,765	532,561
Grant - Alice Springs Town Council	1,805	-
Grant - United Synergies	261,349	-
Grant - NT Medicare Local	42,527	-
Grant - Other	90,923	-
Surplus brought forward	111,069	258,872
Interest	49,654	50,827
Membership fees	830	553
Workers compensation recovery	32,320	13,985
Profit on Sale of Asset	-	510
Recovered costs	28,142	5,384
Rent received	57,062	58,322
Training income	-	4,235
Other income	17,659	-
Unexpended grants carried forward	(147,809)	(305,990)
	<u>2,258,916</u>	<u>1,913,294</u>
EXPENDITURE		
Accounting and audit fees	9,765	23,523
Advertising expenses	9,896	14,452
Bank charges	400	557
Bookkeeping and administration	6,907	12,575
Cleaning	22,789	24,062
Computer support	39,815	22,616
Conferences	7,477	4,799
Consultancy	45,069	45,038
Consumables	5,348	4,929
Depreciation	60,928	46,303
Electricity	15,749	12,865
Employee housing costs	33,332	2,669
Legal fees	22,000	6,280
Insurance	29,652	20,763
Library	309	250
Loss on disposal of asset	-	-
Motor vehicle expense	21,515	41,524
Newsletter	45	6,985
Postage expenses	1,318	1,010
Professional development expenses	20,697	18,500
Program costs	101,961	91,280
Promotions	715	8,827

MENTAL HEALTH ASSOCIATION OF CENTRAL AUSTRALIA INCDETAILED INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 JUNE 2014

	2014	2013
	\$	\$
Rates	10,014	10,722
Recruitment costs	4,994	1,347
Relocation costs	1,123	2,000
Rent expense	139,359	139,307
Repairs and maintenance	88,869	47,380
Security expenses	931	740
Staff wellbeing	10,095	8,828
Staff training	543	4,127
Stationery expenses	22,773	16,427
Storage costs	695	2,030
Strata fees	15,865	19,836
Subscriptions	11,641	2,479
Sundry expenses	10,275	4,031
Superannuation	117,608	110,365
Telephone expenses	25,739	22,982
Travel expense	58,654	96,590
Venue	4,338	-
Staff event catering	1,962	
Wages and salaries	1,277,802	1,158,160
Workers compensation	27,773	17,854
Internal charges	-17,900	-
	<u>2,268,840</u>	<u>2,088,929</u>
OPERATING SURPLUS/(DEFICIT)	<u>(9,924)</u>	<u>(175,635)</u>