

# **Mental Illness Fellowship of Australia Inc**

ABN 73 204 129 543

For the year ended 30 June 2020

**Mental Illness Fellowship of Australia Inc**

ABN 73 204 129 543

## **Contents**

	<b>Page</b>
<b>Statement of Profit or Loss and Other Comprehensive Income</b>	<b>1</b>
<b>Statement of Financial Position</b>	<b>2</b>
<b>Statement of Changes in Equity</b>	<b>3</b>
<b>Statement of Cash Flows</b>	<b>4</b>
<b>Notes to the Financial Statements</b>	<b>5</b>
<b>Directors' Declaration</b>	<b>15</b>
<b>Auditor's Independence Declaration</b>	<b>16</b>
<b>Auditor's Report</b>	<b>18</b>

## Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2020

	Notes	2020 \$	2019 \$
<b>Income</b>			
Revenue and other income	2	489,891	356,162
<b>Total revenue and other income</b>		<b>489,891</b>	<b>356,162</b>
<b>Expenses</b>			
Employee benefits expense		325,186	282,426
Other expenses		144,715	145,977
Finance costs		62	108
Depreciation		-	-
<b>Total expenses</b>	3	<b>469,963</b>	<b>428,511</b>
Profit/ (loss) before income tax		<b>19,928</b>	<b>(72,349)</b>
Income tax expense		-	-
Profit/ (loss) after income tax		<b>19,928</b>	<b>(72,349)</b>
Other comprehensive income		-	-
Total comprehensive income		<b>19,928</b>	<b>(72,349)</b>

The accompanying notes form part of these financial statements.

## Statement of Financial Position

as at 30 June 2020

	Notes	2020 \$	2019 \$
<b>Assets</b>			
<b>Current</b>			
Cash and cash equivalents	4	307,357	43,109
Trade and other receivables	5	31,248	69,468
Other current assets	6	7,411	-
<b>Total Current Assets</b>		<b>346,016</b>	<b>112,577</b>
<b>Total Non-Current Assets</b>		<b>-</b>	<b>-</b>
<b>Total Assets</b>		<b>346,016</b>	<b>112,577</b>
<b>Liabilities</b>			
<b>Current</b>			
Trade and other payables	7	17,725	15,621
Unearned revenue	8	212,816	11,500
Provisions	9	10,352	261
<b>Total Current Liabilities</b>		<b>240,893</b>	<b>27,382</b>
<b>Non-Current</b>			
Provisions	9	-	-
<b>Total Non-Current Liabilities</b>		<b>-</b>	<b>-</b>
<b>Total Liabilities</b>		<b>240,893</b>	<b>27,382</b>
<b>Net Assets</b>		<b>105,123</b>	<b>85,195</b>
<b>Accumulated Funds</b>			
Opening accumulated funds		85,195	157,544
Current year operating profit / (deficit)		19,928	(72,349)
<b>Total Equity</b>		<b>105,123</b>	<b>85,195</b>

The accompanying notes form part of these financial statements.

**Mental Illness Fellowship of Australia Inc**

ABN 73 204 129 543

## Statement of Changes in Equity

For the year ended 30 June 2020

	<b>Accumulated Funds \$</b>	<b>Total \$</b>
<b>Balance at 1 July 2018</b>	157,544	<b>157,544</b>
Total comprehensive income	(72,349)	<b>(72,349)</b>
<b>Balance at 30 June 2019</b>	<u>85,195</u>	<u><b>85,195</b></u>
<b>Balance at 1 July 2019</b>	85,195	<b>85,195</b>
Total comprehensive income	19,928	<b>19,928</b>
<b>Balance at 30 June 2020</b>	<u><u>105,123</u></u>	<u><u><b>105,123</b></u></u>

*The accompanying notes form part of these financial statements.*

## Statement of Cash Flows

For the year ended 30 June 2020

	Notes	2020 \$	2019 \$
<b>Cash Flows from Operating Activities</b>			
Receipts from members contributions		160,600	217,360
Receipts from donors, sponsors and others		607,465	147,823
COVID-19 stimulus (cash flow boost)		25,652	-
Payments to suppliers and employees		(529,664)	(488,763)
Interest received		195	387
<b>Net cash provided by / (used in) operating activities</b>	10	<u>264,248</u>	<u>(123,193)</u>
<b>Net increase/(decrease) in cash held</b>		264,248	(123,193)
<b>Cash at beginning of year</b>		43,109	166,302
<b>Cash at end of year</b>	4	<u><u>307,357</u></u>	<u><u>43,109</u></u>

*The accompanying notes form part of these financial statements.*

# Notes to the Financial Statements

For the year ended 30 June 2020

## 1. Statement of 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.

### **Basis of preparation**

In the directors' opinion, Mental Illness Fellowship of Australia Inc ("MIFA") is not a reporting entity because there are no users dependent on general purpose financial statements.

These special purpose financial statements have been prepared for the sole purpose of distributing a financial report to the members and to fulfil the financial reporting requirements of MIFA in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and must not be used for any other purpose. The directors have determined that the accounting policies adopted are appropriate to meet the needs of the members.

These special purpose financial statements do not comply with all the recognition and measurement requirements in Australian Accounting Standards. The material accounting policies disclosed in Note 1 that have not been assessed for compliance with Australian Accounting Standards include:

- Recognition of income
- Employee benefits

These financial statements have been prepared in accordance with the disclosure requirements of AASB 101 'Presentation of Financial Statements', AASB 107 'Statement of Cash Flows', AASB 108 'Accounting Policies, Changes in Accounting Estimates and Errors' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

The financial report is for the Mental Illness Fellowship of Australia Inc as an individual entity, an incorporated association, incorporated and domiciled in the Australian Capital Territory. The Association is a not-for-profit entity for the purposes of preparing the financial statements and the financial statements are presented in Australian Dollars, which is MIFA's functional and presentation currency.

The financial statements were authorised for issue by the Board on the date the Directors' Declaration was signed. The directors have the power to amend and reissue the financial statements.

### *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 Association'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 below.

# Notes to the Financial Statements

For the year ended 30 June 2020

## **New or amended Accounting Standards and Interpretations adopted**

MIFA has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB'), to the extent applied, that are mandatory for the current reporting period.

None of the new or amended Accounting Standards and Interpretations adopted have had a significant impact on the Association.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. The directors have reviewed the accounting standards issued but not yet effective at the date of this report and none of the revisions or new standards, to the extent applied, are anticipated to have a significant impact on MIFA.

## **Accounting policies**

### **Income tax**

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

### **Income recognition**

#### *Membership contributions*

Revenue from membership contributions is recognised over the membership period.

#### *Events and sponsorship revenue*

Events and sponsorship revenue is recognised when the related event takes place.

#### *Grant income*

The performance obligations attached to grant funding are considered when determining how to account for the revenue. Grant revenue is recognised in profit or loss when the Association satisfies the performance obligations stated within the funding agreements.

Where the grant funding has no specific performance obligations attached the revenue is recognised at the point in time the right to receive the grant funds occurs.

If conditions are attached to the grant which must be satisfied before the Association 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.

#### *Donations*

Donations are recognised at the time of receipt.

# Notes to the Financial Statements

For the year ended 30 June 2020

## *Interest revenue*

Interest revenue is recognised on an accrual basis using the effective interest method.

## *Government support*

MIFA is the recipient of Government support in the form of Cashflow Boost. This support is recognised as other income in the period to which the amounts will be credited.

All revenue and other income is stated net of the amount of any goods and services tax (GST).

## **Operating expenses**

Operating expenses are recognised in profit or loss upon utilisation of the service or at the date of their origin.

## **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 MIFA'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 a 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 MIFA'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.

## **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 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**

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less any allowance for expected credit losses. Trade receivables are due for settlement no more than 30 days after the transaction.

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

# Notes to the Financial Statements

For the year ended 30 June 2020

## Trade and other payables

These amounts represent liabilities for goods and services provided to the Association prior to the end of the financial year 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 by the end of the month following the month of purchase.

## Employee benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled, plus related on-costs.

### *i) Long-term employee benefit obligations*

Long service leave is accrued at nominal rates for employees with five years or more continuous service.

## Equity

Accumulated funds includes all current and prior period retained earnings.

## Goods and Services Tax (GST)

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 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.

## Notes to the Financial Statements

For the year ended 30 June 2020

### 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 or 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 within the next financial year are discussed below.

#### *Coronavirus (COVID-19) pandemic*

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on MIFA based on known information. This consideration extends to the nature of the activities and the role the Association has in representing a national voice and approach to enable people with mental illness and their carers to fully share in the community with the same rights and opportunities as other citizens. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact MIFA unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic and notwithstanding the volatile nature of the pandemic and uncertainty in the Australian and global economies, directors have confidence that the Association will continue to be able to represent the interests of people affected by mental illness.

### 2. Revenue and other income

	2020	2019
	\$	\$
<b>Grants, Donations and Sponsorships</b>		
- Janssen Cilag	69,167	59,167
- Lundbeck	1,500	21,000
- Serif (Europe) Ltd.	-	3,468
- Department of Social Services	-	10,000
- Servier Laboratories	10,000	-
- National Disability Insurance Agency	69,593	-
- Department of Health	150,000	-
	<u>300,260</u>	<u>93,635</u>

The following additional sponsorships were received in 2019-20 and recorded as unearned revenue, as the sponsored events occurred in the 2020-21 financial year:

- Janssen Cilag - \$30,000 (2019: \$0)
- Lundbeck - \$0 (2019: \$1,500)
- Servier Laboratories - \$10,000 (2019: \$10,000)
- Princess Pictures - \$455 (2019: \$0)

Events and sponsorship revenue is recognised when the related event takes place. COVID-19 disrupted some of MIFA's planned events, resulting in the related sponsorship revenue being deferred to 2020-21.

**Mental Illness Fellowship of Australia Inc**

ABN 73 204 129 543

**Notes to the Financial Statements**

For the year ended 30 June 2020

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
<b>Financial Contributions - Members</b>		
Bridges Health and Community Care	16,000	12,600
Mental Illness Fellowship of Australia (NT)	10,000	15,000
Mental Health Foundation ACT	10,000	10,000
selectability	30,000	40,000
Skylight Mental Health Inc or		
Mental Illness Fellowship of South Australia	10,000	100,000
Mental Illness Fellowship of Western Australia	40,000	40,000
One Door Mental Health (Schizophrenia Fellowship of NSW Inc)		
	30,000	40,000
	<u>146,000</u>	<u>257,600</u>
<b>Other Income</b>		
The Yorke Family Foundation	-	1,500
George Lewin Foundation	-	2,500
Leonie Davis in recognition of Chris	-	40
Reilton Co.	-	500
Michael Lockwood	5,000	-
Norbert Schweizer	1,000	-
COVID-19 stimulus (cash flow boost)	37,436	-
Interest	195	387
	<u>43,631</u>	<u>4,927</u>
	<u>489,891</u>	<u>356,162</u>
<b>Total revenue and other income</b>		

**3. Profit/loss for the year**

	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
The following significant expense items with other expenses are relevant in explaining financial performance		
Accounting costs	17,560	16,528
Audit fees	8,555	7,500
Bank charges	62	108
Board meeting costs	7,602	6,385
Business development	1,480	1,633
Insurance	7,182	4,345
Office costs	12,580	11,404
Project expense	27,513	41,775
Salaries and related costs	325,186	282,426
Office communication	2,829	2,762
Promotional costs	19,063	1,302
Recruitment costs	285	-
Travel and accommodation	40,066	52,343
	<u>469,963</u>	<u>428,511</u>

## Notes to the Financial Statements

For the year ended 30 June 2020

<b>4. Cash and cash equivalents</b>	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
Cheque account	30,251	14,199
Investment account	277,106	28,910
	<u>307,357</u>	<u>43,109</u>
	<u><u>307,357</u></u>	<u><u>43,109</u></u>
<b>5. Trade and other receivables</b>	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Trade receivable	31,248	69,468
	<u>31,248</u>	<u>69,468</u>
	<u><u>31,248</u></u>	<u><u>69,468</u></u>
<b>6. Other assets</b>	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Prepayments	7,411	-
	<u>7,411</u>	<u>-</u>
	<u><u>7,411</u></u>	<u><u>-</u></u>
<b>7. Trade and other payables</b>	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Accrued expenses	7,000	5,599
Trade creditors	960	50
GST, PAYG and Superannuation payable	9,765	9,972
	<u>17,725</u>	<u>15,621</u>
	<u><u>17,725</u></u>	<u><u>15,621</u></u>
<b>8. Unearned revenue</b>	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Unearned revenue - grants	134,407	-
Unearned revenue - memberships	35,000	-
Unearned revenue - sponsorships and donations	43,409	11,500
	<u>212,816</u>	<u>11,500</u>
	<u><u>212,816</u></u>	<u><u>11,500</u></u>
<b>9. Provisions</b>	<b>2020</b>	<b>2019</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Provision for annual leave	10,352	261
	<u>10,352</u>	<u>261</u>
	<u><u>10,352</u></u>	<u><u>261</u></u>
<b>Non-current</b>		
Provision for long service leave	-	-
	<u>-</u>	<u>-</u>
	<u><u>-</u></u>	<u><u>-</u></u>

# Notes to the Financial Statements

For the year ended 30 June 2020

## 10. Cash flow information

### Reconciliation of cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the Statement of Financial Position as follows:

	2020	2019
	\$	\$
Reconciliation of cash flows from operations with profit after income tax:		
Profit/(loss) after income tax	19,928	(72,349)
<i>Changes in assets and liabilities</i>		
(Increase)/decrease in trade and other receivables	38,220	(38,272)
Increase/(decrease) in trade and other payables	2,104	(16,765)
Increase/(decrease) in unearned revenue	201,316	11,500
Increase/(decrease) in provisions	10,091	(7,307)
<b>Cash flows from operating activities</b>	<u>264,248</u>	<u>(123,193)</u>

## 11. Events after the reporting date

No matters have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of MIFA.

## 12. Economic dependency

The Mental Illness Fellowship of Australia Incorporated receives the majority of its income through Members and government grants. The nature and extent of these funding sources make the Mental Illness Fellowship of Australia Incorporated economically dependent upon these parties in order to continue to provide its current services.

## 13. Contingent liabilities

There were no contingent liabilities facing MIFA as of 30 June 2020.

## 14. Board remuneration

During the financial year, no members of the Board of MIFA received either directly or indirectly as a member of a firm or body corporate payments as a result of transactions with MIFA in the ordinary course of business and in accordance with normal commercial terms and conditions.

**Mental Illness Fellowship of Australia Inc**

ABN 73 204 129 543

## **Notes to the Financial Statements**

**For the year ended 30 June 2020**

### **15. Association details**

The registered office and principal place of business of the association is:

Mental Illness Fellowship of Australia Incorporated  
20 Pidgeon Close  
West End, Queensland 4101  
Australia

The principal activities of MIFA during the financial year were to represent a national voice and approach to enable people with mental illness and their carers to fully share in the community with the same rights and opportunities as other citizens.

## Notes to the Financial Statements

For the year ended 30 June 2020

### 16. Trust Information

2020

2019

\$

\$

Mental Illness Fellowship of Australia Inc has acted as trustee of the Psychosis Australia Trust since its inception on the 1st December 2011. The financial information for the Trust is presented below:

#### Statement of Profit or Loss and Other Comprehensive Income

Total revenue and other income	66,042	193,482
Total expenses	(48,765)	(165,564)
Total Profit / (Loss) from operations	17,277	27,918
Total comprehensive income	17,277	27,918

#### Statement of Financial Position

##### Assets

Current assets		
Cash and cash equivalents	84,265	90,216
Trade and other receivables	381	-
Other current assets	21,927	-
Total current assets	106,573	90,216
Total Assets	106,573	90,216

##### Liabilities

Current liabilities		
Trade and other payables	1,650	2,570
Total current liabilities	1,650	2,570
Total liabilities	1,650	2,570

##### Net Assets

104,923

87,646

##### Equity

Accumulated funds	87,646	59,728
Net income	17,277	27,918
Total equity	104,923	87,646

#### Mortgages, Charges or Other Securities

The Trust does not have any mortgages, charges or other securities affecting the property of the Trust.

#### Trust liabilities and right of indemnity

In accordance with the Trust Deed the trustees of the Psychosis Australia Trust are not liable should the Trust be unable to meet its obligations.

**Mental Illness Fellowship of Australia Inc**

ABN 73 204 129 543

## **Directors' Declaration**

The Directors have determined that the Mental Illness Fellowship of Australia Inc (MIFA) is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The Directors of the association declare that:

1. The financial statements and notes, as set out in pages 1 to 14, are in accordance with the Australian Charities and Not-for-profits Commission Act 2012 and the Australian Charities and Not-for-profits Commission Regulation 2013; and
  - (a) Comply with the Accounting Standards described in Note 1 to the financial statements; and
  - (b) Give a true and fair view of the association's financial position as at 30 June 2020 and of its performance for the year ended on that date; and
2. In the Directors' opinion, there are reasonable grounds to believe that MIFA will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



---

Michael Reid  
Independent Chair

Dated this **15th** day of November 2020.