

# **Mental Illness Fellowship of Australia Incorporated**

ABN 73 204 129 543

For the year ended 30 June 2022

**Mental Illness Fellowship of Australia Incorporated**

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>17</b>
<b>Auditor's Independence Declaration</b>	<b>18</b>
<b>Auditor's Report</b>	<b>19</b>

## Statement of Profit or Loss and Other Comprehensive Income

For the year ended 30 June 2022

	Notes	2022 \$	2021 \$
<b>Income</b>			
Revenue and other income	2	958,138	744,810
<b>Total revenue and other income</b>		<b>958,138</b>	<b>744,810</b>
<b>Expenses</b>			
Employee benefits expense		672,742	461,201
Other expenses		336,776	221,553
Finance costs		147	354
Depreciation		856	-
<b>Total expenses</b>	3	<b>1,010,521</b>	<b>683,108</b>
Profit/ (loss) before income tax		<b>(52,383)</b>	<b>61,702</b>
Income tax expense		-	-
Surplus/(deficit) after income tax		<b>(52,383)</b>	<b>61,702</b>
Other comprehensive income		-	-
<b>Total comprehensive income</b>		<b>(52,383)</b>	<b>61,702</b>

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

## Statement of Financial Position

as at 30 June 2022

	Notes	2022 \$	2021 \$
<b>Assets</b>			
<b>Current</b>			
Cash and cash equivalents	4	589,202	614,566
Trade and other receivables	5	28,246	4,678
Other current assets	7	1,544	4,251
<b>Total Current Assets</b>		<b>618,992</b>	<b>623,495</b>
<b>Non-Current</b>			
Plant and equipment	6	3,034	-
Other non-current assets	7	4,867	-
<b>Total Non-Current Assets</b>		<b>7,901</b>	<b>-</b>
<b>Total Assets</b>		<b>626,893</b>	<b>623,495</b>
<b>Liabilities</b>			
<b>Current</b>			
Trade and other payables	8	29,676	39,453
Unearned revenue	9	428,301	391,530
Provisions	10	36,049	25,687
<b>Total Current Liabilities</b>		<b>494,026</b>	<b>456,670</b>
<b>Non-Current</b>			
Provisions	10	18,425	-
<b>Total Non-Current Liabilities</b>		<b>18,425</b>	<b>-</b>
<b>Total Liabilities</b>		<b>512,451</b>	<b>456,670</b>
<b>Net Assets</b>		<b>114,442</b>	<b>166,825</b>
<b>Accumulated Funds</b>			
Opening accumulated funds		166,825	105,123
Current year operating surplus / (deficit)		(52,383)	61,702
<b>Total Equity</b>		<b>114,442</b>	<b>166,825</b>

The accompanying notes form part of these financial statements.

## Statement of Changes in Equity

For the year ended 30 June 2022

	Accumulated Funds \$	Total \$
<b>Balance at 1 July 2020</b>	105,123	<b>105,123</b>
Total comprehensive income	61,702	<b>61,702</b>
<b>Balance at 30 June 2021</b>	<u>166,825</u>	<u><b>166,825</b></u>
<b>Balance at 1 July 2021</b>	166,825	<b>166,825</b>
Total comprehensive income	(52,383)	<b>(52,383)</b>
<b>Balance at 30 June 2022</b>	<u>114,442</u>	<u><b>114,442</b></u>

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

## Statement of Cash Flows

For the year ended 30 June 2022

	Notes	2022 \$	2021 \$
<b>Cash Flows from Operating Activities</b>			
Receipts from member contributions		160,490	200,640
Receipts from donors, sponsors and others		908,725	793,106
COVID-19 stimulus (cash flow boost)		-	34,246
Payments to suppliers and employees		(1,090,754)	(720,909)
Interest received		65	126
<b>Net cash provided by / (used in) operating activities</b>	11	<u>(21,474)</u>	<u>307,209</u>
<b>Cash Flow from Investing Activities</b>			
Payment for property, plant and equipment		<u>(3,890)</u>	-
<b>Net cash provided by / (used in) investing activities</b>		<u>(3,890)</u>	-
<b>Net increase/(decrease) in cash held</b>		(25,364)	307,209
<b>Cash at beginning of year</b>		<u>614,566</u>	<u>307,357</u>
<b>Cash at end of year</b>	4	<u><u>589,202</u></u>	<u><u>614,566</u></u>

The accompanying notes form part of these financial statements.

# Notes to the Financial Statements

For the year ended 30 June 2022

## 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.

## **Notes to the Financial Statements**

**For the year ended 30 June 2022**

### *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.

### **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 the surplus or deficit 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.

## **Notes to the Financial Statements**

**For the year ended 30 June 2022**

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.

### *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 the surplus or deficit 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.

## **Notes to the Financial Statements**

**For the year ended 30 June 2022**

### **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.

### **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.

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

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

#### *Portable long service leave*

From 1 January 2021, portability of long service leave was extended to the community services sector in Queensland. This provides the portability of accrued long service leave entitlements accumulated up to the statutory minimum, for staff leaving to work within the Community Services Sector in Queensland. The employer then claims reimbursement from QLeave for statutory leave accrued since the employee commenced or 1 January 2021 (whichever is later). The same applies to ongoing staff who have worked for 10 or more years and who avail themselves of accrued long service leave.

A separate reimbursement asset is taken up for amounts recoverable from QLeave for all employees with five years or more continuous service.

## **Notes to the Financial Statements**

**For the year ended 30 June 2022**

### **Plant and equipment**

Each class of plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from those assets. The recoverable amount is assessed on the basis of expected net cash flows which will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted to present values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the association and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss during the period in which they are incurred.

#### *Depreciation*

The depreciable amount of all fixed assets are depreciated on a straight-line basis over their estimated useful lives to the association commencing from the time the asset is held ready for use.

The depreciation rates used for each class of assets are:

Computer equipment	33%
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The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of profit or loss.

### **Equity**

Accumulated funds includes all current and prior period retained earnings.

## **Notes to the Financial Statements**

**For the year ended 30 June 2022**

### **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.

### **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.

## Notes to the Financial Statements

For the year ended 30 June 2022

2. Revenue and other income	2022	2021
	\$	\$
<b>Grants, Donations and Sponsorships</b>		
- Janssen Cilag	23,636	30,000
- Lundbeck	-	9,091
- Servier Laboratories	5,000	10,000
- Affinity	-	3,616
- Mental Health Online	909	-
- Micah Projects	3,000	1,000
- Princess Pictures	1,363	455
- Queensland Alliance for Mental Health	-	2,000
- Queensland Mental Health Commission	18,000	-
- Queensland University of Technology	909	-
- Relton Co Pty Ltd	-	500
- Satellite Foundation	-	1,000
- Serif (Europe) Ltd	3,678	-
- South Burnett Regional Council	-	500
- The Yorke Family Foundation	3,000	6,000
- Other Donors	20,945	5,106
- Gambling Community Benefit Fund	26,818	-
- Department of Social Services	371,229	156,947
- National Disability Insurance Agency	183,686	178,607
- Department of Health	150,000	150,000
	<u>812,173</u>	<u>554,822</u>

The following additional sponsorships were received in 2021-22 and recorded as unearned revenue, as the sponsored events are due to occur in the 2022-23 financial year:

- Janssen Cilag - \$10,000 (2020: \$29,000)
- Micah Projects - \$nil (2020: \$3,000)
- Serif (Europe) Ltd - \$nil (2020: \$3,678)
- Lundbeck - \$25,000 (2020: \$nil)
- Princess Pictures - \$1,364 (2020: \$nil)

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

	2022	2021
	\$	\$
<b>Financial Contributions - Members</b>		
Bridges Health and Community Care	-	16,000
Mental Illness Fellowship of Australia (NT)	10,000	10,000
Mental Health Foundation ACT	5,900	6,400
selectability	30,000	45,000
Skylight Mental Health Inc	30,000	20,000
Mental Illness Fellowship of Western Australia	40,000	40,000
One Door Mental Health (Schizophrenia Fellowship of NSW Inc)	30,000	30,000
	<u>145,900</u>	<u>167,400</u>

## Notes to the Financial Statements

For the year ended 30 June 2022

	2022	2021
	\$	\$
<b>Other Income</b>		
Michael Lockwood	-	-
Norbert Schweizer	-	-
COVID-19 stimulus (cash flow boost)	-	22,462
Interest	65	126
	<u>65</u>	<u>22,588</u>
<b>Total revenue and other income</b>	<u>958,138</u>	<u>744,810</u>

### 3. Surplus / (deficit) for the year

	2022	2021
	\$	\$

The following significant expense items with other expenses are relevant in explaining financial performance

Accounting costs	18,582	20,729
Audit fees	9,450	9,630
Bank charges	147	354
Board meeting costs	14,874	851
Business development	1,142	1,475
Depreciation	856	-
Insurance	9,749	8,164
Office costs	28,825	19,987
Project expense	167,163	126,326
Salaries and related costs	672,742	461,201
Office communication	5,705	1,283
Promotional costs	49,523	13,944
Training expenses	7,905	10,545
Recruitment costs	-	835
Travel and accommodation	23,858	7,784
	<u>1,010,521</u>	<u>683,108</u>

### 4. Cash and cash equivalents

	2022	2021
	\$	\$
Cheque account	118,910	33,334
Investment account	470,292	581,232
	<u>589,202</u>	<u>614,566</u>

### 5. Trade and other receivables

	2022	2021
	\$	\$
<b>Current</b>		
Trade receivable	28,246	4,678
	<u>28,246</u>	<u>4,678</u>

## Notes to the Financial Statements

For the year ended 30 June 2022

<b>6. Plant and equipment</b>	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Computer equipment	3,890	-
Less: accumulated depreciation	(856)	-
	<u>3,034</u>	<u>-</u>
	<u><u>3,034</u></u>	<u><u>-</u></u>
<b>7. Other assets</b>	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Prepayments	1,544	4,251
	<u>1,544</u>	<u>4,251</u>
	<u><u>1,544</u></u>	<u><u>4,251</u></u>
<b>Non-Current</b>		
Qleave recoverable	4,867	-
	<u>4,867</u>	<u>-</u>
	<u><u>4,867</u></u>	<u><u>-</u></u>
<b>8. Trade and other payables</b>	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Accrued expenses	8,850	8,850
Trade creditors	20,706	29,685
Sundry creditors	120	918
GST, PAYG and Superannuation payable	-	-
	<u>29,676</u>	<u>39,453</u>
	<u><u>29,676</u></u>	<u><u>39,453</u></u>
<b>9. Unearned revenue</b>	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Unearned revenue - grants	362,937	355,852
Unearned revenue - sponsorships and donations	65,364	35,678
	<u>428,301</u>	<u>391,530</u>
	<u><u>428,301</u></u>	<u><u>391,530</u></u>
<b>10. Provisions</b>	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
Provision for annual leave	36,049	25,687
	<u>36,049</u>	<u>25,687</u>
	<u><u>36,049</u></u>	<u><u>25,687</u></u>
<b>Non-current</b>		
Provision for long service leave	18,425	-
	<u>18,425</u>	<u>-</u>
	<u><u>18,425</u></u>	<u><u>-</u></u>

## Notes to the Financial Statements

For the year ended 30 June 2022

### 11. 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:

	2022	2021
	\$	\$
Reconciliation of cash flows from operations with surplus after income tax:		
Surplus after income tax	(52,383)	61,702
<i>Non-cash flows in profit</i>		
Depreciation	856	-
<i>Changes in assets and liabilities</i>		
(Increase)/decrease in trade and other receivables	(23,568)	26,570
(Increase)/decrease in other assets	(2,160)	3,160
Increase/(decrease) in trade and other payables	(9,777)	21,728
Increase/(decrease) in unearned revenue	36,771	178,714
Increase/(decrease) in provisions	28,787	15,335
<b>Cash flows from operating activities</b>	<b>(21,474)</b>	<b>307,209</b>

### 12. 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.

### 13. 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.

### 14. Contingent liabilities

There were no contingent liabilities facing MIFA as of 30 June 2022 (2021: nil).

### 15. 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 Incorporated**

ABN 73 204 129 543

## **Notes to the Financial Statements**

**For the year ended 30 June 2022**

### **16. 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 2022

### 17. Trust Information

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

	2022	2021
	\$	\$
Total revenue and other income	5,550	26
Total expenses	(11,360)	(11,555)
Total Profit / (Loss) from operations	<u>(5,810)</u>	<u>(11,529)</u>
Total comprehensive income	<u><u>(5,810)</u></u>	<u><u>(11,529)</u></u>

#### Statement of Financial Position

##### Assets

##### Current assets

Cash and cash equivalents	67,149	77,480
Trade and other receivables	268	490
Other current assets	-	-
Total current assets	<u>67,417</u>	<u>77,970</u>

##### Other non-current assets

Other non-current assets	<u>21,927</u>	<u>21,927</u>
Total non-current assets	<u>21,927</u>	<u>21,927</u>

##### Total Assets

89,344	<u><u>99,897</u></u>
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##### Liabilities

##### Current liabilities

Trade and other payables	<u>1,760</u>	<u>6,503</u>
Total current liabilities	<u>1,760</u>	<u>6,503</u>
Total liabilities	<u><u>1,760</u></u>	<u><u>6,503</u></u>

##### Net Assets

<u><u>87,584</u></u>	<u><u>93,394</u></u>
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##### Equity

Opening accumulated funds	93,394	104,923
Net income	<u>(5,810)</u>	<u>(11,529)</u>
Total equity	<u><u>87,584</u></u>	<u><u>93,394</u></u>

#### 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 Incorporated

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 16, 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 2022 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.

*Claire Moore*

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Claire Moore  
Independent Chair

27 October 2022

## Auditor's Independence Declaration

### To the Directors of Mental Illness Fellowship of Australia Incorporated

In accordance with the requirements of section 60-40 of the Australian Charities and Not-for-profits Commission Act 2012, as lead auditor for the audit of Mental Illness Fellowship of Australia Incorporated for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of any applicable code of professional conduct in relation to the audit.

*Grant Thornton*

Grant Thornton Audit Pty Ltd  
Chartered Accountants

*H. E. Hiscox*

H E Hiscox  
Partner – Audit & Assurance

Brisbane, 27 October 2022

## Independent Auditor's Report

### To the Members of Mental Illness Fellowship of Australia Incorporated

#### Report on the audit of the financial report

##### Opinion

We have audited the accompanying financial report of Mental Illness Fellowship of Australia Incorporated (the "Registered Entity"), which comprises the statement of financial position as at 30 June 2022, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and the Directors' declaration.

In our opinion, the financial report of Mental Illness Fellowship of Australia Incorporated 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 Registered Entity's financial position as at 30 June 2022 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 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

##### Basis for 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 audit 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 purposes of fulfilling the Registered Entity's financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### **Responsibilities of the Directors for the financial report**

The Directors of the Registered Entity 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 *Australian Charities and Not-for-profits Commission Act 2012*. The Directors' responsibility also includes such internal control as the Directors 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, the Directors 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 Directors either intend to liquidate the Registered Entity or to cease operations, or have no realistic alternative but to do so.

The Directors 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.

As part of an audit in accordance with the 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 Registered Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Directors' 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 Registered Entity'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 Registered Entity 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 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.

*Grant Thornton*

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Chartered Accountants

*H. E. Hiscox*

H E Hiscox  
Partner – Audit & Assurance  
Brisbane, 27 October 2022