



**Mental
Health
Council**
OF TASMANIA



www.mhct.org

Annual Review 2019–20

→ A leading voice in the Tasmanian mental health system

Our year in review

CEO, Connie Digolis



Connie Digolis, CEO

The ongoing work of MHCT and its members has never been more important

This time last year I wrote that I was looking forward to a demanding but rewarding year ahead. I think we can all agree it has certainly been challenging – though not in the way that myself or anyone else could have anticipated.

While it was a challenging 12 months for all of us, it can be easy to dwell on the many difficulties and uncertainties we have faced, but we should not lose sight of all the incredible things we have achieved, despite the adversity.

2019 Mental Health Week was our biggest yet, with over 50 applications for event grants, and a program of over 80 events held right across the state. We also launched a new Mental Health Week theme: 'We all have a role to play', which acknowledged the things we all do to support our own mental health, and the mental health of those we care about.

In November 2019 we launched Tasmania's Peer Workforce Development Strategy. Peer workers, through their lived experience, possess unique expertise and qualifications. The benefits of including peer workers within mental health systems is widely recognised, and our state-based Strategy paves the way for their inclusion in workplaces across the Tasmanian mental health sector.

The reimagine.today project wrapped up in June 2020, following the successful launch of the Stage 2 website at the end of May. MHCT worked in partnership with the Mental Health Coordination Council of NSW to contribute to the redevelopment of the reimagine.today website, creating a suite of new resources to assist people in navigating their NDIS journey, now available through the reimagine.today website.

We have been involved with, and are closely following the progress of the Tasmanian Mental Health Reform program. Much of MHCT's focus throughout this process has been on the interface between State Mental Health Services (SMHS) and the community-managed mental health sector in the development of several of the SMHS new models of care.

In April we helped facilitate a \$450,000 grant round funded by State Government to assist community managed mental health organisations to purchase technology to adapt their services around evolving COVID-19 restrictions. It's been incredible to witness the passion and dedication across the sector, as organisations have been able to respond so quickly to uncertainty and provide continuity of support to those Tasmanians who rely on it.

→ Advocating for a mentally healthy Tasmania

Since the beginning of the pandemic, we have been working closely with our members to try and understand the impact of restrictions on organisations and individuals. Thank you to all members who have been involved and participated in these groups. Your input throughout the process has been invaluable in helping us highlight to the State and Federal Government and the community, the impacts of the pandemic on our sector and on those people that access the many supports and services it provides.

A huge thanks to the fantastic MHCT team. You have shown incredible passion, patience and resolve as we have navigated the uncertainties that COVID-19 presented. Thank you also to our Board for the support and guidance you have provided myself and the MHCT team. Thank you to our members. Your dedication and commitment to supporting all Tasmanians throughout the pandemic has been nothing short of inspiring.

I know that the last 12 months have not been what anyone had hoped or planned for. But, given everything we have faced together during this period, the ongoing work of MHCT and its members has never been more important. There is undoubtedly another challenging yet rewarding year ahead of us.

Connie Digolis

CEO

Mental Health Council of Tasmania



Shareen Pearson

Corporate Services Manager



Julie Martin

Operations Manager



Cat Delpero

Media and Communications Manager



Nick Sullivan

Media and Communications Officer



Bree Klerck

Project Officer Sector Reform



Ezra Thomas

Project Officer Mental Health and Suicide Prevention Communications Charter



Astrid Wootton

Peer Leader and Policy Officer

MHCT Chair Report

Jules Carroll



Jules Carroll, Chair

MHCT has been working hard to advocate for systemic change across the breadth of our mental health and suicide prevention sectors here in Tasmania

Saying it has been a significant period since I took over as Chair of the Mental Health Council of Tasmania in November 2019 would be a slight understatement!

The onset of COVID-19 restrictions from mid-March 2020 placed an unprecedented imperative on community-managed mental health services to ensure continuity of service for Tasmanians accessing mental health and psychosocial supports. As Chair of MHCT, I want to commend and acknowledge the incredible work of our service providers, all of whom found immediate and innovative ways to provide support during what has been an incredibly challenging period.

Through the reporting period, MHCT has been working hard to advocate for systemic change across the breadth of our mental health and suicide prevention sectors here in Tasmania. In particular, over the past year, MHCT has been facilitating and encouraging a conversation to explore the needs of our young Tasmanians. This included planning and hosting the Tasmanian Youth Mental Health Forum, in partnership

with Primary Health Tasmania and the Mental Health Alcohol and Drug Directorate within the Tasmanian Department of Health. The two-day event in November 2019 brought together over 100 Tasmanian participants to hear from local, national and international speakers. The Forum explored how a truly co-designed and delivered integrated youth mental health service will support our young people's mental health and wellbeing early and at the right time.

I would like to extend my congratulations to Connie and the MHCT team for your work over the past year. Your achievements have been significant, ensuring our state continues to work towards real reform and system transformation whilst ensuring the contributions of the community-managed mental health sector are acknowledged and included in these important conversations.

Moreover, MHCT's response and monitoring of the impacts of COVID-19 restrictions on our service providers and the Tasmanians they support has been so important –

OUR BOARD

Jules Carroll	– Chair
David Tilley	– Deputy Chair
James Versteegen	– Treasurer
Paul Campbell	– Board Member
Deb Fast	– Board Member
Nicky Osborne	– Board Member

assisting government and agencies to understand clearly where gaps were emerging and how best to fill them.

Finally, I would like to pass on my sincere thanks to my predecessor, Debbie Evans, for her dedication and contribution as a Board Member from 2013 and as Chair of MHCT from 2016 until November last year. I took over a resilient and responsive Board and organisation, thanks to Debbie's outstanding leadership.

I look forward to the next exciting year as Chair of the Mental Health Council of Tasmania!

Jules Carroll

Chair

Mental Health Council of Tasmania



IT'S TIME TO

#checkin

→ checkin.org.au

Who we are

OUR VISION

ALL TASMANIANS HAVE
AWARENESS OF AND
VALUE THEIR MENTAL
HEALTH AND WELLBEING

The Mental Health Council of Tasmania (MHCT) is the peak body for community managed mental health services in Tasmania. We represent and promote the interests of our members and work closely with Tasmanian Government agencies and Primary Health Tasmania to ensure sectoral input into public policies and programs. We advocate for reform and improvement within the Tasmanian mental health system. Our purpose is to improve mental health and wellbeing for all Tasmanians.

→ A leading voice in the Tasmanian mental health system



Tasmanian Youth Mental Health Forum, Hobart 2019



Tasmanian Peer Workforce Development Strategy launch, Hobart 2019

OUR PURPOSE

IMPROVING MENTAL
HEALTH FOR ALL
TASMANIANS

OUR ROLE

Provide leadership by advocating for continuous improvement across all facets of mental health and suicide prevention

Provide trusted advice to our members and decision makers to enable a robust and contemporary mental health system

Be a collective, representative voice to ensure future sustainability of the sector, the community and the MHCT

Form and support strong networks and collaboration to support sector development and capacity building

Promote the reduction of stigma and champion mental health awareness and the value of good mental health

Influence policy development in the interests of our members and the needs of the broader population

OUR VALUES

- ▶ COMPASSIONATE AND RESPECTFUL
- ▶ COLLABORATIVE AND SUPPORTIVE
- ▶ RESPONSIVE AND ADAPTIVE
- ▶ LEADING AND ENGAGING

What we do

MHCT would like to acknowledge funding support for a number of MHCT projects and initiatives from the State Government and Primary Health Tasmania, and sponsorship for the Tasmanian Youth Mental Health Forum from a number of our members.

As the peak body for mental health in Tasmania, MHCT is accountable to its members and committed to continuous improvement and real reform across the Tasmanian mental health system. Over the past 12 months, MHCT has been busy working across the breadth of our Strategic Priorities, many in partnership with our members, other stakeholders, government and agencies, and other peak bodies.

LONG TERM SUSTAINABILITY



38

member
organisations



15

individual
members



6

associate member
organisations



Released the Tasmanian Peer Workforce Development Strategy to support the evolution of the workforce

Developed Peer training modules and provided these training opportunities for consumers, carers, families and friends



Completed the Tasmanian Mental Health and Suicide Prevention Communications Charter Project and delivered Safely Talking Workshops across Tasmania

- Created COVID-19 strategy Groups from April 2020 to monitor the impact of COVID-19 on the community-managed mental health sector and collect data to feed back to government and agencies
- Coordinated the Tasmanian Government's Community Managed Mental Health and Alcohol and Drug Sector Technology Fund Grants program

MHCT members shared their events & ideas with:



2391



Facebook
followers



598



eNews
subscribers

THE LEADING VOICE IN MENTAL HEALTH

Coordinated 2019 Mental Health Week
and distributed

\$40,000

in Mental health Week grants
provided by State Government

to
47
organisations

Planned and hosted the Tasmanian Youth Mental
Health Forum, bringing together 100 participants

from across the sector in partnership with the
Tasmanian Government, PHT and our sponsors



Conducted a number of
community consultations
focused on youth
mental health

A STRONG VOICE

in the media for the community
managed mental health sector
and system reform in Tasmania



Undertook a broad range of Sector
Development work, member engagement,
submissions and consultations, including:

- Regional Mental Health Group Meetings with a network of over 300 representatives
- Tasmanian Mental Health Leaders Forum
- Roundtables, focus sessions and consultations with members and stakeholders
- COVID-19 Mental Health Sector Network, Psychosocial Supports Working Group and Consumers, Carers Families and Friends Network
- Submission to the Tasmanian State-wide Review of Services: Mental Health Service Helpline and Crisis and Assessment Treatment Teams (CATTS)
- Submission to the Launceston General Hospital Master Plan
- Submission to the Inquiry into the NDIS Quality and Safeguards Commission
- Contributed to TasCOSS Submission to Tasmanian House of Assembly Inquiry into Housing Affordability

INFLUENCING REFORM AND SYSTEM IMPROVEMENT



Key stakeholder and voice
for the community managed
mental health sector in
Rethink 2020 (Regional
planning) process



Our Budget Priority
Submission 2020-21
identified four key initiatives
to support the Tasmanian
mental health system



Conducted consultations,
presented at a public hearing
and delivered a final submission
to the Productivity Commission
Inquiry into Mental Health



Key contributor to the
Tasmanian Mental Health /
Integration Taskforce and
Reform program

WE ALSO

- Launched a reinvigorated www.mhct.org
- Welcomed a new Chair of MHCT Board
- Delivered the Removing Barriers for Testing to the NDIS consultation and report to PHT
- Completed the final phase of the ILC NDIS Reimagine Today Peer Leader project
- Developed #checkin to support Tasmanians during COVID-19 pandemic period and beyond



Our Members 2019–2020

MHCT is a member-based peak body, and we acknowledge the dedication of our member organisations, all of whom make a difference to the lives of Tasmanians through the provision of the high-quality programs and supports.

MEMBER ORGANISATIONS

Advocacy Tasmania

Anglicare Tasmania

Baptcare

Bethlehem house

Caroline House

CatholicCare

Choose Life Services

Club Haven

Colony 47

CoRES Australia

Cornerstone Youth Services
(Headspace Launceston)

Engender Equality

Flourish

GROW

iTrain Australia

Langford Support Services

Life Without Barriers

Lifeline Tasmania

Live Well Tasmania

Migrant Resource Centre

Mindfulness Programs Australasia

Mission Australia

OzHelp Foundation

PSYCH2U

Psychology CAFFE

Red Cross

Relationships Australia Tasmania

Richmond Fellowship (RFT)

Rural Alive and Well (RAW)

Royal Flying Doctor Service

Salvation Army Bridge Program

Teen Challenge Tasmania

The Hobart Clinic

The LINK (Headspace Hobart)

Wellways

Working It Out

Youth Family & Community
Connections (YFCC)

yourtown – Kids Helpline

INDIVIDUAL MEMBERS

Colin Ayton

Emmy Bostock

Patrick Carlisle (Life Member)

Sonia Cook

Mark Davis

Kate Griggs

Matt Hill

Karalyn Hingston

Tammy Horton

Renate Hughes

Daryl Lamb (Life Member)

Therese Ryan

Laura Smith

Diana Taylor

Stephen Yam

ASSOCIATE MEMBERS

Carers Tasmania

Epilepsy Tasmania

Lambert Training & Events

RESPECT Occupational Therapy

Salveo Healthcare Services

TasTAFE



Annual Review 2019-20

CONTACT US

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mentalhealthcounciltas



@mhctas

Mental Health Council of Tasmania Inc

ABN 50 451 756 970

Annual Report - 30 June 2020

Mental Health Council of Tasmania Inc
Officers' report
30 June 2020

The officers present their report, together with the financial statements, on the incorporated association for the year ended 30 June 2020.

Officers & committee members

The following persons were officers and committee members of the incorporated association during the whole of the financial year and up to the date of this report, unless otherwise stated:

Debbie Evans (resigned on 19 November 2019)
Lance Skelton (resigned on 19 November 2019)
Jules Carroll
David Tilley
James Vesteegeen
Debra Fast
Paul Campbell
Nicky Osborne

Principal activities

The principal activities of the Association during the year were:

- representing the interests of community mental health consumer organisations, carer organisations and service provider organisations;
- providing a public voice for people affected by mental illness and the organisations in the community sector that work with them; and
- advocating for effective public policy on mental health for the benefit of the Tasmanian community as a whole.

On behalf of the officers



Jules Carroll
Chairperson

30 September 2020
Hobart

Mental Health Council of Tasmania Inc
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General information

The financial statements cover Mental Health Council of Tasmania Inc as an individual entity. The financial statements are presented in Australian dollars, which is Mental Health Council of Tasmania Inc's functional and presentation currency.

Mental Health Council of Tasmania Inc is a not-for-profit incorporated association, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office & Principal place of business

Mental Health Council of Tasmania Inc.
Level 1 131A Collins Street
HOBART TAS 7000

A description of the nature of the incorporated association's operations and its principal activities are included in the officers' report, which is not part of the financial statements.

The financial statements were authorised for issue on 30 September 2020.

Mental Health Council of Tasmania Inc
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2020

	Note	2020 \$	2019 \$
Revenue	3	1,548,599	1,335,751
Interest revenue		4,244	4,534
Expenses			
Accounting & consulting fees		(222,268)	(209,666)
Advertising & promotion		(22,678)	(14,364)
Board/governance expenses		(9,203)	(4,577)
Cleaning and pest control		(4,920)	(4,061)
Client support services		(39,900)	(39,720)
Computer expenses		(9,064)	(10,658)
Depreciation		(43,593)	(6,261)
Electricity and water		(2,680)	(3,512)
Employment Support & Services		(44,700)	(66,604)
Equipment hire/lease		(1,896)	(1,106)
Events, Campaigns & venue Costs		(43,288)	(8,932)
Insurance		(7,499)	(7,245)
Interest – Right-of-use		(9,731)	-
Membership fees/Corp O'hds		(69,440)	(82,622)
Motor vehicle expenses		(3,078)	(4,390)
Printing and stationery		(9,743)	(8,438)
Rent		(9,118)	(44,440)
Salaries and wages		(677,012)	(578,942)
Staff training and development		(10,620)	(10,995)
Sundry expenses		(24,629)	(30,139)
Superannuation		(61,566)	(53,205)
Telephone/internet		(8,854)	(8,334)
Travel & accommodation		(12,833)	(17,534)
Surplus		204,530	124,540
Surplus for the year attributable to the members of Mental Health Council of Tasmania Inc		204,530	124,540
Other comprehensive income for the year		-	-
Total comprehensive income for the year attributable to the members of Mental Health Council of Tasmania Inc		204,530	124,540

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Mental Health Council of Tasmania Inc
Statement of financial position
As at 30 June 2020

	Note	2020 \$	2019 \$
Assets			
Current assets			
Cash and cash equivalents	4	541,703	566,276
Trade and other receivables	5	14,947	9,697
Security deposit		10,963	10,963
Total current assets		<u>567,613</u>	<u>586,936</u>
Non-current assets			
Property, plant and equipment	6	14,569	20,754
Right-of-use-assets	7	276,667	-
Total non-current assets		<u>291,236</u>	<u>20,754</u>
Total assets		<u>858,849</u>	<u>607,690</u>
Liabilities			
Current liabilities			
Trade and other payables	8	29,053	19,857
Employee benefits	10	31,378	20,773
Unspent grant funds liability	9	-	269,307
Member subscriptions in advance		20,540	18,415
Lease liability		29,694	-
Total current liabilities		<u>110,665</u>	<u>328,352</u>
Non-current liabilities			
Employee benefits	11	18,002	10,187
Lease liability		256,501	-
Total non-current liabilities		<u>274,503</u>	<u>10,187</u>
Total liabilities		<u>385,168</u>	<u>338,539</u>
Net assets		<u>473,681</u>	<u>269,151</u>
Equity			
Current year earnings		204,530	124,540
Retained surpluses		269,151	144,611
Total equity		<u>473,681</u>	<u>269,151</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Mental Health Council of Tasmania Inc
Statement of changes in equity
For the year ended 30 June 2020

	Retained surpluses \$	Total equity \$
Balance at 1 July 2018	161,250	161,250
Surplus for the year	124,540	124,540
Other comprehensive income for the year	-	-
Opening balance adjustment	(16,639)	(16,639)
Balance at 30 June 2019	<u>269,151</u>	<u>269,151</u>
	Retained surpluses \$	Total equity \$
Balance at 1 July 2019	269,151	269,151
Surplus for the year	204,530	204,530
Other comprehensive income for the year	-	-
Total comprehensive income for the year		
Balance at 30 June 2020	<u>473,681</u>	<u>473,681</u>

The above statement of changes in equity should be read in conjunction with the accompanying notes

Mental Health Council of Tasmania Inc
Statement of cash flows
For the year ended 30 June 2020

	Note	2020 \$	2019 \$
Cash flows from operating activities			
Receipts from customers		26,605	40,343
Payments to suppliers and employees		(1,350,328)	(1,201,475)
		(1,323,723)	(1,161,132)
Interest received		1,242	4,534
Other receipts		59,806	79,534
Grants received		1,247,833	1,373,931
Net cash from operating activities	16	(14,842)	296,867
Cash flows from investing activities			
Payments for property, plant and equipment		-	-
Net cash used in investing activities		-	-
Net cash from financing activities		(9,731)	-
Net increase in cash and cash equivalents		(24,573)	296,867
Cash and cash equivalents at the beginning of the financial year		566,276	269,409
Cash and cash equivalents at the end of the financial year	4	<u>541,703</u>	<u>566,276</u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Mental Health Council of Tasmania Inc
Notes to the financial statements
30 June 2020

Note 1. 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.

New or amended Accounting Standards and Interpretations adopted

The incorporated association has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Impact of adoption

AASB 15, AASB 16 and AASB 1058 were adopted using the modified retrospective approach and as such comparatives have not been restated. There was no impact on opening retained profits as at 1 July 2019.

The impact of the new Accounting Standards compared with the previous Accounting Standards on the current reporting period is as follows:

	New \$	Previous \$	Difference \$
Right-of-use assets	276,667	-	276,667
Lease liabilities	286,195	-	286,195

Basis of preparation

In the officers' opinion, the incorporated association is not a reporting entity because there are no users dependent on general purpose financial statements.

These are special purpose financial statements that have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 1964 (Tas) and associated regulations. The officers have determined that the accounting policies adopted are appropriate to meet the needs of the members of Mental Health Council of Tasmania Inc.

These financial statements have been prepared in accordance with the recognition and measurement requirements specified by the Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and 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', AASB 1048 'Interpretation of Standards' and AASB 1054 'Australian Additional Disclosures', as appropriate for not-for-profit oriented entities.

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 incorporated 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 in note 2.

Revenue recognition

The incorporated association recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the incorporated association is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the incorporated association: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Note 1. Significant accounting policies (continued)

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Sales revenue

Events, fundraising and raffles are recognised when received or receivable.

Donations

Donations are recognised at the time the pledge is made.

Grants

Grant revenue is recognised in profit or loss when the incorporated association satisfies the performance obligations stated within the funding agreements.

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

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

Volunteer services

The incorporated association has elected not to recognise volunteer services as either revenue or other form of contribution received. As such, any related consumption or capitalisation of such resources received is also not recognised.

Income tax

As the incorporated association is a charitable institution in terms of subsection 50-5 of the Income Tax Assessment Act 1997, as amended, it is exempt from paying income tax.

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 the incorporated association'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 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 the incorporated association'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 with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Note 1. Significant accounting policies (continued)

Trade and other receivables

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

Contract assets

Contract assets are recognised when the incorporated association has transferred goods or services to the customer but where the incorporated association is yet to establish an unconditional right to consideration. Contract assets are treated as financial assets for impairment purposes.

Property, plant and equipment

Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Fixed Asset Class	Depreciation Rate
Motor vehicles	20%
Office equipment	33%

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the incorporated association. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

Trade and other payables

These amounts represent liabilities for goods and services provided to the incorporated association prior to the end of the financial year and 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 within 30 days of recognition.

Contract liabilities

Contract liabilities represent the incorporated association's obligation to transfer goods or services to a customer and are recognised when a customer pays consideration, or when the incorporated association recognises a receivable to reflect its unconditional right to consideration (whichever is earlier) before the incorporated association has transferred the goods or services to the customer.

Employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Note 1. Significant accounting policies (continued)

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Goods and Services Tax ('GST') and other similar taxes

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 or other payables 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.

New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the incorporated association for the annual reporting period ended 30 June 2020. The incorporated association has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

Note 2. 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, 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 (refer to the respective notes) within the next financial year are discussed below.

Note 2. Critical accounting judgements, estimates and assumptions (continued)

Coronavirus (COVID-19) pandemic

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the incorporated association based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the incorporated association operates. 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 the incorporated association unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

Estimation of useful lives of assets

The incorporated association determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The incorporated association assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the incorporated association and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

Employee benefits provision

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

Note 3. Revenue

	2020 \$	2019 \$
DHHS grants funding	832,996	840,518
Net DHHS funds (carried forward)/brought forward	319,307	(153,524)
Grants - Other	209,884	427,163
Revenue - Other	166	17,710
Member contributions	26,440	18,100
Miscellaneous income	59,806	79,534
PHT sector reform	50,000	56,250
Reform coordinator	50,000	50,000
	<u>1,548,599</u>	<u>1,335,751</u>
Revenue	<u>1,548,599</u>	<u>1,335,751</u>

Note 4. Current assets - cash and cash equivalents

	2020 \$	2019 \$
Cash on hand	465	471
Cash at bank	297,749	322,365
Cash on deposit	243,489	243,440
	<u>541,703</u>	<u>566,276</u>

Mental Health Council of Tasmania Inc
Notes to the financial statements
30 June 2020

Note 5. Current assets - trade and other receivables

	2020 \$	2019 \$
Trade receivables	12,370	7,054
Other receivables	-	2,643
ATO ICA receivable	2,577	-
	<u>14,947</u>	<u>9,697</u>

Note 6. Non-current assets - property, plant and equipment

	2020 \$	2019 \$
Motor vehicles - at cost	29,446	29,446
Less: Accumulated depreciation	(14,877)	(9,275)
	<u>14,569</u>	<u>20,171</u>
Office equipment - at cost	19,182	19,182
Less: Accumulated depreciation	(19,182)	(18,599)
	<u>-</u>	<u>583</u>
	<u>14,569</u>	<u>20,754</u>

Note 7. Non-current assets – right-of-use assets

	2020 \$	2019 \$
Right-of-use asset – property	308,917	-
Less: Accumulated depreciation	(35,595)	-
	<u>273,322</u>	<u>-</u>
Right-of-use asset – equipment	5,159	-
Less: Accumulated depreciation	(1,814)	-
	<u>3,345</u>	<u>-</u>
	<u>276,667</u>	<u>-</u>

Note 8. Current liabilities - trade and other payables

	2020 \$	2019 \$
Trade payables	-	152
GST payable	16,001	11,398
PAYG withholding	12,935	8,298
Superannuation payable	116	9
	<u>29,052</u>	<u>19,857</u>

Mental Health Council of Tasmania Inc
Notes to the financial statements
30 June 2020

Note 9. Current liabilities – unspent grant funds

	2020 \$	2019 \$
DHHS unspent grant funds	-	245,344
Reform co-ordinator	-	23,963
	<u>-</u>	<u>269,307</u>

Note 10. Current liabilities - employee benefits

	2020 \$	2019 \$
Employee benefits	<u>31,378</u>	<u>20,773</u>

Note 11. Non-current liabilities - employee benefits

	2020 \$	2019 \$
Employee benefits	<u>18,002</u>	<u>10,187</u>

Note 13. Contingent liabilities

Mental Health Council of Tasmania Inc had no contingent liabilities as at 30 June 2020 and 30 June 2019.

Note 14. Commitments

Mental Health Council of Tasmania Inc had no commitments for expenditure as at 30 June 2020 and 30 June 2019.

Note 15. Events after the reporting period

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it has been financially positive for the incorporated association up to 30 June 2020, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

No other matter or circumstance has arisen since 30 June 2020 that has significantly affected, or may significantly affect the incorporated association's operations, the results of those operations, or the incorporated association's state of affairs in future financial years.

Mental Health Council of Tasmania Inc
Notes to the financial statements
30 June 2020

Note 16. Reconciliation of surplus after income tax to net cash from operating activities

	2020 \$	2019 \$
Surplus after income tax expense for the year	204,530	124,540
Adjustments for:		
Depreciation and amortisation	43,593	6,261
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	(5,250)	9,058
Increase/(decrease) in trade and other payables	(8,953)	(1,327)
Increase/(decrease) in members subscriptions in advance	2,125	(1,680)
Increase/(decrease) in unspent grant funds liabilities	(269,307)	150,184
Increase/(decrease) in employee benefits	18,420	9,831
Net cash from operating activities	<u>(14,842)</u>	<u>296,867</u>

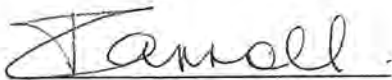
Mental Health Council of Tasmania Inc
Officers' declaration
30 June 2020

In the officers' opinion:

- the incorporated association is not a reporting entity because there are no users dependent on the financial statements. Accordingly, as described in note 1 to the financial statements, the attached special purpose financial statements have been prepared for the purposes of complying with the Australian Charities and Not-for-profits Commission Act 2012 and the Associations Incorporation Act 1964 (Tas) and associated regulations;
- the attached financial statements and notes comply with the Accounting Standards as described in note 1 to the financial statements;
- the attached financial statements and notes give a true and fair view of the incorporated association's financial position as at 30 June 2020 and of its performance for the financial year ended on that date; and
- there are reasonable grounds to believe that the incorporated association will be able to pay its debts as and when they become due and payable.

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

On behalf of the officers



Name: **JULES CARROLL**
Chairperson

30 September 2020
Hobart



Name: **JAMES VERSTEEGEN**
Member

30 September 2020
Hobart

INDEPENDENT AUDITOR'S REPORT

To the members of Mental Health Council of Tasmania Inc

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of Mental Health Council of Tasmania Inc (the registered entity), which comprises the statement of financial position as at 30 June 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies, and the responsible entities' declaration.

In our opinion the accompanying financial report of Mental Health Council of Tasmania Inc, is in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (i) Giving a true and fair view of the registered entity's financial position as at 30 June 2020 and of its financial performance for the year then ended; and
- (ii) 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 auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* (ACNC Act) and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (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 registered entity's financial reporting responsibilities under 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.

Responsibilities of responsible entities for the Financial Report

The responsible entities 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 ACNC Act and the needs of the members or other appropriate term. The responsible entities' responsibility also includes such internal control as the responsible entities 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, the responsible entities are responsible for assessing the registered entity'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 the responsible entities either intend to liquidate the registered entity or to cease operations, or have no realistic alternative but to do so.

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.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar4.pdf

This description forms part of our auditor's report.

BDO Audit (TAS)

BDO Audit (TAS)



David Palmer
Partner

Hobart, 25 November 2020