

---

# **Top End Association for Mental Health Incorporated**

**ABN 16 345 352 064**

## **General Purpose Financial Report**

**For the Year Ended 30 June 2024**

---

# Top End Association for Mental Health Incorporated

ABN 16 345 352 064

## Contents

For the Year Ended 30 June 2024

	Page
Board Report	3-4
Auditor's Independence Declaration	5
Statement of Profit or Loss and Other Comprehensive Income	6
Statement of Financial Position	7
Statement of Changes in Equity	8
Statement of Cash Flows	9
Notes to the Financial Statements	10-24
Board's Declaration	26
Independent Auditor's Report	27-29

---

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Board Report

30 June 2024

The Board of Management ("Board") of the Top End Association for Mental Health Incorporated (the "Association") submit herewith the annual report of the Association for the financial year ended 30 June 2024. In order to comply with the provisions of the Associations Act (NT) and the *Australian Charities and Not-for Profit Commission Act 2012*, the Board reports as follows:

#### Board Members

The names of the directors in office at any time during, or since the end of, the year are:

Names	Position	Appointed
Jessica Silvester	Chairperson & Public Officer	
Kim Hill	Vice Chairperson and Secretary	
Aminul Islam	Treasurer	
Martin Burns	Board member	
Dr David Mitchell	Board member	
Diane Walsh	Board member	16/11/2023

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

#### Principal activities

The principal activities of the Association during the financial year were to provide a range of recovery focused support including residential services for people with severe and persistent mental illness, a community housing service, individual recovery and group-based support, together with early intervention support and home-based aged care support.

#### Significant changes in state of affairs

No significant changes in the Association's state of affairs occurred during the financial year.

#### Operating result

The surplus of the Association for the financial year amounted to \$416,719 \$(2023: 525,131).

#### Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

#### Meetings of Board

During the financial year, 4 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

# Top End Association for Mental Health Incorporated

ABN 16 345 352 064


## Board Report

30 June 2024

	Board Meetings	
	Number eligible to attend	Number attended
Jessica Silvester	4	3
Kim Hill	4	3
Aminul Islam	4	4
Martin Burns	4	4
Dr David Mitchell	4	4
Diane Walsh	4	3

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2022*

  
Board member: .....

  
Board member: .....

Dated this .....5th..... day of November ..... 2024

**Auditor's Independence Declaration under Section 60-40 of the *Australian Charities and Not for profits Commission Act 2012* to the Board of Top End Association for Mental Health Incorporated**

In relation to our audit of the financial statements of Top End Association for Mental Health Incorporated for the year ended 30 June 2024, I declare that, to the best of my knowledge and belief, there have been:

- (i) no contraventions of the auditor independence requirements as set out in section 60-40 of the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.



PKF Merit

Matthew Kennon  
DirectorDARWIN  
7 November 2024

## Top End Association for Mental Health Incorporated

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

For the Year Ended 30 June 2024

		2024	2023
	Note	\$	\$
Revenue	4	17,547,244	16,578,740
Other income	5	1,641,398	1,263,637
<b>Total revenue</b>		<b>19,188,642</b>	<b>17,842,377</b>
Employee benefits expense	6	(13,822,614)	(12,767,111)
Operation expenses		(1,695,621)	(1,651,812)
Vehicle expenses		(426,209)	(398,838)
Travel expenses		(282,794)	(174,871)
IT expenses		(326,584)	(275,963)
Insurance		(134,357)	(112,655)
Premises expense		(292,391)	(308,752)
Client support services		(861,590)	(748,314)
Consultancy expenses		(144,066)	(144,707)
Depreciation expense – Property, plant and equipment	10	(335,203)	(304,214)
Depreciation expense – Right of use assets		(215,023)	(194,487)
Interest expense		(23,727)	(24,329)
Low value assets		(211,744)	(211,193)
<b>Total Expenses</b>		<b>(18,771,923)</b>	<b>(17,317,246)</b>
<b>Surplus for the year</b>		<b>416,719</b>	<b>525,131</b>
<b>Other comprehensive income</b>			
Revaluation of land and buildings		145,500	-
<b>Total other comprehensive income for the year</b>		<b>145,500</b>	<b>-</b>
<b>Total comprehensive income for the year attributable to the members of the Association</b>		<b>562,219</b>	<b>525,131</b>

# Top End Association for Mental Health Incorporated

ABN 16 345 352 064

## Statement of Financial Position

As At 30 June 2024

	Note	2024 \$	2023 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	7	5,819,802	6,147,303
Trade and other receivables	8	1,615,523	706,502
Other Current Assets	9	437,581	591,243
<b>TOTAL CURRENT ASSETS</b>		<b>7,872,906</b>	<b>7,445,047</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	10	8,682,440	7,902,433
Right of use assets	11	257,322	208,994
<b>TOTAL NON-CURRENT ASSETS</b>		<b>8,939,762</b>	<b>8,111,427</b>
<b>TOTAL ASSETS</b>		<b>16,812,668</b>	<b>15,556,474</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	12	996,686	673,186
Lease liabilities	11	210,006	138,912
Employee benefits	14	866,911	865,214
Contract liabilities	13	1,547,242	1,387,561
<b>TOTAL CURRENT LIABILITIES</b>		<b>3,620,845</b>	<b>3,064,873</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	11	46,755	78,938
Employee benefits	14	266,250	96,064
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>313,005</b>	<b>175,002</b>
<b>TOTAL LIABILITIES</b>		<b>3,933,850</b>	<b>3,239,875</b>
<b>NET ASSETS</b>		<b>12,878,818</b>	<b>12,316,599</b>
<b>EQUITY</b>			
Reserves		7,065,500	6,920,000
Retained surplus		5,813,318	5,396,599
<b>TOTAL EQUITY</b>		<b>12,878,818</b>	<b>12,316,599</b>

---

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Statement of Changes in Equity

For the Year Ended 30 June 2024

#### 2024

	Revaluation reserve - Prescribed properties	Prescribed properties reserve	Retained surplus	Total
	\$	\$	\$	\$
<b>Balance at 1 July 2023</b>	<b>2,075,773</b>	<b>4,844,227</b>	<b>5,396,599</b>	<b>12,316,599</b>
Transfers	-	50,000	(50,000)	-
Surplus for the year	-	-	416,719	416,719
Revaluation of land and buildings	145,500	-	-	145,500
<b>Total comprehensive income for the year</b>	<b>145,500</b>	<b>50,000</b>	<b>366,719</b>	<b>562,219</b>
<b>Balance at 30 June 2024</b>	<b>2,221,273</b>	<b>4,894,227</b>	<b>5,763,318</b>	<b>12,878,818</b>

#### 2023

	\$	\$	\$	\$
<b>Balance at 1 July 2022</b>	<b>2,075,773</b>	<b>4,844,227</b>	<b>4,871,468</b>	<b>11,791,468</b>
Surplus for the year	-	-	525,131	525,131
Other comprehensive income for the year	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>525,131</b>	<b>525,131</b>
<b>Balance at 30 June 2023</b>	<b>2,075,773</b>	<b>4,844,227</b>	<b>5,396,599</b>	<b>12,316,599</b>



## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Statement of Cash Flows For the Year Ended 30 June 2024

	2024	2023
Note	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from Grants	14,546,029	13,909,251
Other Income received	3,603,855	3,639,229
Payments to suppliers and employees	(17,548,155)	(16,751,242)
Interest received	288,647	121,709
Interest expense	(23,727)	(24,329)
<b>Net cash provided by/(used in) operating activities</b>	<b>866,649</b>	<b>894,618</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Payment for property, plant and equipment	(969,709)	(177,315)
<b>Net cash provided by/(used in) investing activities</b>	<b>(969,709)</b>	<b>(177,315)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Finance lease advances	(224,441)	(196,555)
<b>Net cash provided by/(used in) financing activities</b>	<b>(224,441)</b>	<b>(196,555)</b>
<b>Net increase/(decrease) in cash and cash equivalents held</b>	<b>(327,501)</b>	<b>520,748</b>
Cash and cash equivalents at beginning of year	6,147,303	5,626,555
<b>Cash and cash equivalents at end of financial year</b>	<b>5,819,802</b>	<b>6,147,303</b>

7

# Top End Association for Mental Health Incorporated

ABN 16 345 352 064

## Notes to the Financial Statements

### For the Year Ended 30 June 2024

This financial report covers Top End Association for Mental Health Incorporated (the "Association") as an individual entity. The Association is a not-for-profit Association, registered and domiciled in Australia.

The principal activities of the Association for the year ended 30 June 2024 were to provide a range of recovery focused support including residential services for people with severe and persistent mental illness, a community housing service, individual recovery and group-based support, together with early intervention support and home based aged care support.

The functional and presentation currency of the Association is Australian dollars.

The financial report was authorised for issue by the Board on 5 November 2024.

Comparatives are consistent with prior years, unless otherwise stated.

#### 1 Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures and the *Australian Charities and Not-for-profits Commission Act 2012* and for the reporting requirements of the *Northern Territory of Australia Associations Act (2003)*.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Material accounting policy information relating to the preparation of these financial statements are presented below and are consistent with prior reporting periods unless otherwise stated.

#### 2 Material Accounting Policy Information

##### (a) Revenue and other income

###### Revenue from contracts with customers

Revenue is recognised on a basis that reflects the transfer of control of promised goods or services to customers at an amount that reflects the consideration the Association expects to receive in exchange for those goods or services.

Generally, the timing of the payment for sale of goods and rendering of services corresponds closely to the timing of satisfaction of the performance obligations, however where there is a difference, it will result in the recognition of a receivable, contract asset or contract liability.

None of the revenue streams of the Association have any significant financing terms as there is less than 12 months between receipt of funds and satisfaction of performance obligations.

###### Specific revenue streams

The revenue recognition policies for the principal revenue streams of the Association are:

###### Grants

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

---

# Top End Association for Mental Health Incorporated

ABN 16 345 352 064

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 2 Material Accounting Policy Information (continued)

#### Grants (continued)

If conditions are attached to the grant which must be satisfied before the Association is eligible to receive the contribution, the grant will be recognised in the statement of financial position as a liability until those conditions are satisfied.

Where the Association receives contributions of assets from the government and other parties for zero or a nominal value, these assets are recognised at fair value on the date of acquisition in the statement of financial position, with a corresponding amount of income recognised in profit or loss.

#### Rent Received

Rental income is recognised in the statement of profit and loss and other comprehensive income on a straight-line basis over the term of the lease.

#### Interest Income

Interest revenue is recognised using the effective interest method, which for floating rate financial assets is the rate inherent in the instrument.

#### Other Income

Revenue from the rendering of a service is recognised upon the delivery of the service to the customer.

#### Statement of financial position balances relating to revenue recognition

##### Contract assets and liabilities

Where the amounts billed to customers are based on the achievement of various milestones established in the contract, the amounts recognised as revenue in a given period do not necessarily coincide with the amounts billed to or certified by the customer.

When a performance obligation is satisfied by transferring a promised good or service to the customer before the customer pays consideration or the before payment is due, the Association presents the contract as a contract asset, unless the Association's rights to that amount of consideration are unconditional, in which case the Association recognises a receivable.

When an amount of consideration is received from a customer prior to the entity transferring a good or service to the customer, the Association presents the contract as a contract liability.

#### (b) Income tax

The Association is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

---

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Notes to the Financial Statements For the Year Ended 30 June 2024

#### 2 Material Accounting Policy Information (continued)

##### (c) Financial instruments

###### Financial assets

###### *Classification*

On initial recognition, the Association classifies its financial assets into those measured at amortised cost

Financial assets are not reclassified subsequent to their initial recognition unless the Association changes its business model for managing financial assets.

###### *Amortised cost*

The Association's financial assets measured at amortised cost comprise trade and other receivables and cash and cash equivalents in the statement of financial position.

Subsequent to initial recognition, these assets are carried at amortised cost using the effective interest rate method less provision for impairment.

###### *Trade receivables*

Impairment of trade receivables have been determined using the simplified approach in AASB 9 which uses an estimation of lifetime expected credit losses.

The amount of the impairment is recorded in a separate allowance account with the loss being recognised in profit or loss. Once the receivable is determined to be uncollectable then the gross carrying amount is written off against the associated allowance.

###### Financial liabilities

The financial liabilities of the Association comprise trade and other payables, contract liabilities and lease liabilities.

###### *Trade payables*

Trade and other payables are unsecured, non-interest bearing and are normally settled within 30 days. The carrying value of trade and other payables is considered a reasonable approximation of fair value due to the short-term nature of the balances.

##### (d) Property, plant and equipment

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment. Items of property, plant and equipment acquired for significantly less than fair value have been recorded at the acquisition date fair value.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2024**

#### **2 Material Accounting Policy Information (continued)**

##### **(d) Property, plant and equipment (continued)**

###### **Depreciation**

Property, plant and equipment, excluding land, is depreciated on a straight-line basis over the asset's useful life to the Association, commencing when the asset is ready for use.

Land and buildings held for use in the supply of services, or for administrative purposes, are stated in the statement of financial position at their revalued amounts, being the fair value at the date of revaluation, less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations are performed with sufficient regularity such that the carrying amounts do not differ materially from those that would be determined using fair values at the end of each reporting period.

Any revaluation increase arising on the revaluation of such land and buildings is recognised in other comprehensive income and accumulated within equity, except to the extent that it reverses a revaluation decrease for the same asset previously recognised in profit or loss, in which case the increase is credited to profit or loss to the extent of the decrease previously expensed. A decrease in the carrying amount arising on the revaluation of such land and buildings is recognised in profit or loss to the extent that it exceeds the balance, if any, held in the properties revaluation reserve relating to a previous revaluation of that asset.

Depreciation on revalued buildings is recognised in profit or loss. On the subsequent sale or retirement of a revalued property, the attributable revaluation surplus remaining in the properties revaluation reserve is transferred directly to retained earnings. No transfer is made from the revaluation reserve to retained earnings except when an asset is derecognised.

Plant and equipment is stated at cost less accumulated depreciation and impairment.

New property, plant and equipment acquired during the year with a value of less than \$5,000 are expensed in the profit and loss. They are maintained in a low value asset register.

Depreciation is recognised so as to write off the cost or valuation of assets (other than freehold land) less their residual values over their useful lives, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

# Top End Association for Mental Health Incorporated

ABN 16 345 352 064

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 2 Material Accounting Policy Information (continued)

#### Depreciation (continued)

The depreciation rates used for each class of depreciable assets are:

Class of fixed assets	Depreciation rates
Plant and equipment	13.00% to 33.33%
Motor vehicles	20.00% to 100%
Buildings	2.5%
Leasehold improvements	2.5%

#### (e) Impairment

##### Impairment of financial assets

The Association recognises a loss allowance for expected credit losses on:

- financial assets that are measured at amortised cost;
- lease receivables; and
- loan commitments that are not measured at fair value through profit or loss.

Expected credit losses are the probability-weighted estimate of credit losses over the expected life of a financial instrument. A credit loss is the difference between all contractual cash flows that are due and all cash flows expected to be received, all discounted at the original effective interest rate of the financial instrument.

At each reporting date, the Association recognises the movement in the loss allowance as an impairment gain or loss in the statement of profit or loss and other comprehensive income. The carrying amount of financial assets measured at amortised cost includes the loss allowance relating to that asset.

##### Impairment of non-financial assets

At each reporting date, the Association reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where the asset does not generate cash flows that are independent from other assets, the Association estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

## **Notes to the Financial Statements**

### **For the Year Ended 30 June 2024**

#### **2 Material Accounting Policy Information (continued)**

##### **Impairment of non-financial assets (continued)**

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. All impairment losses are recognised immediately in profit or loss.

Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

##### **(f) Lease Liabilities and Right of Use Assets**

At the lease commencement, the Association recognises a right-of-use asset and associated lease liability for the lease term. The lease term includes extension periods where the Association believes it is reasonably certain that the option will be exercised.

The right-of-use asset is measured using the cost model, depreciated over the lease term on a straight-line basis and assessed for impairment in accordance with the impairment of assets accounting policy.

The lease liability is initially measured at the present value of the remaining lease payments at the commencement of the lease. The discount rate is the rate implicit in the lease, however where this cannot be readily determined then the Association's incremental borrowing rate is used.

Subsequent to initial recognition, the lease liability is measured at amortised cost using the effective interest rate method. The lease liability is remeasured whether there is a lease modification, change in estimate of the lease term or index upon which the lease payments are based (e.g. CPI) or a change in the Association's assessment of lease term.

Where the lease liability is remeasured, the right-of-use asset is adjusted to reflect the remeasurement or the remeasurement is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

##### ***Exceptions to lease accounting***

The Association has elected to apply the exceptions to lease accounting for both short-term leases (i.e. leases with a term of less than or equal to 12 months) and leases of low-value assets. The Association recognises the payments associated with these leases as an expense on a straight-line basis over the lease term.

---

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Notes to the Financial Statements

For the Year Ended 30 June 2024

#### 2 Material Accounting Policy Information (continued)

##### (g) Employee Benefits

A liability is recognised for benefits accruing to employees in respect of wages and salaries, annual leave, long service leave, and sick leave in the period the related service is rendered.

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.

Other long-term employee benefits

The liability for annual leave and long service leaves 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. 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 corporate bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

##### (h) Asset reserves

The asset revaluation reserve is used to record revalued increments and decrements arising from changes in fair value of non-current assets (less any subsequent impairment losses).

The prescribed property reserve is used to record the contribution received in respect of prescribed properties.

##### (i) New accounting standards for application in future periods

The Association has adopted all standards which became effective for the first time at 30 June 2024. The adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flows of the Association.

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods. The Board have decided against early adoption of these Standards but do not expect the adoption of these standards to have any impact on the reported position or performance of the Association.

#### 3 Critical Accounting Estimates and Judgements

The Board make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances.

These estimates and judgements are based on the best information available at the time of preparing the financial statements, however, as additional information is known then the actual results may differ from the estimates.



---

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

## Notes to the Financial Statements

For the Year Ended 30 June 2024

### 3 Critical Accounting Estimates and Judgements (continued)

The significant estimates and judgements made have been described below.

#### Expected credit loss

The receivables at reporting date have been reviewed to determine whether there is any objective evidence that any of the receivables are impaired. An impairment provision is included for any receivable where the entire balance is not considered collectible. The impairment provision is based on the best information at the reporting date.

#### Estimation of useful lives of assets

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

#### Lease Term

The lease term is defined as the non-cancellable period of a lease together with both periods covered by an option to extend the lease if the lessee is reasonably certain to exercise that option; and also periods covered by an option to terminate the lease if the lessee is reasonably certain not to exercise that option. The options that are reasonably going to be exercised is a key management judgement that the Association will make. The Association determines the likeliness to exercise the options on a lease-by-lease basis looking at various factors such as which assets are strategic and which are key to future strategy of the Association.

#### Employee benefit provision

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.

#### Performance obligations

To identify a performance obligation under AASB 15, the promise must be sufficiently specific to be able to determine when the obligation is satisfied. Management exercises judgement to determine whether the promise is sufficiently specific by taking into account any conditions specified in the arrangement, explicit or implicit, regarding the promised goods or services. In making this assessment, management includes the nature/ type, cost/ value, quantity and the period of transfer related to the goods or services promised.

# Top End Association for Mental Health Incorporated

ABN 16 345 352 064

## Notes to the Financial Statements For the Year Ended 30 June 2024

### 4 Revenue

#### (i) Grants

	2024	2023
	\$	\$
Northern Territory grants	10,447,376	11,101,860
Commonwealth grants	4,106,279	3,359,830
Net grant revenue carried forward	(167,307)	(693,623)
<b>Total grants</b>	<b>14,386,348</b>	<b>13,768,067</b>

#### (ii) Other revenue

	2024	2023
	\$	\$
Rent	552,067	560,078
Fee for services	154,044	136,572
NDIS	2,454,785	2,114,023
<b>Total other income</b>	<b>3,160,896</b>	<b>2,810,673</b>

### 5 Other Income

	2024	2023
	\$	\$
Bank interest income	288,647	121,709
Other income	1,352,751	1,141,928
<b>Total Other Income</b>	<b>1,641,398</b>	<b>1,263,637</b>

### 6 Result for the Year

The result for the year includes the following specific expenses:

	2024	2023
	\$	\$
<b>Cost of sales</b>	<b>4,949,309</b>	<b>4,550,139</b>
<b>Employee benefits expense:</b>		
Defined contribution plans (superannuation)	1,263,203	1,132,077
Other employee benefits	12,559,411	11,635,034
	<b>13,822,614</b>	<b>12,767,111</b>

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Notes to the Financial Statements

For the Year Ended 30 June 2024

#### 7 Cash and Cash Equivalents

	2024	2023
	\$	\$
Cash at bank and in hand	920,878	1,198,390
Short-term deposits	4,898,924	4,948,913
	<u>5,819,802</u>	<u>6,147,303</u>

#### 8 Trade and Other Receivables

	2024	2023
	\$	\$
<b>CURRENT</b>		
Accounts receivable and other debtors	635,704	435,402
Less: Expected credit losses	(21,721)	(80,651)
Accrued Income	1,001,540	351,751
	<u>1,615,523</u>	<u>706,502</u>
<b>Total current trade and other receivables</b>	<u>1,615,523</u>	<u>706,502</u>

	2023	2023
	\$	\$
<b>9 Other current assets</b>		
Prepayments	400,328	553,990
Other	37,253	37,252
	<u>437,581</u>	<u>591,242</u>
<b>Total other current assets</b>	<u>437,581</u>	<u>591,242</u>

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Notes to the Financial Statements

For the Year Ended 30 June 2024

#### 10 Property, Plant and Equipment

	2024	2023
	\$	\$
LAND AND BUILDINGS		
Land		
At fair value	1,955,000	2,005,000
Total Land	1,955,000	2,005,000
Buildings		
At fair value	6,482,755	5,753,767
Accumulated depreciation	(8,034)	(273,755)
Total buildings	6,474,721	5,480,012
Total land and buildings	8,429,721	7,485,012
PLANT AND EQUIPMENT		
Plant and equipment		
At cost	408,883	386,929
Accumulated depreciation	(323,410)	(313,552)
Total plant and equipment	85,473	73,377
Leasehold improvements		
At cost	78,195	55,376
Accumulated depreciation	(70,434)	(46,973)
Total furniture, fixtures and fittings	7,761	8,403
Motor vehicles		
At cost	1,765,965	1,765,965
Accumulated Depreciation	(1,606,480)	(1,430,324)
Total motor vehicles	159,485	335,641
Total Other	252,719	417,420
<b>Total property, plant and equipment</b>	<b>8,682,440</b>	<b>7,902,433</b>

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Notes to the Financial Statements

For the Year Ended 30 June 2024

#### 10 Property, Plant and Equipment

##### (a) Movements in carrying amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Land	Buildings	Leasehold Improvements	Plant & Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$	\$
Balance as at 30 June 2023	2,005,000	5,480,012	8,403	73,377	335,641	7,902,433
Additions	-	947,756	-	21,954	-	969,710
Revaluation increment/(decrement)	(50,000)	195,500	-	-	-	145,500
Depreciation	-	(148,546)	(642)	(9,858)	(176,157)	(335,203)
<b>Balance as at 30 June 2024</b>	<b>1,955,000</b>	<b>6,474,721</b>	<b>7,761</b>	<b>85,472</b>	<b>159,484</b>	<b>8,682,440</b>

##### Encumbrances

Grant funding used for the purchase of Land and Buildings (prescribed) was given to the Association on the condition that the Association shall not sell, encumber or otherwise deal with the Properties in a manner without the written consent of the of the Northern Territory Government Chief Executive Officer (Housing and Health).

##### (b) Fair value measurement

Land and buildings were valued in June 2024 by an external valuer, Territory Property Consultants Pty Ltd. The methodology used was the capitalisation approach for two properties and the direct comparison approach for the other two properties. The gain arising on revaluation has been taken directly to reserves.

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Notes to the Financial Statements

For the Year Ended 30 June 2024

#### 11 Leases

##### Right of use assets

	2024	2023
Property leases	\$	\$
Property leases- Land and building	1,265,479	993,991
Less: Accumulated depreciation	(1,008,157)	(784,917)
	<b>257,322</b>	<b>208,994</b>

##### Lease Liabilities

Current	210,006	138,912
Non-current	46,755	78,938
	<b>256,761</b>	<b>217,850</b>

Future Lease payments are due as follows:

Within one year	193,719	147,750
One to five years	80,768	92,437
	<b>274,487</b>	<b>240,187</b>

##### **Extension options**

A number of the building leases contain extension options which allow the Association to extend the lease term by up to twice the original non-cancellable period of the lease.

The Association includes options in the leases to provide flexibility and certainty to the Association operations and reduce costs of moving premises and the extension options are at the Association's discretion.

At commencement date and each subsequent reporting date, the Association assesses where it is reasonably certain that the extension options will be exercised.

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Notes to the Financial Statements

For the Year Ended 30 June 2024

#### 12 Trade and Other Payables

	2024	2023
	\$	\$
<b>CURRENT</b>		
Account payable	217,145	58,404
Other creditors and accruals	558,412	393,192
GST payable	60,517	88,855
PAYG payable	160,612	132,735
	<u>996,686</u>	<u>673,186</u>

#### 13 Contract Liabilities

	2024	2023
	\$	\$
<b>CURRENT</b>		
Government grants	<u>1,547,242</u>	<u>1,387,561</u>

#### 14 Employee Benefits

	2024	2023
	\$	\$
<b>Current liabilities</b>		
Annual leave	780,151	730,187
Long service leave	86,760	135,027
	<u>866,911</u>	<u>865,214</u>
<b>Non-current liabilities</b>		
Long service leave	<u>266,250</u>	<u>96,064</u>

---

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Notes to the Financial Statements For the Year Ended 30 June 2024

#### 15 COMMITMENTS

The Association had no commitments for capital expenditure as at 30 June 2023 and 30 June 2024.

#### 16 Contingent Liabilities

The Association had no contingent liabilities as at 30 June 2023 and 30 June 2024.

#### 17 Key Management Personnel Disclosures

The remuneration paid to key management personnel of the Association is \$802,356 (\$782,217).

#### 18 Related Parties

##### (a) The Association's main related parties are as follows:

**Key management personnel** - refer to Note 17.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

##### **Transactions with related parties**

There were no transactions with related parties during the current and previous financial year.

##### **Receivable from and payable to related parties**

There were no trade receivables from or trade payables to related parties at the current and previous reporting date.

##### **Loans to/from related parties**

There were no loans to or from related parties at the current and previous reporting date.

#### 19 Events After the End of the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Association, the results of those operations or the state of affairs of the Association in future financial years.

#### 20 Statutory Information

Top End Association for Mental Health Incorporated

Level 1, Building 4/631 Stuart Hwy

Berrimah 0828.



---

## Top End Association for Mental Health Incorporated

ABN 16 345 352 064

### Board's Declaration

In the Board of Management's opinion:

- The attached financial statements and notes comply with the Australian Accounting Standards – Simplified Disclosures, the *NT Associations Act (2003)* and the *Australian Charities and Not-for-Profit Commission Act 2012*;
- The attached financial statements and notes give a true and fair view of the Association's financial position as at 30 June 2024 and of its performance for the financial year ended on that date; and
- There are reasonable grounds to believe that the Association will be able to pay its debts as and when they come due and payable.

Signed in accordance with subsection 60.15(2) of the *Australian Charities and Not-for-profit Commission Regulation 2022*.



Chairperson



Treasurer

Dated  
5 November 2024

## **Independent Auditor's Report to the Members of Top End Association for Mental Health Incorporated**

### **Opinion**

We have audited the financial report of Top End Association for Mental Health Incorporated (the "Association"), which comprises the statement of financial position as at 30 June 2024, 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 material accounting policy information and other explanatory notes, and the Board of Management's declaration.

In our opinion the financial report of Top End Association for Mental Health Incorporated is in accordance with the *Associations Act (NT) 2003* and Division 60 of the *Australian Charities and Not-for-Profits Commission Act 2012*, including:

- a) giving a true and fair view of the Association's financial position as at 30 June 2024 and of its financial performance for the year then ended;
- b) complying with Australian Accounting Standards – Simplified Disclosures and Division 60 of the *Australian Charities and Not-for-Profits Commission Regulation 2022*.

### **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 Association in accordance with 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.

### **Other information**

Management of the Association is responsible for the other information. The other information obtained at the date of this auditor's report is included in the Board Report but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

***Responsibilities of Management and Those Charged with Corporate Governance for the Financial Report***

Management of the Association is responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures, the *Associations Act (NT) 2003*, and the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In preparing the financial report, management is responsible for assessing the Association'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 management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with corporate governance are responsible for overseeing the Association's financial reporting process.

***Auditor's Responsibility 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Management.
- Conclude on the appropriateness of the Association's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.



We communicate with those charged with corporate 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.

*PKF Merit*

PKF Merit

A handwritten signature in black ink, appearing to read "Matthew Kennon", with a long horizontal flourish extending to the right.

Matthew Kennon  
Director

DARWIN  
5 November 2024