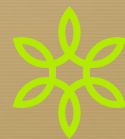




ANNUAL REPORT 2010



Arafmi

Mental Health Carers & Friends Association (WA) Inc



Arafmi

Mental Health Carers & Friends Association (WA) Inc

Our Purpose

Arafmi is the primary organisation with a focus on the provision of support for families, carers and friends of people with mental illness throughout Western Australia. Our purpose is to build their capacity to enhance their quality of life through—

- Providing support, information and education
- Educating the community, the corporate sector and all levels of government about their issues and how to respond to them
- Individual and systemic advocacy
- Respecting individual and cultural differences
- Fighting discrimination through ongoing education and training

Our Values

We pride ourselves on our professionalism and our commitment to keeping carers at the centre of everything we do.

We believe in—

- Listening to carers, doing the best we can for them with the resources available to us and always striving to do better
- The value of self-help and the acquired wisdom of others in similar circumstances, being a unique and powerful resource
- The right of all families, carers and friends of people with a mental illness to have access to the support, information and education they need
- Working collaboratively with others, learning from them and sharing our knowledge and expertise with them
- Promoting hope and maturity
- Being inclusive in all of our activities

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Board Members

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President:	Tony Fowke, AM
Vice President:	Tim Owen
Vice President:	Patrick Hardwick
Treasurer:	Phillip Richards
Secretary:	Hellen Dunwoodie
Board Member:	Ann Elliott
Board Member:	Franco Guazzelli
Board Member:	Allison Fillery
Board Member:	Michael Mitchell

Life Members

Mrs Joan Atkinson

Mr and Mrs Hilliard

Mrs Betty Rabakis

Mrs Anne White

Mr Brian Hickey

Ms Brenda Cheeseman

Sponsors and Donors

5

Arafmi programs are funded by the Mental Health Commission and Family and Children's Services and Indigenous Affairs (FAHCSIA). We are grateful for their support which enables much needed services to carers.

However, many other people and organisations assist us to deliver vital support services for carers. Their contribution is essential to enable these services to continue.

Many individuals also contribute, donating valuable resources that ensure services continue to be there for carers when they need them. We thank all those who assist us to support carers.

Volunteers

Daniel Fillery

Angela Leahy'

Terri Finkelstein

Lester Leaman

Gill Combs

Sue McCarte

Peter Fotakis

Susan Lynne

Joy Groves

Barry Brennan

Pat Hilliard

In the report I gave last year I mentioned that Arafmi was in a recovery phase and I am pleased to say this continues. This is not something that happens overnight and it is a gradual process and there are always opportunities for improvement subject to funding being available. There have been changes during the year under review both in staff and in the Board.

On the 3rd of May Mike Seward commenced as Executive Director and he brings to the organization a wealth of experience in the non government sector. Following Mike's appointment the Board approved a staff restructure and the creation of a new role of General Manager-Services and Operations which replaced the former role of Operations Manager. Julie McChesney, who did such a splendid job as Acting Executive Director, was appointed to that new role after a transparent recruitment process.

The following changes have occurred in the Board:

- In June both Priscilla Mercer and Neil Preston resigned. Priscilla for personal reasons and Neil because of other professional commitments. Their contributions to the work of the Board will be greatly missed and we wish them well.
- In February Patrick Hardwick, a former President, was co-opted to the Board and in June he was appointed to the position of Vice-President.
- In March Anne Elliott and Phillip Richards were also co-opted to the Board. Ann had previously worked for Arafmi and brings with her that experience. Phillip has considerable financial experience.
- Also in June Tim Owen, the Treasurer, informed the Board that he would not be accepting re-nomination to the Board at the Annual General Meeting as later in the year he would not be available for six months. Tim therefore offered his resignation as treasurer and nominated Phillip to replace him in that position. The resignation was accepted and Phillip was appointed as Treasurer. Tim has been on the Board in various capacities for some time and his wisdom and knowledge will be a loss to the Board.

The Board at its May meeting appointed Anne and Patrick as a sub-committee to work with the Executive Director on a strategic planning process for Arafmi and this is underway, with members having been consulted for ideas.

The work of Arafmi is expanding and steadily gaining recognition with meetings taking place with stakeholders and I am confident we can look forward to this continuing over the next twelve months.

Whilst those working for Arafmi are all fairly new I believe we now have a dedicated and committed team to take us forward as together we seek to fulfill our purpose and values.

I read recently this quote by the Dalai Lama:-

"If you can, help others; if you cannot do that, at least do not harm them."
Something we can try and live by!

Tony Fowke
President
October 2010

At the beginning of the financial year, the previous Executive Director, David Kernohan, resigned and Julie McChesney, the then Operations Manager stepped up to the plate and acted as Executive Director until I was appointed to the position on 3 May 2010.

I come to Arafmi with many years of senior management experience in the health sector. Of particular relevance is that most of these positions included deal managing mental health programs, so I come into the position from a position of some knowledge.

Looking forward into the future, it bodes well for Arafmi's future that Julie McChesney, who commenced the revitalisation of Arafmi during her tenure as Acting Executive Director, has chosen to stay at Arafmi. She is now in charge of our services and operations as General Manger – Services and Operations dealing with the day-to-day management of Arafmi and freeing me up to spend a decent amount of time advocating for mental health carers to governments and the sector.

General Services

Staffing

Although for various reasons there has been a high level of staff turnover in the past, since the end of last year, this has slowed and I am please to say that we now have a very capable and stable team who are dedicated to supporting and assisting WA's mental health carers. I would like to publically thank them for their dedication and commitment and look forward to working with them for many years to come.

Networks

Arafmi has concentrated significantly on regaining momentum by continuing to re-engage with traditional networks (Community Mental Health teams, Carers WA, Red Cross, Hospitals etc) and investigating new partnerships (e.g. Alzheimer's Australia, Incest Survivors Association). We have also started promoting Arafmi's services in community papers and on radio, in addition to distributing traditional promotional materials.

Advocacy

Advocacy is an extremely valuable and at times, time-consuming part of the holistic recovery model service we provide to carers. It is an area we will spend more time on and enhance in the coming year.

Areas of Operation

Core and Remote Services

Our core services are the information sharing, support and counselling that we provide to mental health carers in both metropolitan and remote WA locations.

During the year, in metropolitan Perth, Arafmi has operated services out of Fremantle, Morley, Mirrabooka, Clarkson, Perth, Whitfords, Mandurah, Midland and Rockingham. We have also provided services in Carnarvon, Port Hedland, and Broome and the surrounding West Kimberley region.

One of the continuing issues particularly in the remote areas is that many carers do not necessarily recognise themselves as carers and often other agencies/organisations also do not recognise carers, or their needs.

Our focus in all areas is promoting Arafmi's services and improving links with locally based government agencies and other mental health/carer services to:

- talk to them and provide them with information on the range of services and supports that Arafmi is able to provide,
- explore options for working in partnership with them,
- look at synergies between services, and
- discuss how we can increase referrals to Arafmi

Referrals to Counselling and Support Services

One of the areas of increasing need is in providing support (including counselling) to young carers of people with a mental illness.

Approximately two-thirds of the children we see are seen in schools. Typically referrals to the program come from parents/guardians, social workers, Red Cross, DCP, School Psychologists and Chaplains.

While counselling is individual to the child's needs, there are some issues typically discussed or actions taken, which include:

- explanation of the consumer's condition (usually their parent or sibling),
- that the condition is not a result of the child's actions,
- exploration of the degree to which the condition is hereditary, and the experiences which increase the likelihood of the child developing the same condition,
- positive feedback and affirmation of the child's value,
- providing the child/assisting the child to develop coping skills and to build resilience, and
- linking the child with other support (eg Big Brother, Big Sister) or referring to a consumer agency (such as Youth Focus) if the child appears to be developing a mental health issue themselves

School Education

The Arafmi School Education Program is an innovative schools mental health/mental illness program aimed at dispelling the myths and misconceptions surrounding mental illness and promoting mental wellbeing. It is a well received program aimed at Years 10-12 students because evidence shows that the peak time of onset for mental health issues are during adolescence and young adulthood.

The program introduces mental health issues to young people in high school in the Perth metropolitan area and in Bunbury. The program highlights that 1 in 4 people will experience mental health issues during their lifetime and the knock on effects this will have on families, friends and ultimately the community. While mental illness is explored the impact of stress, drugs and alcohol, and how to pick up early warning

Signs in friends and family are also explored, , providing young people with knowledge on how best to support someone they know who has a mental health problem .

School Holiday program

School holiday programs continue to be held during term breaks, and are a valuable form of respite for younger carers as well as assisting them to link with children dealing with similar issues.

Our Carers

Our links to carers are very important to us. Besides being our reason for existence and a major source of our volunteers, we feel an obligation to track down and assist those mental health carers doing it tough and alone out there (some 09% of carers) without realising that Arafmi and similar organisations are here and could help them. Our Board has recognised this and in the next few months we will be conducting a far reaching mental health carers needs assessment to discover what it is our carers want, what current services are available and the gaps in service provision out there. We will also try and reach out to the 90% of carers we haven't been able to engage with in the past and provide them with an opportunity to get some support and help.

Your Board

Finally I would like to compliment the Board on its achievements over the past year. They have been through trying times but have come out of it stronger than ever and focused on what Arafmi need to do to be of help and assistance to you our members and to WA's mental health carers in general.

Mike Seward
Executive Director

Contract of Service with the Minister for Health WA.

ARAFMI continued its three-year contract period to 30th June 2011 with the Mental Health Commission. The operating results from the second year of this new contract indicated an overall net surplus of funds of \$963 from the various services provided. The \$411,366 in unexpended funds from the Mental Health Commission carried forward from prior years have continued to be treated as grants received in advance and shown as a current liability in the balance sheet.

The operating results for the various services making up the above \$963 surplus are as follows:

<u>Service</u>	<u>Surplus/(Deficit)</u>
Family Services	\$48,251
Rural Services	(\$104,161)
Youth Services	\$30,297
School Education	\$26,576

The above service positions have been determined by allocating each revenue stream received against both costs that directly relate to the service plus an allocation of head office expenditure.

Once again, high direct costs of rent, travel, accommodation and salaries are reflected in the deficit result of the Rural Services. The \$104,161 deficit is a result of losses of (\$18,498) for the Kimberley, (\$83,936) for the Pilbara, (\$12,472) for the Gascoyne branches and a surplus of \$10,745 for the State-wide Services. Toward the end of the year we had managed to decrease our net rent in Pilbara which would enable some cost saving in the future.

The Family Services – or Metrowide Program is showing a surplus of \$48,251. Included in this is management fee of \$181,782 paid across to Arafmi's General Account.

The Youth Services and School Education Program has been very successful this year. We have been able to transfer funds we received for Holiday Recreation into the School Education Program to further develop this area.

Funding from Department of Families, Housing, Community Services & Indigenous Affairs (FAHCSIA).

The net results for funding from FAHCSIA indicate a surplus of \$17,830. The comprises a deficit of (\$39,744) for the Indigenous Family Outreach Support Project (Broome) and a surplus of \$57,574 for the Respite Services.

Once again the high costs of rent, travel, salaries and telephone in Broome has resulted in a deficit in operations.

Arafmi Funds - General Account

We have had a sharp increase in member donations during the year, which has been greatly appreciated. The major difference in our general account is, as previously mentioned, the transfer of \$181,782 across for the funded account as management fees received by Arafmi.

This has resulted in an operating surplus of \$160,481.

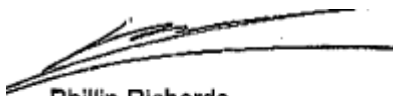
An update of library books stock during the year has also been reflected in the general account.

Arafmi Funds – General Account Balance Sheet

Arafmi's net assets have increased this year to \$1,247,246 from \$1,086,765, being a direct result of management fees received.

Summary

Overall the funds receivable now more closely match the budgeted costs, which has resulted in the smaller surplus for the year. Arafmi is in a sound financial position and we expect our funding to be continued in the foreseeable future as our services continue to grow.



Phillip Richards
Honorary Treasurer

















10 Kings Park Road
West Perth WA 6005
PO BOX 570
West Perth WA 6872

T +61 8 9480 2000
F +61 8 9322 7787
E info.wa@au.gt.com
W www.grantthornton.com.au

Independent Auditor's Report

To the Members of Arafmi Mental Health Carers and Friends Association (WA) Incorporated

We have audited the accompanying financial report, being a special purpose financial report, comprising the statements of financial position as at 30 June 2010, the income statements, a summary of significant accounting policies and other explanatory notes for Arafmi Mental Health Carers and Friends Association (WA) Inc ("the Association") incorporating the general account and funded services.

Responsibility of the Committee Member's for the financial report

The committee of the association is responsible for the preparation and fair presentation of the financial report and have determined that the accounting policies used and described in Note 1 to the financial statements, which form part of the financial report, are appropriate to meet the requirements of the Associations Incorporation Act (WA) 1987 and the needs of the members in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations). This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards, which require us to comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance as to whether the financial report is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial

report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Association's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Association, as well as evaluating the overall presentation of the financial report.

The financial report has been prepared for distribution to members for the purpose of fulfilling the Committee's reporting requirements under the Associations Incorporation Act (WA) 1987. We disclaim any assumption of responsibility for any reliance on this audit report or on the financial statements to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

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

Independence

In conducting our audit, we have complied with the applicable independence requirements of the Accounting Professional and Ethical Standards Board.

Qualification

As is common for organisation of this type, it is not practicable to establish control over all sources of income and cash takings from fund raising activities prior to their entry in the accounting records, nor is it practicable for us to circulate possible contributors or perform other auditing procedures to satisfy ourselves that all sources of income have been received and recorded. Accordingly, our audit relating to such sources of income and cash takings from fund raising activities was limited to the amounts recorded in the financial statements.

Qualification

As is common for organisation of this type, it is not practicable to establish control over all sources of income and cash takings from fund raising activities prior to their entry in the accounting records, nor is it practicable for us to circulate possible contributors or perform other auditing procedures to satisfy ourselves that all sources of income have been received and recorded. Accordingly, our audit relating to such sources of income and cash takings from fund raising activities was limited to the amounts recorded in the financial statements.

Auditor's opinion

In our opinion, except for the effects of the matter referred to in the qualification paragraph, the financial report presents fairly, in all material respects, the financial position of Arafmi Mental Health Carers and Friends Association (WA) Incorporated as of 30 June 2010 and of its financial performance for the year then ended in accordance with the accounting policies described at Note 1 to the financial statements.

GRANT THORNTON AUDIT PTY LTD

Chartered Accountants



P W WARR

Director – Audit & Assurance Services

Perth, 4 October 2010

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Declaration by the Board of Management

The Board of Management have determined that the entity is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The Board of Management declares that:

1. The financial statements and notes, present fairly the entity's financial position as at 30 June 2010 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
2. In the opinion of the Board of Management there are reasonable grounds to believe that the entity will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Management by:

Representative of Board of Management:



Name: Phillip Richards
Title: Treasurer

|

Dated this 4th day of October 2010

**Arafmi Mental Health Carers and Friends
Association (WA) Incorporated
Statement of Financial Position
Funded Services, as at June 30, 2010**

	2010 \$	2009 \$
Accumulated Funds		
Balance at 30/06/09	345,527	81,056
Surplus for year	18,792	264,471
Balance at 30/06/10	364,319	345,527
Assets		
<u>Current Assets</u>		
Cash at bank	86,973	51,300
Cash on Hand	1,156	1,356
Sundry Debtors	17,607	10,310
Prepayments	26,453	20,106
General Account	1,164,215	1,255,838
Funding Receivable	-	8,031
Total Current Assets	1,296,404	1,346,941
<u>Non-Current Assets</u>		
Plant & Equipment	186,175	143,460
Less Provision for Depreciation	(117,762)	(86,052)
Total Non-Current Assets	68,413	57,408
Total Assets	1,364,817	1,404,349
Liabilities		
<u>Current Liabilities</u>		
Accounts Payable	12,817	12,466
Sundry creditors	9,191	30,847
GST Liability	17,642	49,962
Accrued Expenses	60,739	58,715
Provn for Annual Leave	37,261	37,302
Provn for Fringe Benefits Tax	2,380	2,380
Provn for Software Upgrade	-	7,892
Income Received in Advance	1,210	-
Grants received in advance	859,258	859,258
Total Current Liabilities	1,000,498	1,058,822
Total Liabilities	1,000,498	1,058,822
Net Assets	364,319	345,527

**Arafmi Mental Health Carers and Friends
Association (WA) Incorporated
Statement of Financial Position
General Account - as at June 30, 2010**

	2010 \$	2,009 \$
Accumulated Funds		
Balance at 30/06/09	1,086,765	1,088,967
Surplus for year	160,481	(2,202)
Balance at 30/06/10	1,247,246	1,086,765
Assets		
<u>Current Assets</u>		
Cash at bank	16,976	3,428
Sundry Debtors	3,676	2,334
Interest Bearing Deposits	1,601,766	1,475,719
Total Current Assets	1,622,418	1,481,481
<u>Non-Current Assets</u>		
Leasehold Improvements - 182 Lord Street	824,062	824,062
Less Accumulated amortization	(132,796)	(83,372)
Right to Occupy - 182 Lord Street	782,500	782,500
Less Accumulated amortization	(227,247)	(188,121)
Plant & Equipment	37,354	37,354
Less Provision for Depreciation	(34,086)	(31,633)
Lord Street Assets	111,359	111,359
Less Provision for Depreciation	(35,965)	(21,175)
Motor Vehicle	31,867	31,867
Less Provision for Depreciation	(12,245)	(7,341)
Total Non-Current Assets	1,344,803	1,455,500
Total Assets	2,967,221	2,936,981
Liabilities		
<u>Current Liabilities</u>		
Funded Account	1,164,215	1,255,838
Creditor	507	-
Total Current Liabilities	1,164,722	1,255,838
<u>Non - Current Liabilities</u>		
Deferred Income	782,500	782,500
Less accumulated amortization	(227,247)	(188,122)
Total Non-Current Liabilities	555,253	594,378
Total Liabilities	1,719,975	1,850,216
Net Assets	1,247,246	1,086,765

ARAFMI Mental Health Carers & Friends Assoc Inc
Statement of Income & Expenditure – Funded Services for the 12 months to June 30, 2010

	Family Support Services	Rural Services	Youth Services	School Education Services	FAHCSIA Broome	FAHCSIA Respite	Total 2010	Total 2009
Income								
Funding	994,618	360,091	110,024	120,256	355,087	134,739	2,074,815	2,085,101
Sub-total	994,618	360,091	110,024	120,256	355,087	134,739	2,074,815	2,085,101
Grants	-	1,320	-	-	-	-	1,320	-
Sundry income	1,528	2,166	476	2,164	483	183	7,000	6,144
Rent Received	-	880	-	-	-	-	880	-
Client Contributions(respite)	-	-	-	-	-	76	76	618
Total Income	996,146	364,457	110,500	122,420	355,570	134,998	2,084,091	2,091,863
Expenses								
Employee expenses								
Salaries	427,783	180,967	37,169	53,052	154,356	20,887	874,214	889,606
Salaries temp staff	20,159	7,299	2,230	2,437	7,197	2,731	42,053	87,397
Redundancy payments	4,660	1,687	516	563	1,663	631	9,720	16,180
Superannuation	37,102	18,558	3,331	4,584	16,110	1,757	81,442	78,864
Recruitment Fees	16,822	4,052	1,072	1,172	3,887	1,313	28,318	45,629
Travel Meal allowance	309	963	-	-	768	-	2,040	2,479
Remote area allowances	-	36,148	-	-	27,978	-	64,126	54,716
Work-cover Insurance	4,560	1,651	504	551	1,628	618	9,512	7,805
Interview follow-ups/tests	480	-	-	-	-	-	480	945
Professional Development	9,167	2,226	418	610	4,022	370	16,813	38,983
Employee support/debriefing	10,664	4,123	1,180	1,289	3,807	1,445	22,508	6,507
Legal Costs	22,605	8,184	2,501	2,733	8,070	3,062	47,155	3,851
Country & Interstate Travel - staff	4,401	11,816	389	426	9,696	477	27,205	45,153
Country & Interstate Travel - volunteer	-	-	-	-	-	-	-	210
Volunteer intrastate	-	-	-	117	-	-	117	917
Carer Participation Payments	-	-	-	-	-	-	-	100
Entertainment FBT	98	35	103	573	35	13	857	1,893
Management Fee	181,782	-	-	-	-	-	181,782	-
Uniforms	-	-	-	-	725	-	725	-
sub-total	740,592	277,709	49,413	68,107	239,942	33,304	1,409,067	1,281,235

Administration expenses

Audit Fees	4,463	1,616	494	540	1,593	605	9,311	4,611
Printing, Stationery & Publications	50,592	10,246	1,632	2,253	11,670	1,895	78,288	32,884
Postage	1,681	803	156	181	440	161	3,422	3,966
Mail redirection	-	-	-	-	-	-	-	554
Subscriptions	3,119	1,075	328	359	1,060	402	6,343	2,962
Bank charges	599	439	66	72	338	104	1,618	1,675
Advertising for Staff	-	-	-	-	-	-	-	4,741
Catering and Office grocery supplies	4,322	1,884	312	341	1,384	382	8,625	6,132
sub-total	64,776	16,063	2,988	3,746	16,485	3,549	107,607	57,525

	Family Support Services	Rural Services	Youth Services	School Education Services	FAHCSIA Broome	FAHCSIA Respite	Total 2010	Total 2009
Operational expenses								
Consultancy fees	-	-	-	-	-	-	-	11,692
Occupancy costs/share of outgoings	-	957	-	-	-	-	957	-
Equipment rental	29	10	3	3	10	4	59	30,973
New Office set-up costs	956	55	17	18	54	21	1,121	2,100
End of lease costs	-	-	-	-	-	-	-	2,039
Power & Light	4,304	2,943	475	519	3,157	1,699	13,097	9,525
Water rates	728	264	81	88	260	99	1,520	2,365
Cleaning	2,138	847	231	253	747	733	4,949	7,900
Admin costs	392	263	21	23	208	25	932	300
Telephone	15,827	12,891	1,014	1,309	12,258	1,263	44,562	35,657
ADSL rental/Network modems	5,905	3,561	325	355	1,249	398	11,793	11,401
Computer Software	13,373	4,842	1,479	1,617	4,774	1,812	27,897	24,573
Property Repairs & maintenance	7,824	4,242	750	820	4,426	1,878	19,940	12,706
Building Insurance	437	97	30	32	96	36	728	3,241
Insurance	6,708	2,429	742	811	2,395	909	13,994	12,301
Community/Psycho-Ed Workshops	4,091	5,702	15,992	3,853	11,732	-	41,370	20,626
Presentations	-	-	-	16	-	-	16	29
Rent	4,098	93,011	-	-	43,888	26,382	167,379	84,417
Promotion & Advertising	23,866	10,168	485	4,030	8,165	594	47,308	29,022
Staff carer information resources	258	44	13	37	43	16	411	2,150
Security	1,115	142	29	32	705	36	2,059	12,756
Expense Holidays	-	-	-	-	-	-	-	1,937
Respite Grants	-	-	-	-	-	-	-	6,251
Sundry Expenses	326	321	8	8	129	9	801	2,793
Asset replacements	4,979	9,093	553	265	1,548	297	16,735	7,747
Accommodation - staff	1,205	2,108	109	119	2,892	134	6,567	20,517
Accommodation - volunteer	-	-	-	-	-	-	-	330
sub-total	98,559	153,990	22,357	14,208	98,736	36,345	424,195	355,348

Motor vehicle expenses

Mileage claims	9,918	646	1,602	2,569	(78)	(30)	14,627	22,116
Staff parking	94	9	6	29	109	3	250	336
Vehicle leasing	-	-	-	-	12,294	-	12,294	15,050
Car insurance and registration	1,139	412	126	138	684	154	2,653	2,561
Car maintenance	438	159	48	53	3,483	59	4,240	1,665
Fuel costs	334	434	37	40	3,450	45	4,340	3,605
Courier charges	556	2,776	37	41	304	46	3,760	1,836
Fringe benefits tax	4,972	1,800	550	601	1,775	673	10,371	8,473
Taxifares	596	617	66	110	579	81	2,049	-
Volunteer Vehicle Use	-	-	274	2,845	-	-	3,119	-
sub-total	18,047	6,853	2,746	6,426	22,600	1,031	57,703	55,642

	Family Support Services	Rural Services	Youth Services	School Education Services	FAHC SIA Broome	FAHC SIA Respite	Total 2010	Total 2009
Repairs and maintenance expenses								
Computer Maintenance	15,786	6,554	1,669	1,824	5,885	2,044	33,762	39,835
Office machine maintenance	536	582	13	15	93	16	1,255	4,385
sub-total	16,322	7,136	1,682	1,839	5,978	2,060	35,017	44,220
Depreciation	9,599	6,867	1,017	1,519	11,573	1,135	31,710	21,906
Loss on sales	-	-	-	-	-	-	-	6,779
sub-total	9,599	6,867	1,017	1,519	11,573	1,135	31,710	28,685
TOTAL EXPENSES	947,895	468,618	80,203	95,845	395,314	77,424	2,065,299	1,822,655
SURPLUS/DEFICIT BY PROGRAM	48,251	(104,161)	30,297	26,575	(39,744)	57,574	18,792	269,208
Grants Received in Advance	-	-	-	-	-	-	-	(4,738)
NET SURPLUS/DEFICIT BY PROGRAM	48,251	(104,161)	30,297	26,575	(39,744)	57,574	18,792	264,470

**Arafmi Mental Health Carers and Friends
Association (WA) Incorporated
Statement of Income and Expenditure
For the 12 months to June 30, 2010
General Account**

	2010 \$	2009 \$
INCOME		
Book and Product Sales	-	537
Less Cost of Sales	-	(5,385)
Fundraising (grants) received	5,255	2,230
Administration Fee	1,922	1,694
Subscriptions	-	90
Donations	7,555	4,947
Fundraising	-	660
Management Fees Received	181,782	-
Lectures and speaking engagements	-	971
Breakthrough	-	1,630
Interest	51,079	67,893
Sundry Income	1,175	282
Equipment/Room Rental	387	22,883
Deferred income	39,125	39,125
TOTAL INCOME	288,280	137,557
EXPENSES		
Concern Printing & Postage	-	1,568
Grant Expenses	674	1,800
Volunteer, Member Functions and Costs	778	1,437
Memberships/National Office Fees	450	11,800
Staff and other Presentations	-	149
AGM Expenses	34	330
Board Meeting Expenses	2,327	1,872
Board Conferences/PD	6,178	-
Donations	1,290	187
Depreciation and loss on disposal	22,148	22,654
Amortization of right to occupy building	39,125	39,125
Amortization of leasehold improvements	49,424	49,424
Bank fees	-	56
Group Meeting Expenses	-	572
Promotion Design	-	2,600
Legal Costs	-	4,409
New building sundry costs	-	1,320
Sundry Expenses	1,226	456
Library Books	4,145	-
	127,799	139,759
Operating Surplus/(Deficit)	160,481	(2,202)

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Arafmi Mental Health Carers and Friends Association (WA) Inc

Notes to and forming part of the accounts for the year ended June 30, 2010

Note 1 : Statement of Accounting Policies

a) Basis of accounting

This financial report is a special purpose financial report prepared in order to satisfy the reporting requirements under the Associations Incorporation Act of Western Australia and the Association's Constitution. The Committee of the Association has determined that the Association is not a reporting entity and therefore there is no requirement to apply accounting standards and other mandatory professional reporting requirements in the preparation and presentation of this report.

The financial report has been prepared in accordance with the requirements of the following Australian Accounting Standards:

AASB102	Inventory
AASB1031	Materiality

No other Australian Accounting Standards, Australian Accounting Interpretations, or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

This report is also prepared on an accrual basis from the records of the Association. It is based on historical costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

Notes regarding the balance of grants in advance in the funded account

As the funds received by Arafmi from their funding bodies may have to be returned if they are unspent, we show these amounts as grants in advance to reflect the nature of the amounts received.

Amount in advance (not spent) for June 30 2006	57,255
Amount in advance (not spent) for June 30 2007	115,582
Amount in advance (not spent) for June 30 2008	681,683
<u>TOTAL</u>	<u>854,520</u>

Made up as follows:

FaHCSIA Respite Program	149,578	Program commenced in the 30 June 2008 financial year
FaHCSIA Broome Outreach Program	298,314	Program commenced in the 30 June 2008 financial year
Office of Mental Health	411,366	Accumulated over the contract period of 3 years to 30 June 2008.
<u>TOTAL</u>	<u>859,258</u>	

Retention of Residual Funds

- (a) Where at the end of the Term of this Service Agreement , any portion of the Service Payment remain: unexpended (Residual Funds), the Service Provider may retain the Residual Funds provided that the funds are used for purposes, and subject to such terms and conditions , as have been agreed in writin by the Principal and the Service Provider.
- (b) The Principal and the Service Provider agree to negotiate and act in good faith regarding the retentior any Residual Funds.
- (c) If no agreement is reached under clause (a), the Service Provider must repay the Residual Funds to t Principal within three months of the date of termination of this Service Agreement

Notes regarding leasehold improvements in the general account

Due to a change in the accounting standards, the value of the capital grants received from Lotterywest and the Department of Communities for the improvements made to the Carer Centre, have been reflected as capital grants received in both the 2007 and 2008 financial years.

This has added to the surpluses recorded for these years and is due to the standard requiring all grants, including those for capital items, to be reflected in the profit and loss account.

The leasehold improvements to the Carer Centre are also added to in this way hence the value of leasehold improvements of the Carer centre is now \$691,266 as at 30 June 2010.

Notes regarding change in capitalization policy

Note that for the financial year ended 30 June 2010 Arafmi Mental Health Carers and Friends (WA Inc changed their asset capitalization policy to a \$5,000 threshold. Where all small asset purchases ie purchases of assets with a value of less than \$5,000 were immediately expensed.

As this is a prospective change in accounting policy, this change has not been applied to prior periods. Consequently the Plant & Equipment balance as at 30 June 2010 contains assets previously capitalized with original costs less than \$5,000.

Notes relating to Funding Agreements

ARAFMI's funding agreements with the Mental health Commission and FAHCSIA are currently on a three year basis and will conclude on 30 June 2011. During 2011 negotiations will commenced with the Mental Health commission and FAHCSIA for new funding agreements. The financial statements have been prepared on the basis of continued operations.

Notes relating to claim

ARAFMI are engaged in litigation and are currently undergoing negotiations in relation to a settlement.

