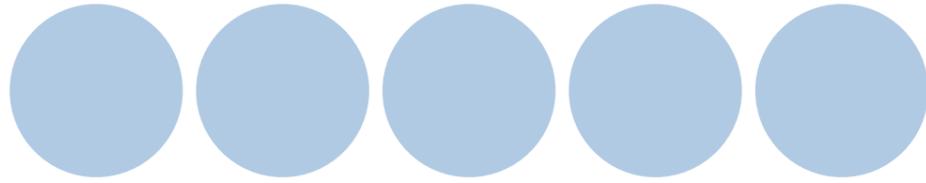
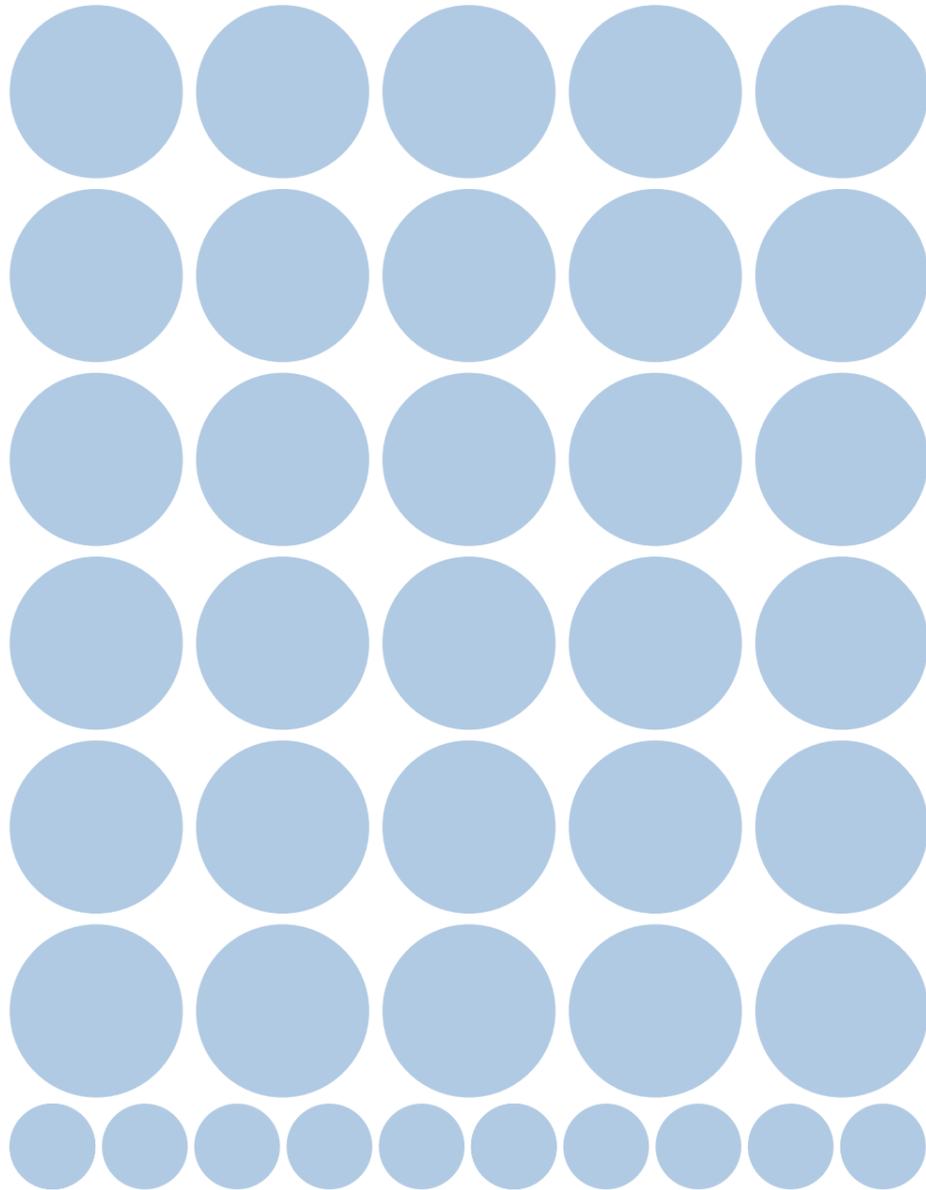




**Improving mental health & wellbeing in local communities**  
Neami Annual Report 2006



We commend to you our annual report



In the past year Neami has consolidated its presence in New South Wales and South Australia and is now truly a vital part of the community mental health service systems in all three states in which we operate

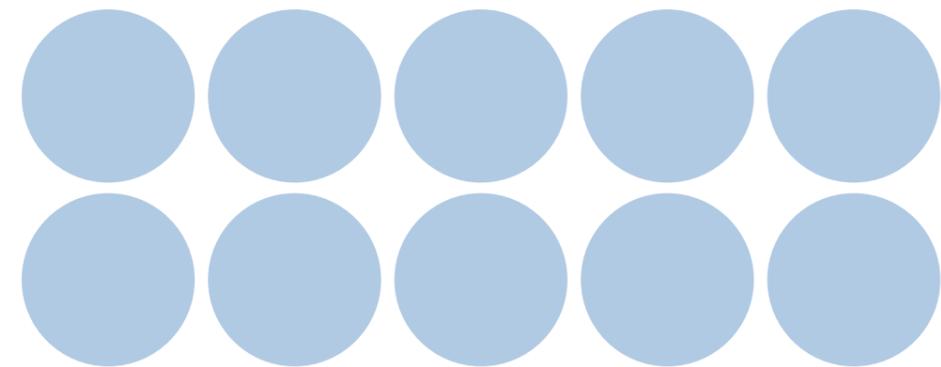


Tasi, Seascape. Acrylic on canvas, 2006.



Sharon's Streetscape. Acrylic and Gesso on canvas, 2006.

presence in New South Wales and South Australia and is now truly a vital part of the community mental health service systems in all three states in which we operate





# neami's vision

Suzanne Knight. Untitled. Paint on paper. 2006.



*"Neami aspires to be a leading provider of community mental health rehabilitation and support services. We are committed to innovation and excellence in rehabilitation services including housing and support, that equip people with a psychiatric disability to thrive in a changing and challenging world."*

In the past year Neami has established eight additional services and offices, one in Victoria, three in South Australia and four in

New South Wales. This was a monumental team effort of far greater proportions than we had realised. The result of these efforts equal new staff employed and over 203 consumers engaged and working towards defining and meeting their needs in the process of connecting with their community.

Neami is eager to add value to the communities in which we work and the idea of consumers being able to connect with their community is our ultimate goal.

Neami greatly appreciates the financial support, confidence and trust placed in our services from the Department of Human Services in Victoria, New South Wales Health, the Department of Health and the Department for Families and Communities in South Australia. Our partnerships with Area Health and Area Mental Health Services, Local Government, Community Housing providers, Arts organisations and local community services has enhanced our ability to assist people experiencing serious mental illness to become part of their community.

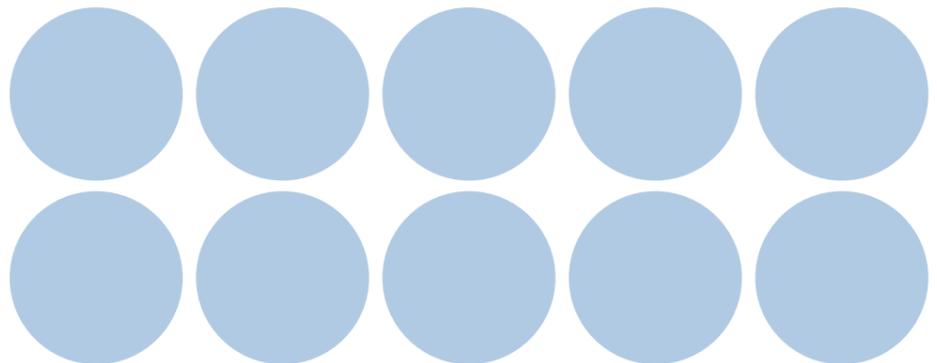


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David Read. Pitcher. Ceramic. 2006.



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# management report 2005/06

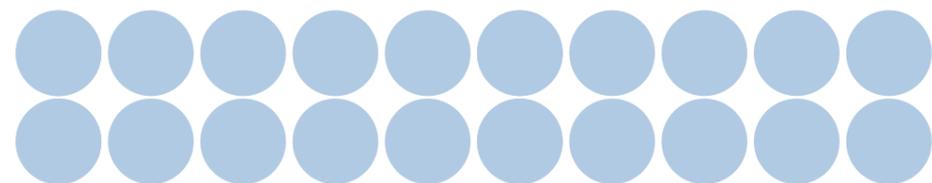


It is with great pleasure that we present our 19th Annual Report and our first Annual General Meeting (AGM) in Sydney. Given our organisation now operates in three states of Australia; it is timely that Neami's AGM is presented in those states. This is our first AGM outside of Melbourne and symbolises our long-term commitment that progresses Neami to being a National organisation, providing a consistent approach to the delivery of psychosocial rehabilitation support services to people with a psychiatric disability throughout Australia. Next year, our 20th AGM will be held in Adelaide.

It's been a particularly pleasing year with considerable progression in our growth strategy as well as notable improvements in our organisations operational and governance processes. Most importantly, we have significantly increased services to a number of people with a severe and enduring psychiatric disability. This growth has come predominantly from New South Wales Health awarding two further tenders to us. The Housing and Accommodation Support Initiative (HASI) 3, and HASI 3B provides long-term safe, secure and affordable housing with high to very high levels of support to consumers of the local Area Mental Health Services. Contributing to the growth has been the provision of 15 new properties in Victoria, acquired by our partner Supported Housing Limited (SHL), ensuring 30 people receive access to long term housing with supports provided by Neami.

Underpinning these developments has been the implementation of our new 2006-2008 Strategic Plan which identifies continued growth, Governance and leadership, continuous improvement with significant emphasis on staff development and infrastructure improvements. The past year has seen Neami grow by a further 80% which provides unique challenges for the Board of Directors, the CEO, Managers and staff. To ensure continuous quality improvement our two biggest priorities for the forthcoming year are to ensure further development of our infrastructure and increased training and development programs for all staff, including a new leadership program for all Neami Managers.

The Board has remained focused on Governance, carefully reviewing its constitution and ensuring we have adequately catered for the increased organisational growth and complexity. The growth has meant introducing new organisational management structures. We now have a State Manager in South Australia and Victoria and two Regional Managers in New South Wales. Along with the Business Services Manager and CEO we have a strong National Leadership Team that meet regularly to contribute to the effective planning and management of the organisation.



"This is our first AGM outside of Melbourne and symbolises our long-term commitment that progresses Neami to being a National organisation..."



The last twelve months has seen us expend a lot of energy consolidating new developments from the previous year, which included HASI 2 in New South Wales and receiving a "one off" funding grant of over \$3Million in South Australia to support 82 new clients. In all, once we reach full capacity with all contracts we will be supporting over 1000 people. This is a tremendous result and much appreciation must go to the funding bodies, our staff, partners and consumers for contributing to the success of Neami.

The forthcoming year will be exciting with the Federal Government committing considerable funds for the development of improved mental health services. Equally a number of States, including New South Wales, have very clearly dedicated significant monies for the same cause. It seems that for the first time in a long time Australian Governments at both a State and Federal Level appear genuinely committed to improving mental health services. It is our hope that in 12 months time we can report that these funds have contributed significantly to improved lives for people with a mental illness who access Neami services and that they are more connected to their local communities, thereby improving mental health and wellbeing in local communities.

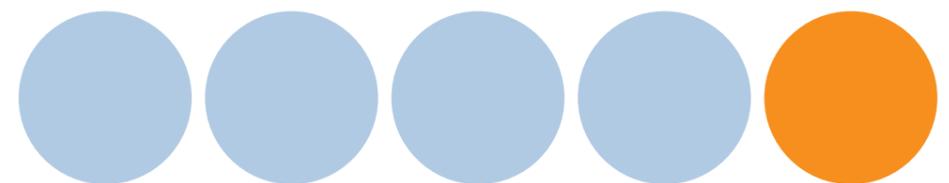
Kindest Regards  
Julie Anderson,  
Neami President

Arthur Papakotsias  
Neami CEO

Neami's total assets are \$8,541,524 and total liabilities are \$5,817,635

Neami's growth in the past seventeen years from 1990 to 2006 inclusive:

|                        | 1990    | 1994    | 1998      | 2002      | 2005      | 2006       |
|------------------------|---------|---------|-----------|-----------|-----------|------------|
| Funding from grants \$ | 58,150  | 418,724 | 1,849,300 | 2,374,128 | 5,143,752 | 8,872,683  |
| Staff numbers          | 1.5 FTE | 8.3 FTE | 42.0 FTE  | 44.8 FTE  | 79.6 FTE  | 121.50 FTE |
| No. of motor vehicles  | -       | 3       | 20        | 20        | 39        | 74         |
| Net Assets \$          | 15,330  | 128,918 | 579,649   | 475,151   | 1,004,955 | 2,549,889  |



# neami board of directors

Julie Anderson, Rod Groves and Anne McKenzie



**Julie Anderson – President**  
Julie has been a board member of Neami since 1997. She has completed a Certificate in Business, and is currently employed as a Mental Health Project Worker at Mental Illness Fellowship, Victoria

**Anne McKenzie – Secretary and Public Officer**  
Anne has been working in the mental health field for over 30 years as a registered nurse. She joined the Neami Board in 2004

**Rod Groves – Treasurer**  
Rod became a member of the Neami Board in 2004. His background is in Accounting, Company Management, Civil Engineering and Mediation. Rod became the Treasurer for the Neami Board of Directors in 2006

**Mary MacRae**  
Mary has a Certificate in Business Management and is currently working as a consultant involved in staff education and carer advocacy. She has been a member of the Neami board for three years

**Matthew Drain**  
Mathew has been a member of the Neami Board for three years. He has a Bachelor of Commerce and is currently employed as the High Performance Manager with the Western Bulldogs Football Club

**Khorshed Khisty**  
Khorshed has an M.A in Social work and Psychology and is currently employed as an Ethnic Mental Health consultant. Khorshed became a board member in 2003

**Alfred Mayuka**  
Alfred became a member of the Board of Directors in 2004. He has completed a BA, LL.B, LL.M and a Graduate Diploma in Industrial Relations. He is currently running his own legal practice.

**Margaret Tomkins**  
Margaret completed a Diploma in Social Studies (Social Work) and has worked in child and adult psychiatry for 31 years, and has been a member of Neami Board of Directors since 1990

**Michael Summers**  
Michael became a member of Neami Board of Directors in 2001. He has completed a Bachelor of Applied Science and an MA in Social Policy. Michael is currently a policy advisor with Carers Victoria and a program evaluation consultant.

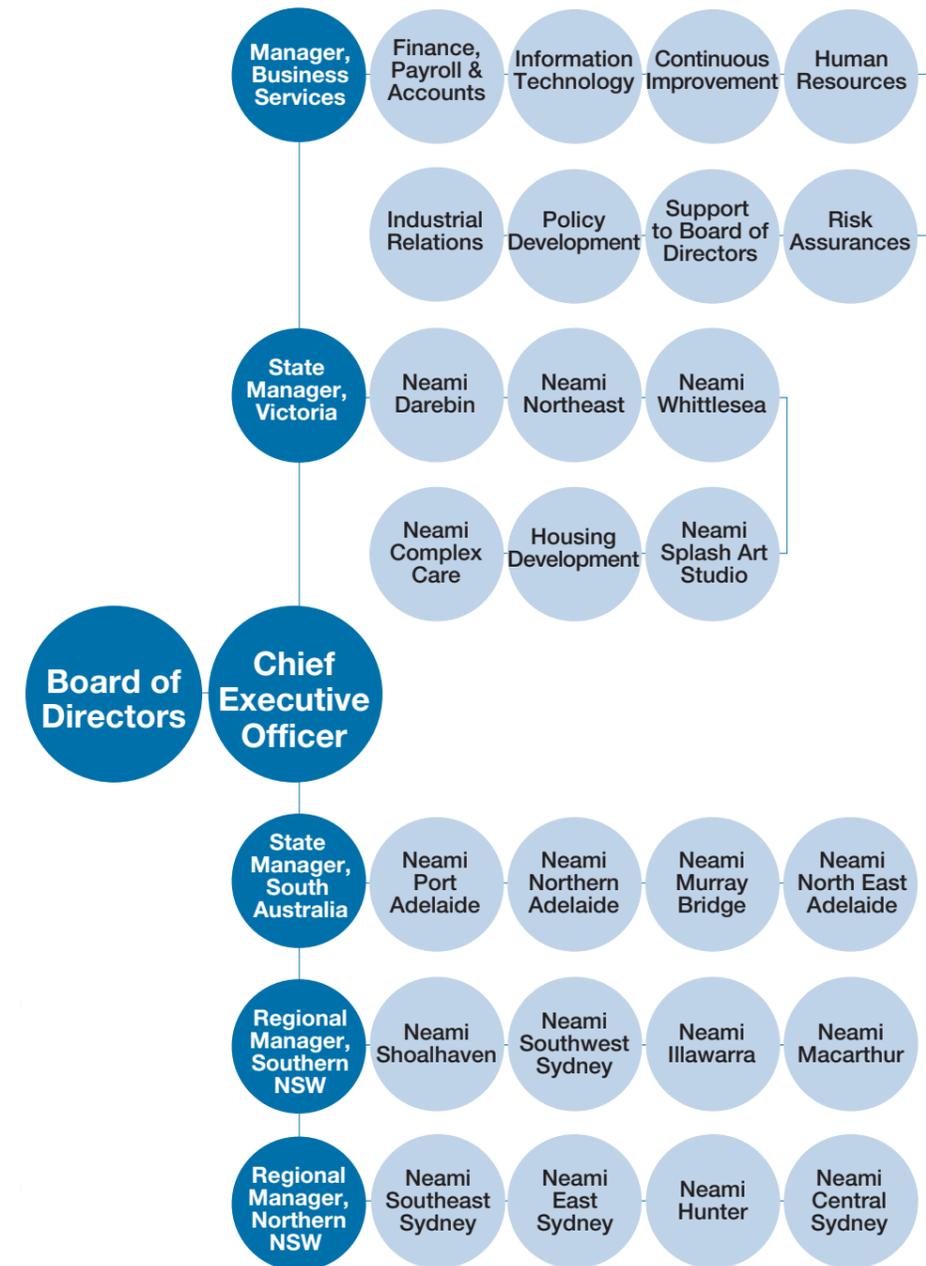
**Said Selim**  
Said joined the Neami Board in 2000 and has worked for many years in Communications, Engineering, Staff Management and in the Quality Assurance area. He is also a carer

**Jon Langford**  
Jon has been a member of the Neami Board of Directors for three years. He has both a Bachelor of Arts and a bachelor of commerce

**Lisa Lane**  
2006 sees Lisa in her third year as a member of Neami Board of Directors. She is currently employed by Austin Health, and is also a carer

**Lei Ning**  
Lei joined the Board in June this year. He is employed by the Victorian Institute of Forensic Mental Health and is looking forward to the opportunity to be involved with Neami

# neami organisational chart



# acknowledgement of partnerships and financial support 2006

Neami would like to thank the following groups and organisations for their ongoing support:

Absolute Women's Health  
 Anglicare – Preston  
 ANZ Trustees, Trustee of the Percy and Haddy Foundation  
 ARAFEMI  
 Argyle Community Housing Trust NSW  
 Arts Access Victoria  
 Arts Impress  
 Banyule and Nillumbik Primary Care Alliance  
 Banyule Community Health Service  
 Besen Family Foundation  
 Bundoora Homestead  
 Bunjil House – Austin Health  
 Care Plan Assessment Victoria  
 Carer Links North  
 Centrax Computer Services  
 City of Banyule  
 City of Darebin  
 City of Hurstville  
 City of Liverpool  
 City of Shellharbour  
 City of Shoalhaven  
 City of Whittlesea  
 City of Wollongong  
 Community Information Whittlesea  
 Dame Phyllis Frost Correctional Centre  
 Darebin Arts and Entertainment Centre  
 Darebin Community Health Centre  
 David Wharton  
 Department for Families and Communities, South Australia  
 Department of Health, South Australia  
 Department of Human Services, Victoria  
 Diamond Valley Learning Centre  
 Epping Secondary College

Forensicare  
 Gateway Connexions  
 Green hills Neighbourhood Centre  
 Homeground Incorporated  
 Hope Springs – Uniting Church  
 Housing SA  
 Housing SA – Murray Bridge Regional Office  
 Hume Community Housing Association NSW  
 Hunter New England Area Health Service  
 Illawarra Aboriginal Health Service  
 Illawarra Aboriginal Legal Service  
 Illawarra Community Partnerships  
 Illawarra Division of GP's  
 Illawarra Housing Trust  
 Illawarra Institute of Mental Health Research  
 Inner West Area Mental Health Service, Waratah Hops  
 Jets Music Studio – Banyule City Council  
 Jobco. Employment Service  
 Lalor Library  
 Lalor Living and Learning Centre  
 Lalor North Secondary College  
 Latrobe University, Department of Social Work and Social Policy  
 Lifeline South coast  
 Living and Learning Nillumbik  
 Livingstone Community Centre  
 Lyell McEwin Health Service – Mental Health Division  
 Mark Morgan, Barrister and Solicitor  
 Mental Health Association of NSW  
 Mental Health Co-ordinating Council NSW  
 Mental Illness Fellowship of Victoria  
 Merrilands Community Centre  
 Multiple and Complex Needs Initiative  
 Murray Mallee Community Health Service  
 Newmacq Community Housing



Nillumbik Community Health Service  
 Nillumbik Living and Learning Centre  
 Nillumbik Shire Council  
 North Central Metro Primary Care Partnership  
 North East Area Mental Health Service  
 North East Housing Service  
 North East Primary Mental Health Team  
 Northcote Aquatic and Recreation Centre  
 Northern Area Mental Health Service  
 Northern Assessment and Treatment Service (SA)  
 Northern Consumer and Carer Advisory Group (NORCAG) SA  
 Northern Division of General Practitioners  
 Northern Employment Placement Service  
 Northern Metropolitan Institute of TAFE (NSW)  
 Northern Mobile Assertive Care Team (SA)  
 Northern Primary Mental Health Team  
 NSW - Office of the Public Guardian  
 NSW Department of Aging Disability and Home Care  
 NSW Department of Housing  
 NSW Health, Centre for Mental Health  
 NSW Office of Community Housing  
 Office of the Chief Psychiatrist  
 Olympic Adult Education Centre  
 Olympic Leisure Centre  
 Orgyen  
 Origin of Image  
 Outdoors Inc.  
 Outer East Community Care Unit  
 Pantom Hill Living and Learning Centre  
 Paul Maguire Consulting  
 People Promoting Mental Health  
 Peter Lalor Secondary College  
 Plenty Valley Community Health Centre  
 Port Adelaide Community Arts  
 Port Adelaide Enfield Council  
 Port Adelaide Mental Health  
 Preston/Reservoir Adult Community Education  
 Preston Creative Living Centre  
 Preston Neighbourhood House  
 Quality Improvement and Community Services Council

Queen Elizabeth Hospital Mental Health Division SA  
 RecLink  
 Ripponlea Mitsubishi  
 Roofs SA Housing Association Inc  
 Rosanna Fire station Community House  
 Rural and Remote Unit Glenside  
 Salvation Army – Lalor  
 Shoalhaven Community Housing  
 Skills Unlimited Pty Ltd  
 South Australian Housing Trust  
 South Coast Division of GP's  
 South East Sydney Illawarra Area Health Service  
 SPECTRUM  
 St George Community Housing Association  
 St John's Ambulance  
 St Vincent's De Paul – Lalor  
 Supported Housing Ltd -Victoria  
 Sutherland Shire  
 Swinburne University  
 Sydney South West Area Health Service  
 The Illawarra Forum  
 Thomas Embling Hospital  
 Thornbury Women's Neighbourhood House  
 University of Melbourne  
 University of Wollongong  
 VICSERV  
 Victorian Aboriginal Health Service Family Counselling Service  
 Victorian Mental Illness Awareness Council  
 West Adelaide Mental Health  
 Western Adelaide Consumers and Carer's forum  
 Western Rehab  
 Whittlesea Community Mental Health Centre  
 WISE Employment Service  
 WISHIN  
 Wollongong City Gallery  
 Wollongong High School of the Performing Arts  
 Women's Health in the North  
 Woorinyan  
 Workforce Placement Service



neami local...  
and beyond  
building community connections



In people's everyday lives in the community, connections are built in a variety of ways with many different people. From the warmth of the familiar shop-keepers' greeting, to the complexity of family relationships, from the vital support of friends, to the assistance offered by varied service providers, how people are treated and treat others can make all the difference.

Working with each consumer to thrive in their own community is a major part of Neami's work. The webs of relationships around a person are usually complex, requiring many different skills to negotiate. Neami's job is to stand beside each and every consumer while they build these skills, so that, when they are ready, they can stand there themselves, an active, valued member of their community of choice.

This work is approached from many angles, from the individual to the group, from the simple to the complex. And it is clear that building community connections is a two-way process – consumers being assisted to build confidence, competencies and connections, and the community being educated and encouraged so that there is acceptance of diversity and welcome for all. Some examples from each state follow to illustrate the different approaches needed to undertake this work.

With the development of three new sites in SA within the last 6-12 months, community connections have focused on local recreational services such as pools, gyms and bowling alleys, neighbourhood houses where cooking, art and craft workshops are run, live music venues, local libraries, resource centres and TAFE, adult education and employment services. A creative arts group where consumers work with a practicing artist is up and running with the aim of holding an exhibition during Mental Health Week.



At Neami Illawarra in New South Wales, following a year of preparatory work involving discussions, visits to the site etc., a consumer is now attending a Local Employment and Training Studio every Friday as a volunteer in their woodwork studio. The studio runs a work for the dole program and also accepts volunteers. The woodwork teacher has been very understanding and tailors jobs for the consumer's abilities and needs. The staff member attended the program with the consumer for the first three weeks, including traveling there and back on the train.



In Victoria consumers and the team at Neami North East developed a DVD "How Do You Eat an Elephant" to enable people to tell their stories and assist the general community in their understanding and awareness of mental illness. The aim was to assist in the two way process of 'building community connections'.

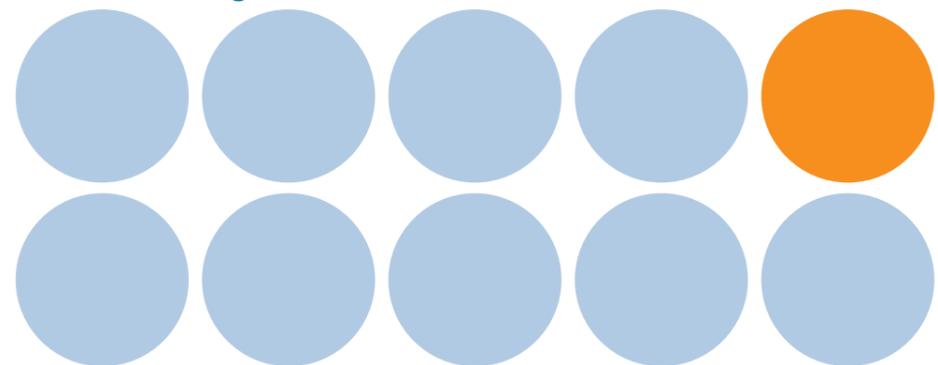


The DVD was launched by the Mayor of Banyule City Council at the Ivanhoe Town Hall with over 200 local people and service representatives in attendance. The local government is using it as an educational/ training tool for workers in community settings. It was screened at the recent Vicserv conference and a screening will be held at the upcoming TheMHS conference. It was also selected in the International Other Film Festival (a film festival focusing on disability) and is about to be distributed to educational institutions and community organisations through Frontrow Video Distribution across Australia and New Zealand.



"...Neami North East developed a DVD "How Do You Eat an Elephant" to enable people to tell their stories and assist the general community in their

understanding and awareness of mental illness."



# neami new developments

New offices - Neami Murray Bridge, South Australia



## South Australia We are Bound

Neami has established services and offices in northern suburbs of Adelaide in Salisbury and Pooraka. In addition, we have set up for business in the country town of Murray Bridge. These services involve partnerships with consumers, carers, Area Mental Health Services, the South Australian Housing Trust and local community services. At Salisbury and Pooraka staff assist former residents of Glenside Hospital to select their home, set up their home and learn and/or relearn skills which will assist them to build confidence and reconnect with their community. A further 82 consumers, from the Strategy 6/8 initiative, will be assisted to maintain their housing and build further community connections. In addition Neami has established services in Murray Bridge to assist consumers to build their skills and create opportunities for further participation in that country region.

## Neami New South Wales wins the HASI 3b Tender

Neami has successfully established HASI 2 and 3 programs with offices secured in Nowra, Macarthur, Ashfield, Alexandria and Newcastle. Neami was successful in its submission to New South Wales Health in the Housing and Support Initiative HASI 3b, which will result in establishing a further offices and services in the Randwick and Bondi areas. The service developments in New South Wales recognise the confidence and trust that New South Wales Health has in Neami to provide quality rehabilitation and support which has consumer driven outcomes. Neami is now part of the community mental health service system and is committed to a long term presence in New South Wales. We look forward to becoming part of the positive reform of the mental health service system.



Chris, Untitled, Acrylic on canvas, 2006.



Alan Cooke, The Riders, Acrylic on board, 2006.

## Bright and Shiny Cars

Neami has entered into a partnership with Ripponlea Mitsubishi whereby they will assist us to manage our fleet to ensure the greatest possible return when we turn over the vehicles. Staff have taken extra care in driving the vehicles over the last year resulting in a reduction of 40% in our insurance premiums. We have been able to purchase a number of site specific vehicles to cater for housing needs and country areas.

## Constitutional Review

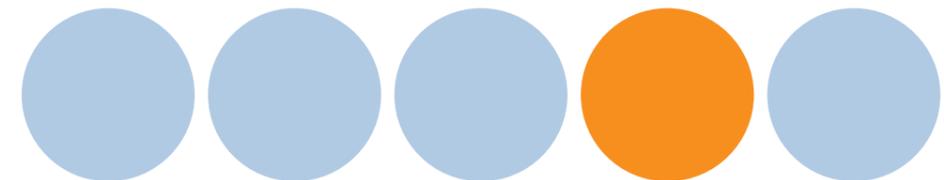
Neami Board of Directors have reviewed Neami's constitution in light of Neami becoming a national organisation. One major improvement has been a three year rotational membership cycle to ensure continuity and stability of membership for the Board. Another valuable result of the discussions relating to Neami presence as a national organisation was the Board

decision to hold the annual general meeting interstate over the next two years. New South Wales will host the AGM in 2006, and South Australia in 2007. The AGM returns to Melbourne for Neami's 21st year celebration in 2008

## Relocation of Business Services

In December 2005, Neami Business Services office relocated to new premises in Fairfield. The new offices offer ample space for administration duties, as well provide scope for developments in the future.

"The Neami Murray Bridge staff are excited at the potential for our service to grow in the Murray Mallee area and particularly look forward to supporting those people with mental illness who live in the more isolated rural areas"



# neami new developments cont'd

## Neami Research Agenda

Neami is sponsoring three research projects, one of which is in full swing, that of Housing Research. All projects will provide guidance for Neami service development and the further development of the Psychiatric Disability and Rehabilitation sectors in each state. Projects include:

- **Australian Research Council Grant on Housing and Support**

Neami, Supported Housing Limited and Swinburne University of Technology have formed a partnership and have been successful in receiving a research grant from the Australian Research Council. This is an exciting development as very little research has been carried out in the area of testing the effectiveness of housing and support model in relocating individuals from long term hospital care to the community. Both Victorian and South Australian case studies will be used in this research.

- **Quit Research**

This research will focus on the following questions: How do people with a mental illness quit smoking and stayed stopped? Does quitting smoking complicate mental illness? What prevents people with a mental illness utilising smoking cessation services? How can smoking cessation services be improved for people with a mental illness? The researcher for the project has conducted a range of Quit Smoking courses and is completing her PHD at Melbourne University in smoking cessation programs.

- **Outcomes/Needs Assessment Research**

The purpose of this research is to determine the impact and value of using outcome measures in routine practice. The research will use qualitative investigation of the effects of implementing routine outcome measurement in PDRS service and further investigate consumer outcomes as a result of undertaking outcome measurement.

## Developing Staff Skills

As Neami expands it is vital that we provide up to date training for our staff to ensure they have the competencies required to provide quality rehabilitation and support services to consumers. Neami is 50% complete in the development of training modules for community Rehabilitation and Support Staff in co-operation with the Northern Metropolitan Institute of TAFE. Neami has commenced work on a series of training modules for its managers, which will develop management competencies and ensure management practice is consistent throughout the organisation.



Deni, Alice and Rabbit. Acrylic on canvas. 2006.

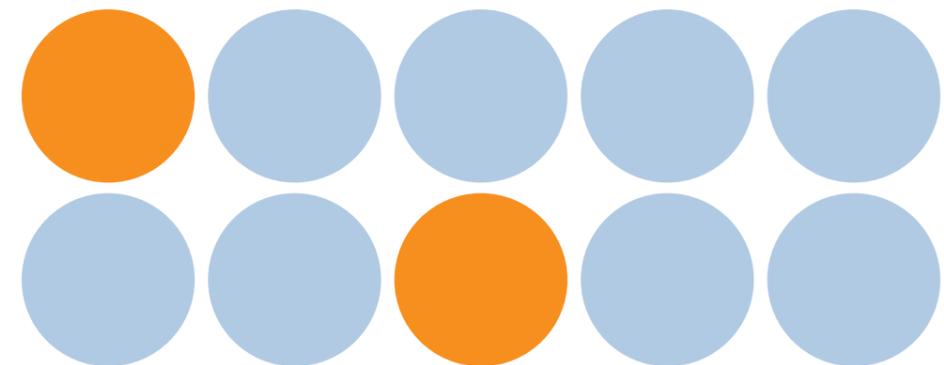
## Affordable Furniture Service

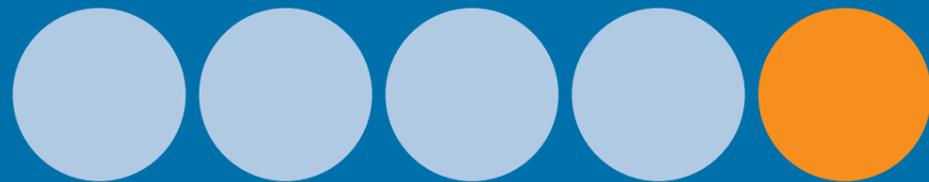
In Victoria Neami has developed an Affordable Furniture Service whereby consumers can select from a range of quality furniture for their new home. In addition consumers in our outreach service can access the service at cost prices.

## Neami National Employment Agreement

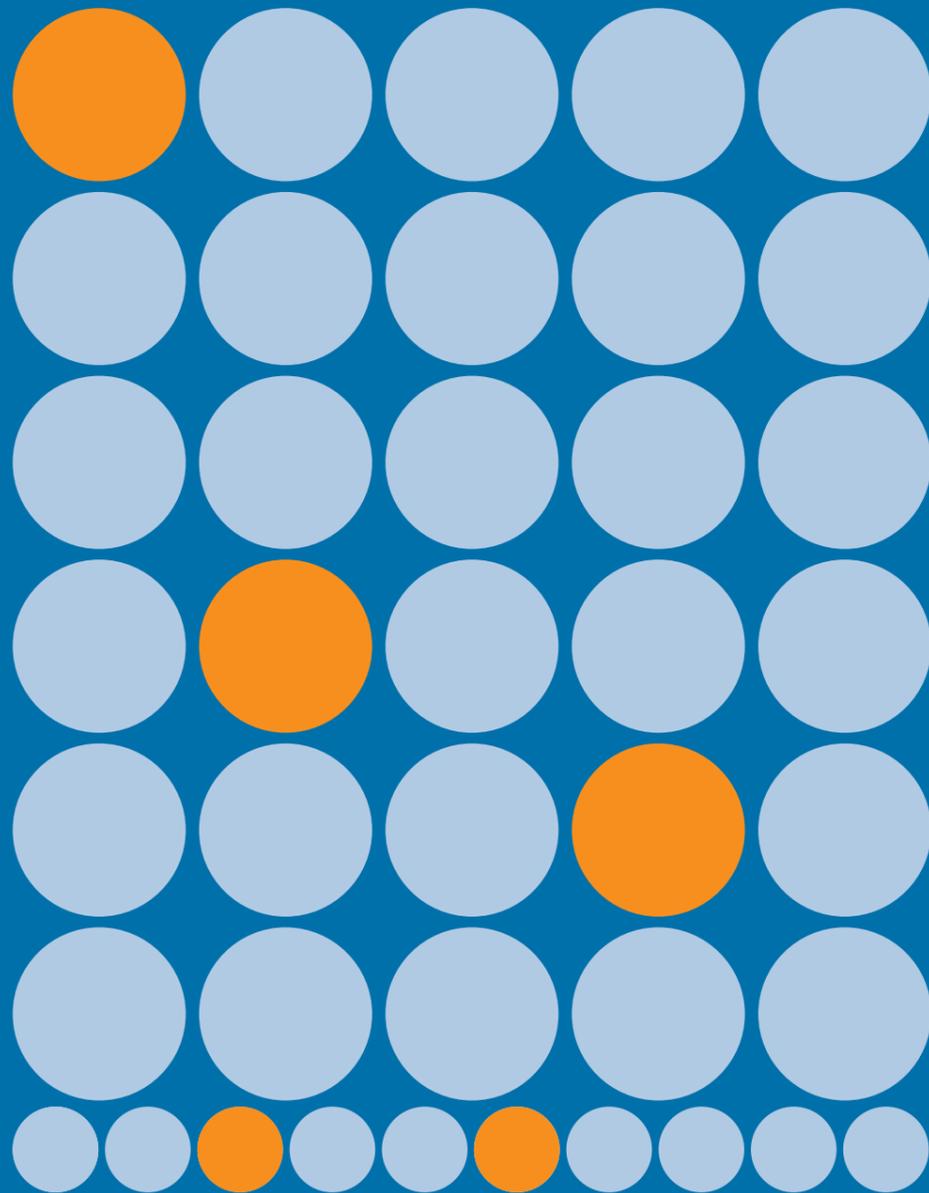
Neami has developed a National Employment Agreement covering the employment conditions of staff in all

states. The agreement was overwhelmingly approved by staff and will be implemented in August. The agreement delivers above award conditions, improved career paths, wage increases over three years and certainty for Neami to plan its finances and further service developments.





...staff assist former residents...to select their home, set up their home and learn and/or relearn skills which will assist them to build confidence and reconnect with their community.



## To believe you can... is everything



Dear Anne,

Now that I am no longer a part of the NEAMI family, I realise how much of a pivotal role NEAMI, and especially you, had in me waiting to change my life for the better...

From the tentative and unsure beginnings to the celebratory and victorious end of my association with NEAMI, and my relationship with you, well what can I say about 4 years...

Having you in my corner was one of the best things that ever happened in my life. There were times when I would dread your calls and visits because I would ask myself - "How did i f\*\*k up my life like this?" and "Is this all there is?"

Knowing that you believed in me and saw through my medication hate and apathy and disrespect for myself... it made me want to better myself and my life in so many ways. And when I started taking those first frightening steps over the cliff face into the unknown more abundant and successful and fulfilling life - you were there to guide and support me.

I thank you with all my heart for your patience and understanding and spirit and justice and my heart will never forget you.

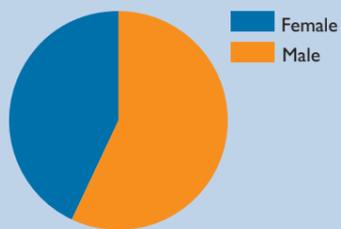
With love and regards and dignity  
Natalya xxoo



# national total consumer statistics

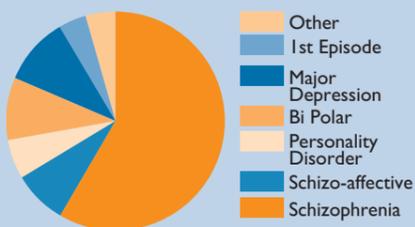
Total number of consumers supported nationally: 856

1. Gender Breakdown  
Neami strives to have gender balance in service delivery, however 2005-2006 has seen an increase in services to males, due to new developments in New South Wales and South Australia

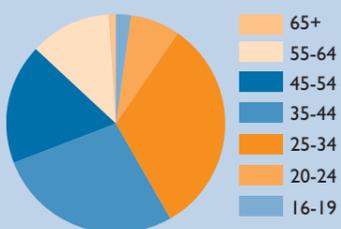


2. Diagnosis  
Nearly 60% of all Neami consumers have Schizophrenia

21% of Neami consumers present with a dual diagnosis

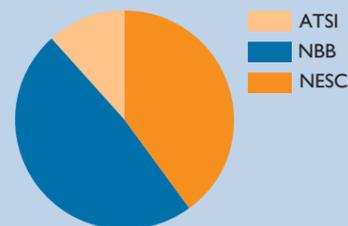


3. Age Range  
Over half of Neami's consumers are between 25 and 45 years of age



4. Cultural Diversity Profile  
Neami seeks to further increase opportunities for consumers who were born in countries other than English speaking countries, and those who are from backgrounds other than English speaking

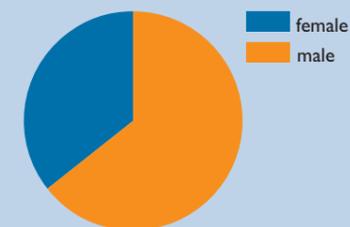
Neami seeks to continue to provide services to Aboriginal people and Torres Strait Islanders, at a rate above their representation in the general population.



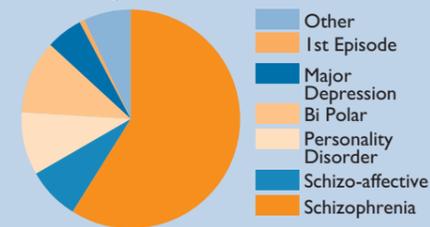
# new south wales consumer statistics

Total number of consumers supported in New South Wales: 129

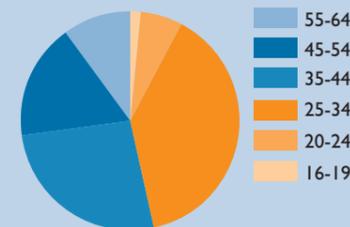
1. Gender Breakdown



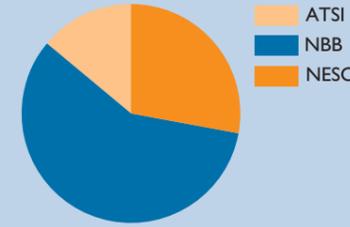
2. Diagnosis



3. Age Range



4. Cultural Diversity Profile



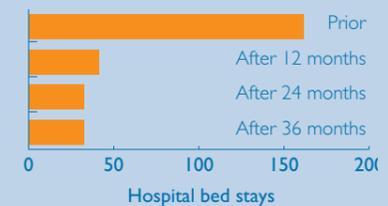
5. Consumer Unmet Needs  
In New South Wales the four highest unmet needs, according to consumers, were:

- Psychotic Symptoms
- Psychological distress
- Company
- Money

6. Housing and support

|                                  |     |
|----------------------------------|-----|
| Register for housing and support | 104 |
| Support Register                 | 37  |

7. Hospital stays  
Previous hospital Bed Days



Prior to the commencement of Neami HASI initiative consumers averaged 161 days in hospital in the preceding 12 months

After 12 months of service delivery and secure housing in partnership with Area Health Services and the local housing associations, consumers averaged 41 days in hospital

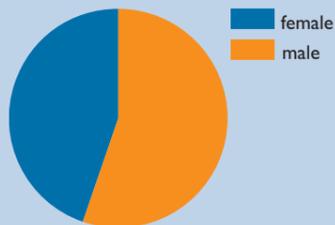
After 2 years of service delivery, the average days in hospital reduced further to 32 days per year

After 3 years of service delivery, the average days in hospital remains at 32, even whilst 2 consumers spent lengthy periods in hospital

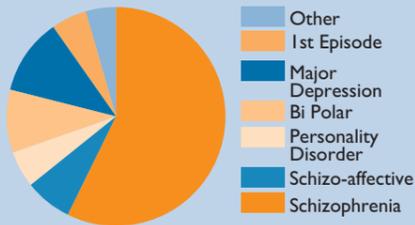
# victoria consumer statistics

Total number of consumers supported in Victoria: 646

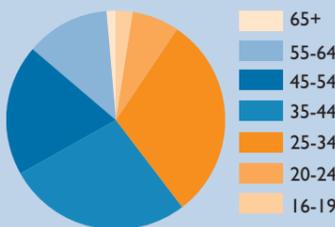
## 1. Gender Breakdown



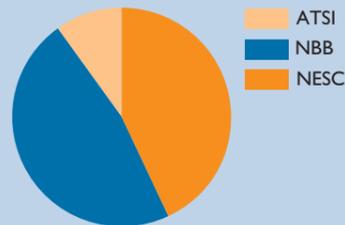
## 2. Diagnosis



## 3. Age Range



## 4. Cultural Diversity Profile



## 5. Consumer Unmet Needs

In Victoria the three highest unmet needs, according to consumers, were:

- Psychological Distress
- Company
- Daytime Activities

## 6. Housing and support

|                                  |     |
|----------------------------------|-----|
| Register for housing and support | 261 |
| Support Register                 | 52  |

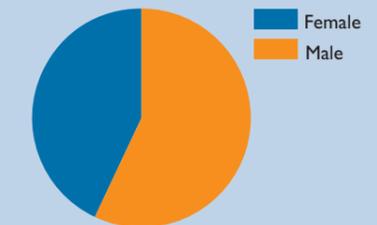
# victoria consumer statistics

## 7. Increase in those waiting for housing and support



All individuals shown on the housing register have been assessed as requiring housing and support.

## 8. Housing Register



There has been a significant increase in the number of male applicants registering for supported housing, while the number of female applicants has remained constant.

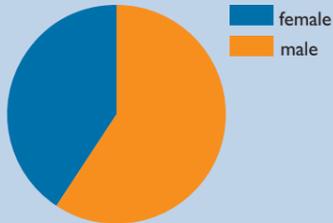
Neami and Supported Housing Ltd successfully tendered for 15 additional share properties through the group housing program, all of which have been purchased, although we are waiting to gain access. Neami will be able to provide supported housing to an additional thirty clients. Neami and Supported Housing Ltd have been impressed by the quality of the new stock, some of which are new homes.

Clients have been identified through our outreach programs and will be moving gradually as the stock is handed over. Naturally, this will affect the housing register as these tenants remain on the register until they move in.

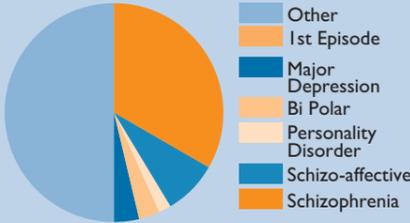
# south australia consumer statistics

Total number of consumers supported in South Australia: 81

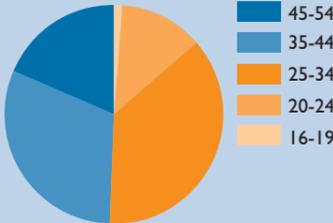
## 1. Gender Breakdown



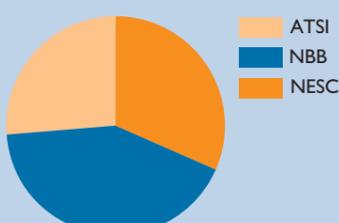
## 2. Diagnosis



## 3. Age Range



## 4. Cultural Diversity Profile



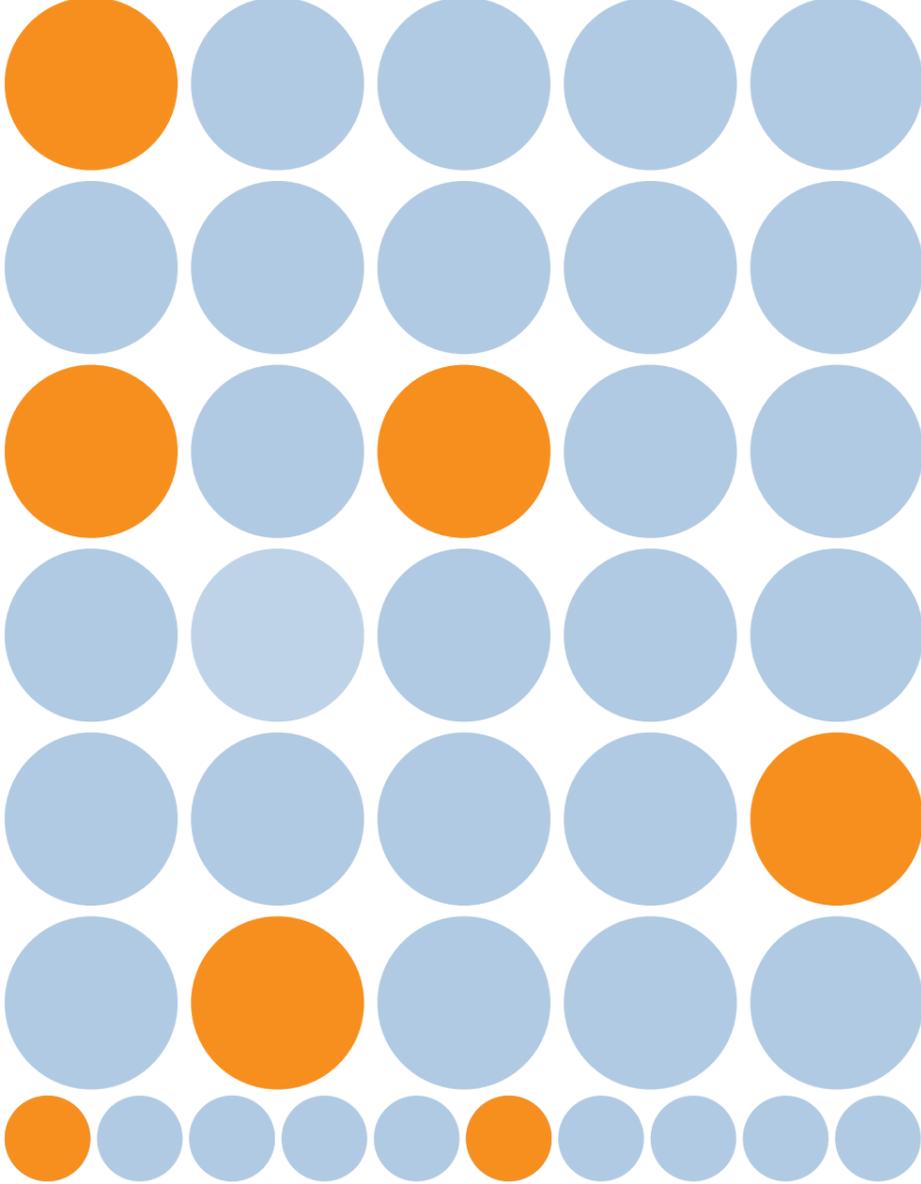
## 5. Consumer Unmet Needs

In South Australia the four highest unmet needs, according to consumers, were:

- Psychological distress
- Physical Health
- Company
- Daytime activities



# 2005 – 2006 financial statements



## notes to and forming part of the financial statement for the year ended 30 June 2006 directors' report

The Directors of Neami Limited have pleasure in presenting their report for the financial year ended 30 June 2006

### Directors

The names and details of the Company's directors who held office during or since the end of the financial year are:

|  |                                       |
|--|---------------------------------------|
| Julie Anderson – President                           | Mary MacRae                           |
| Jon Langford – Vice President<br>(resigned 16/03/06) | Alfred Mayuka<br>Said Selim           |
| Rod Groves – Treasurer                               | Michael Summers                       |
| Secretary and Public Officer –<br>Anne McKenzie      | Margaret Tomkins<br>Matthew Drain     |
| Frank Spencer (resigned 21/07/05)                    | Dr John Etheredge (resigned 15/09/05) |
| Khorshed Khisty                                      | Lisa Lane (resigned 29/06/06)         |

Directors were in office for this entire year unless otherwise stated.

Directors have no material interests in contracts or proposed contracts with the company.

### Principal activities

The principal activities of the Company in the course of the financial year were to provide psychosocial rehabilitation, education, support and advocacy for people living with a psychiatric disability.

### Operating Results

The net profit/(loss) of the organisation for the financial year 2005–2006 was \$1,544,934 [2004-2005 was (\$60,566)]. The significant increase in profit reflects the strong growth in the Company with revenue increasing by 78%.

At the time of writing this report, negotiations were underway with respective health authorities to commit funds for additional outreach support services. In addition, we are looking at bolstering our infrastructure to cater for the growth which will also include additional training and support for our staff.

### Significant changes in the state of affairs

In the opinion of the directors there were no significant changes in the state of affairs of the Company that occurred during the financial year under review not otherwise disclosed in this report.

### Significant events after the balance date

There are no matters or circumstances that have arisen since the end of the financial year that have significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the company, in future years.

### Likely Developments

The Company will continue its policy of providing the principal activities set out in this report.



## notes to and forming part of the financial statement for the year ended 30 June 2006 directors' report

### Directors' Benefits

No Director has received or become entitled to receive, during or since the financial year, a benefit because of a contract made by the Company, controlled entity or related body corporate with a Director, a firm which a Director is a member or an entity in which a Director has a substantial financial interest. This statement excludes a benefit included in the aggregate amount of emoluments received or due and receivable by Directors shown in the company's accounts, or the fixed salary of a full-time employee of the company, controlled entity or related body corporate.

### Indemnification and Insurance of Directors and Officers

The Company has indemnified all Directors and Employees in respect of liabilities to other persons (other than the company or related body corporate) that may arise from their position as Directors or Employees of the company except where the liability arises out of conduct involving the lack of good faith.

Disclosure of the nature of the liability and the amount of the premium is prohibited by the confidentiality clause of the contract of insurance. The Company has not provided any insurance for an auditor of the company or a related body corporate.

### Auditor Independence Declaration

The directors received the following declaration from the auditor of the company:

## Richmond Sinnott & Delahunty

Chartered Accountants



10 Forest Street  
P.O. Box 30  
Bendigo, 3552  
Ph. 03 5443 1177  
Fax. 03 5444 4344  
Email: rsd@rsdadvisors.com.au  
ABN 60 616 244 309

### Auditor's Independence Declaration

In relation to our audit of the financial report of Neami Limited for the financial year ended 30 June 2006, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

Warren Sinnott  
Partner  
Richmond Sinnott & Delahunty  
17th August 2006



notes to and forming part of the financial statement for the year ended 30 June 2006 directors' report

**Directors Meetings**

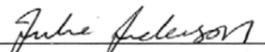
The number of Directors meetings attended by each of the Directors of the company during the year were:

**Number of Meetings Held: 10**

**Number of Meetings Attended:**

|                                       |   |
|---------------------------------------|---|
| Julie Anderson                        | 7 |
| Matthew Drain                         | 4 |
| Dr John Etheredge (resigned 15/09/05) | 0 |
| Rod Groves                            | 8 |
| Khorshed Khisty                       | 7 |
| Lisa Lane (resigned 29/06/06)         | 5 |
| Jon Langford (resigned 16/03/06)      | 5 |
| Anne McKenzie                         | 9 |
| Mary MacRae                           | 3 |
| Alfred Mayuka                         | 6 |
| Said Selim                            | 7 |
| Frank Spencer (resigned 21/07/05)     | 0 |
| Michael Summers                       | 6 |
| Margaret Tomkins                      | 9 |

On Behalf of the Board

  
Julie Anderson, President

Signed in Melbourne on this 17th day of August 2006

income statement for the year ended 30 June 2006

|   |       | 2006             | 2005            |
|---|-------|------------------|-----------------|
|   | Notes | \$               | \$              |
| Revenues from ordinary activities       | 2     | 8,698,682        | 5,143,752       |
| Other revenue                           | 2     | 1,577,126        | 635,838         |
| Salaries & employee benefits expense    | 3     | (5,857,106)      | (3,995,977)     |
| Office and occupancy expenses           | 3     | (1,677,535)      | (1,151,779)     |
| Other expenses from ordinary activities | 3     | (793,594)        | (503,653)       |
| Depreciation and amortisation expense   | 3     | (402,639)        | (188,747)       |
| <b>Net profit/(loss)</b>                |       | <b>1,544,934</b> | <b>(60,566)</b> |
| <b>Total changes in equity</b>          |       | <b>1,544,934</b> | <b>(60,566)</b> |



## balance sheet for the year ended 30 june 2006

|                                      |       | 2006             | 2005             |
|--------------------------------------|-------|------------------|------------------|
|                                      | Notes | \$               | \$               |
| <b>Current Assets</b>                |       |                  |                  |
| Cash assets                          | 5     | 6,977,124        | 5,358,245        |
| Receivables                          | 6     | 116,702          | 119,843          |
| <b>Total Current Assets</b>          |       | <b>7,093,826</b> | <b>5,478,088</b> |
| <b>Non-Current Assets</b>            |       |                  |                  |
| Property, plant and equipment        | 7     | 1,447,698        | 709,247          |
| <b>Total Non-Current Assets</b>      |       | <b>1,447,698</b> | <b>709,247</b>   |
| <b>Total Assets</b>                  |       | <b>8,541,524</b> | <b>6,187,335</b> |
| <b>Current Liabilities</b>           |       |                  |                  |
| Payables                             | 8     | 716,522          | 865,511          |
| Funding Held for Future Periods      | 9     | 4,595,401        | 4,053,407        |
| Provisions                           | 10    | 500,943          | 228,061          |
| <b>Total Current Liabilities</b>     |       | <b>5,812,866</b> | <b>5,146,979</b> |
| <b>Non-Current Liabilities</b>       |       |                  |                  |
| Provisions                           | 10    | 178,769          | 35,401           |
| <b>Total Non-Current Liabilities</b> |       | <b>178,769</b>   | <b>35,401</b>    |
| <b>Total Liabilities</b>             |       | <b>5,991,635</b> | <b>5,182,380</b> |
| <b>Net Assets</b>                    |       | <b>2,549,889</b> | <b>1,004,955</b> |
| <b>Equity</b>                        |       |                  |                  |
| Retained Earnings                    | 11    | 2,549,889        | 1,004,955        |
| <b>Total Equity</b>                  |       | <b>2,549,889</b> | <b>1,004,955</b> |

## cash flow statement for the year ended 30 june 2006

|   |       | 2006               | 2005             |
|---|-------|--------------------|------------------|
|   | Notes | \$                 | \$               |
| <b>Cash Flows From Operating Activities</b>               |       |                    |                  |
| Cash receipts in the course of operations                 |       | 11,409,828         | 9,236,186        |
| Cash payments in the course of operations                 |       | (8,993,347)        | (5,063,608)      |
| Interest received   |       | 311,345            | 58,569           |
| <b>Net cash flows from/(used in) operating activities</b> | 12b   | <b>2,727,826</b>   | <b>4,231,147</b> |
| <b>Cash Flows From Investing Activities</b>               |       |                    |                  |
| Payments for property, plant and equipment                |       | (1,362,171)        | (199,978)        |
| Proceeds from sale of property, plant and equipment       |       | 253,224            | 21,353           |
| <b>Net cash flows from/(used in) investing activities</b> |       | <b>(1,108,947)</b> | <b>(178,625)</b> |
| Net increase/(decrease) in cash held                      |       | 1,618,879          | 4,052,522        |
| Add opening cash brought forward                          |       | 5,358,245          | 1,305,723        |
| <b>Closing cash carried forward</b>                       | 12a   | <b>6,977,124</b>   | <b>5,358,245</b> |



## statement of changes in equity for the year ended 30 June 2006

|                                  | Retained Earnings | Total Equity     |
|----------------------------------|-------------------|------------------|
|                                  | \$                | \$               |
| As at 1 July 2004                | 1,065,521         | 1,065,521        |
| Net profit/(loss) for the period | (60,566)          | (60,566)         |
| <b>As at 30 June 2005</b>        | <b>1,004,955</b>  | <b>1,004,955</b> |
|                                  |                   |                  |
|                                  | Retained Earnings | Total Equity     |
|                                  | \$                | \$               |
| As at 1 July 2005                | 1,004,955         | 1,004,955        |
| Net profit/(loss) for the period | 1,544,934         | 1,544,934        |
| <b>As at 30 June 2006</b>        | <b>2,549,889</b>  | <b>2,549,889</b> |

## notes to the financial statements for the year ended 30 June 2006

### I. Summary of significant accounting policies

#### (a) Basis of accounting

The financial report is a general-purpose financial report, which has been prepared in accordance with the Corporations Act 2001, applicable Accounting Standards and Urgent Issues Group Consensus Views, and complies with other requirements of the law. Neami Limited is a company limited by guarantee.

The financial report of Neami Limited is prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except, where stated, current valuations of non current assets. Cost is based on the fair values of the consideration given in exchange for assets. The accounting policies have been consistently applied, unless otherwise stated.

#### (b) Statement of compliance

The financial report complies with Australian Accounting Standards, which include Australian equivalents to International Financial Reporting Standards ('AIFRS'). Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards ('IFRS').

This is the first financial report based on AIFRS and comparatives for the year ended 30 June 2005 have been restated accordingly. Other than detailed at 1(d) below, the accounting policies have been consistently applied and are consistent with those applied in the 30 June 2005 financial statements.

Reconciliations of:

- AIFRS equity as at 1 July 2004 and 30 June 2005; and
- AIFRS profit for the year ended 30 June 2005,

to the balances reported in the 30 June 2005 financial report prepared under AGAAP are detailed in note 1(e) below.

#### (c) Summary of significant accounting policies

Accounting policies are selected and applied in a manner which ensures that the resultant financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions and other events is reported.

The following is a summary of the significant accounting policies adopted by Neami Limited in the preparation of the financial statements. The policies below are consistent with those used in the 30 June 2005 financial statements. Refer section 1(d) for amended accounting policies.

#### (i) Taxation

Neami Limited is classified as a Public Benevolent Institution for tax purposes and as such is exempt of Income Tax, Fringe Benefits Tax and Payroll Tax. Consequently, no provision is made in the accounts for these taxes.



## notes to the financial statements for the year ended 30 june 2006

### I. Summary of significant accounting policies (continued)

#### Goods and Services Tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet. Cash Flows are included in the cash flow statement on a gross basis.

The GST components of cash flows arising from investing and financing activities, which are recoverable from, or payable to, the ATO are classified as operating cash flows.

#### (ii) Employee Benefits

The provision for employee benefits to wages, salaries and annual leave represents the amount which the company has a present obligation to pay resulting from employees' services provided up to the balance date. The provision has been calculated on undiscounted amounts based on wage and salary rates expected to be paid and includes related on-costs.

Contributions to employee superannuation funds are charged against income as incurred.

#### (iii) Cash

Cash on hand and in banks are stated at nominal value.

For the purposes of the cash flow statement, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts.

#### (iv) Comparative Figures

Where required by Accounting Standards comparative figures have been adjusted to conform with changes in presentation for the current financial year.

#### (v) Revenue

Interest and grant revenue is recognised when earned. Funds remaining unspent at the end of each financial year are carried forward as a liability, to be expended in a future accounting period. All revenue is stated net of the amount of goods and services tax (GST).

#### (vi) Receivables and Payables

Receivables and Payables are non-interest bearing and generally have payment terms of between 7 and 30 days.

Receivables are recognised and carried at original invoice amount less any allowance for doubtful debts. Liabilities for trade creditors and other amounts are carried at cost that is the fair value of the consideration to be paid in the future for goods and services received.



## notes to the financial statements for the year ended 30 june 2006

### I. Summary of significant accounting policies (continued)

#### (vii) Provisions

Provisions are recognised when the economic entity has a legal, equitable or constructive obligation to make a future sacrifice of economic benefits to other entities as a result of past transactions or other past events, it is probable that a future sacrifice of economic benefits will be required and a reliable estimate can be made of the amount of the obligation.

#### (d) Summary of significant amended accounting policies

Other than detailed below, the accounting policies have been consistently applied and are consistent with those applied in the 30 June 2005 financial statements.

#### Property, Plant and Equipment

Property, plant and equipment are brought to account at cost less accumulated depreciation and any impairment in value.

The depreciable amount of all fixed assets is depreciated over their useful lives commencing from the time the asset is held ready for use.

Depreciation and amortisation rates applying to each class of depreciable asset are based on the following useful lives:

| Class of Asset         | 2005-06       | 2004-05       |
|------------------------|---------------|---------------|
| Leasehold improvements | Term of lease | Term of lease |
| Plant and equipment    | 3 to 25 years | 3 to 25 years |
| Motor vehicles         | 7 years       | 7 years       |

#### Impairment

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

If any such indication exists and where the carrying value exceeds the estimated recoverable amount, the assets or cash-generating units are written down to their recoverable amount.

The recoverable amount of plant and equipment is the greater 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.

#### Recoverable amount of assets

At each reporting date, the company assesses whether there is any indication that an asset is impaired. Where an indicator of impairment exists, the company makes a formal estimate of the recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.



## notes to the financial statements for the year ended 30 June 2006

### 1. Summary of significant accounting policies (continued)

#### (e) Impact of adoption of AIFRS

The impacts of adopting AIFRS on the total equity and profit after tax as reported under AGAAP are illustrated below:

#### Reconciliation of total equity as presented under AGAAP to that under AIFRS

|   | 30 June 2005     | 1 July 2004      |
|---|------------------|------------------|
|   | \$               | \$               |
| Total equity under AGAAP                  | 1,004,955        | 983,768          |
| Reduction in long service leave provision | -                | 81,753           |
| <b>Total equity under AIFRS</b>           | <b>1,004,955</b> | <b>1,065,521</b> |

The above adjustment to equity will be reflected in retained earnings.

#### Reconciliation of profit after tax presented under AGAAP to that under AIFRS

|  | Year ended<br>30 June 2005 |
|--|----------------------------|
|  | \$                         |
| Profit / (loss) after tax as previously reported (AGAAP) | 21,187                     |
| Reduction in long service leave provision                | (81,753)                   |
| <b>Profit / (loss) after tax under AIFRS</b>             | <b>(60,566)</b>            |

#### Explanation of material adjustments to the cash flow statement

There are no material differences between the cash flow statements presented under AIFRS and those presented under AGAAP.

|  | 2006              | 2005             |
|--|-------------------|------------------|
|  | \$                | \$               |
| <b>2. Revenue from ordinary activities</b> |                   |                  |
| Operating activities                       |                   |                  |
| Grants revenue                             |                   |                  |
| Victoria                                   | 3,110,700         | 3,101,266        |
| New South Wales                            | 3,805,402         | 1,674,839        |
| South Australia                            | 1,703,498         | 307,457          |
| Other grants                               | 79,082            | 60,190           |
| Other revenue                              | 1,577,126         | 635,838          |
| <b>Total revenue</b>                       | <b>10,275,808</b> | <b>5,779,590</b> |

## notes to the financial statements for the year ended 30 June 2006

|  | 2006             | 2005             |
|--|------------------|------------------|
|  | \$               | \$               |
| <b>3. Expenses</b>                                     |                  |                  |
| Employee expenses                                      |                  |                  |
| Salaries and wages                                     | 4,744,002        | 3,448,426        |
| Superannuation   | 416,594          | 299,519          |
| Workcover  | 72,123           | 38,106           |
| Movements in leave provisions                          | 176,099          | 36,551           |
| Provision for redundancy payments                      | 84,478           | -                |
| Staff Related Costs                                    | 363,810          | 173,375          |
|  | <b>5,857,106</b> | <b>3,995,977</b> |
| Office and occupancy costs                             |                  |                  |
| Office Costs   | 1,240,658        | 842,291          |
| Occupancy Costs  | 436,877          | 309,488          |
|  | <b>1,677,535</b> | <b>1,151,779</b> |
| Other expenses   |                  |                  |
| Audit, Legal & Accounting                              | 50,869           | 13,771           |
| Client Costs   | 175,632          | 134,941          |
| Finance Costs  | 3,366            | 2,042            |
| Motor Vehicle Expenses                                 | 170,999          | 144,248          |
| Other  | 48,243           | 35,066           |
| Program Establishment Costs                            | 344,485          | 173,585          |
|  | <b>793,594</b>   | <b>503,653</b>   |
| Depreciation of non-current assets:                    |                  |                  |
| Plant and equipment                                    | 192,601          | 73,425           |
| Motor vehicles   | 200,415          | 115,322          |
| Leasehold improvements                                 | 9,623            | -                |
|  | <b>402,639</b>   | <b>188,747</b>   |
| <b>Total expenses from ordinary activities</b>         | <b>8,730,874</b> | <b>5,840,156</b> |
| <b>4. Auditors' Remuneration</b>                       |                  |                  |
| Amounts received or due and receivable for:            |                  |                  |
| Audit or review of the financial report of the company | 6,300            | 6,000            |
| <b>5. Cash Assets</b>                                  |                  |                  |
| Cash at bank and on hand                               | 6,977,124        | 5,358,245        |
| <b>6. Receivables</b>                                  |                  |                  |
| Trade Debtors  | 20,447           | 81,218           |
| Sundry Debtors   | 94,645           | 33,962           |
| Interest Receivable                                    | 1,610            | 4,663            |
|  | <b>116,702</b>   | <b>119,843</b>   |

## notes to the financial statements for the year ended 30 june 2006

|   | 2006             | 2005           |
|---|------------------|----------------|
|   | \$               | \$             |
| <b>7. Property, Plant and Equipment</b> |                  |                |
| <b>Plant and equipment</b>              |                  |                |
| At cost                                 | 775,117          | 498,035        |
| Less accumulated depreciation           | (445,460)        | (292,273)      |
|   | <b>329,657</b>   | <b>205,762</b> |
| <b>Motor Vehicles</b>                   |                  |                |
| At cost                                 | 1,406,567        | 779,375        |
| Less accumulated depreciation           | (310,210)        | (275,890)      |
|   | <b>1,096,357</b> | <b>503,485</b> |
| <b>Leasehold Improvements</b>           |                  |                |
| At cost                                 | 31,307           | -              |
| Less accumulated depreciation           | (9,623)          | -              |
|   | <b>21,684</b>    | <b>-</b>       |
| <b>Total written down amount</b>        | <b>1,447,698</b> | <b>709,247</b> |
| <b>Movements in carrying amounts</b>    |                  |                |
| <b>Plant and equipment</b>              |                  |                |
| Carrying amount at beginning of year    | 205,762          | 201,844        |
| Additions                               | 316,496          | 85,077         |
| Disposals                               | -                | (7,734)        |
| Depreciation expense                    | (192,601)        | (73,425)       |
| <b>Carrying amount at end of year</b>   | <b>329,657</b>   | <b>205,762</b> |
| <b>Motor Vehicles</b>                   |                  |                |
| Carrying amount at beginning of year    | 503,485          | 496,172        |
| Additions                               | 1,014,367        | 213,693        |
| Disposals                               | (221,080)        | (91,058)       |
| Depreciation expense                    | (200,415)        | (115,322)      |
| <b>Carrying amount at end of year</b>   | <b>1,096,357</b> | <b>503,485</b> |
| <b>Leasehold Improvement</b>            |                  |                |
| Carrying amount at beginning of year    | -                | -              |
| Additions                               | 31,307           | -              |
| Disposals                               | -                | -              |
| Depreciation expense                    | (9,623)          | -              |
| <b>Carrying amount at end of year</b>   | <b>21,684</b>    | <b>-</b>       |

## notes to the financial statements for the year ended 30 june 2006

|   | 2006             | 2005             |
|---|------------------|------------------|
|   | \$               | \$               |
| <b>8. Payables</b>                              |                  |                  |
| Trade Creditors                                 | 372,340          | 118,699          |
| Tax Payable                                     | 326,872          | 511,214          |
| Accrued Expenses                                | 17,310           | 235,598          |
|   | <b>716,522</b>   | <b>865,511</b>   |
| <b>9. Funding Held for Future Periods</b>       |                  |                  |
| <b>Current unexpended grants</b>                |                  |                  |
| Victoria Department of Human Services           | 320,789          | 167,674          |
| Victoria - Local Government Grants              | 19,840           | 14,675           |
| New South Wales Health                          | 1,105,727        | 24,515           |
| <b>South Australia Department of Health</b>     | <b>3,149,045</b> | <b>3,846,543</b> |
|   | <b>4,595,401</b> | <b>4,053,407</b> |
| <b>10. Provisions</b>                           |                  |                  |
| <b>Current</b>                                  |                  |                  |
| Employee Entitlements: Annual Leave             | 327,089          | 209,881          |
| Furniture Fund                                  | 34,764           | 18,180           |
| Neami Business Services: Capital Works          | 139,090          | -                |
|   | <b>500,943</b>   | <b>228,061</b>   |
| <b>Non Current</b>                              |                  |                  |
| Employee Entitlements: Long Service Leave       | 94,291           | 35,401           |
| Employee Entitlements: Redundancy Provision     | 84,478           | -                |
|   | <b>178,769</b>   | <b>35,401</b>    |
| <b>Number of employees at year end</b>          | <b>137</b>       | <b>88</b>        |
| <b>11. Retained Earnings</b>                    |                  |                  |
| Balance at the beginning of the financial year  | 1,004,955        | 1,065,521        |
| Net profit/(loss) from ordinary activities      | 1,544,934        | (60,566)         |
| <b>Balance at the end of the financial year</b> | <b>2,549,889</b> | <b>1,004,955</b> |

## notes to the financial statements for the year ended 30 June 2006

|  | 2006             | 2005             |
|--|------------------|------------------|
|  | \$               | \$               |
| <b>12. Statement of Cashflows</b>  |                  |                  |
| <b>(a) Reconciliation of cash</b>  |                  |                  |
| Cash assets  | 6,977,124        | 5,358,245        |
| There are no credit standby arrangements or unused cash facilities at 30 June 2006.  |                  |                  |
| <b>(b) Reconciliation of profit/(loss) from ordinary activities to net cash provided from/(used in) operating activities</b> |                  |                  |
| Profit from ordinary activities  | 1,544,934        | (60,566)         |
| <b>Non cash items</b>  |                  |                  |
| Depreciation   | 402,640          | 188,747          |
| Net (profit) / loss from sale of plant & equipment   | (32,145)         | (21,353)         |
| <b>Changes in assets and liabilities</b>   |                  |                  |
| (Increase) / Decrease in Debtors & Accrued Revenue   | 63,824           | 75,723           |
| (Increase) / Decrease in Other Current Assets  | (60,683)         | (16,047)         |
| Increase / (Decrease) in Accounts Payable  | 253,642          | 88,611           |
| Increase / (Decrease) in PAYG & GST Payable  | (184,342)        | 396,871          |
| Increase / (Decrease) in Accrued Expenses  | (118,288)        | 78,468           |
| Increase / (Decrease) in Funding Held for Future Periods   | 545,847          | 3,476,842        |
| Increase / (Decrease) in Other Liabilities   | 312,397          | (57,902)         |
| <b>Net cashflows from/ (used in) operating activities</b>  | <b>2,727,826</b> | <b>4,149,394</b> |

### 13. Director and Related Party Disclosures

The names of directors who have held office during the financial year are:

Julie Anderson, Anne McKenzie, Matthew Drain, Mary MacRae, Dr John Etheredge (resigned 15/09/05), Alfred Mayuka, Rod Groves, Said Selim, Khorshed Khisty, Frank Spencer (resigned 21 July 2005), Lisa Lane (resigned 29/06/06), Michael Summers, Jon Langford (resigned 16/03/06), Margaret Tomkins

### 14. Subsequent Events

There have been no events after the end of the financial year that would materially affect the financial statements.

### 15. Contingent Liabilities

There were no contingent liabilities at the date of this report to affect the financial statements.

### 16. Segment Reporting

The economic entity operates in the mental health sector where it provides psychosocial rehabilitation, education, support and advocacy for people living with a psychiatric disability. The economic entity operates in Australia.

### 17. Registered office/Principal place of business

The registered office and principal place of business is 305 Arthur Street, Fairfield, Victoria, 3078.



## notes to the financial statements for the year ended 30 June 2006

### 18. Financial Instruments

#### Net Fair Values

The net fair values of financial assets and liabilities approximate the carrying values as disclosed in the Balance Sheet. The company does not have any unrecognised financial instruments at year end.

#### Credit Risk

The maximum exposure to credit risk at balance date to recognised financial assets is the carrying amount of those assets as disclosed in the Balance Sheet and notes to the financial statements.

There are no material credit risk exposures to any single debtor or group of debtors under financial instruments entered into by the economic entity.

#### Interest Rate Risk

| Financial Instrument         | Floating Interest Rate |           | Fixed Interest Rate maturing in |         | Non interest Bearing |         | Weighted Average effective interest rate |      |
|------------------------------|------------------------|-----------|---------------------------------|---------|----------------------|---------|--|------|
|                              | 2006                   | 2005      | 1 year or less                  |         | 2006                 | 2005    | 2006                                     | 2005 |
|                              | \$                     | \$        | \$                              | \$      | \$                   | \$      | %  | %    |
| <b>Financial Assets</b>      |                        |           |                                 |         |                      |         |  |      |
| Cash assets                  | 5,849,488              | 5,032,150 | 1,121,326                       | 321,949 | 6,310                | 4,146   | 5.76                                     | 5.22 |
| Receivables                  |                        |           |                                 |         | 116,702              | 119,843 | n/a                                      | n/a  |
| <b>Financial Liabilities</b> |                        |           |                                 |         |                      |         |  |      |
| Payables                     |                        |           |                                 |         | 716,522              | 865,511 | n/a                                      | n/a  |

### Directors' Declaration

In accordance with a resolution of the directors of Neami Limited, we state that:

In the opinion of the directors:

(a) the financial statements and notes of the company are in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the company's financial position as at 30 June 2006 and of their performance for the year ended on that date; and
- (ii) complying with Accounting Standards in Australia and Corporations Regulations 2001; and

(b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

  
Julie Anderson, President

Signed in Melbourne on this 17th day of August 2006



## appendix: departmental statement of financial performance for the year ended 30 june 2006

| Consolidated<br>2004/2005<br>\$ | Neami<br>Business<br>Services                  | Victoria         | New<br>South<br>Wales | South<br>Australia | Consolidated<br>2005/2006<br>\$ |                      |
|---------------------------------|--|------------------|-----------------------|--------------------|---------------------------------|----------------------|
| <b>Revenues</b>                 |  |                  |                       |                    |                                 |                      |
| 471                             | Business Undertakings                          | 566              | 480                   | 237                | 0                               | 1,282.91             |
| 169                             | Charitable Contributions                       | 255              | 0                     | 0                  | 0                               | 254.70               |
| 3,101,266                       | Victorian Human Services Grants                | 4,033            | 3,106,666             | 0                  | 0                               | 3,110,699.52         |
| 1,674,839                       | NSW Health Grants                              | 0                | 0                     | 3,805,402          | 0                               | 3,805,402.12         |
| 307,457                         | South Australian Health Department Grants      | 0                | 0                     | 0                  | 1,703,498                       | 1,703,497.53         |
| 63,233                          | Income From Investments                        | 306,657          | 25                    | 0                  | 0                               | 306,682.42           |
| 15,202                          | Local Government Grants                        | 0                | 19,198                | 10,826             | 0                               | 30,023.96            |
| 44,988                          | Other Grants                                   | 0                | 49,059                | 0                  | 0                               | 49,058.87            |
| 571,965                         | Other Revenue Recoveries                       | 1,206,652        | 49,385                | 12,831             | 38                              | 1,268,906.02         |
| <b>5,779,590</b>                | <b>Total Revenue \$</b>                        | <b>1,518,163</b> | <b>3,224,813</b>      | <b>3,829,296</b>   | <b>1,703,535</b>                | <b>10,275,808.05</b> |
| <b>Expenses</b>                 |  |                  |                       |                    |                                 |                      |
| 13,771                          | Audit/Legal/Accounting                         | 37,177           | 0                     | 11,952             | 1,739                           | 50,869               |
| 134,941                         | Client Costs                                   | 384              | 109,390               | 61,111             | 4,747                           | 175,632              |
| 2,042                           | Finance Costs                                  | 3,321            | 45                    | 0                  | 0                               | 3,366                |
| 144,248                         | Motor Vehicle Expenses                         | 10,149           | 58,886                | 69,148             | 32,816                          | 170,999              |
| 842,290                         | Office Costs                                   | 57,301           | 254,711               | 694,213            | 234,433                         | 1,240,658            |
| 309,489                         | Occupancy Costs                                | 44,481           | 136,033               | 203,756            | 52,607                          | 436,877              |
| 188,747                         | Depreciation                                   | 49,975           | 119,047               | 155,114            | 78,503                          | 402,639              |
| 35,066                          | Other  | 31,875           | 2,045                 | 13,740             | 583                             | 48,243               |
| 3,995,977                       | Salaries and Staff Related Costs               | 680,537          | 2,355,243             | 1,869,003          | 952,323                         | 5,857,106            |
| 173,585                         | Program Establishment Costs                    | 187,045          | 13,721                | 86,408             | 57,311                          | 344,485              |
| <b>5,840,156</b>                | <b>Total Expenses \$</b>                       | <b>1,102,246</b> | <b>3,049,121</b>      | <b>3,164,445</b>   | <b>1,415,062</b>                | <b>8,730,874</b>     |
| <b>(60,566)</b>                 | <b>Operating Profit/(Loss) For The Year \$</b> | <b>415,917</b>   | <b>175,692</b>        | <b>664,851</b>     | <b>288,474</b>                  | <b>1,544,934</b>     |

## neami sites

Julian Christie, Outback Australia. Acrylic on watercolour paper, 2006.



### Neami Victoria

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**Neami North East**  
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Ph: 03 9459 5455

**Neami Whittlesea**  
8 David Street Lalor Vic 3075  
Ph: 03 9464 6455

**Neami Splash Art Studio**  
268 Raglan Street Preston Vic 3072  
Ph: 03 9484 7555

**Neami Complex Care**  
422 Upper Heidelberg Road Heidelberg Vic 3084  
Ph: 03 9455 3323

### Neami South Australia

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36 Dale Street Port Adelaide SA 5015  
Ph: 08 8240 2566

**Neami Northern Adelaide**  
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Ph: 08 8281 1955

**Neami North East Adelaide**  
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**Neami Murray Bridge**  
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### Neami Business Services

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### Neami New South Wales

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**Neami South East Sydney**  
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Ph: 02 9570 5933

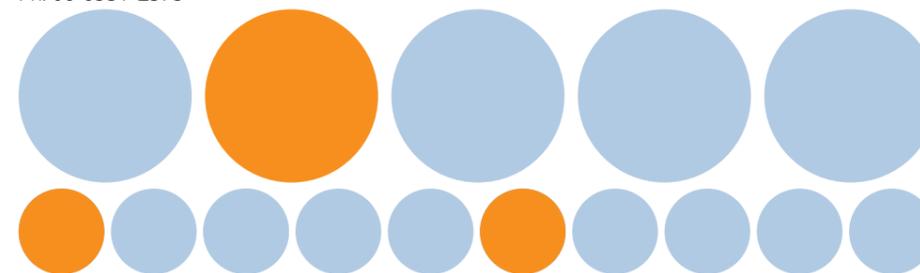
**Neami Hunter**  
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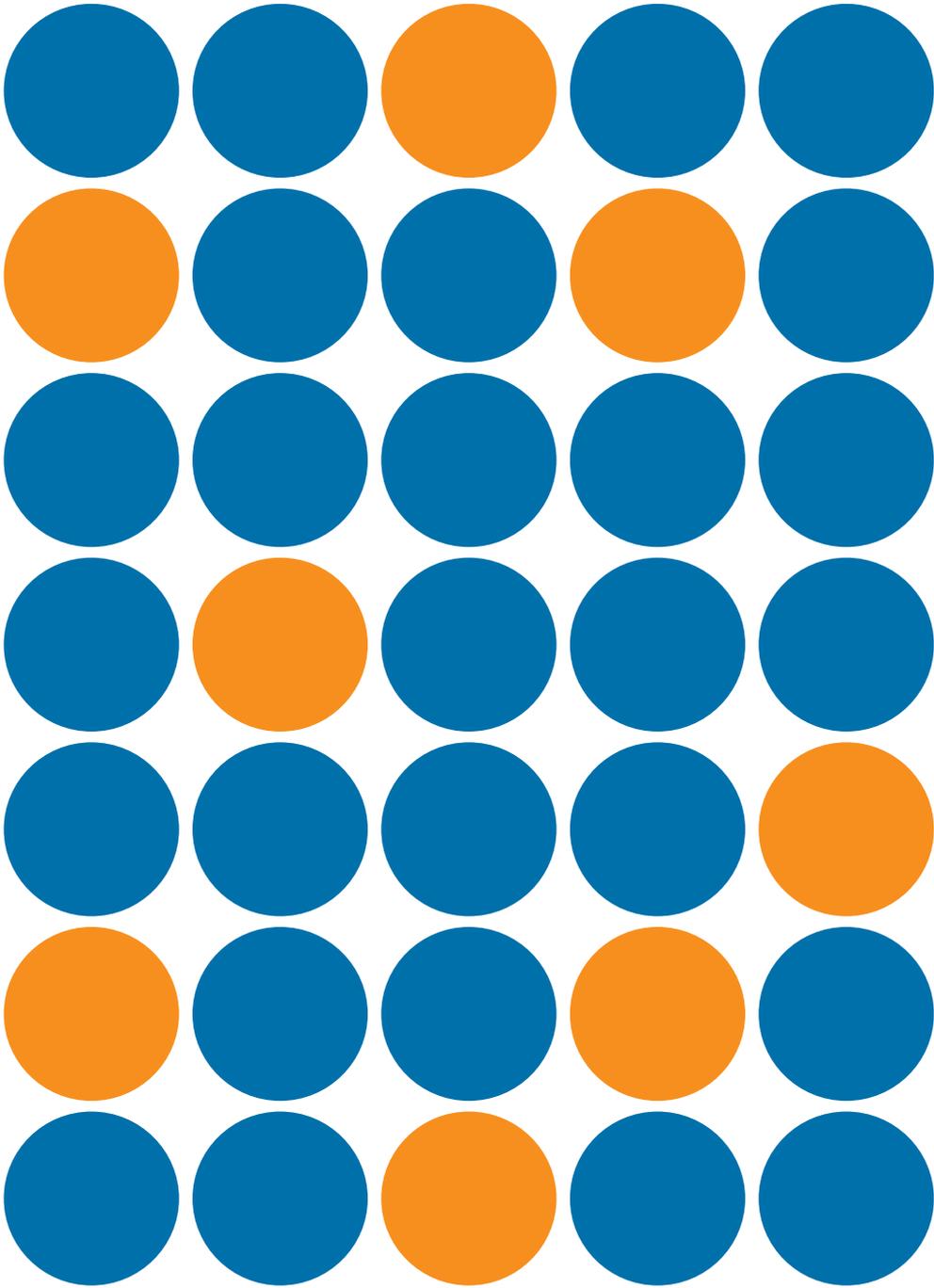
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