



Mental Disability Advocacy Center

1051 Budapest

Hercegprímás u. 11.

Hungary

Registration number at Metropolitan Court Budapest: 8689

Tax number: 18108213-1-42

Audited Financial Statement and Annual Report
Mental Disability Advocacy Center
01.01.2014 - 31.12.2014

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The Mental Disability Advocacy Center is an international human rights organisation which advances the rights of children and adults with intellectual disabilities and psycho-social disabilities. Our vision is a world of equality – where emotional, mental and learning differences are valued equally; where the inherent autonomy and dignity of each person is fully respected; and where human rights are realised for all persons without discrimination of any form.

Mental Disability Advocacy Center BALANCE SHEET as at 31.12.2014

in EUR

No.	Description	Previous year 2013	Modification	Actual year 2014
a	b	c	d	e
01.	A. Fixed Assets	10 626		6 891
2.	I. Intangible Assets	1 132		257
3.	II. Property and Equipment	9 494		6 634
4.	III. Financial Investments	-		-
5.	B. Current Assets	362 965		598 733
6.	I. Inventories	-		-
7.	II. Receivables	18 861		6 326
8.	III. Marketable Securities	-		-
9.	IV. Cash and cash equivalents	344 104		592 407
10.	C. Accrued and Deferred Assets	34 889		1 810
		-		-
11.	TOTAL ASSETS	408 481		607 434
		-		-
12.	D. Equity	105 042		36 168
13.	I. Foundation Capital	802		756
14.	II. Change in Equity	89 239		98 288
15.	III. Fixed Reserve	-		-
16.	IV. Revaluation Reserve	-		-
17.	V. Profit for the year (primary and PBO activities)	11 286		- 65 598
18.	VI. Profit for the year (business activities)	3 715		2 722
19.	E. Provisions (reserve fund)	60 200		58 884
20.	F. Liabilities	31 707		41 640
21.	I. Subordinated Liabilities	-		-
22.	II. Long-term Liabilities	-		-
23.	III. Current Liabilities	31 707		41 640
24.	G. Accrued and Deferred Liabilities	211 532		470 742
		-		-
25.	TOTAL LIABILITIES AND EQUITY	408 481		607 434

EUR rates used:

2013 balance sheet items

296,91 Hungarian National Bank
rate 31/12/2013

2014 balance sheet items

314,89 Hungarian National Bank
rate 31/12/2014

Mental Disability Advocacy Center PROFIT AND LOSS STATEMENT as at 31.12.2014

in EUR

		TOTAL		
		Previous year 2013	Correction to previous year	Actual year 2014
1	Net sales revenue	11 626		12 957
2	Capitalised value of manufactured assets	0		0
3	Other revenue	1 121 064		632 567
	- from the founder	363 609		348 820
	- grants received	730 295		234 710
	- donations	27 412		35 619
4	Financial revenue	7 086		16 679
5	Extraordinary revenue	253		187
	from other revenue	0		0
	- from the founder	0		0
	- grants received	0		0
A	TOTAL REVENUE (1+2+3+4+5)	1 140 029		662 390
	from the total, revenue from PBO activities	0		0
6	Material costs	271 880		278 221
7	Staff costs	420 612		426 654
	from staff, Executive Director's costs	76 606		72 082
8	Depreciation	5 355		5 100
9	Other operating charges	421 613		12 055
10	Financial costs and losses	5 567		3 236
11	Extraordinary expenses	0		0
B	TOTAL EXPENDITURE (6+7+8+9+10+11)	1 125 028		725 266
	from total, expenditure on PBO activities	0		0
C	Profit before taxes (A-B)	15 001		-62 876
12	Tax payable	0		0
D	Profit after taxes	15 001		-62 876
13	Dividend payable	0		0
E	Profit at year-end (D-13)	15 001		-62 876

EUR rates used:

2013 P/L

296,91

Hungarian National Bank
rate 31/12/2013

2014 P/L

314,89

Hungarian National Bank
rate 31/12/2014

2014 Summary of Activities

Our 2014 docket of cases comprised a range of cases pending before domestic and international courts and tribunals. 'Promoting inclusion' indicates advocacy efforts:

Country	Campaign					
	I'm a Person		Schools for All		My Home, My Choice	
	Securing Justice	Promoting Inclusion	Securing Justice	Promoting Inclusion	Securing Justice	Promoting Inclusion
<i>* EU Member States in which we are carrying out a project on access to justice for children with mental disabilities</i>						
Belgium			1	Yes		
Bulgaria *	2	Yes		Yes	12	Yes
Czech Republic *	1	Yes	3	Yes	5	Yes
Hungary *				Yes	2	Yes
Ireland *				Yes		
Kenya		Yes				
Latvia *				Yes		Yes
Lithuania *				Yes		
Romania *		Yes	1	Yes	1	Yes
Russia	2				6	
Slovakia	1		4	Yes	2	
Slovenia *				Yes		Yes
Spain *				Yes		
Uganda						Yes
United Kingdom *				Yes		
Zambia						Yes

I'm a Person campaign

MDAC seeks autonomy and support for people to author their own lives, rather than having their right to decide stripped from them.

Kenya

We published a [report](#) 'The Right to Legal Capacity in Kenya'. It includes testimony from victims and is the first report on legal capacity anywhere in Africa, conducted in collaboration with Users and Survivors of Psychiatry Kenya, the Kenyan Association of the Intellectually Handicapped and Basic Needs Kenya. The report has already been cited in court proceedings in Kenya.

Bulgaria

We continued to assist Rusi Stanev to restore his legal capacity, despite the fact that the government should have done this following the ECtHR judgment in 2012.

A court accepted jurisdiction of the Genchev case which we launched 2005 challenging a psychiatric hospital arbitrary denial of a patient's right to vote. The Bulgarian Constitutional Court declined to look into how the current law complies with the CRPD.



Czech Republic

A law abolishing plenary guardianship and introducing support measures entered into force in 2014. With the National Disability Council and the League of Human Rights, we submitted an analysis of the law to the CRPD Committee. Our submissions resulted in legal capacity featuring prominently on the Committee's [list of issues](#). We lodged three new cases before the Benesov District Court using the new law to challenge guardianship decisions.

Slovakia

In 2012 we won a case at the Constitutional Court, which found a violation of the ECHR and Article 12 of the CRPD. The case was remitted to the district court and we continue to litigate.

Schools for All campaign

MDAC seeks inclusive education, a proven benefit not only for children with disabilities but for *all* children who grow up to create diverse and inclusive societies.

Belgium

We launched *MDAC v. Belgium*, a collective complaint to the European Committee of Social Rights challenging the government of Flanders which places 85% of its disabled children into segregated schools. We worked with Flemish partners "GRIP" on the research and launch.

Czech Republic

With the League of Human Rights, the Platform for Social Housing and the European Roma Rights Centre, we submitted a [shadow report](#) to the UN Committee on Economic, Social and Cultural Rights. The Committee's [concluding observations](#) call for the government to secure inclusive education for all children. The UN Committee on the Rights of Persons with Disabilities included inclusive education in their 'list of issues'.

We submitted our first application to the ECtHR on inclusive education, seeking to establish that inclusive education is an enforceable right under the ECHR. We sent an analysis of the draft education law to the government.

Slovakia

One new case aims to encourage parents who want their children in inclusive education to fight through the courts. Another case before the Supreme Court would clarify the responsibility of local government to provide supports for children with intellectual disabilities to be included in mainstream schools.

Children access to justice

With co-financing from the EU, we commissioned researchers in ten Member States to produce reports on the justice barriers experienced by children with mental disabilities. We developed a draft



report on international standards and the extent to which those standards are being implemented in each of the ten countries. The University of Leeds developed an online training and educational tool.

My Home, My Choice campaign

MDAC calls for the right to live in the community, with choices equal to others, and person-centred supports. It holds States accountable for exploitation and abuses inside residential institutions.

Securing Justice

In Uganda we identified two cases challenging torture and ill-treatment of people with mental health issues, our first active litigation in Africa. We developed a handbook for lawyers on [litigating the right to live in the community for people with mental disabilities](#). We trained Ugandan lawyers on litigating the right to freedom from torture. We also received a progressive judgment by the ECtHR in the case of *Centre for Legal Resources on behalf of Valentin Câmpeanu v. Romania*.

In the Czech Republic, the Supreme Court held that [children with mental disabilities have an enforceable right to demand the supports they need](#). We also secured two positive judgments domestically challenging torture and ill-treatment. In Bulgaria, litigation focused on gaining compensation for ill-treatment and denial of services. We issued two cases alleging torture against children in institutions. MDAC awaits decisions from the ECtHR in a total of 10 cases.

Promoting Inclusion

In the Czech Republic we published evidence of the practice of caging people in psychiatric hospitals, calling for measures by the government and sharing findings with the media, the UN, and the European Committee for the Prevention of Torture. We placed advocacy focus on the misuse of EU structural funding in Romania.

MDAC led on the development of concrete indicators for assessing implementation of Article 19 of the CRPD, and published reports on Bulgaria, the Czech Republic and Hungary.

MDAC published the first ever reports assessing torture and ill-treatment in psychiatric institutions in Zambia and Uganda. In Uganda, we supported user and survivor-led research to document violence, exploitation and abuse against people with mental health issues.

DR. FERENCÉ TÓTH
INDEPENDENT AUDITOR

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of Mental Disability Advocacy Center Foundation

The report about the simplified Financial Statements

I have audited the accompanying simplified Financial Statements of **Mental Disability Advocacy Center Foundation**, ('Foundation') which comprise the balance sheet as at 31 December, 2014 – in which the total assets and total liabilities are 191.275 thousand HUF, the excess of expenses over income for the year is -19.799 thousand HUF loss -, and the statement of revenues and expenses; and a summary of significant accounting policies and other explanatory notes, according to this statement the non-profit (primary activity) result is -20.656 thousand HUF (loss) and 857 thousand HUF (profit) is the result of the for-profit activities.

The management responsibility for the financial statement

The management is responsible for the preparation and fair presentation of these financial statements in accordance with the Hungarian Accounting Rules. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

The auditor responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I have conducted the audit in accordance with Hungarian National Auditing Standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the simplified financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

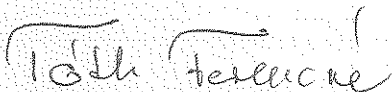
I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

My opinion is that the simplified Financial Statements give a true and fair view of the financial position of **Mental Disability Advocacy Center Foundation** as of 31 December 2014 and that the simplified financial Statements have been prepared in accordance with the Hungarian Accounting Rules.

The non-profit explanatory notes of the **Mental Disability Advocacy Center Foundation** is in line with the simplified Financial Statements.

Budapest, 30 April 2015.



Dr. Ferencé Tóth self-employed entrepreneur
Member of Chamber of Hungarian Auditors
MKVK Chamber Registration No.: 002549