

## INDEPENDENT AUDITOR'S REPORT

### TO: CITY OF ARMADALE

We have audited the accompanying Statement of Income and Expenditure of the City of Armadale – North Forrestdale Development Contribution Plan for the year ended 30 June 2013, which is stamped for identification purposes.

#### **Management's Responsibility for the Statement of Income and Expenditure**

The Management is responsible for the preparation and presentation of the Statement of Income and Expenditure and the information contained therein in accordance with the Funding Agreement. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the statement that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Statement of Income and Expenditure based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement of Income and Expenditure is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement of Income and Expenditure. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Statement of Income and Expenditure, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Management's preparation of the Statement of Income and Expenditure 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 Council'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 Statement of Income and Expenditure.

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

#### **Independence**

In conducting our audit, we followed applicable independence requirements of Australian professional accounting bodies.

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)


### Auditor's Opinion

In our opinion:

- (i) The Statement of Income and Expenditure has been properly drawn up so as to present a true and fair view of the operation of the scheme for the year ended 30 June 2013; and
- (ii) The City of Armadale has administered the funds in accordance with the requirements of Development Contribution Plan No 3 Schedule 13 of the City of Armadale's TPS No 4.

### Restriction on Distribution

The Statement of Income and Expenditure is prepared to assist the City of Armadale to meet the financial reporting requirements of the North Forrestdale Development Contribution Plan Funding Agreement. As a result, the Statement of Income and Expenditure may not be suitable for another purpose. Our report is intended solely for the City of Armadale and should not be distributed to parties other than the City of Armadale.

  
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**MACRI PARTNERS**  
**CERTIFIED PRACTISING ACCOUNTANTS**  
**SUITE 2, 137 BURSWOOD ROAD**  
**BURSWOOD WA 6100**

  
\_\_\_\_\_  
**A MACRI**  
**REGISTERED COMPANY AUDITOR**

**PERTH**  
**DATED THIS 12<sup>th</sup> DAY OF DECEMBER 2013.**



**City of Armadale**  
**North Forrestdale Development Contribution Plan**  
**Statement of Income & Expenditure 2012 / 13**

<b>INCOME:</b>	<b>Amount</b>
<b>Owner Cost Contributions</b>	\$12,877,275
<b>Credits or Prefunded Works</b>	
3a Nicholson Road Land	\$669,064
5d Armadale Road Intersection	\$821,688
6a District Dual Use Paths	\$15,660
7f James Drain Land	\$70,426
7h James Drain Maintenance	\$21,542
<b>TOTAL INCOME</b>	<b>\$14,475,655</b>
<b>EXPENDITURE:</b>	
<b>Capital Expenditure</b>	
3a Nicholson Road Land	\$680,129
3b Nicholson Rd Water Main Design	\$14,280
3b Nicholson Road Stage 4 Design	\$57,007
5d Armadale Road Intersection	\$821,688
6a District Dual Use Paths	\$90,892
7a Main Drain Land	\$187,533
7b Main Drain Hydraulic Capacity Modelling	\$77,000
7b Main Drain Design	\$37,452
7b Main Drain Build	\$66,236
7f James Drain Land	\$70,246
7h James Drain Maintenance	\$21,542
12b Balannup Road Survey	\$3,500
<b>Total</b>	<b>\$2,050,582</b>
<b>Operating Expenditure</b>	
Contributions to City Infrastructure	\$6,002,218
G (g) Audit Fees	\$7500
G (d) Consulting Fees	\$75,720
G (g) (ii) Office and Sundry Costs	\$2,986
G (g) (iii) Legal Expenses	\$1,613
G (g) (iv) Valuation Fees	\$20,700
G (g) (v) Employment and Office	\$148,575
<b>Total</b>	<b>\$6,259,312</b>
<b>TOTAL EXPENDITURE</b>	<b>\$8,309,894</b>
<b>Current year surplus</b>	<b>\$6,165,761</b>
<b>Previous year balance b/forward</b>	<b>\$13,260,861</b>
<b>Interest Earnings</b>	<b>\$397,800</b>
<b>Balance carried forward</b>	<b>\$19,824,237</b>

