

INDEPENDENT AUDITOR'S REPORT

TO: CITY OF ARMADALE

REPORT ON THE STATEMENT OF INCOME AND EXPENDITURE

Opinion

We have audited the accompanying Statement of Income and Expenditure of the CITY OF ARMADALE: NORTH FORESTDALE DEVELOPMENT CONTRIBUTION PLAN for the year ended 30 June 2018, which is stamped for identification purposes.

In our opinion:

- (i) The Statement of Income and Expenditure of the CITY OF ARMADALE: NORTH FORESTDALE DEVELOPMENT CONTRIBUTION PLAN 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 2018 and
- (ii) The City of Armadale has administered the funds in accordance with the requirements of the Development Contribution Plan No 3 Schedule 9 of the City of Armadale's TPS No 4.

Basis for Opinion

The Statement of Income and Expenditure has been prepared to assist the City of Armadale to meet the requirements of the Development Contribution Plan No 3 Schedule 9 of the City of Armadale's TPS No 4. The statement may not be suitable for another purpose. Our report is intended solely for the City of Armadale and should not be distributed to or used by parties other than the City of Armadale.

Our responsibilities are described in the *Auditor's Responsibilities for the Audit of the Statement of Income and Expenditure* section of our report. We are independent of the City of Armadale in accordance with the auditor independence and ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the Income and Expenditure Statement in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibilities of the Management for the Statement of Income and Expenditure

Management is responsible for the preparation and fair presentation of the Statement of Income and Expenditure and the information contained therein that gives a true and fair view and for such internal controls as management determines is necessary to enable the preparation of the Statement of Income and Expenditure.



INDEPENDENT AUDITOR'S REPORT (Cont'd)

Auditor's Responsibilities for the Audit of the Statement of Income and Expenditure

Our objectives are to obtain reasonable assurance about whether the Statement of Income and Expenditure as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement of Income and Expenditure, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
- Evaluate the appropriateness and the reasonableness of accounting estimates and related disclosures made by the management.
- Evaluate the overall presentation of the Statement of Income and Expenditure, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

Macri Partners

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

A Macri

**A MACRI
PARTNER**

**PERTH
DATED THIS 5TH DAY OF DECEMBER 2018.**



City of Armadale
Development Contribution Plan No. 3
Statement of Income & Expenditure 2017 / 2018

| INCOME: | | Amount |
|---------------------|---|-------------------|
| | Development Cost Contributions | |
| | Landowner Contributions | 6,242,945 |
| | Subtotal | 6,242,945 |
| | Other Income | |
| | 8g - DSR Grant for Piara Waters South | 265,861 |
| | 3b - Reimbursement from Western Power from Abortive Works | 11,625 |
| | Transfer from Municipal Funds | 5,373 |
| | Subtotal | 282,859 |
| | TOTAL INCOME | 6,525,803 |
| | | |
| EXPENDITURE: | | |
| | Capital Expenditure | |
| | 12a 12b Balannup Road | 25,876 |
| | 7b 7d Drainage | 5,336 |
| | Contribution to City Infrastructure | 9,402,037 |
| | Subtotal | 9,433,249 |
| | Land Under Roads | |
| | 3a Nicholson Road | 78,994 |
| | 12a Balannup Road | 561,978 |
| | Subtotal | 640,972 |
| | Other Expenditure | |
| | General Works | 196,917 |
| | Planning Administration | 12,146 |
| | Subtotal | 209,063 |
| | TOTAL EXPENDITURE | 10,283,284 |
| | | |
| | Current Year Balance | -3,757,481 |
| | Previous Year Balance | 32,968,458 |
| | Interest Earnings | 814,320 |
| | Balance Carried Forward | 30,025,298 |

