

Independent Auditor's Report to the Catholic Education Office of Western Australia and the Mental Health Commission (Drug and Alcohol Office)

Opinion

We have audited the accompanying Statement of Income and Expenditure (the "Grant Acquittal Report") of the Catholic Education Office of Western Australia (the "Recipient") which comprises details of the grant monies received and expended, for the funding period from 1 July 2017 to 30 June 2018.

In our opinion, the accompanying Grant Acquittal Report presents fairly, in all material respects, the grant monies received and expended by the Recipient, in accordance with the accruals basis of accounting and the grant monies were expended in accordance with the School Alcohol and Other Drug Education Service Agreement (the "Program") for the funding period from 1 July 2017 to 30 June 2018.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Grant Acquittal Report* section of our report. We are independent of the Recipient in accordance with the 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 Grant Acquittal Report 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.

Emphasis of Matter - Basis of Accounting and Restriction on Distribution and Use

We draw attention to the *Responsibilities of Management for the Grant Acquittal Report* paragraph below which states the Grant Acquittal Report has been prepared in accordance with the accruals basis of accounting. The Grant Acquittal Report has been prepared to assist the Recipient to meet the financial reporting requirements of the Program. As a result, the Grant Acquittal Report may not be suitable for another purpose. Our report is intended solely for the Catholic Education Office of Western Australia and the Mental Health Commission (Drug and Alcohol Office) and should not be distributed to or used by parties other than the Catholic Education Office of Western Australia and the Mental Health Commission (Drug and Alcohol Office). Our opinion is not modified in respect of this matter.

Responsibilities of Management for the Grant Acquittal Report

Management of the Recipient is responsible for compliance with the Program and the preparation and fair presentation of the Grant Acquittal Report and has determined that the accruals basis of accounting is appropriate to meet the requirements of the Program and the needs of the Catholic Education Office of Western Australia and the Mental Health Commission (Drug and Alcohol Office). Management's responsibility also includes such internal control as they determine is necessary to enable the preparation and fair presentation of the Grant Acquittal Report that is free from material misstatement, whether due to fraud or error.

In preparing the Grant Acquittal Report, management is responsible for assessing the ability of the Recipient to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Catholic Education Office of Western Australia or to cease operations, or has no realistic alternative but to do so.

The Catholic Education Commission of Western Australia are responsible for overseeing the Recipient's financial reporting process.

Auditor's Responsibilities for the Audit of the Grant Acquittal Report

Our objectives are to obtain reasonable assurance about whether the Grant Acquittal Report 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. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Grant Acquittal Report.

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 Grant Acquittal Report, 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 Recipient's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Evaluate the overall presentation, structure and content of the Grant Acquittal Report, including the disclosures, and whether the Grant Acquittal Report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU



Peter Rupp

Partner

Chartered Accountants

Perth, 20 September 2018

Registered Company Auditor Number: 278411

CATHOLIC EDUCATION OFFICE OF WESTERN AUSTRALIA

MENTAL HEALTH COMMISSION (Drug and Alcohol Office)

STATEMENT OF INCOME AND EXPENDITURE

FOR THE YEAR ENDED 30 JUNE 2018

	2018 \$	2017 \$
INCOME		
Grant Funding	1,429,027	1,417,264
Interest Income	9,105	8,082
Resource Recoup and Miscellaneous Income	2,095	12,213
TOTAL INCOME	<u>1,440,227</u>	<u>1,437,559</u>
EXPENSES		
Administration	48,868	51,354
Curriculum and Resource Development	121,822	42,307
Personnel and Training Costs	1,214,509	943,184
Publicity and Promotions	28,918	25,276
Regional Organising Committees	127,265	81,561
Strategic Planning	924	314
IT Expenses	5,607	6,628
TOTAL EXPENDITURE	<u>1,547,913</u>	<u>1,150,624</u>
(Deficit) / Surplus for the Period	(107,686)	286,935
Surplus Brought Forward	810,078	523,143
Surplus Carried Forward	<u><u>702,392</u></u>	<u><u>810,078</u></u>