AMD
CHARTERED ACCOUNTANTS

SOUTH WEST COMMUNITY LEGAL CENTRE INC.
FINANCIAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022

Index

SOUTH WEST COMMUNITY LEGAL CENTRE INC.
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

	2022 $	2021 $
MEMBERS FUNDS		
Retained Earnings	111,418	108,883
Reserves	95,746	95,746
Closing Balance	**207,164**	**204,629**
Represented By:		
CURRENT ASSETS		
General Cheque Account	125,041	43,267
Cash Reserve	200,297	290,236
Debit Mastercard	739	1,636
Term Deposit	104,619	104,436
Petty Cash	292	61
Security Bond	3,217	2,917
Accrued Income	100	200
Sundry Debtors	-	5,453
Prepayments	33,112	29,261
	467,417	**477,467**
NON CURRENT ASSETS		
Office Furniture & Equipment	39,266	43,946
Less: Accumulated Depreciation	(38,482)	(40,846)
Computer Equipment	56,712	79,561
Less: Accumulated Depreciation	(44,956)	(63,103)
Demonstration Equipment	6,794	6,794
Less: Accumulated Depreciation	(6,794)	(6,794)
Motor Vehicle	24,342	24,342
Less: Accumulated Depreciation	(20,995)	(17,648)
	15,887	**26,253**
TOTAL ASSETS	**483,304**	**503,719**
CURRENT LIABILITIES		
Creditors and Accrued Expenses	30,862	13,236
Unexpended Grants	65,186	126,490
GST Payable	7,784	3,968
PAYG Liability	19,681	17,948
Provision for Annual Leave and TOIL	70,843	48,189
Provision for Long Service Leave	8,865	36,548
	203,221	**246,380**
NON CURRENT LIABILITIES		
Provision for Long Service Leave	72,919	52,711
	72,919	**52,711**
TOTAL LIABILITIES	**276,140**	**299,090**
NET ASSETS	**207,164**	**204,629**

The accompanying notes form part of these financial statements.

SOUTH WEST COMMUNITY LEGAL CENTRE INC
COMBINED STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

	2022 $	2021 $
INCOME		
Funding Received	1,228,367	1,079,235
Funding Brought Forward	126,490	123,229
Funding Carried Forward	(65,186)	(126,490)
Boosting Apprenticeship Payment	16,446	7,478
Sundry Income and client contribution	1,575	8,220
Donations - Legal, Bunbury	1,113	2,097
Interest Received	244	707
ATO Cashflow Boost	-	35,798
Seminar	-	11
Total Income	**1,309,049**	**1,130,285**
EXPENDITURE		
Rent and Room Hire	51,338	54,700
Premises Repairs & Maintenance	12,459	9,145
Premises Security	2,575	2,824
Utilities and Miscellaneous	3,639	2,790
Staff Training & Recruitment	16,028	14,695
Telecommunications	11,921	11,127
IT Expenditure	-	20,949
Office Overheads	27,593	24,096
Insurance	9,911	9,206
Accounting, Bank and FBT Fees	7,142	7,012
Library and Resources	23,615	17,208
Client Disbursements	337	352
Travel and Accommodation - Conf/Training	1,276	675
Program, Planning & Promotion	49,466	49,989
Asset Expenses, including running costs	3,063	2,102
Depreciation	14,503	14,459
Other - Outreach Travel	1,405	3,554
Wages	921,075	710,262
Leave Provision Movement	15,178	30,838
Traineeship	44,372	28,888
Superannuation	89,618	65,564
Total Expenses	**1,306,514**	**1,080,434**
Net Surplus	**2,535**	**49,850**

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
Advocacy WA Inc	
ADVWA	
Income	
Sundry Income and Refunds	1,575
Total Income	1,575
Expenditure	
Wages - All staff	1,575
Total Expenses	1,575
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
Chefs Long Table 2021	
Chef LT 2021	
Income	
Funds/Grants Brought Forward	7,500
Total Income	7,500
Expenditure	
Wages - All staff	7,500
Total Expenses	7,500
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
Croc's Coffee Clinic	
CROCS	
Income	
Funds/Grants Brought Forward	2,060
Total Income	2,060
Expenditure	
Wages - All staff	2,060
Total Expenses	2,060
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
Piddington Society	
PiddSoc	
Income	
Funds/Grants Brought Forward	1,000
Funds/Grants Carried Forward	(1,000)
Total Income	-
Expenditure	-
Total Expenses	-
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
Piddington Society	
PiddSoc22	
Income	
Funding/Grants - One Off	2,750
Total Income	2,750
Expenditure	
Minor Equipmt Purchase < $1,000	214
IT Expenditure	2,536
Total Expenses	2,750
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
FASS	
FASS	
Income	
Funding - General	48,683
Total Income	48,683
Expenditure	
Rent and Room Hire	2,169
Premises Repairs & Maintenance	542
Premises Security	693
Staff Training and Recruitment	33
IT & Telecommunications	1,482
Office Overheads	276
Insurance	410
Accounting	342
Library and Resources	921
Travel and Accommodation - Conf/Training	65
Program Planning & Promotion	205
Asset Expenses	57
Depreciation	503
Wages	40,986
Total Expenses	48,683
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
PPT VRO Support	
PPT VRO	
Income	
Funding - General	137,500
Bank Interest Received	24
Parental Leave Funds Received	1,731
Boosting Apprenticeship Payment	1,735
Total Income	140,989
Expenditure	
Rent and Room Hire	4,086
Premises Repairs & Maintenance	1,020
Premises Security	63
Staff Training & Recruitment	1,320
IT and Telecommunications	2,797
Office Overheads	523
Insurance	769
Accounting	627
Library and Resources	1,733
Travel and Accommodation - Conf/Training	109
Program Planning & Promotion	30,393
Asset Expenses	109
Depreciation	949
Wages	87,181
Superannuation	8,581
Employee Entitlement	731
Total Expenses	140,989
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
Outreach	
PPT OUT	
Income	
Funding - General	200,000
Bank Interest Received	41
Parental Leave Funds Received	2,951
Boosting Apprenticeship Payment	2,977
Total Income	205,969
Expenditure	
Rent and Room Hire	10,862
Premises Repairs & Maintenance	1,856
Premises Security	1,942
Staff Training and Recruitment	2,417
IT and Telecommunications	5,100
Office Overheads	958
Insurance	2,330
Accounting	1,126
Library and Resources	3,094
Travel and Accommodation - Conf/Training	666
Program Planning & Promotion	925
Asset Expenses	1,766
Depreciation	5,077
Wages	151,954
Superannuation	14,709
Employee Entitlement	1,187
Total Expenses	205,969
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
Tenancy	
Tenancy	
Income	
Funding - General	110,659
Total Income	110,659
Expenditure	
Rent and Room Hire	4,565
Premises Repairs & Maintenance	1,139
Premises Security	71
Staff Training & Recruitment	1,813
IT and Telecommunications	3,126
Office Overheads	585
Insurance	859
Accounting	698
Library and Resources	1,936
Travel and Accommodation - Conf/Training	983
Program Planning & Promotion	437
Asset Expenses	121
Depreciation	1,061
Wages	79,402
Superannuation	7,862
Employee Entitlement	6,003
Total Expenses	110,659
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
Dept of Justice	
DOJ	
Income	
Funding - General	685,118
Funds/Grants Brought Forward	115,930
Funds/Grants Carried Forward	(58,029)
Bank Interest Received	179
Donations - Legal	1,113
Parental Leave Funds Received	12,314
Boosting Apprenticeship Payment	11,734
Total Income	768,360
Expenditure	
Rent and Room Hire	28,385
Premises Repairs & Maintenance	7,843
Premises Security	466
Staff Training & Recruitment	9,762
IT and Telecommunications	20,165
Office Overheads	3,866
Insurance	5,395
Accounting	4,350
Library and Resources	12,281
Travel and Accommodation - Conf/Training	869
Program Planning & Promotion	17,392
Asset Expenses	795
Depreciation	6,696
Wages	584,371
Superannuation	58,467
Employee Entitlement	7,257
Total Expenses	768,360
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	**2022**
	$
Legal Health Check-CLCWA	
LHC	
Income	
Funding - General	38,357
Funds/Grants Carried Forward	(4,554)
Total Income	33,803
Expenditure	
Rent and Room Hire	1,271
Staff Training & Recruitment	23
IT and Telecommunications	610
Office Overheads	29
Insurance	148
Library & Resources	376
Depreciation	217
Wages	31,129
Total Expenses	33,803
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC
JOB PROFIT AND LOSS
FOR THE YEAR ENDED 30 JUNE 2022

Account Name	2022 $
DPIRD Security Grant	
DPIRD-Security	
Income	
Funding/Grants - One Off	5,300
Funds/Grants Carried Forward	(1,603)
Total Income	3,698
Expenditure	
Repair and Maintenance on Buildings.	3,698
Total Expenses	3,698
Net Surplus	-

SOUTH WEST COMMUNITY LEGAL CENTRE INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022

	NOTE	2022 $	2021 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from funding bodies		1,229,869	1,090,663
Receipts from customers		19,034	53,804
Payments to suppliers and employees		(1,253,656)	(1,038,558)
Interest Received		244	707
Net cash (used in) / provided by operating activities	**2(b)**	(4,509)	106,616
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for plant & equipment		(4,138)	(9,371)
Net cash used in investing activities		(4,138)	(9,371)
Net (decrease) / increase in cash held		(8,647)	97,245
Cash at the beginning of the financial year		439,635	342,390
Cash at the end of the financial year	**2(a)**	430,988	439,635

SOUTH WEST COMMUNITY LEGAL CENTRE INC.
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2022

	Retained Earnings $	Future Sustainability Reserve $	Fundraising Reserve $	Total $
Opening Retained Earnings 1 July 2020	94,831	59,663	285	154,779
Surplus for the year	49,850	-	-	49,850
Transfers to / (from) reserves	(35,798)	35,798	-	-
Balance 30 June 2021	**108,883**	**95,461**	**285**	**204,629**
Opening Retained Earnings 1 July 2021	108,883	95,461	285	204,629
Surplus for the year	2,535	-	-	2,535
Transfers to / (from) reserves	-	-	-	-
Balance 30 June 2022	**111,418**	**95,461**	**285**	**207,164**

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Constitution, the *Australian Charities and Not-for-profits Commission Act 2012* and the *Associations Incorporation Act 2015*. The Management Committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals basis and is based on historic costs and does not take into account changing money values, or except where specifically stated, current valuations of non-current assets.

The following specific accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report:

(a) Revenue and Other Income
Revenue is measured at the fair value of the consideration received or receivable.

Interest revenue is recognised using the effective interest rate method, which, for floating rate financial assets is the rate inherent in the instrument.

Revenue recognition relating to the provision of services is determined with reference to the stage of completion of the transaction at reporting date.

Revenue from grant funding, provided under contractual arrangements is taken up on a proportionate basis net of GST, over the period to which the funding relates.

Grant funds received in advance at balance date are recognised as a liability within the balance sheet and carried forward to the next accounting period – refer Note 4 for further details.

(b) Taxation
The Australian Taxation office has endorsed South West Community Legal Centre Inc. as a Public Benevolent Institution and it is eligible for the following concessions:
i) GST concession;
ii) FBT rebate; and
iii) Income taxation exemption.

No change in its tax status as a result of activities undertaken during the year is likely.

(c) Non Current Assets
Assets are recorded at cost within the asset register and depreciated over their useful lives.

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(d) Employee Entitlements
Provision is made for annual leave at nominal rates, excluding leave loading and on-costs, estimated to be payable to employees on the basis of statutory and contractual requirements. Leave loading and on-costs have been provided for in the budget and it is the Management Committee's assessment that these costs do not represent the actual cost to the organisation.

Long service leave entitlement is thirteen weeks after seven years of service. The provision for long service leave is recorded at nominal rates, exclusive of on-costs. Long service leave is classified as current for employees with greater than seven years service, and non-current for employees with less than seven years service.

(e) Goods and Services Tax (GST)
Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or part of an item of the expense.

Receivables and payables in the Statement of Financial Position are shown inclusive of GST.

(f) Grant Acquitted
For the purpose of acquitting grants provided by funding bodies, South West Community Legal Centre Inc. has adopted the following policies:

Grant income is acquitted after allowing for the following costs:

- Cost including labour and on costs directly associated with a specific grant;
- Administration and other related overhead costs (after excluding costs which are abnormal both in nature and value and therefore not representative of an appropriate level of costs that would be expected to be incurred) not related to a specific grant are allocated over the relevant grants, based on a proportion of the level of each grant and related income compared to total income.

Such allocations are reduced to take into consideration the lower level administrative burden a grant is likely to produce, such as in the case of capital grants.

Representations of management and internal documentation are used in determining to which grants a cost may be directly or indirectly attributed.

SOUTH WEST COMMUNITY LEGAL CENTRE INC.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 1 STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

(g) Comparative Figures
Where required, comparative figures are adjusted to conform to changes in presentation for the current financial year

NOTE 2 RECONCILIATION OF CASH

(a) Cash on Hand	**2022**	**2021**
	$	**$**
Cheque Account	125,041	43,267
Cash Reserve	200,297	290,236
Debit Master Card	739	1,636
Term Deposit	104,619	104,436
Petty Cash	292	60
	430,988	439,635

(b) Reconciliation of Net Cash to Surplus	**2022**	**2021**
	$	**$**
Surplus from ordinary activities	2,535	50,050
Non-cash flows in surplus from ordinary activities:		
Depreciation	14,503	11,112
Changes in assets and liabilities:		
Decrease/(increase) in receivables and other current assets	1,402	10,974
Increase / (decrease) in creditors and accruals	23,176	(72)
Increase / (decrease) in unexpended grants	(61,304)	3,715
Increase / (decrease) in provisions	15,179	30,838
Net cash provided by operating activities	(4,509)	106,616

NOTE 3 LEASING COMMITMENTS

14 Plaza Street, South Bunbury WA 6230
South West Community Legal Centre Inc. entered into a lease agreement commencing 5 June 2018 for 14 Plaza Street, South Bunbury 6230.

The initial term of the lease was 24 months ending 5 June 2020. Monthly lease payments were $3,565.05 excluding GST.

On 3 March 2020, South West Community Legal Centre Inc. executed a Deed of Extension and variation to extend the lease for another 36 month ending 5 June 2023. Monthly lease payments are currently $2,916.67 excluding GST.

NOTE 4 UNEXPENDED GRANTS

Where grants are carried forward at 30 June to a subsequent financial year, a corresponding liability is recognised in the balance sheet, in relation to Unexpended Grants.

As at 30 June 2022, $65,186 of funding was unspent and required to be carried over to the following year.

Accordingly, a corresponding "Unexpended Grants" liability of $65,186 has been brought to account as at 30 June 2022, recognising that these funds are to be carried forward to the subsequent financial year, and expended in accordance with grant funding requirements. Unexpended grants held as at 30 June 2022 carried forward to the 2022/2023 year are as follows:

	$
1. DPIRD	1,603
2. PiddSoc	1,000
3. DOJ	58,029
4. LHC	4,554
TOTAL	**65,186**

NOTE 5 ECONOMIC DEPENDENCIES

The ongoing operation of the South West Community Legal Centre Inc. is dependent upon the continued financial support by way of grants and contributions from the Commonwealth Government, the Western Australian Government, the Law Society Public Purposes Trust and other funding bodies.

NOTE 6 FUTURE SUSTAINABILITY RESERVE

The South West Community Legal Centre Inc. Board believes the principles of financial sustainability are central to the long term security and viability of the association. To achieve strategy, the Board approved the establishment of a Future Sustainability Reserve within the 2019/2020 financial year. This reserve may be utilised to meet non funded capital expenditure, the capacity to undertake strategic research and innovation, or the ability to meet unforeseen expenditure that cannot legitimately be absorbed by funding without compromising service delivery.

The Future Sustainability Reserve is administered by the Board and requires approval, in all instances to support expenditure of these funds, all spending for the Future Sustainability Reserve requires a clear rationale for approving the expenditure and a clear demonstration that alternative financial solutions cannot be procured from traditional sources.

During the year ended 30 June 2022, no funds were transferred to the Future Sustainability Reserve with total reserve balance at 30 June 2022 being $95,461. The Future Sustainability Reserve is cash backed being maintained in the term deposit cash asset held.

NOTE 8 FUNDRAISING RESERVE

The South West Community Legal Centre Inc. Board believes the principles of financial sustainability are central to the long term security and viability of the association, to achieve its strategy, the Board approved the establishment of a Fundraising Reserve within the 2019/2020 financial year. This reserve may be utilised to meet fundraising expenses, non-funding capital expenditure, the capacity to undertake strategic research and innovation or the ability to meet unforeseen expenditure that cannot legitimately be absorbed by funding without compromising service delivery.

The Fundraising Reserve is administered by the Board and requires approval, in all instances to support the expenditure of these funds. All spending from the Fundraising Reserve requires a clear rationale for approving the expenditure and a clear demonstration that alternative financial solutions cannot be procured from traditional sources.

During the year ended 30 June 2022, no funds were transferred to the Fundraising Reserve with total reserve balance at 30 June 2022 remaining $285. The Fundraising Reserve is cash backed being maintained in the term deposit asset held.

SOUTH WEST COMMUNITY LEGAL CENTRE INC.
STATEMENT BY MEMBERS OF THE MANAGEMENT COMMITTEE

The Management Committee have determined that the association is not a reporting entity.

The Management Committee have determined that this special purpose financial report should be prepared in accordance with the *Australian Charities and Not-for-profits Commission Act 2012, the Association Incorporations Act (WA) 2015* and the accruals basis of accounting as outlined in Note 1 to the financial statements.

In the opinion of the Management Committee:

1. The financial statements and notes of South West Community Legal Centre Inc. are in accordance with the *Associations Incorporation Act (WA) 2015* and the *Australian Charities and Not-for-profits Commission Act 2012,* including:

   a) Giving a true and fair view of its financial position at 30 June 2022 and of its financial performance and cash flows for the year ended on that date;
   b) Complying with the accounting policies described in Note 1 to the financial statements and the *Australian Charities and Not-for-profits Commission Regulations 2013;* and

2. There are reasonable grounds to believe that South West Community Legal Centre Inc. will be able to pay its debts as and when they fall due and payable.

This statement is made in accordance with a resolution of the Management Committee and is signed for and on behalf of the Management Committee by:

J. J. Pickworth

Committee member

Summer Brinkworth

Committee member

Dated this 5th day of October 2022

AUDITOR'S INDEPENDENCE DECLARATION TO THE MANAGEMENT COMMITTEE OF SOUTH WEST COMMUNITY LEGAL CENTRE INC.

I declare that to the best of my knowledge and belief, during the year ended 30 June 2022, there have been no contraventions of**:**

i) The auditor independence requirements as set out in Section 60.40 of the *Australian Charities and Not-for-profits Commission Act 2012* and section 80 of the *Associations Incorporation Act (WA) 2015* in relation to the audit; and

ii) Any applicable code of professional conduct in relation to the audit.

AMD Chartered Accountants

MARIA CAVALLO
Director

Bunbury, WA

Dated this 27th day of September 2022

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SOUTH WEST COMMUNITY LEGAL CENTRE INC.

Report on the Audit of the Financial Report

Qualified Opinion
We have audited the financial report of South West Community Legal Centre Inc. (the association) which comprises the statement of financial position as at 30 June 2022, the statement of profit and loss, the statement of cash flows and the statement of changes in equity for the year then ended, notes comprising a summary of significant accounting policies, and the declaration by the Management Committee.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial report has been prepared in accordance with the *Associations Incorporation Act (WA) 2015* and Division 60 of the *Australian Charities and Not-for-profits Commissions Act 2012*, including:

i) giving a true and fair view, in all material respects, of the financial position of South West Community Legal Centre Inc. as at 30 June 2022, and of its financial performance and its cash flows for the year then ended; and

ii) complying with Australian Accounting Standards to the extent described in Note 1 Associations Incorporation Act (WA) 2015 and Division 60 of the *Australian Charities and Not-for-profits Commission Regulations 2013.*

Basis for Qualified Opinion
As is common for organisations of this type, it is not practicable for South West Community Legal Centre Inc. to maintain an effective system of internal control over administrative fees, donations, fund raising activities and other income until their initial entry in the accounting records. Accordingly, our audit in relation to income was limited to amounts recorded in the financial records.

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 Financial Report* section of our report. We are independent of South West Community Legal Centre Inc. in accordance with the *Associations Incorporation Act (WA) 2015*, the *Australian Charities and Not-for-profits Commission Act 2012* and 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 financial 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 qualified opinion.

Emphasis of Matter- Basis of Accounting
We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist South West Community Legal Centre Inc. to meet the requirements of the *Associations Incorporation Act (WA) 2015*, and the *Australian Charities and Not-for-profits Commissions Act 2012*. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Emphasis of Matter- Economic Dependency
We draw attention to Note 5 to the financial statements which outlines the ongoing operation of South West Community Legal Centre Inc. is dependent upon the continued receipt of funding and contributions. Our opinion is not modified in respect of this matter.

Other Information
Those charged with governance are responsible for the other information. The other information comprises the information included in South West Community Legal Centre Inc. annual report for the year ended 30 June 2022, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Report
Management is responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the *Associations Incorporation Act (WA) 2015, the Australian Charities and Not-for-profits Commissions Act 2012* and for such internal control as management determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, management is responsible for assessing South West Community Legal Centre Inc.'s ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intend to liquidate South West Community Legal Centre Inc. or to cease operations, or has no realistic alternative but to do so.

Those Charged with Governance are responsible for overseeing South West Community Legal Centre Inc.'s financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report
Our objectives are to obtain reasonable assurance about whether the financial 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 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 the financial report.

As part of an audit in accordance with 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 financial 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 internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made.

- Conclude on the appropriateness of the use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the registered entity to cease to continue as a going concern.

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

We communicate with those charged with governance 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.

AMD Chartered Accountants

MARIA CAVALLO
Director

Level 1, 53 Victoria Street, Bunbury, Western Australia   Dated this 6th day of October 2022