For the year ended 30 June 2012

In accordance with section 63 of the Financial Management Act 2006, I hereby submit for your information and presentation to Parliament, the Annual Report of the Department of Housing for the financial year ending 30 June 2012.

The Annual Report has been prepared in accordance with the provisions of the Financial Management Act 2006.

Grahame Searle
Director General
24 September 2012
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Preface

The Department of Housing and Works was designated as the Department of Housing under section 35(1) Public Sector Management Act 1994, effective from 1 February 2009.

Note:
The Department of Housing has no financial, physical or human resources.
It does not have the ability to raise revenue, and it does not receive any revenue from the Consolidated Fund and does not employ Public Sector Employees.
The administration of the Housing Act 1980 is the responsibility of the Housing Authority and in accordance with the Financial Management Act 2006, the Housing Authority prepares and submits an Annual Report to Parliament. This report is available on the Department's website in addition to the Department of Housing Annual Report.

Overview

Executive Summary/Operational Structure
The Department did not conduct any operational or financial activities for this financial year.

Responsible Minister
The Department of Housing is responsible to the Hon Terry Redman MLA, Minister for Housing.

Agency Performance

Performance Indicators
Nil Indicators. The Department was dormant during the financial year.

Report on Operations
Nil. The Department was dormant during the financial year.

Significant Trends and Issues
Nil. There has been no change in the activities of the entity during the financial year, nor are changes anticipated in the foreseeable future.

Disclosures and Legal Compliance
Nil

Ministerial Directives
Nil

Other Financial Disclosures
Nil

Employment and Industrial Relations
Nil. No staff.

Governance Disclosures
Nil

Other Legal Requirements
Nil

Government Policy Requirements
Nil
INDEPENDENT AUDITOR’S REPORT

To the Parliament of Western Australia

DEPARTMENT OF HOUSING

Report on the Financial Statements

I have audited the accounts and financial statements of the Department of Housing.

The financial statements comprise the Statement of Financial Position as at 30 June 2012, the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and Notes comprising a summary of significant accounting policies and other explanatory information.

Director General’s Responsibility for the Financial Statements

The Director General is responsible for keeping proper accounts, and the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards and the Treasurer’s Instructions, and for such internal control as the Director General determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor’s Responsibility

As required by the Auditor General Act 2006, my responsibility is to express an opinion on the financial statements based on my audit. The audit was conducted in accordance with Australian Auditing Standards. Those Standards require compliance with relevant ethical requirements relating to audit engagements and that the audit be planned and performed to obtain reasonable assurance about whether the 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 Department’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the Director General, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In my opinion, the financial statements are based on proper accounts and present fairly, in all material respects, the financial position of the Department of Housing at 30 June 2012 and its financial performance and cash flows for the year then ended. They are in accordance with Australian Accounting Standards and the Treasurer’s Instructions.
Other Matter
After consultation with the Treasurer, the Auditor General dispensed with the audits of the Department for the financial years ending 30 June 2010 and 30 June 2011 under section 14 of the Auditor General Act. The Department did not operate during this period and it was considered not in the public interest to incur the cost of these audits. We audited the Department this year because the Auditor General Act does not allow an audit to be dispensed with for three consecutive years.

Report on Controls
I have audited the controls exercised by the Department of Housing during the year ended 30 June 2012.

Controls exercised by the Department of Housing are those policies and procedures established by the Director General to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions.

Director General’s Responsibility for Controls
The Director General is responsible for maintaining an adequate system of internal control to ensure that the receipt, expenditure and investment of money, the acquisition and disposal of public and other property, and the incurring of liabilities are in accordance with the Financial Management Act 2006 and the Treasurer’s Instructions, and other relevant written law.

Auditor’s Responsibility
As required by the Auditor General Act 2006, my responsibility is to express an opinion on the controls exercised by the Department of Housing based on my audit conducted in accordance with Australian Auditing and Assurance Standards.

An audit involves performing procedures to obtain audit evidence about the adequacy of controls to ensure that the Department complies with the legislative provisions. The procedures selected depend on the auditor’s judgement and include an evaluation of the design and implementation of relevant controls.

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

Opinion
In my opinion, the controls exercised by the Department of Housing are sufficiently adequate to provide reasonable assurance that the receipt, expenditure and investment of money, the acquisition and disposal of property, and the incurring of liabilities have been in accordance with legislative provisions during the year ended 30 June 2012.

Independence
In conducting this audit, I have complied with the independence requirements of the Auditor General Act 2006 and Australian Auditing and Assurance Standards, and other relevant ethical requirements.
Matters Relating to the Electronic Publication of the Audited Financial Statements
This audit report relates to the financial statements of the Department of Housing for the year ended 30 June 2012 included on the Department’s website. The Director General is responsible for the maintenance and integrity of the Department’s website. I have not been engaged to report on the integrity of the Department’s website. The audit report refers only to the financial statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these financial statements. If readers of this report are concerned with the inherent risks arising from electronic data communication they should refer to the published hard copy of the audited financial statements and related audit report dated 13 August 2012 to confirm the information included in the audited financial statements presented on this website.

GLEN CLARKE
DEPUTY AUDITOR GENERAL
Delegate of the Auditor General for Western Australia
Perth, Western Australia
13 August 2012
Financial Statements

Certification of Financial Statements

For the year ended 30 June 2012

The accompanying financial statements of the Department of Housing have been prepared in compliance with the provisions of the Financial Management Act 2006 from proper accounts and records to present fairly the financial transactions for the financial year ending 30 June 2012 and the financial position as at 30 June 2012.

At the date of signing we are not aware of any circumstances which would render the particulars included in the financial statements misleading or inaccurate.

Lorne O’Mara
Chief Finance Officer
Accountable Authority
Date: 27 July 2012

Grahaem Searle
Chief Executive Officer
Accountable Authority
Date: 27 July 2012
# DEPARTMENT OF HOUSING

## STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2012

<table>
<thead>
<tr>
<th>Note</th>
<th>2012 $000</th>
<th>2011 $000</th>
</tr>
</thead>
</table>

### COST OF SERVICES

**Expenses**
- Supplies and services: -
- Employee benefits expenses: -
- Grants and Subsidies: -
- Depreciation and amortisation expense: -
- Accommodation expenses: -
- Other expenses: -
- Total cost of services: -

**Income**

**Revenue**
- User charges and fees: -
- Commonwealth grants and contributions: -
- Other revenue: -

- Total revenue: -

- Total income other than income from State Government: -

**INCOME FROM STATE GOVERNMENT**
- Service appropriation: -
- Resources received free of charge: -

- Total income from State Government: -

**SURPLUS FOR THE PERIOD**
- -

**OTHER COMPREHENSIVE INCOME**
- Total other comprehensive income:
- TOTAL COMPREHENSIVE INCOME FOR THE PERIOD:
- -

The Statement of Comprehensive Income should be read in conjunction with the accompanying notes.
### DEPARTMENT OF HOUSING
### STATEMENT OF FINANCIAL POSITION
### AS AT 30 JUNE 2012

#### Note

<table>
<thead>
<tr>
<th></th>
<th>2012</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$000</td>
<td>$000</td>
</tr>
</tbody>
</table>

#### ASSETS

**Current Assets**
- Cash and cash equivalents: -
- Restricted cash and cash equivalents: -
- Receivables: -
- Inventories: -
- Amounts receivable for services: -

**Total Current Assets**: -

**Non-Current Assets**
- Restricted cash and cash equivalents: -
- Amounts receivable for services: -
- Property, plant and equipment: -
- Intangible assets: -

**Total Non-Current Assets**: -

**TOTAL ASSETS**: -

#### LIABILITIES

**Current Liabilities**
- Payables: -
- Provisions: -
- Other payables: -

**Total Current Liabilities**: -

**Non-Current Liabilities**
- Provisions: -
- Lease incentive: -

**Total Non-Current Liabilities**: -

**TOTAL LIABILITIES**: -

**NET ASSETS**: -

#### EQUITY
- Contributed equity: -
- Reserves: -
- Accumulated surplus: -

**TOTAL EQUITY**: -

The Statement of Financial Position should be read in conjunction with the accompanying notes.
## DEPARTMENT OF HOUSING

### STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2012

<table>
<thead>
<tr>
<th>Note</th>
<th>Contributed equity $000</th>
<th>Reserves $000</th>
<th>Accumulated surplus/(deficit) $000</th>
<th>Total Equity $000</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
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<td></td>
<td></td>
</tr>
</tbody>
</table>

**Balance at 1 July 2010**

| Total comprehensive income for the period | - | - | - | - |

| Transactions with owners in their capacity as owners: | - | - | - | - |

| Other contributions by owners | - | - | - | - |

| Total | - | - | - | - |

**Balance at 30 June 2011**

| - | - | - | - |

**Balance at 1 July 2011**

| Total comprehensive income for the period | - | - | - | - |

| Transactions with owners in their capacity as owners: | - | - | - | - |

| Other contributions by owners | - | - | - | - |

| Total | - | - | - | - |

**Balance at 30 June 2012**

| - | - | - | - |

The Statement of Changes in Equity should be read in conjunction with the accompanying notes.
<table>
<thead>
<tr>
<th>Note</th>
<th>2012</th>
<th>2011</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>$000</td>
<td>$000</td>
</tr>
<tr>
<td>CASH FLOWS FROM STATE GOVERNMENT</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Service appropriation</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Capital contributions</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Holding account drawdowns</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Receipts from Treasurer’s Advance</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Payments to Treasurer’s Advance</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net cash provided by State Government</strong></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Utilised as follows:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>CASH FLOWS FROM OPERATING ACTIVITIES</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Payments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Employee benefits</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Supplies and services</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Accommodation</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Grants and subsidies</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>GST payments on purchases</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other payments</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Receipts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>User charges and fees</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>GST receipts on sales</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other receipts</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net cash provided by/(used in) operating activities</strong></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>CASH FLOWS FROM INVESTING ACTIVITIES</td>
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<tr>
<td>Payments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of non-current physical assets</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>Net cash used in investing activities</strong></td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Net increase in cash held</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Cash and cash equivalents at the beginning of period</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td><strong>CASH AND CASH EQUIVALENTS AT THE END OF PERIOD</strong></td>
<td>-</td>
<td>-</td>
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</table>

The Statement of Cash Flows should be read in conjunction with the accompanying notes.
Notes to the Financial Statements

Department of Housing
Financial Statements
For the year ended 30 June 2012

The Department of Housing and Works has been redesignated as Department of Housing under section 35(1) Public Sector Management Act. Cabinet approval occurred on the 15 December 2008 with an effective date of 1 February 2009.

Due to the Governments Works Reform Program the Department of Housing and Works non-residential building program was transferred to the Department of Treasury and Finance (DTF), effective from 1 February 2009.

There is no activity within the Department of Housing for the financial year ending 30 June 2012.

1. Australian Accounting Standards

General
The Department’s financial statements for the year ended 30 June 2012 have been prepared in accordance with Australian Accounting Standards. The term ‘Australian Accounting Standards’ includes Standards and Interpretations issued by the Australian Accounting Standards Board (AASB).

The Department has adopted any applicable new and revised Australian Accounting Standards from their operative dates.

Early adoption of the standards
The Department cannot early adopt an Australian Accounting Standard unless specifically permitted by TI 1101 Application of Australian Accounting Standards and Other Pronouncements. There has been no early adoption of Australian Accounting Standards that have been issued or amended (but not operative) by the Department for the annual reporting period ended 30 June 2012.
2. Summary of significant accounting policies

(a) General Statement
The Department is not a not-for-profit reporting entity that prepares general purpose financial statements in accordance with Australian Accounting Standards, the framework, Statements of Accounting Concepts and other authoritative pronouncements of the Australian Accounting Standards Board as applied by the Treasurer’s instructions. Several of these are modified by the Treasurer’s instructions to vary application, disclosure, format and wording.

The Financial Management Act and Treasurer's instructions impose legislative provisions that govern the preparation of financial statements and take precedence over Australian Accounting Standards, the Framework, Statements of Accounting Concepts and other authoritative pronouncements of the Australian Accounting Standards Board.

Where modification is required and has a material or significant financial effect upon the reported results, details of that modification and the resulting financial effect are disclosed in the notes to the financial statements.

(b) Basis of preparation
The financial statements have been prepared on the accrual basis of accounting using the historical cost convention, except for land, buildings and infrastructure which have been measured at fair value.

The accounting policies adopted in the preparation of the financial statements have been consistently applied throughout all periods presented unless otherwise stated. The financial statements are presented in Australian dollars and all values are rounded to the nearest thousand dollars ($'000)

(c) Reporting entity
The reporting entity comprises the Department of Housing.

3. Commitments
The Department had no commitments at 30 June 2012.

4. Contingent liabilities and contingent assets
The Department did not have any contingent liabilities or contingent assets at balance sheet date.

5. Events occurring after the end of the reporting period
No events to report occurred after the balance sheet date.