



INDEPENDENT AUDITOR'S REPORT

To the Members of the Choiseul Provincial Assembly

Report on the Financial Report

I was engaged to audit the accompanying financial statements of the Choiseul Provincial Government, which comprise the Statement of Receipts and Payments for the year ended 31 March 2014, and a summary of significant accounting policies and other explanatory notes.

The scope of my audit was limited to the mandatory standards prescribed under Part 1 of the International Public Sector Accounting Standards under the Cash Basis of Accounting (IPSAS Cash). Any voluntary disclosure under this part are reviewed for consistency and any matters of concern included in my accounts and records report to the Choiseul Provincial Assembly; and are not referred to in my opinion.

Provincial Government and Management's Responsibility for the Financial Statements

The Choiseul Provincial Government and management are responsible for the preparation and fair presentation of these financial statements in accordance with the International Public Sector Accounting Standards under the Cash Basis of Accounting (IPSAS Cash), and for such internal controls as management determines is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on the financial statements based on conducting the audit in accordance with International Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

My audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on my judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, I have considered the internal controls relevant to the Province's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances. My audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the financial statements.

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

Basis of qualification

Non grant revenue

I was unable to obtain sufficient appropriate audit evidence regarding the completeness and accuracy of non-grant revenue including business licenses, fees and dividends received or collected. Accordingly I am not able to ascertain what adjustments, if any, might be necessary to the amounts recorded in the financial statements.

Qualified opinion

In my opinion, except for the effect if any, of the matters referred to in the qualification paragraphs above, the financial statements give a true and fair view of the financial position of Choiseul Provincial Government as at 31 March 2014 and of its financial performance and its cash flows for the year then ended in accordance with the mandatory requirements prescribed under Part 1 in International Public Sector Accounting Standards under the Cash Basis of Accounting.

A handwritten signature in blue ink, consisting of a stylized 'R' followed by a long horizontal stroke.

Robert Cohen
Acting Auditor-General

Office of the Auditor-General
Solomon Islands

9 March 2015