

University of South Australia

Financial report
for the year ended
31 December 2020



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To the Chancellor University of South Australia

Opinion

I have audited the financial report of the University of South Australia and the consolidated entity comprising the University of South Australia and its controlled entities for the financial year ended 31 December 2020.

In my opinion, the accompanying financial report has been prepared in accordance with provisions of the *Public Finance and Audit Act 1987*, the *Australian Charities and Not-for-profits Commission Act 2012*, the *Higher Education Support Act 2003* and Australian Accounting Standards including:

- a) giving a true and fair view of the financial position of the University of South Australia and its controlled entities as at 31 December 2020, its financial performance and its cash flows for the year then ended, and
- b) complying with Division 60 of the Australian Charities and Not-for-profits Commission Regulation 2013.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 31 December 2020
- a Statement of Financial Position as at 31 December 2020
- a Statement of Changes in Equity for the year ended 31 December 2020
- a Statement of Cash Flows for the year ended 31 December 2020
- notes, comprising significant accounting policies and other explanatory information.

Basis for opinion

I conducted the audit in accordance with the *Public Finance and Audit Act 1987* and Australian Auditing Standards. My responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial report' section of my report. I am independent of the University of South Australia and its controlled entities. The *Public Finance and Audit Act 1987* establishes the independence of the Auditor-General. In conducting the audit, the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* have been met.

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

Responsibilities of the Vice-Chancellor and President and the Council for the financial report

The Vice-Chancellor and President is responsible for the preparation of the financial report that gives a true and fair view in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987*, the *Australian Charities and Not-for-profits Commission Act 2012*, the *Higher Education Support Act 2003* and Australian Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and that is free from material misstatement, whether due to fraud or error.

The Council is responsible for overseeing the University of South Australia's financial reporting process.

Auditor's responsibilities for the audit of the financial report

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987* and section 19 of the *University of South Australia Act 1990*, I have audited the financial report of University of South Australia and its controlled entities for the financial year ended 31 December 2020.

My 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 my 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 this financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I 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 my 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 University of South Australia's internal control

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Vice-Chancellor and President
- 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.

My report refers only to the financial report described above and does not provide assurance over the integrity of electronic publication by the entity on any website nor does it provide an opinion on other information which may have been hyperlinked to/from the report.

I communicate with the Vice-Chancellor and President and the Council about, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.



Andrew Richardson

Auditor-General

21 May 2021



STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Consolidated		University	
		2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Revenue and income from continuing operations					
Australian Government financial assistance					
Australian Government grants	2	276,349	266,386	276,274	266,384
HECS-HELP - Australian Government payments	2	147,022	138,192	147,022	138,192
FEE-HELP	2	10,137	7,875	10,137	7,875
SA-HELP	2	3,754	3,674	3,754	3,674
State and Local Government financial assistance	3	9,321	12,130	9,321	12,130
HECS-HELP - Student payments		11,125	10,306	11,125	10,306
Fees and charges	4	170,922	169,534	170,922	169,534
Royalties		499	487	115	142
Consultancy and contract research	5	46,871	46,930	47,480	46,985
Other revenue	6	11,022	23,625	10,570	22,891
Investment income	8	9,335	6,570	9,331	6,563
Total revenue and income from continuing operations		696,357	685,709	696,051	684,676
Expenses from continuing operations					
Employee-related expenses	9	435,069	415,666	432,898	413,450
Depreciation and amortisation	17,18	43,624	42,707	43,606	42,699
Repairs and maintenance		18,057	17,624	18,056	17,622
Interest on lease liabilities		649	730	649	730
Impairment of property, plant and equipment	17,18	441	175	441	175
Other expenses	10	174,843	186,747	176,892	188,482
Loss on disposal of assets	11	166	(34)	166	(36)
Bad and doubtful debts		2,244	547	2,244	547
Total expenses from continuing operations		675,093	664,162	674,952	663,669
Operating result before income tax		21,264	21,547	21,099	21,007
Income tax (income) / expense		(33)	201	14	68
Operating result attributable to members of University of South Australia		21,297	21,346	21,085	20,939
Items that will not be reclassified to profit or loss:					
Gain on revaluation of Land, Buildings and Infrastructure		-	36,920	-	36,920
Loss on revaluation of Art collection		-	(35)	-	(35)
Gain / (Loss) on equity instruments designated at fair value through other comprehensive income		11,387	20,687	11,387	20,687
Total		11,387	57,572	11,387	57,572
Total comprehensive income attributable to the members of the University of South Australia		32,684	78,918	32,472	78,511

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.



STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Notes	Consolidated		University	
		2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Current assets					
Cash and cash equivalents	12	303,219	227,321	301,672	225,657
Receivables	13	29,199	19,627	28,238	18,735
Other financial assets	15	2,320	3,695	2,320	3,695
Deferred Government superannuation contribution	30	29,704	30,200	29,704	30,200
Other non-financial assets	16	19,318	20,620	19,303	20,585
Total current assets		383,760	301,463	381,237	298,872
Non-current assets					
Other financial assets	15	78,283	67,143	80,448	69,212
Property, plant and equipment	17	1,108,615	1,136,520	1,108,589	1,136,482
Deferred tax assets		713	592	-	-
Intangible assets	18	3,243	4,022	3,243	4,022
Deferred Government superannuation contribution	30	349,860	396,256	349,860	396,256
Total non-current assets		1,540,714	1,604,533	1,542,140	1,605,972
Total assets		1,924,474	1,905,996	1,923,377	1,904,844
Current liabilities					
Trade and other payables	19	42,630	31,222	42,859	31,473
Provisions	21	98,881	79,092	98,707	78,933
Lease liabilities	20	2,352	2,610	2,352	2,610
Current tax liabilities		113	275	113	116
Contract liabilities	22	75,842	70,494	75,842	70,494
Other liabilities	23	11,386	12,990	11,367	12,826
Defined benefit obligation	30	29,704	30,200	29,704	30,200
Total current liabilities		260,908	226,883	260,944	226,652
Non-current liabilities					
Lease liabilities	20	12,782	14,840	12,782	14,840
Provisions	21	18,062	17,839	18,062	17,839
Defined benefit obligation	30	349,860	396,256	349,860	396,256
Total non-current liabilities		380,704	428,935	380,704	428,935
Total liabilities		641,612	655,818	641,648	655,587
Net assets		1,282,862	1,250,178	1,281,729	1,249,257
Equity					
Reserves	24	320,885	313,089	320,885	313,089
Retained earnings		961,977	937,089	960,844	936,168
Total equity		1,282,862	1,250,178	1,281,729	1,249,257

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Consolidated			University		
	Reserves	Retained	Total	Reserves	Retained	Total
Note	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 January 2019	255,430	953,798	1,209,228	255,430	953,284	1,208,714
Effect of adoption of AASB 15 and AASB 1058	-	(25,221)	(25,221)	-	(25,221)	(25,221)
Effect of change in Accounting Policy - Library Collection	-	(12,747)	(12,747)	-	(12,747)	(12,747)
Balance as restated	255,430	915,830	1,171,260	255,430	915,316	1,170,746
Profit or loss	-	21,346	21,346	-	20,939	20,939
Gain on revaluation of Land, Buildings and Infrastructure	36,920	-	36,920	36,920	-	36,920
Loss on revaluation of Art Collection	(35)	-	(35)	(35)	-	(35)
Gain on equity instruments designated at fair value through other comprehensive income	20,687	-	20,687	20,687	-	20,687
Transfer of fair value reserve of equity instruments designated at fair value through other comprehensive income to retained earnings	87	(87)	-	87	(87)	-
Total comprehensive income	57,659	21,259	78,918	57,659	20,852	78,511
Balance at 31 December 2019	313,089	937,089	1,250,178	313,089	936,168	1,249,257

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 31 DECEMBER 2020

	Consolidated			University		
	Reserves	Retained	Total	Reserves	Retained	Total
Note	\$'000	Earnings	\$'000	\$'000	Earnings	\$'000
Balance at 1 January 2020	313,089	937,089	1,250,178	313,089	936,168	1,249,257
Profit or loss	-	21,297	21,297	-	21,085	21,085
Gain on equity instruments designated at fair value through other comprehensive income	11,387	-	11,387	11,387	-	11,387
Transfer of fair value reserve of equity instruments designated at fair value through other comprehensive income to retained earnings	(3,591)	3,591	-	(3,591)	3,591	-
Total comprehensive income	7,796	24,888	32,684	7,796	24,676	32,472
Balance at 31 December 2020	320,885	961,977	1,282,862	320,885	960,844	1,281,729

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.



STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Consolidated		University	
		2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Cash flows from operating activities:					
Inflows:					
Australian Government grants received		413,169	413,668	413,094	413,665
OS-HELP (Net)	39(g)	2,010	(1,501)	2,010	(1,501)
Superannuation supplementation	39(h)	30,552	28,246	30,552	28,246
State and Local Government Grants		9,321	10,075	9,321	10,075
HECS-HELP - Student payments		11,125	10,217	11,125	10,217
Receipts from student fees and other customers		170,691	181,906	170,691	181,976
Dividends received		6,622	2,587	6,622	2,587
Interest received		3,893	5,139	3,889	5,132
Royalties		499	487	115	142
Consultancy and contract research		44,441	51,967	45,392	51,908
Other receipts		12,035	25,718	12,738	25,352
GST recovered		6,836	10,989	6,836	10,734
Outflows:					
Payments to suppliers and employees		(615,630)	(660,294)	(616,985)	(659,406)
Interest paid		(649)	(730)	(649)	(730)
Net cash provided by / (used in) operating activities	36	94,915	78,474	94,751	78,397
Cash flows from investing activities:					
Inflows:					
Proceeds from sale of property, plant and equipment		37	199	37	199
Proceeds from sale of Investments		19,777	3,402	19,777	3,387
Outflows:					
Payments for property, plant and equipment		(15,931)	(28,603)	(15,925)	(28,568)
Payments for investments		(19,900)	(5,501)	(19,625)	(5,488)
Net cash provided by / (used in) investing activities		(16,017)	(30,503)	(15,736)	(30,470)
Cash flows from financing activities:					
Repayment of lease liabilities		(3,000)	(2,819)	(3,000)	(2,819)
Net cash used in financing activities		(3,000)	(2,819)	(3,000)	(2,819)
Net increase / (decrease) in cash and cash equivalents		75,898	45,152	76,015	45,108
Cash and cash equivalents at the beginning of the financial year		227,321	182,169	225,657	180,549
Cash and cash equivalents at the end of the financial year	12	303,219	227,321	301,672	225,657

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.



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1. Summary of significant accounting policies

General information

The principal accounting policies adopted in the preparation of these financial statements are set out below and where applicable, throughout the notes to the accounts. These policies have been consistently applied to all the years reported, unless otherwise stated. The financial statements include separate statements for the University of South Australia (the University) and the University and its subsidiaries (the Group).

(a) Basis of preparation

The annual financial statements represent the audited general purpose financial statements which have been prepared on an accrual basis in accordance with Australian Accounting Standards (AAS), AASB Interpretations, requirements of the Department of Education, Skills and Employment (EDUCATION), the requirements of the *Australian Charities and Not-for-Profits Commission Act 2012* and other State / Australian Government legislative requirements.

The University applies Tier 1 reporting requirements. Except where in conflict with EDUCATION requirements, the financial statements are prepared in accordance with the relevant South Australian Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987*.

Historical cost convention

The financial statements have been prepared on an accrual basis and under the historical cost convention, except for certain assets and liabilities that were valued in accordance with the applicable valuation policy.

Critical accounting estimates

The preparation of these statements requires the use of certain critical accounting estimates. It also requires management to exercise judgement in the process of applying the University's accounting policies. All significant estimates or assumptions made in the preparation of the financial statements are described in the relevant accounting policy notes. The estimates and underlying assumptions are reviewed regularly.

The areas involving a high degree of judgement where assumptions and estimates are significant to the financial statements are other financial assets, superannuation receivable and associated defined benefit obligation, long service leave provision, valuation and depreciation of property, plant and equipment and the recognition of revenue over time in accordance with AASB 15. Further details are disclosed in the relevant notes to the financial statements.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed regularly. Revisions to accounting estimates are recognised in the period which it effects. If the revision affects both current and future periods, the revision is recognised in the period of the revision and future periods.

Rounding of amounts

Unless otherwise indicated, all amounts are rounded to the nearest thousand dollars.

Comparative amounts

Where necessary, comparative information has been reclassified to enhance comparability in respect of changes in presentation adopted in the current year.



1. Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

Foreign currency translation

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gain and loss resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income.

(b) Basis of consolidation

The consolidated financial statements represent the financial statements of the parent entity, being the University of South Australia, and the assets, liabilities and results of all entities it controlled in accordance with AASB 10 *Consolidated Financial Statements* at the end of, or during the financial year. Control is established when the parent is exposed to or has rights to variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity.

Transactions, balances and unrealised gain on transactions between Group entities are eliminated. Where necessary, accounting policies of subsidiaries have been changed to ensure consistency with the policies adopted by the Group.

A list of controlled entities are contained in Note 31. Subsidiaries of the financial statements.

(c) Goods and Services Tax (GST)

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

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the ATO is included in receivables or payables in the Statement of Financial Position.

Cash flows are presented in the Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(d) Income tax

The University is exempt from income tax pursuant to Division 50 of the *Income Tax Assessment Act 1997*. The University subsidiaries are not exempt from income tax.

Income tax expense or benefit for the period is calculated as the tax payable on the current period's taxable income based on the income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses. Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities extinguished.

In relation to foreign operations, the University is subject to tax associated with the legislation of the relevant foreign country. Tax in respect of these operations has been brought to account in the year it is incurred.



1. Summary of significant accounting policies (continued)

(e) Interests in Co-operative Research Centres

The University participates in a number of Co-operative Research Centres (CRC) listed below. A CRC is a research initiative of the Australian Government established to pursue specific areas of research and supports industry-led collaborations between researchers, industry and the community.

The University participates in the below listed CRCs but does not record them as either Joint Operations or Associates as the University does not control or have any significant influence in these entities. The University does not record any of the CRC entities as investments in the financial statements.

During 2020 the University provided both cash and in-kind contributions to support the work of CRCs.

The Co-operative Research Centres are:

- CRC for Contamination Assessment and Remediation of the Environment II
- CRC for Transformations in Mining Economies
- Digital Health CRC
- Future Energy Exports CRC
- Innovative Manufacturing CRC
- iMove CRC
- MinEx CRC
- Reliable Affordable Clean Energy for 2030 CRC
- SmartSat CRC

(f) Revenue and Income

The notes 2 to 6 disclose the revenue and income received during the year according to the mandatory disclosures required by EDUCATION. The disclosures required by AASB 15 and AASB 1058 are included in the notes and a reconciliation is included in note 7.

(i) Basis for disaggregation

Sources of funding: the Group receives the majority of funds from the Australian Government as well as State and Local Government to further its objectives. In addition the Group also receives revenue and income from private organisations and individuals.

Revenue and income streams: the major revenue and income streams are as follows:

Teaching: the Group has domestic and overseas students enrolled in a variety of programs for different qualification levels. Whilst, the number of domestic students is affected by national economic factors such as interest rates or unemployment, the overseas students are impacted by the changes in the immigration policies.

Research: the Group performs research activities across multiple fields. The Group enters into many different types of research agreements with different counterparties, such as with private sector customers and Government agencies that award research grants. Each agreement needs to be assessed as to whether it is an enforceable arrangement and contains sufficiently specific promises to transfer outputs from the research to the customer (or at the direction of the customer). Judgement is required in making this assessment. The Group has concluded that some research agreements represent a contract with a customer whereas other research grants are recognised as income when the Group obtains control of the research funds.

Other fees and charges: these correspond to the complementary services provided by the Group such as parking and access to fitness and recreational activities.



1. Summary of significant accounting policies (continued)

(f) Revenue and Income (continued)

Revenue from Contracts with Customers as per AASB 15

(ii) Accounting policies and significant accounting judgement and estimates

Course fees and charges

The course fees and charges revenue relate to undergraduate programs, graduate and professional degree programs and continuing education and executive programs.

The revenue is recognised over time as and when the course is delivered to students over the study period.

When the courses have been paid in advance by students or the Group has received the government funding in advance (e.g. before starting the academic period) the Group recognises a contract liability until the services are delivered.

The Group does have refund obligations. This is mainly applicable when the goods are not provided or contracted services are not delivered.

There is no significant financing component, as the period from when the student pays and the service is provided is less than 12 months and the consideration is not variable.

Research

Revenue recognition for research funding is dependent upon the source of the funding and the nature of the transaction.

The following specific research revenue recognition criteria have been applied:

- Funding received from Australian Research Council, National Health and Medical Research Council, and from non government entities. These are enforceable agreements and the performance obligations in those agreements are sufficiently specific.

The research grants that are considered within the scope of AASB 15 meet the enforceability criteria due to the existence of refund clauses in the agreements with the grantor and the promises to transfer good or services to the customer (or on behalf of the customer) are sufficiently specific. The obligations may include:

- Comprehensive academic paper with the results of the research after completion
- Publishing research data and results on an ongoing basis in an openly accessible repository as requested by the grantor
- Intellectual property

Depending on the nature of the promise, the Group either recognises revenue at a point in time when the promise is delivered (e.g. when the comprehensive academic paper is published) or recognises revenue over time as the service is performed (e.g. as the customer obtains control of the intellectual property as it is created).



1. Summary of significant accounting policies (continued)

(f) Revenue and Income (continued)

(ii) Accounting policies and significant accounting judgement and estimates (continued)

Other fees and charges

Other fees and charges revenue relate to the provision of services such as student services and amenities fees, parking fees, fitness and recreational services.

Revenue is recognised over time as and when the service is provided over the period.

Royalties

Royalties that are within the scope of AASB 15 mainly relate to the use of intellectual property. The revenue is recognised at a point in time when the use of intellectual property has occurred.

Contract Assets

Contract Assets represent research grants which have met performance obligations in accordance with funding agreements, however, funding has not been received.

Contract Liabilities

Contract Liabilities represent research and teaching grants for which funding has been received by the University, to provide future services to funding providers and students.

(iii) Unsatisfied performance obligations

Remaining performance obligations represent services the Group has promised to provide to customers which are satisfied as the goods or services are provided over the contract term. For customer contracts with terms of one year or less, or where revenue is recognised using the 'right to invoice' method of recognising revenue, as permitted under AASB 15, disclosures are not required in relation to the transaction price allocated to these unsatisfied performance obligations.

These unsatisfied performance obligations are expected to be satisfied during 2021 (within 1 year).

Contract liabilities for unsatisfied performance obligations are included in note 22.



1. Summary of significant accounting policies (continued)

(f) Revenue and Income (continued)

Income of not-for-profit as per AASB 1058

(iv) Accounting policies and significant judgements and estimates

Capital grants

Capital grants are generally received to acquire or construct a non-financial asset, such as a building. Income is recognised over time, as the building is constructed. Income is recognised to the extent of costs incurred to date as the costs of construction are the best measure of the stage of completion.

Donations and bequests

The income is recognised immediately when the funds are received.

(g) Change in Accounting Policy - Library Collection

Previously the accounting policy for the Library Collection has been to capitalise physical items and e-books acquired, depreciating the collection over a 10-year useful life. Electronic subscriptions are expensed on acquisition.

From 1 January 2020 the University changed the accounting policy for the Library Collection, with all library acquisitions now expensed.

The 2019 comparatives have been adjusted to reflect retrospective application of the policy change as required by AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors*. The adjustments to the 2019 line items are as follows:

Statement of Comprehensive Income

	Consolidated			University		
	2019 as reported previously	Adjustment \$'000	2019 Restated \$'000	2019 as reported previously	Adjustment \$'000	2019 Restated \$'000
Library acquisitions	6,959	2,542	9,501	6,959	2,542	9,501
Depreciation expense	2,148	(2,148)	-	2,148	(2,148)	-
Loss/(Gain) on Disposal	169	(203)	(34)	167	(203)	(36)
Net Total	9,276	191	9,467	9,274	191	9,465

Statement of Financial Position

	Consolidated			University		
	2019 as reported previously	Adjustment \$'000	2019 Restated \$'000	2019 as reported previously	Adjustment \$'000	2019 Restated \$'000
Library collection	12,938	(12,938)	-	12,938	(12,938)	-
Retained Earnings	(950,027)	12,938	(937,089)	(949,106)	12,938	(936,168)
Net Total	(937,089)	-	(937,089)	(936,168)	-	(936,168)



2. Australian Government financial assistance including HECS-HELP and FEE-HELP

Australian Government financial assistance

	Note	Consolidated		University	
		2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Commonwealth Grants Scheme and other grants	39(a)	195,381	191,090	195,381	191,090
Higher Education Loan Programs	39(b)	160,913	149,741	160,913	149,741
EDUCATION Research	39(c)	36,525	35,635	36,525	35,635
Other capital funding	39(e)	515	154	515	154
Australian Research Council	39(f)	6,190	5,427	6,190	5,427
Total CGS, HELP, Scholarships and Research grants		399,524	382,047	399,524	382,047
Other Australian Government financial assistance					
Research		32,332	27,608	32,357	27,608
Other		5,176	5,702	5,076	5,700
Non-capital		37,508	33,310	37,433	33,308
Capital		230	770	230	770
Total Other Australian Government financial assistance		37,738	34,080	37,663	34,078
Total Australian Government financial assistance		437,262	416,127	437,187	416,125

3. State and Local Government financial assistance

	Consolidated		University	
	2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Non-capital research grants	8,773	10,953	8,773	10,953
Non-capital other	548	1,177	548	1,177
Total State and Local Government financial assistance	9,321	12,130	9,321	12,130



4. Fees and charges

	Note	Consolidated		University	
		2020	2019	2020	2019
		\$'000	\$'000	\$'000	\$'000
Course fees and charges					
Fee-paying onshore overseas students		148,503	145,507	148,503	145,507
Fee-paying offshore overseas students		1,516	1,540	1,516	1,540
Continuing education		1,453	1,922	1,453	1,922
Fee-paying domestic postgraduate students		2,700	2,853	2,700	2,853
Fee-paying domestic non-award students		332	241	332	241
Total course fees and charges		154,504	152,063	154,504	152,063
Other fees and charges					
Miscellaneous enrolment fees		7,793	8,788	7,793	8,788
Other fees and charges		6,291	5,376	6,291	5,376
Seminar / workshop fees		1,047	2,031	1,047	2,031
Student services fees from students	39(i)	1,287	1,276	1,287	1,276
Total other fees and charges		16,418	17,471	16,418	17,471
Total fees and charges		170,922	169,534	170,922	169,534

5. Consultancy and contract research

		Consolidated		University	
		2020	2019	2020	2019
		\$'000	\$'000	\$'000	\$'000
Consultancy		2,484	2,395	2,465	2,378
Contract research		44,387	44,535	45,015	44,607
Total consultancy and contract research		46,871	46,930	47,480	46,985

6. Other revenue

		Consolidated		University	
		2020	2019	2020	2019
		\$'000	\$'000	\$'000	\$'000
Donations and bequests		1,037	4,013	1,037	4,013
Scholarships and prizes		1,468	1,755	1,468	1,756
Other fees and charges		3,634	10,425	3,371	9,127
Other*		4,883	7,432	4,694	7,995
Total other revenue		11,022	23,625	10,570	22,891

* Included within Other for 2020 is an amount for insurance proceeds of \$0.44 million (2019: \$3.42 million).



7. Reconciliation of revenue and income

The following table reconciles the amounts disclosed in notes 2 to 6 which contain the mandatory disclosures required by EDUCATION and the disclosures provided in note 1(g) as per AASB 15 and AASB 1058:

	Note	Consolidated		University	
		2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Australian Government financial assistance including Australian Government loan Programs (HELP)	2	437,262	416,127	437,187	416,125
State and Local Government financial assistance	3	9,321	12,130	9,321	12,130
HECS-HELP - Student Payments		11,125	10,306	11,125	10,306
Fees and charges	4	170,922	169,534	170,922	169,534
Royalties		499	487	115	142
Consultancy and contract research	5	46,871	46,930	47,480	46,985
Other revenue	6	11,022	23,625	10,570	22,891
Total		687,022	679,139	686,720	678,113
Total Revenue from contracts with customers as per AASB 15		440,649	432,513	440,422	431,487
Total Income of not-for-profit as per AASB 1058		246,373	246,626	246,298	246,626
Total Revenue and income		687,022	679,139	686,720	678,113

8. Investment income

	Consolidated		University	
	2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Interest				
Debt instruments at amortised cost	3,283	4,899	3,279	4,892
Dividends				
Equity instruments designated at fair value through other comprehensive income	6,052	1,671	6,052	1,671
Investment income gains	9,335	6,570	9,331	6,563

Accounting Policy

Interest income is recognised as it accrues. For all debt instruments measured at amortised cost and equity instruments measured at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). The EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the net carrying amount of the financial asset.

Dividend income is recognised only when it is declared, determined or recommended by external entities before the 31 December reporting date.



9. Employee-related expenses

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Academic				
Salaries	183,346	171,722	183,113	171,437
Contributions to superannuation and pension schemes:				
Emerging cost	161	173	161	173
Funded	26,010	24,929	26,010	24,929
Payroll tax	10,766	10,095	10,766	10,095
Workers' compensation	(94)	343	(94)	343
Long service leave	5,519	7,653	5,519	7,653
Annual leave	12,273	10,960	12,273	10,960
Total academic	237,981	225,875	237,748	225,590
Non-academic				
Salaries	148,169	141,101	146,505	139,400
Contributions to superannuation and pension schemes:				
Emerging cost	163	176	29	31
Funded	22,934	22,390	22,934	22,390
Payroll tax	8,790	8,813	8,693	8,712
Workers' compensation	165	519	165	519
Long service leave	5,091	6,401	5,051	6,432
Annual leave	11,422	10,092	11,419	10,077
Total non-academic	196,734	189,492	194,796	187,561
Total academic & non-academic employee related expenses	434,715	415,367	432,544	413,151
Council member remuneration	354	299	354	299
Total employee related expenses*	435,069	415,666	432,898	413,450

*Included within Total Employee Related Expenses for 2020 is an amount for the Early Retirement Scheme of \$19.9 million (2019: nil) which includes payments for separations, associated annual leave and long service leave liabilities and other costs.

Accounting Policy

Refer to Note 21 Provisions for the accounting policy relating to employee benefits and Note 30 Superannuation Plans for the accounting policy relating to employee benefits - Superannuation.



10. Other expenses

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Scholarships, grants and prizes*	28,201	19,032	28,201	19,032
Non-capitalised equipment	5,714	6,216	5,705	6,216
Advertising, marketing and promotion	9,478	11,767	9,465	11,731
Telecommunications	3,233	3,352	3,219	3,339
Travel, staff development and entertainment	4,176	21,141	4,133	20,954
External services	65,373	65,065	67,853	67,361
IT hardware and software	18,672	15,928	18,671	15,926
Library subscriptions	9,795	9,501	9,795	9,501
Printing	1,137	1,916	1,137	1,916
Bank charges, legal costs, insurance and taxes	6,831	6,989	6,520	6,708
General consumables	10,076	9,739	10,068	9,728
Utilities	7,472	10,793	7,472	10,793
Other	4,685	5,308	4,653	5,277
Total other expenses	174,843	186,747	176,892	188,482

*Included within Scholarships, grants and prizes for 2020 is an amount for Student Hardship of \$9.67 million (2019: nil) to assist students navigate the impacts of COVID-19.

11. Loss/(Gain) on disposal of property, plant and equipment

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Disposal of property, plant and equipment				
Proceeds from sale	(37)	(199)	(37)	(199)
Carrying amount of assets sold	203	165	203	163
Net Loss/(Gain) on disposal of property, plant and equipment	166	(34)	166	(36)



12. Cash and cash equivalents

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Cash at bank and on hand	3,714	4,011	3,483	3,692
Deposits at call	299,505	223,310	298,189	221,965
Total cash and cash equivalents	303,219	227,321	301,672	225,657

Cash at bank and on hand

During the year Cash at bank and on hand earned an average interest of 0.11% (2019: 0.25%) and interest was credited to the University on a monthly basis.

Deposits at call

During the year Deposits at call earned interest at a fixed rate which ranged between 0.50% and 2.80% (2019: range between 1.15% and 2.91%). These deposits had an average maturity of 342 days (2019: 308 days).

Accounting Policy

Cash and cash equivalents includes cash at bank and on hand, deposits held at call with financial institutions and other highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

13. Receivables

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Trade debtors	13,235	9,999	12,922	10,040
Less: Provision for impaired receivables	(252)	(295)	(252)	(295)
	12,983	9,704	12,670	9,745
Student fees	7,234	4,154	7,234	4,154
Less: Provision for impaired receivables	(2,289)	(580)	(2,289)	(580)
	4,945	3,574	4,945	3,574
Commonwealth receivables	4,647	3,090	4,647	3,090
Contract Assets	3,531	-	3,531	-
Other	3,093	3,259	2,445	2,326
Total receivables	29,199	19,627	28,238	18,735

Trade receivables are non-interest bearing and are generally on terms of 14 to 30 days.

Contract Assets represent research activities which have met performance obligations in accordance with funding agreements, however, funding has not been received. The classification of contract assets as current was made on the basis that all projects with expenditure in advance will be invoiced within 12 months. Contract Assets are evaluated for impairment.



13. Receivables (continued)

(a) Impaired receivables

Movements in the Trade debtors provision for impaired receivables are as follows:

	Consolidated	
	2020	2019
	\$'000	\$'000
At 1 January	295	115
Provision for impairment recognised during the year	153	264
Receivables written-off during the year as uncollectible	(118)	(7)
Unused amount reversed and debts collected	(78)	(77)
At 31 December	<u>252</u>	<u>295</u>

Movements in the Student fees provision for impaired receivables are as follows:

	Consolidated	
	2020	2019
	\$'000	\$'000
At 1 January	580	622
Provision for impairment recognised during the year	2,095	461
Receivables written-off during the year as uncollectible	(361)	(391)
Unused amount reversed and debts collected	(25)	(112)
At 31 December	<u>2,289</u>	<u>580</u>

The creation and release of the provision for impaired receivables has been included in 'Bad and doubtful debts expense' in the Statement of Comprehensive Income. Amounts charged to the provision account are written-off when there is no expectation of recovering additional cash.

The other amounts within receivables do not contain impaired assets and are not past due. Based on credit history, it is expected that these amounts will be received when due.

(b) Foreign exchange and interest rate risk

The carrying amount of the Group's receivables are denominated in Australian Dollars.

(c) Fair value and credit risk

Due to the short-term nature of these receivables, their carrying amount is assumed to approximate their fair value.



13. Receivables (continued)

Accounting Policy

Trade debtors are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade debts are generally due for settlement no more than 14 days from the date that invoice was issued for domestic Australian debtors, and no more than 30 days for Overseas/International debtors.

Student fees are recognised initially at fair value as at census date and are collectable at that point. Periodically these receivables are adjusted for any provision for impairment.

Collectability of receivables is reviewed on an ongoing basis and the assessment of the provision for impaired receivables included consideration of the expected credit losses in accordance with AASB 9 *Financial Instruments*. Individual trade debtors and student fee receivables are assessed for impairment, considering both historic and future factors where possible including the age of the debt, the circumstances of the debtor, experience with similar debt types and current economic circumstances. In addition, both trade debtors and student fee receivables are evaluated for impairment based upon past due status and historical collection experience. Debts which are known to be uncollectible are written off. A provision for doubtful debts is established when there is objective evidence that the University will not be able to collect all amounts due according to the original terms of receivables.

The other amounts within receivables do not contain impaired assets and are not past due. Based on credit history, it is expected that these amounts will be received when due.

14. Investments accounted for using the equity method

The University has no material investments in associates or joint venture entities which would be accounted for in the consolidated financial statements using the equity method of accounting.

15. Other financial assets

	Note	Consolidated		University	
		2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Current					
Accrued Income		2,320	3,695	2,320	3,695
Total current other financial assets		2,320	3,695	2,320	3,695
Non-current					
Equity instruments designated at fair value through other comprehensive income		78,283	67,143	73,122	61,950
Shares in subsidiaries	31	-	-	7,326	7,262
Total non-current other financial assets		78,283	67,143	80,448	69,212
Total other financial assets		80,603	70,838	82,768	72,907



15. Other financial assets (continued)

Accounting Policy

Shares in subsidiaries

Investments in all wholly-owned subsidiaries are recorded at fair value. Where an estimate of fair value is not readily available, the Net Assets of the subsidiary are used as a proxy for fair value.

Equity Instruments designated at fair value through other comprehensive income

The University invests in shares, fixed interest, property trusts and managed funds known as Investments. These investments are classified as Equity instruments designated at fair value through other comprehensive income in accordance with AASB 9 *Financial Instruments*.

These Investments are included in non-current assets unless management intends to dispose of the Investment within 12 months of the balance sheet date. Purchases and sales of Investments are recognised on trade date (the date on which the University commits to purchase or sell the asset). Investments are initially recognised at fair value. Investments are derecognised when the rights to receive cash flows from them have expired or have been transferred and the University has transferred substantially all the risks and rewards of ownership.

Unrealised gain or loss arising from changes in the fair value of investments are recognised in other comprehensive income under Gain / (Loss) on equity instruments designated at fair value through other comprehensive income.

Realised gain or loss arising from the sale of investments are recognised in other comprehensive income under Gain / (Loss) on equity instruments designated at fair value through other comprehensive income.

Only dividends are recognised in the income statement when the right of payment has been established unless when it is part of a recovery of cost in which case it is recognised in other comprehensive income.

Since these investments are designated at fair value through other comprehensive income they are not subject to impairment assessment. These investments are adjusted annually to fair value through other comprehensive income.

16. Other non-financial assets

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Current				
Prepayments	19,218	20,589	19,203	20,554
Other	100	31	100	31
Total other non-financial assets	19,318	20,620	19,303	20,585



17. Property, plant and equipment

	Capital Works in Progress	Land	Buildings	Plant and equipment	Plant and equipment in progress	Leasehold improvements	Art collection	Infrastructure	Subtotal (owned)	Subtotal Right-of-use assets	Total
University	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2019											
- Cost	4,542	1,255	334,192	105,845	2,219	7,956	66	2,936	459,011	-	459,011
- Valuation	-	158,810	1,040,014	-	-	-	3,774	87,500	1,290,098	-	1,290,098
Accumulated depreciation and impairment	-	(107)	(532,870)	(67,694)	-	(6,583)	-	(49,019)	(656,273)	-	(656,273)
Net book amount	4,542	159,958	841,336	38,151	2,219	1,373	3,840	41,417	1,092,836	-	1,092,836
Year ended 31 December 2019											
Opening net book amount	4,542	159,958	841,336	38,151	2,219	1,373	3,840	41,417	1,092,836	-	1,092,836
Adoption of AASB 16	-	-	18,689	853	-	-	-	-	-	19,542	19,542
Additions	15,319	-	293	9,403	4,054	-	18	-	28,359	728	29,087
Disposals	-	-	-	(163)	-	-	-	-	(163)	-	(163)
Reclassifications	(18,684)	-	10,755	2,839	(2,122)	626	-	6,586	-	-	-
Impairment loss in income	-	-	-	(167)	-	-	-	-	(167)	-	(167)
Amortisation / Depreciation charge	-	(53)	(28,404)	(10,470)	-	(508)	-	(1,885)	(37,941)	(3,379)	(41,320)
Revaluation	-	24,346	12,616	-	-	-	(35)	(42)	36,885	-	36,885
Other changes, movements	(142)	-	-	-	(76)	-	-	-	(218)	-	(218)
Closing net book amount	1,035	184,251	855,285	40,446	4,075	1,491	3,823	46,076	1,119,591	16,891	1,136,482
At 31 December 2019											
- Cost	1,035	-	18,982	112,344	4,075	8,606	-	100,035	224,807	20,270	245,077
- Valuation	-	184,445	1,437,631	-	-	-	3,823	-	1,625,899	-	1,625,899
Accumulated amortisation / depreciation and impairment	-	(194)	(601,328)	(71,898)	-	(7,115)	-	(53,959)	(731,115)	(3,379)	(734,494)
Net book amount	1,035	184,251	855,285	40,446	4,075	1,491	3,823	46,076	1,119,591	16,891	1,136,482



17. Property, plant and equipment (continued)

	Capital Works in Progress	Land	Buildings	Plant and equipment	Plant and equipment in progress	Leasehold improvements	Art collection	Infrastructure	Subtotal (owned)	Subtotal Right-of-use assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
University											
Year ended 31 December 2020											
Opening net book amount	1,035	184,251	855,285	40,446	4,075	1,491	3,823	46,076	1,119,591	16,891	1,136,482
Additions	6,915	-	169	5,352	3,305	-	-	-	14,871	870	15,741
Disposals	-	-	-	(200)	-	-	-	-	(200)	-	(200)
Reclassifications	(7,883)	-	3,496	6,414	(3,398)	73	-	1,298	-	-	-
Impairment loss in income	-	-	-	(441)	-	-	-	-	(441)	-	(441)
Amortisation / Depreciation charge	-	(61)	(28,766)	(10,792)	-	(576)	-	(2,124)	(38,891)	(3,428)	(42,319)
Other changes, movements	144	-	(143)	-	(675)	-	-	-	(531)	(143)	(674)
Closing net book amount	211	184,190	830,041	40,779	3,307	988	3,823	45,250	1,094,399	14,190	1,108,589
At 31 December 2020											
- Cost	211	-	21,578	120,613	3,307	8,679	-	1,298	136,507	19,179	155,686
- Valuation	-	184,444	1,437,631	-	-	-	3,823	100,035	1,725,933	-	1,725,933
Accumulated amortisation / depreciation and impairment	-	(254)	(629,168)	(79,834)	-	(7,691)	-	(56,083)	(768,041)	(4,989)	(773,030)
Net book amount	211	184,190	830,041	40,779	3,307	988	3,823	45,250	1,094,399	14,190	1,108,589



17. Property, plant and equipment (continued)

	Capital Works in Progress	Land	Buildings	Plant and equipment	Plant and equipment in progress	Leasehold improvements	Art collection	Infrastructure	Subtotal (owned)	Subtotal Right- of-use assets	Total
Consolidated	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2019											
- Cost	4,542	1,255	334,192	105,976	2,219	7,956	66	2,936	459,142	-	459,142
- Valuation	-	158,810	1,040,014	-	-	-	3,774	87,500	1,290,098	-	1,290,098
Accumulated amortisation / depreciation and impairment	-	(107)	(532,870)	(67,812)	-	(6,583)	-	(49,019)	(656,391)	-	(656,391)
Net book amount	4,542	159,958	841,336	38,164	2,219	1,373	3,840	41,417	1,092,849	-	1,092,849
Year ended 31 December 2019											
Opening net book amount	4,542	159,958	841,336	38,164	2,219	1,373	3,840	41,417	1,092,849	-	1,092,849
Adoption of AASB 16	-	-	18,689	853	-	-	-	-	-	19,542	19,542
Additions	15,319	-	293	9,438	4,054	-	18	-	28,394	728	29,122
Disposals	-	-	-	(165)	-	-	-	-	(165)	-	(165)
Reclassifications	(18,684)	-	10,755	2,839	(2,122)	626	-	6,586	-	-	-
Impairment loss in income	-	-	-	(167)	-	-	-	-	(167)	-	(167)
Amortisation / Depreciation charge	-	(53)	(28,404)	(10,478)	-	(508)	-	(1,885)	(37,949)	(3,379)	(41,328)
Revaluation	-	24,346	12,616	-	-	-	(35)	(42)	36,885	-	36,885
Other changes, movements	(142)	-	-	-	(76)	-	-	-	(218)	-	(218)
Closing net book amount	1,035	184,251	855,285	40,484	4,075	1,491	3,823	46,076	1,119,629	16,891	1,136,520
At 31 December 2019											
- Cost	1,035	-	18,982	112,506	4,075	8,606	-	100,035	224,969	20,270	245,239
- Valuation	-	184,445	1,437,631	-	-	-	3,823	-	1,625,899	-	1,625,899
Accumulated amortisation / depreciation and impairment	-	(194)	(601,328)	(72,022)	-	(7,115)	-	(53,959)	(731,239)	(3,379)	(734,618)
Net book amount	1,035	184,251	855,285	40,484	4,075	1,491	3,823	46,076	1,119,629	16,891	1,136,520

17. Property, plant and equipment (continued)

	Capital Works in Progress	Land	Buildings	Plant and equipment	Plant and equipment in progress	Leasehold improvements	Art collection	Infrastructure	Subtotal (owned)	Subtotal Right- of-use assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Consolidated Year ended 31 December 2020											
Opening net book amount	1,035	184,251	855,285	40,484	4,075	1,491	3,823	46,076	1,119,629	16,891	1,136,520
Additions	6,915	-	169	5,358	3,305	-	-	-	14,877	870	15,747
Disposals	-	-	-	(200)	-	-	-	-	(200)	-	(200)
Reclassifications	(7,883)	-	3,496	6,414	(3,398)	73	-	1,298	-	-	-
Impairment loss in income	-	-	-	(441)	-	-	-	-	(441)	-	(441)
Amortisation / Depreciation charge	-	(61)	(28,766)	(10,810)	-	(576)	-	(2,124)	(38,909)	(3,428)	(42,337)
Other changes, movements	144	-	(143)	-	(675)	-	-	-	(531)	(143)	(674)
Closing net book amount	211	184,190	830,041	40,805	3,307	988	3,823	45,250	1,094,425	14,190	1,108,615
At 31 December 2020											
- Cost	211	-	21,578	120,657	3,307	8,679	-	1,298	136,551	19,179	155,730
- Valuation	-	184,444	1,437,631	-	-	-	3,823	100,035	1,725,933	-	1,725,933
Accumulated amortisation / depreciation and impairment	-	(254)	(629,168)	(79,852)	-	(7,691)	-	(56,083)	(768,059)	(4,989)	(773,048)
Net book amount	211	184,190	830,041	40,805	3,307	988	3,823	45,250	1,094,425	14,190	1,108,615



17. Property, plant and equipment (continued)

Accounting Policy

Initial recognition and measurement

Assets with a useful life of more than 12 months and an acquisition cost of more than \$10,000 are initially capitalised at cost. Costs incurred on Plant and equipment which do not meet the capitalisation criteria are expensed as incurred. Following initial recognition at cost Land, Buildings, Infrastructure and Art collection are carried at fair value.

Subsequent capital costs are included in the asset's carrying amount or recognised as a separate asset as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance costs are charged to the Statement of Comprehensive Income during the financial period in which they are incurred.

All other property, plant and equipment is stated at historical cost less depreciation.

Revaluations

Independent valuations of Land, Buildings and Infrastructure are performed every three years to ensure that the carrying amount does not differ materially from the asset's fair value at the balance date.

The Art collection is internally valued every three years by the Director: Samstag Museum of Art considering current sales and auctions of works by the same artist and / or similar genre.

Revaluation surpluses have been credited to the asset revaluation reserve included in the equity section of the statement of financial position. Revaluation increments and decrements are offset against one another within asset classes, but not otherwise. Refer to Note 38(c) for information regarding revaluations.

Land

Land occupied by the University is either owned by the University or by the State Government. All land is recognised on the basis that the University effectively controls the land occupied.

Land includes \$66.17 million (2019: \$66.17 million) of Crown Lands and \$5.66 million (2019: \$5.72 million) of Land under Finance Lease. The University has restrictions on the above land by application of the University of South Australia Act, 1990 Section 6(3).

Impairment of assets

Assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.



17. Property, plant and equipment (continued)

Accounting Policy (continued)

Depreciation

Land (excluding Land under finance lease), Art collection and Buildings under construction are not depreciated. Depreciation, where applicable, is calculated on a straight-line basis to allocate the written down current cost of an asset over its estimated remaining useful life.

Assets class	Useful Life
Property:	
Buildings	30 - 160 years
Infrastructure	25 - 50 years
Land under finance lease	99 years
Leasehold improvements	1 - 14 years
Plant and equipment:	
IT infrastructure	5 years
IT other	3 years
Motor vehicles	5 years
Other	10 years
Right-of-use assets:	
Buildings	1 - 9 years
Plant and equipment	1 - 5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.



17. Property, plant and equipment (continued)

(a) Right-of-use assets

Information about leases where the University is a lessee is presented below:

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Right-of-use assets				
Buildings				
Opening Balance	16,338	-	16,338	-
Adoption of AASB 16 (1 January 2019)	-	18,689	-	18,689
Additions of right-of-use assets	143	293	143	293
Other changes, movements	(143)	-	(143)	-
Depreciation charge	(2,677)	(2,644)	(2,677)	(2,644)
At 31 December 2020	13,661	16,338	13,661	16,338
Plant and Equipment				
Opening Balance	553	-	553	-
Adoption of AASB 16 (1 January 2019)	-	853	-	853
Additions of right-of-use assets	727	435	727	435
Depreciation charge	(751)	(735)	(751)	(735)
At 31 December 2020	529	553	529	553
Total right-of-use assets	14,190	16,891	14,190	16,891

Accounting Policy

Assessment of whether a contract is, or contains, a lease

At inception of a contract, the University assesses whether a contract is, or contains a lease. A contract is, or contains a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration.

the University assesses whether:

- (a) The contract involves the use of an identified asset. The asset may be explicitly or implicitly specified in the contract.
- (b) The customer has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- (c) The customer has the right to direct the use of the asset throughout the period of use - The customer is considered to have the right to direct the use of the asset only if either:
 - i. The customer has the right to direct how and for what purpose the identified asset is used throughout the period of use; or
 - ii. The relevant decisions about how and for what purposes the asset is used is predetermined and the customer has the right to operate the asset, or the customer designed the asset in a way that predetermines how and for what purpose the asset will be used throughout the period of use.



17. Property, plant and equipment (continued)

Accounting Policy (continued)

Accounting for leases - University as lessee

In contracts where the University is a lessee, the University recognises a right-of-use asset and a lease liability at the commencement date of the lease, unless the short-term or low-value exemption is applied.

Right-of-use asset

A right-of-use asset is initially measured at cost comprising the initial measurement of the lease liability adjusted for any lease payments made before the commencement date (reduced by lease incentives received), plus initial direct costs incurred in obtaining the lease and an estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

A right-of-use asset associated with land and buildings is subsequently measured at fair value. All other property, plant and equipment are measured as described in the accounting policy for property, plant and equipment in Note 17.

18. Intangible assets

University	Intangibles in progress \$'000	Other intangible assets \$'000	Total \$'000
At 1 January 2019			
Cost	279	16,907	17,186
Accumulated amortisation and impairment	-	(11,812)	(11,812)
Net book amount	279	5,095	5,374
Year ended 31 December 2019			
Opening net book amount	279	5,095	5,374
Additions	35	-	35
Impairment losses	-	(8)	(8)
Reclassifications	(314)	314	-
Amortisation	-	(1,379)	(1,379)
Closing net book amount	-	4,022	4,022
At 31 December 2019			
Cost	-	16,412	16,412
Accumulated amortisation and impairment	-	(12,390)	(12,390)
Net book amount	-	4,022	4,022
Year ended 31 December 2020			
Opening net book amount	-	4,022	4,022
Additions	511	-	511
Disposals	-	(3)	(3)
Reclassifications	(44)	44	-
Amortisation	-	(1,287)	(1,287)
Closing net book amount	467	2,776	3,243
At 31 December 2020			
Cost	467	15,633	16,100
Accumulated amortisation and impairment	-	(12,857)	(12,857)
Net book amount	467	2,776	3,243



18. Intangible assets (continued)

Consolidated	Intangibles in progress \$'000	Other intangible assets \$'000	Total \$'000
At 1 January 2019			
Cost	279	16,907	17,186
Accumulated amortisation and impairment	-	(11,812)	(11,812)
Net book amount	279	5,095	5,374
Year ended 31 December 2019			
Opening net book amount	279	5,095	5,374
Additions	35	-	35
Impairment Losses	-	(8)	(8)
Reclassifications	(314)	314	-
Amortisation	-	(1,379)	(1,379)
Closing net book amount	-	4,022	4,022
At 31 December 2019			
Cost	-	16,412	16,412
Accumulated amortisation and impairment	-	(12,390)	(12,390)
Net book amount	-	4,022	4,022
Year ended 31 December 2020			
Opening net book amount	-	4,022	4,022
Additions	511	-	511
Disposals	-	(3)	(3)
Reclassifications	(44)	44	-
Amortisation	-	(1,287)	(1,287)
Closing net book amount	467	2,776	3,243
At 31 December 2020			
Cost	467	15,633	16,100
Accumulated amortisation and impairment	-	(12,857)	(12,857)
Net book amount	467	2,776	3,243

Accounting Policy

Expenditure on research activities, undertaken with the prospect of obtaining new scientific or technical knowledge and understanding, is recognised in the Statement of Comprehensive Income as an expense when incurred.

With respect to internally generated Intangible assets, expenditure on development activities is capitalised if the product or service is technically and commercially feasible and adequate resources are available to complete development. The expenditure capitalised comprises all directly-attributable costs, including costs of materials, services, direct labour and an appropriate proportion of overheads where the University has control over the expected benefits. Other development expenditure is recognised in the Statement of Comprehensive Income as an expense as incurred. Capitalised development expenditure is recognised at cost less accumulated amortisation.

Amortisation is calculated using the straight line method to allocate the cost over the period of the expected benefit, which is currently between 4 and 7 years.

Intangibles in progress represent capitalised expenditure where the project was incomplete at balance date. The expenditure is capitalised upon the completion of the project.



18. Intangible assets (continued)

Accounting Policy (continued)

Intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired.

19. Payables

	Note	Consolidated		University	
		2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Current					
Trade creditors*		24,730	19,537	24,973	19,799
Accrued salaries		14,912	8,122	14,898	8,111
Provision for Restructuring		975	3,560	975	3,560
OS-HELP liability to Australian Government	39(g)	2,013	3	2,013	3
Total current payables		42,630	31,222	42,859	31,473
Non-current					
Total payables		42,630	31,222	42,859	31,473

Accounting Policy

* These amounts represent liabilities for goods and services provided to the Group prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Accrued expenses relate to expenses incurred not yet invoiced.

20. Lease liabilities

	Consolidated		University	
	2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Current				
Lease liabilities	2,352	2,610	2,352	2,610
Total current lease liabilities	2,352	2,610	2,352	2,610
Non-Current				
Lease liabilities	12,782	14,840	12,782	14,840
Total non-current lease liabilities	12,782	14,840	12,782	14,840
Total lease liabilities	15,134	17,450	15,134	17,450



20. Lease liabilities (continued)

Financing arrangements

Maturity analysis - undiscounted contractual cash flows (Lease liabilities)

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Less than one year	2,855	3,223	2,855	3,223
One to five years	9,798	10,002	9,798	10,002
More than 5 years	4,760	7,247	4,760	7,247
Total undiscounted contractual cash flows	17,413	20,472	17,413	20,472

The University has no loans.

Unrestricted access was available at reporting date to the following lines of credit:

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Credit standby arrangements				
Total facilities				
Credit card facility	3,000	3,000	3,000	3,000
Documentary letter of credit facility	200	200	200	200
Bank guarantee	5,100	5,100	5,100	5,100
Overseas bills purchased facility	1,000	1,000	1,000	1,000
Total credit standby arrangements	9,300	9,300	9,300	9,300
Used at balance date				
Credit card facility	2	8	2	8
Documentary letter of credit facility	-	-	-	-
Bank guarantee	1,607	1,600	1,607	1,600
Overseas bills purchased facility	-	-	-	-
Total used at balance date	1,609	1,608	1,609	1,608
Unused at balance date				
Credit card facility	2,998	2,992	2,998	2,992
Documentary letter of credit facility	200	200	200	200
Bank guarantee	3,493	3,500	3,493	3,500
Overseas bills purchased facility	1,000	1,000	1,000	1,000
Total unused at balance date	7,691	7,692	7,691	7,692



21. Provisions

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Current provisions expected to be settled within 12 months				
Annual leave*	20,312	19,179	20,224	19,094
Long service leave**	4,438	8,943	4,352	8,869
Separation scheme****	18,265	-	18,265	-
Workers' compensation liability***	376	511	376	511
	43,391	28,633	43,217	28,474
Current provisions expected to be settled after more than 12 months				
Annual leave*	9,155	9,187	9,155	9,187
Long service leave**	46,335	41,272	46,335	41,272
	55,490	50,459	55,490	50,459
Total current provisions	98,881	79,092	98,707	78,933
Non-current				
Long service leave**	17,585	17,069	17,585	17,069
Workers' compensation liability***	477	770	477	770
Total non-current provisions	18,062	17,839	18,062	17,839
Total provisions	116,943	96,931	116,769	96,772

Movements in the Workers' compensation liability are set out below:

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Carrying amount at start of year	1,281	922	1,281	922
Additional provisions recognised	603	725	603	725
Amounts used	(354)	(403)	(354)	(403)
Unused amounts reversed	(690)	-	(690)	-
Increase / (decrease) in discounted amount	13	37	13	37
Carrying amount at end of year	853	1,281	853	1,281



21. Provisions (continued)

Accounting Policy

*Annual leave

The annual leave liability is independently calculated each year in accordance with AASB 119 *Employee Benefits*. The last update was performed at 31 December 2020 by Deborah Jones, FIAA of Brett & Watson Pty Ltd.

The employees' entitlement to annual leave expected to be settled within twelve months of the end of the reporting period have been calculated at the amounts expected to be paid when liabilities are settled. Where the employees' entitlement to annual leave are not expected to be settled within 12 months of the end of the reporting period, the provision has been discounted to present values.

Sick leave

No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees is estimated to be less than the annual entitlement of sick leave.

**Long service leave

The long service leave liability is independently actuarially estimated each year in accordance with AASB 119 *Employee Benefits*. The last update was performed at 31 December 2020 by Deborah Jones, FIAA of Brett & Watson Pty Ltd.

The liability for long service leave is recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national Government bonds with terms to maturity that match, as closely as possible, the estimated future cash outflows. The long service leave liability includes associated on-costs.

Liabilities for employees' entitlements, which are expected to be settled after twelve months are discounted using market yields at the reporting date on national Government bonds with terms to maturity that match, as closely as possible, the estimated future cash outflows. The discount rate used for the 2020 valuation is 1.2% (2019: 1.5%).

***Workers' compensation

The University is responsible for payment of workers' compensation.

The provision for workers' compensation is independently actuarially estimated each year. The last update was performed at 31 December 2020 by Brett & Watson Pty Ltd using Case Estimation Methodology. Under this methodology, consideration is given to individual case estimates of all open claims plus an allowance for incurred but not reported claims, re-opening of claims regarded as closed and unforeseen escalation of case estimates as more information becomes available.

****Separation scheme

The provision for separation scheme relates to an Early Retirement Scheme and includes payments for separations, associated annual leave and long service leave liabilities and other costs. The leave liabilities included in this provision total \$6.16 million.



22. Contract liabilities

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Current				
Commonwealth and State Government grants	35,143	30,661	35,143	30,661
Income in Advance on incomplete projects	21,684	17,240	21,684	17,240
Student fees and charges in advance	15,191	19,725	15,191	19,725
Other	3,824	2,868	3,824	2,868
Total current contract liabilities	75,842	70,494	75,842	70,494

Accounting Policy

Commonwealth and State Government Grants represents Australian Government Grants received and represents funding received but not spent as detailed in Note 1(f) accounting policy.

Income in advance on incomplete projects represents grants and contracts received from other sources and represents the amounts received but not spent.

23. Other liabilities

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Current				
Funds held on behalf of external entities	4,379	3,575	4,355	3,405
Commonwealth and State Government unspent financial assistance	5,521	1,987	5,521	1,987
Student fees and charges in advance	1,411	2,426	1,411	2,426
Other	75	5,002	80	5,008
Total other liabilities	11,386	12,990	11,367	12,826

Accounting Policy

Funds held on behalf of external entities are amounts held by the University on behalf of a number of external entities. As at balance date, the funds held are included in cash and cash equivalents and a corresponding liability is included in other liabilities above.

Commonwealth and State Government unspent financial assistance represents Australian Government Grants received which the University regards as reciprocal and represents funding received but not spent.



24. Reserves

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Property, plant and equipment revaluation surplus				
Land, Buildings and Infrastructure	263,150	263,150	263,150	263,150
Art collection	1,382	1,382	1,382	1,382
	264,532	264,532	264,532	264,532
Equity instruments designated at fair value through other comprehensive income	56,353	48,557	56,353	48,557
Total reserves	320,885	313,089	320,885	313,089

The University has three reserves. The Land, Buildings and Infrastructure reserve records revaluations in Land, Buildings and Infrastructure, the Art collection reserve records revaluations in the Art collection and the Equity instruments designated at fair value through other comprehensive income records revaluations in Investments.

25. Key management personnel disclosures

(a) Names of responsible persons

The following persons were responsible persons of the University during the 2020 year. Council members include University employees who may be ex-officio members or elected staff members.

2020 Council Members

Ms Pauline Carr, Chancellor
Professor David Lloyd, Vice Chancellor and President
Hon John Hill, Deputy Chancellor
Mr Jim Hazel, Pro Chancellor
Mr Michael Abbott AO QC
Mr Noah Beckmann
Ms Karen Hunt
Professor Caroline McMillen AO
Associate Professor Barbara Parker
Ms Mary Patetsos
Ms Lekshmi Raj Shylaja Kumari
Ms Miriam Silva (until 19 December 2020)
Mr Ian Smith
Professor Vicki Waye
Mr Jim Whalley



25. Key management personnel disclosures (continued)

(a) Names of responsible persons (continued)

2020 University Senior Management Group (until 5 April 2020)

Professor David Lloyd, Vice Chancellor and President
Mr Paul Beard
Professor Simon Beecham
Ms Jane Booth
Professor Joanne Cys
Professor Roger Eston
Professor Allan Evans
Professor Carol Grech
Professor Marnie Hughes-Warrington (commenced 20 January 2020)
Professor Julie Mills
Professor Irene Watson
Professor Marie Wilson

2020 University Enterprise Leadership Team (effective 6 April 2020)

Professor David Lloyd, Vice Chancellor and President
Mr Paul Beard
Ms Jane Booth
Professor Allan Evans
Professor Marnie Hughes-Warrington
Professor Marie Wilson

(b) Remuneration of key management personnel

	Consolidated		University	
	2020	2019	2020	2019
	Number	Number	Number	Number
Remuneration of Council members				
Nil	4	4	4	4
\$10,000 to \$19,999	-	8	-	8
\$20,000 to \$29,999	7	1	7	1
\$30,000 to \$39,999	1	2	1	2
\$40,000 to \$49,999	2	-	2	-
\$70,000 to \$79,999	-	1	-	1
\$80,000 to \$89,999	1	-	1	-
	15	16	15	16

Remuneration received and receivable by Council members for their services as Council members was \$353,540 (2019: \$298,685). The total remuneration received and receivable by Council members in their position as Council members and as Directors of subsidiary companies was \$353,540 (2019: \$298,685).



25. Key management personnel disclosures (continued)

(b) Remuneration of key management personnel (continued)

	Consolidated		University	
	2020 Number	2019 Number	2020 Number	2019 Number
Remuneration of executive officers				
\$20,000 to \$29,999	1	-	1	-
\$60,000 to \$69,999	1	-	1	-
\$80,000 to \$89,999	2	-	2	-
\$100,000 to \$109,999	2	-	2	-
\$120,000 to \$129,999	-	1	-	1
\$240,000 to \$249,999	-	1	-	1
\$260,000 to \$269,999	-	1	-	1
\$290,000 to \$299,999	-	1	-	1
\$320,000 to \$329,999	-	1	-	1
\$350,000 to \$359,999	-	2	-	2
\$400,000 to \$409,999	-	1	-	1
\$410,000 to \$419,999	-	1	-	1
\$430,000 to \$439,999	-	1	-	1
\$450,000 to \$459,999	2	-	2	-
\$480,000 to \$489,999	-	1	-	1
\$500,000 to \$509,999	1	-	1	-
\$670,000 to \$679,999	1	1	1	1
\$680,000 to \$689,999	-	1	-	1
\$720,000 to \$729,999	1	-	1	-
\$1,180,000 to \$1,189,999	-	1	-	1
\$1,200,000 to \$1,209,999	1	-	1	-
	12	14	12	14

Executive officers are defined as the Vice Chancellor and President, the University's Senior Management Group until 5 April 2020 and the University's Enterprise Leadership Team from 6 April 2020. As part of the Academic Organisational Transformation, the Senior Management Group was replaced by the Enterprise Leadership Team effective 6 April 2020. Members of the Senior Management Group and Enterprise Leadership Team are set out in Note 25(a).

The remuneration includes all normal salary, leave, allowances and other benefits paid during the reporting year. No executive received any remuneration from the University other than by way of salary and related benefits from a normal employment relationship.

(c) Executive officers' compensation

	Consolidated		University	
	2020 \$'000	2019 \$'000	2020 \$'000	2019 \$'000
Short-term employee benefits	4,144	5,621	4,144	5,621
Post-employment benefits	352	453	352	453
Other long-term benefits	-	161	-	161
Total executive officers' compensation	4,496	6,235	4,496	6,235



25. Key management personnel disclosures (continued)

(d) Related party transactions

From time to time key management personnel have interests or positions in entities with which the University conducts business. In all cases transactions with these entities are undertaken during the ordinary course and under normal trading terms.

26. Remuneration of auditors

During the year, the following fees were paid for services provided by the auditor of the University, its related practices and non-related audit firms:

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Audit of the Financial Statements				
Fees paid to Auditor-General's Department	283	282	283	282
Fees paid to other auditors	15	14	-	-
Other audit and assurance services				
Fees paid to other auditors	28	8	28	8
Total paid for audit	326	304	311	290

Audit fees paid / payable to the Auditor-General's Department relating to work performed under Section 19 of the University of South Australia Act 1990 in 2020 were \$0.28m (2019: \$0.28m).

27. Contingencies

The University has no material contingent liabilities or assets.



28. Commitments

(a) Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities is as follows:

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Property, plant and equipment:				
Within one year	3,492	6,804	3,492	6,804
Total Property, plant and equipment commitments	3,492	6,804	3,492	6,804

Property, plant and equipment commitments represent capital works project expenditure.

(b) Other expenditure commitments

Commitments for other expenditure in existence at the reporting date but not recognised as liabilities, are payable as follows:

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Within one year	17,477	15,346	17,477	18,444
Between one and five years	13,248	19,749	13,248	19,749
Later than five years	2,738	950	2,738	950
Total other expenditure commitments	33,463	36,045	33,463	39,143

Other expenditure commitments includes contributions to Co-operative Research Centres (CRC), cleaning, security and material commitments arising from grants received from NHMRC.

29. Related Parties

(a) Parent entities

The ultimate Australian parent entity within the Group is the University of South Australia.

(b) Subsidiaries

Interests in subsidiaries are set out in note 31.

(c) Key management personnel

Disclosures relating to directors and specified executives are set out in note 25.

(d) Transactions with related parties

The following transactions occurred during the reporting period with related parties:

	2020	2019
	\$'000	\$'000
Fees paid to subsidiaries for the provision of services under agreement	3,020	3,050



30. Superannuation plans

(a) Categories

The University contributes to a number of superannuation schemes, divided into the following categories:

- (i) UniSuper plans open to membership:
 - UniSuper Defined Benefit Plan or Accumulation Super 2
 - Accumulation Super 1
- (ii) State Government Schemes closed to future membership by University employees:
 - State Pension Scheme
 - State Lump Sum Scheme

(b) UniSuper Limited Superannuation Scheme

The employees' UniSuper plan is determined by the terms of employment and is managed by a corporate trustee, UniSuper Limited. The plan is administered by UniSuper Management Pty Ltd.

The employer contribution rate for 2020 for employees in either the Defined Benefit Division (DBD) or Accumulation Super 2 was 17% of salaries. For employees in Accumulation Super 1 the contribution rate was 9.5% for 2020.

The UniSuper DBD is a defined benefit plan under Superannuation Law but is considered to be a defined contribution plan under Accounting Standards AASB 119. As set out under paragraph 28 of AASB 119, a defined contribution plan is a plan where the employer's legal or constructive obligation is limited to the amount it agrees to contribute to the funds and the actuarial risk and investment risk fall on the employee.

Clause 34 (b) of the Trust Deed states that the "Trustee must consider whether it is in the interests of the Members of Division A and Division B as a whole to reduce the benefits payable under Division A and Division B and, if it so considers that it should reduce benefits (which may include benefits in the course of payment), it must do so on a fair and equitable basis and at a time or times it decides".

As at 30 June 2020 the assets of the DBD aggregate (i.e. entire multi-employer DBD plan) were estimated to be:

- \$3,276 million above (2019: \$5,643 million in excess) vested benefits, after allowing for various reserves. The Vested Benefits Index based on funding assumption was 114.1%. The vested benefits are benefits which are not conditional upon continued membership (or any factor other than leaving the service of the participating institution) and include the value of indexed pensions being provided by the DBD.
- \$5,267 million above (2019: \$7,301 million in excess) accrued benefits, after allowing for various reserves. The Accrued Benefits Index based on best estimate assumptions was 124.7%. The accrued benefits have been calculated as the present value of expected future benefit payments to members and indexed pensioners which arise from membership of UniSuper up to the reporting date.



30. Superannuation plans (continued)

(b) UniSuper Limited Superannuation Scheme (continued)

The vested benefit and accrued benefit liabilities were determined by the Fund's actuary using the actuarial demographic assumptions outlined in their report on the actuarial investigation of the DBD as at 30 June 2020. The financial assumptions used were:

	Vested Benefits	Accrued Benefits
Gross of tax investment return - DBD pensions	4.8% p.a.	6.1% p.a.
Gross of tax investment return - commercial rate indexed pensions	2.4% p.a.	2.4% p.a.
Net of tax investment return - non pensioner members	4.3% p.a.	5.5% p.a.
Consumer Price Index - For the next 3 years	0.5% p.a.	0.5% p.a.
Consumer Price Index - Beyond 3 years	2.0% p.a.	2.0% p.a.
Inflationary salary increases - For the next 3 years	2.25% p.a.	2.25% p.a.
Inflationary salary increases - Beyond 3 years	2.75% p.a.	2.75% p.a.

Assets have been included at their net market value, that is, after allowing for realisation costs.

(c) Super SA Superannuation plan

A number of present and past employees of the University and its predecessor institutions are members of the South Australian Superannuation Scheme. This scheme is administered by Super SA on behalf of the South Australian Superannuation Board (the Board) which is responsible for managing this scheme. The Board was established under section 5 of the *Superannuation Act 1988*. The funds are managed by the specialist investment manager, Superannuation Funds Management Corporation of South Australia (Funds SA).

Under this scheme, benefits are paid as a continuing pension or lump sum to members eligible to claim their entitlement. The Pension Scheme is a defined benefit scheme where member benefits are calculated as a percentage of final salary. Benefits are generally payable fortnightly and are indexed by Consumer Price Index (CPI). The Lump Sum Scheme is part accumulation and part defined benefit where member basic entitlements represent a refund of the member's contributions with investment returns plus a defined multiple of final salary.

Under current arrangements, Super SA pays eligible members their benefit and is reimbursed by the University for the shortfall in the employer's contribution. The Commonwealth Government fully funds the University on an emerging cost basis for the costs and recovers the State's share of the cost directly from the State Government under the Commonwealth - State Agreement. The Agreement provides that the employer component of the superannuation benefits payable to former employees of the University who were members of one of the main State Schemes, be shared.

An actuarial assessment (the Assessment) of the University's superannuation liability with respect to future benefits for current pensioners and employees was performed by Brett & Watson Pty. Ltd. as at 31 December 2020. The actuarial valuation was based on 30 June 2020 membership data which was projected to 31 December 2020 using the Projected Unit Credit Method. The University's present value of the defined benefit obligations was assessed to be \$436.57 million (2019: \$480.86 million).

The University's liability under the scheme has been partly funded by assets of \$57.00 million (2019: \$54.40 million) from 3% productivity employer contributions. This results in an unfunded liability of \$379.56 million (2019: \$426.46 million).



30. Superannuation plans (continued)

(c) Super SA Superannuation plan (continued)

The weighted average duration of the defined benefit obligation is 10.87 years (2019: 11.60 years). The expected maturity analysis of undisclosed benefit obligations is as follows:

	Less than 1 year \$'000	Between 1 and 2 years \$'000	Between 2 and 5 years \$'000	More than 5 years \$'000	Total \$'000
Defined Benefit obligation - 31 December 2020	29,704	28,302	82,138	363,642	503,786
Defined Benefit obligation - 31 December 2019	30,173	29,374	85,858	429,814	575,219

The analysis of the plan assets and the expected rate of return at the balance sheet date is as follows:

	2020 (%)		2019 (%)	
	Active Market	No Active Market	Active Market	No Active Market
Equity instruments	51.5	0.0	51.3	0.0
Property	2.0	15.2	2.8	14.4
Diversified Strategies Growth	0.1	15.7	0.0	16.6
Diversified Strategies Income	12.9	0.0	13.4	0.0
Cash	2.6	0.0	1.5	0.0
Total	69.1	30.9	69.0	31.0



30. Superannuation plans (continued)

(d) Amounts recognised in the Statement of Financial Position

	University	
	2020	2019
	\$'000	\$'000
Reconciliation of the present value of the defined benefit obligation		
Present value of defined benefit obligation at beginning of year	480,860	459,817
Current service cost	133	146
Interest cost	6,521	10,670
Actuarial (gain) / loss		
(a) Impact of changes in demographic assumptions	(5,998)	-
(b) Impact of changes in salary increase assumptions	(536)	-
(c) Impact of changes in long term inflation assumptions	(22,237)	-
(d) Impact of changes in discount rate	12,710	46,092
(e) Impact of changes in fund share	(5,186)	-
(c) Experience items	610	(6,536)
Benefits and expenses paid	<u>(30,308)</u>	<u>(29,329)</u>
Present value of defined benefits obligations at end of year	436,569	480,860
Reconciliation of the fair value of the defined benefit plan assets		
Fair value of Scheme assets at start of year	54,404	47,959
Interest income	742	1,166
Actual return on assets less Interest income	1,836	5,256
Employer contributions	30,331	29,352
Benefits and expenses paid	<u>(30,308)</u>	<u>(29,329)</u>
Fair value of Scheme assets at end of year	57,005	54,404
Net Liability		
Defined Benefit Obligation	436,569	480,860
Less: Fair value of plan assets	<u>(57,005)</u>	<u>(54,404)</u>
Net Liability	379,564	426,456
Defined Benefit Provision		
Current	29,704	30,200
Non-current	<u>349,860</u>	<u>396,256</u>
Total Defined Benefit Provision	<u>379,564</u>	426,456

The net unfunded amount of \$379.56 million (2019: \$426.46 million) has been recognised in the accounts of the University as a liability and a corresponding receivable from the Commonwealth Government. The asset and liability have been classified as current and non-current according to cash flow projections of the Assessment.



30. Superannuation plans (continued)

(d) Amounts recognised in the Statement of Financial Position (continued)

The Commonwealth Government has agreed to provide assistance under Section 20 of the *Higher Education Funding Act* to meet the additional costs in respect of State Government emerging cost schemes, where costs are in excess of funding provided for this purpose in the base operating grant.

Assumptions adopted by Brett & Watson Pty. Ltd in determining the University's liability were:

- Long term rate of increase in the Consumer Price Index (CPI) 2.0% per annum (2019 2.5%)
- Salary increases 2.5% per annum (2019 4.0%)
- Discount Rate 1.1% per annum (2019 1.4%)

These rates provide for a 0.5% real gap between long term CPI and salary increases.

The sensitivity of the defined benefit obligation to changes in the significant assumptions is:

Significant Assumption	Increase in assumption	Impact on Defined Benefit Obligation	Decrease in assumption	Impact on Defined Benefit Obligation
Discount rate	0.5%	Decrease by 4.8%	0.5%	Increase by 5.2%
Pension increase rate	0.5%	Increase by 5.3%	0.5%	Decrease by 5.0%
Mortality rate	10%	Decrease by 4.0%	10%	Increase by 4.5%

Accounting Policy

Superannuation schemes exist to provide benefits to University employees and their dependants upon resignation, retirement, disability or death. The University recognises an expense in the Statement of Comprehensive Income for contributions paid to the funded schemes and on an emerging cost basis for the unfunded schemes.

Unfunded superannuation

An arrangement exists between the Australian Government and the South Australian State Government to share the unfunded liability of the University's beneficiaries of the South Australian State Superannuation Scheme on an emerging cost basis. This arrangement is evidenced by the State Grants (General Revenue) Amendment Act 1988, Higher Education Funding Act 1988 and subsequent amending legislation. Accordingly, the unfunded liabilities have been recognised in the Statement of Financial Position as a liability with a corresponding asset. The recognition of both the asset and the liability consequently does not affect the year end net asset position of the University or the University of South Australia. The net expense is nil.



31. Subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy included in Note 15. Other financial assets:

Name of Entity	Principal Activities	Principal place of business	Ownership interest	
			2020	2019
			%	%
University of South Australia Foundation Incorporated	Dormant entity with no assets, liabilities or equity	Australia	100	100
UniSA Ventures Pty Ltd	Commercialisation of research of the University	Australia	100	100
UniSA Health Pty Ltd	Provision of clinical placements to undergraduate and postgraduate students in allied health clinics	Australia	100	100

32. Investments in associates

The South Australian Broadband Research & Education Network (SABRENet) Ltd is an associate of the Group. While the University has significant influence over SABRENet, its interest in SABRENet is limited to the use of SABRENet's asset. That is, the University receives no return for its interest in SABRENet. The investment in this associate is not material and therefore it is not incorporated in the financial statements.

Accounting Policy

Associates are all entities over which the Group has significant influence but not control. If material, investments in associates are accounted for in the parent entity financial statements using the cost method and in the consolidated financial statements using the equity method of accounting, after initially being recognised at cost.

33. Interests in joint arrangements

Accounting Policy

Under AASB 11, interests in joint arrangements are classified as either joint operations or joint ventures depending on the contractual rights and obligations each investor has, rather than the legal structure of the joint arrangement.

Joint operations

The University's interests in joint operations are Centre for Cancer Biology (Ownership Interest 2020:50% (2019:50%)) and Mawson Centre Building (Ownership Interest 2020:63% (2019:63%)).

Overall the University's interests in these joint operations are not considered to be material to the University's core activities and therefore are not incorporated in the financial statements. If material, the share of assets, liabilities and expenses of a joint operation are incorporated in the financial statements under the appropriate headings.

Joint ventures

The University's interests in joint ventures is South Australian Tertiary Admissions Centre Ltd (Ownership Interest 2020:20% (2019:20%)).

The University's interests in these joint ventures are not considered to be material to the University's core activities and therefore are not incorporated in the financial statements. If material, interests in a joint venture are accounted for in the consolidated financial statements using the equity method, after initially being recognised at cost by the University.



34. Events occurring after the balance sheet date

On 11 March 2021, Education Australia Limited (EA) and IDP Education Limited (IDP) announced a Proposed Transaction that would involve the 38 Australian University shareholders of EA, including the University, restructuring the 40% shareholding EA currently holds in IDP.

Implementation of the proposed restructure is subject to a number of conditions. If implemented, the restructuring will result in the University owning a direct shareholding in IDP and receiving cash and/or a refund of franking credits associated with proceeds of a partial sale by EA of its shareholding in IDP.

35. Impact of COVID-19

The COVID-19 pandemic impacted the University in various ways, particularly through the restrictions on travel preventing international students attending the University's campus. Despite this, fee-paying onshore overseas student revenue for 2020 was maintained as the same level as 2019.

The Operating result also remained consistent with 2019, with increased revenue resulting from growth in Commonwealth student numbers together with some planned savings, which were able to offset additional costs that were incurred, such as the student hardship fund.

36. Reconciliation of operating results after income tax to net cash flows from operating activities

	Consolidated		University	
	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000
Operating result for the period	21,297	21,346	21,085	20,939
Add / (less) non-cash items:				
Depreciation and amortisation	43,624	42,707	43,606	42,699
Non-cash donations	-	(62)	-	(62)
Net (gain) / loss on sale of property, plant and equipment	166	(34)	166	(36)
Impairment of property, plant and equipment	441	175	441	175
Property, plant and equipment in progress adjustments	531	458	531	456
Adoption of AASB 15 and 1058	-	(25,222)	-	(25,222)
Changes in operating assets and liabilities:				
(Increase) / decrease in receivables	(9,572)	2,220	(9,503)	2,629
(Increase) / decrease in other assets	2,556	246	2,657	270
Increase / (decrease) in payables and tax liabilities	12,278	(1,209)	11,885	(1,425)
Increase / (decrease) in provisions	20,012	8,157	19,997	8,234
Increase / (decrease) in other liabilities	3,582	29,692	3,886	29,740
Net cash provided by / (used in) operating activities	94,915	78,474	94,751	78,397



37. Financial risk management

The University's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The University's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the University of South Australia.

The University uses different methods to measure different types of risk to which it is exposed. These methods include informal sensitivity analyses and seeking professional advice to manage the market risk of its investments.

Risk management is co-ordinated by the University under policies approved by Council. The University identifies and evaluates financial risks in close co-operation with the University's operating units.

(a) Market risk

(i) Foreign exchange risk

The University assesses the likely foreign exchange risk for offshore activities and enters into hedging arrangements if appropriate.

As at 31 December 2020 the University held USD\$5.00 million (AUD\$6.49 million) (2019: USD\$4.91 million (AUD\$7.01 million)) as cash at bank and deposits at call.

The University assesses the likely foreign exchange risk for probable forecasted transactions in foreign currencies for onshore activities and enters into hedging arrangements to mitigate foreign exchange risk if appropriate.

(ii) Cash flow and fair value interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

Exposures arise predominantly from assets and liabilities bearing variable interest rates as such the Group intends to hold fixed rate assets and liabilities to maturity.

(iii) Risk associated with equity instruments designated at fair value through other comprehensive income

Investments comprise investments in listed and unlisted entities. The University has a prudent investment strategy. It is acknowledged there may be short-term fluctuations in asset values from time to time; however historical trends for such a strategy indicate that, with reasonable probability, unrealised losses will be recovered in the medium to long-term.

The nature of the University's activities are generally low risk. Investments tend to be largely held in term deposits with banking institutions and debtors are spread across a large number of customers. Due to the nature and value of the financial instruments held by the University, sensitivity analysis has not been provided.



37. Financial risk management (continued)

(b) Credit risk

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted.

The credit risk on financial assets excluding investments of the University which have been recognised in the statement of financial position is the carrying amount net of any provisions for impaired receivables.

The University is not materially exposed to credit risk from any specific overseas country or individual customer.

(c) Liquidity risk

The University manages liquidity risk by monitoring forecast cash flows to enable the University to meet financial commitments in a timely manner.

Non-Interest Bearing financial assets and financial liabilities include receivables, other financial assets and payables. Cash and cash equivalents is an interest earning financial asset and due to mature in less than a year.

38. Fair value measurements

(a) Fair value measurements

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

Due to the short-term nature of the current receivables, their carrying value approximates their fair value and based on credit history it is expected that the receivables that are neither past due nor impaired will be received when due. Similarly, due to the short-term nature of current payables, the carrying value is assumed to approximate fair value.

The Group measures and recognises the following assets and liabilities at fair value on a recurring basis:

- Equity instruments designated at fair value through other comprehensive income
- Financial assets at fair value through other comprehensive income
- Available-for-sale financial assets
- Land and Buildings
- Infrastructure
- Art collection

(b) Fair value hierarchy

The University categorises assets and liabilities measured at fair value into a hierarchy based on the level of inputs used in measurements.

Level 1	Quoted prices (unadjusted) in active markets for identical assets or liabilities
Level 2	Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
Level 3	Inputs for the asset or liability that are not based on observable market data (unobservable inputs)



38. Fair value measurements (continued)

(b) Fair value hierarchy (continued)

(i) Recognised fair value measurements

Fair value measurements recognised in the statement of financial position are categorised into the following levels at 31 December 2020.

Fair value measurements

	Note	2020 \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
Recurring fair value measurements at 31 Dec 2020					
Financial assets					
Equity instruments designated at fair value through other comprehensive income	15	78,283	21,330	51,792	5,161
Total financial assets		78,283	21,330	51,792	5,161
Non-financial assets					
Land and Building					
Land	17	184,190	-	184,190	-
Building		816,380	-	15,288	801,092
Infrastructure		45,250	-	-	45,250
Other non-financial assets					
Art collection	17	3,823	-	-	3,823
Total non-financial assets		1,049,643	-	199,478	850,165
Recurring fair value measurements at 31 Dec 2019					
Financial assets					
Equity instruments designated at fair value through other comprehensive income	15	67,143	20,215	41,735	5,193
Total financial assets		67,143	20,215	41,735	5,193
Non-financial assets					
Land and buildings					
Land	17	184,251	-	184,251	-
Buildings		838,947	-	15,288	823,659
Infrastructure		46,076	-	-	46,076
Other non-financial assets					
Art collection	17	3,823	-	-	3,823
Total non-financial assets		1,073,097	-	199,539	873,558

There were no transfers between Levels 1 and 2 for recurring fair value measurements during the year. Certain buildings were transferred to Level 2 from Level 3 as a result of the 31 December 2019 revaluation.

The University's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.



38. Fair value measurements (continued)

(c) Valuation techniques used to derive Level 2 and Level 3 fair values

Assets or liabilities not traded in active markets

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2. All other financial instruments that are not traded in an active market are included in Level 3.

Land, Buildings and Infrastructure

The Group engages external, independent and qualified valuers to determine the fair value of the Group's Land, Buildings and Infrastructure at least every three years. As at 31 December 2019, the fair values of Land, Buildings and Infrastructure have been determined by Opteon Pty Ltd. One of the University's buildings, partly damaged by fire in 2016 and now vacant, was written off as a result of Opteon Pty Ltd determination of the building's fair value as at 31 December 2019.

Land fair value estimates were based on the highest and best use of the land, being the existing use as University campuses and valued separately from any structures or improvements residing on it, but having regard to any restrictions on its use. These assets are classified as Level 2.

Buildings fair value estimates were based on the highest and best use, being the existing use as University campuses. The valuation technique for buildings adopted by Opteon Pty Ltd was to assess the written down current cost for the buildings. New replacement costs on the basis of a modern equivalent were assessed and then generally depreciated using the straight line method, having regard to the estimated useful and remaining life for each structure. 11 properties were identified as having sufficient market based evidence to assess their value and these are classified as Level 2. All other Buildings are classified as Level 3.

Art collection

The Art collection is revalued at least every three years using an internal valuation carried out by the Director: Samstag Museum of Art considering current sales and auctions of works by the same artist and/or similar genre. The collection was valued at 31 December 2019.



38. Fair value measurements (continued)

(d) Fair value measurements using significant unobservable inputs (Level 3)

The following table is a reconciliation of Level 3 items for the periods ended 31 December 2020 and 2019.

Level 3 Fair Value Measurement 2020	Unlisted equity securities	Buildings	Infrastructure	Art collection	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance	5,193	823,659	46,076	3,823	878,751
Acquisitions	218	3,522	1,298	-	5,038
Disposals	(250)	-	-	-	(250)
Recognised in profit or loss	-	(26,089)	(2,124)	-	(28,213)
Recognised in other comprehensive income	-	-	-	-	-
Closing balance	5,161	801,092	45,250	3,823	855,326

Level 3 Fair Value Measurement 2019	Unlisted equity securities	Buildings	Infrastructure	Art Collection	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance	5,078	825,492	41,417	3,840	875,827
Acquisitions	382	10,078	6,586	18	17,064
Disposals	(15)	-	-	-	(15)
Recognised in profit or loss	-	(25,651)	(1,885)	-	(27,536)
Recognised in other comprehensive income	(252)	13,740	(42)	(35)	13,411
Closing balance	5,193	823,659	46,076	3,823	878,751

(i) Transfers between Level 2 and Level 3 and changes in valuation techniques

Other than described above, there were no changes in valuation techniques during the year.



38. Fair value measurements (continued)

(d) Fair value measurements using significant unobservable inputs (Level 3) (continued)

(ii) Valuation inputs and relationships to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in Level 3 fair value measurements. See (c) above for the valuation techniques adopted.

Description	Fair value at 31 December 2020 \$'000	Unobservable inputs	Range of inputs (probability weighted average)	Relationship of unobservable inputs to fair value
Unlisted equity securities	5,161	Market comparison based on internal assessment of net asset values and potential growth	Net asset position and future earnings	Increase in net assets and increase in future earnings would result in higher fair values; decrease in net assets and decrease in future earnings would result in lower fair values.

39. Acquittal of Australian Government financial assistance

(a) EDUCATION - CGS and other Education grants

	Commonwealth Grants Scheme		Higher Education Participation Funding		Promotion of Excellence in Learning and Teaching		Disability Performance Funding	
	2020	2019	2020	2019	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assistance received in cash during the reporting period (total cash received from the Australian Government for the program)	187,854	184,232	5,624	5,269	-	65	93	96
Net accrual adjustments	140	(53)	-	-	-	65	-	-
Revenue for the period	187,994	184,179	5,624	5,269	-	130	93	96
Movement in deferred income	-	-	-	-	-	(65)	-	-
Surplus / (deficit) from the previous year	-	-	-	-	62	131	-	-
Total revenue including accrued revenue	187,994	184,179	5,624	5,269	62	196	93	96
Less expenses including accrued expenses	(187,994)	(184,179)	(5,624)	(5,269)	(15)	(134)	(93)	(96)
Surplus / (deficit) for reporting period	-	-	-	-	47	62	-	-

Note

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39. Acquittal of Australian Government financial assistance (continued)

(a) EDUCATION - CGS and other Education grants (continued)

	Indigenous Student Success Program		Total	
	2020	2019	2020	2019
Note	\$'000	\$'000	\$'000	\$'000
Financial assistance received in cash during the reporting period (total cash received from the Australian Government for the program)	1,727	1,592	195,298	191,254
Net accrual adjustments	(57)	(176)	83	(164)
Revenue for the period	1,670	1,416	195,381	191,090
Movement in deferred income	57	176	57	111
Surplus / (deficit) from the previous year	176	102	238	233
Total revenue including accrued revenue	1,903	1,694	195,676	191,434
Less expenses including accrued expenses	(1,670)	(1,518)	(195,396)	(191,196)
Surplus / (deficit) for reporting period	233	176	280	238



39. Acquittal of Australian Government financial assistance (continued)

(b) Higher Education Loan Programs (excl OS-HELP)

	HECS-HELP (Australian Government payments only)		FEE-HELP		SA-HELP		Total	
	2020	2019	2020	2019	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Cash Payable / (Receivable) at the beginning of the year	127	(477)	993	585	(22)	(116)	1,098	(8)
Financial assistance received in cash during the reporting period	148,371	138,796	9,895	8,283	3,742	3,768	162,008	150,847
Cash available for the period	148,498	138,319	10,888	8,868	3,720	3,652	163,106	150,839
Revenue earned	147,022	138,192	10,137	7,875	3,754	3,674	160,913	149,741
Cash Payable / (Receivable) at the end of the year	1,476	127	751	993	(34)	(22)	2,193	1,098

Note

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39. Acquittal of Australian Government financial assistance (continued)

(c) Department of Education and Research

	Note	Research Training Program		Research Support Program		Total	
		2020	2019	2020	2019	2020	2019
		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assistance received in cash during the reporting period (total cash received from the Australian Government for the program)		19,622	19,635	16,903	16,000	36,525	35,635
Revenue for the period	2	19,622	19,635	16,903	16,000	36,525	35,635
Surplus / (deficit) from the previous year		1,989	2,094	-	-	1,989	2,094
Total revenue including accrued revenue		21,611	21,729	16,903	16,000	38,514	37,729
Less expenses including accrued expenses		(19,818)	(19,740)	(16,903)	(16,000)	(36,721)	(35,740)
Surplus / (deficit) for reporting period		1,793	1,989	-	-	1,793	1,989

The reported surpluses for Research Training Program (RTP) of \$1.79 million for 2020 (2019: \$1.99 million) is considered a request to the Secretary of the Australian Government Department of Education, Skills and Employment to be rolled over for future use by the University.



39. Acquittal of Australian Government financial assistance (continued)

(d) Total Higher Education Provider Research Training Program expenditure

	Total domestic students \$'000	Total overseas students \$'000
Research Training Program fees offsets	13,279	-
Research Training Program stipends	5,101	1,307
Research Training Program allowances	4	127
Total for all types of support	18,384	1,434

(e) Other capital funding

	Linkage Infrastructure, Equipment and Facilities Scheme		Total	
	2020	2019	2020	2019
Note	\$'000	\$'000	\$'000	\$'000
Financial assistance received in cash during the reporting period (total cash received from the Australian Government for the program)	950	-	950	-
Net accrual adjustments	(435)	154	(435)	154
Revenue for the period	515	154	515	154
Movement in deferred income	79	(39)	79	(39)
Surplus / (deficit) from the previous year	36	75	36	75
Total revenue including accrued revenue	630	190	630	190
Less expenses including accrued expenses	(515)	(154)	(515)	(154)
Surplus / (deficit) for reporting period	115	36	115	36



39. Acquittal of Australian Government financial assistance (continued)

(f) Australian Research Council Grants

	Discovery		Linkages		Networks and Centres		Special Research Initiatives		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assistance received in cash during the reporting period (total cash received from the Australian Government for the program)	4,137	3,783	912	680	-	-	200	178	5,249	4,641
Net accrual adjustments	(114)	(299)	834	833	421	430	(200)	(178)	941	786
Revenue for the period	4,023	3,484	1,746	1,513	421	430	-	-	6,190	5,427
Movement in deferred income	310	661	(300)	5	162	(106)	200	178	372	738
Surplus / (deficit) from the previous year	3,295	2,634	1,873	1,862	155	261	178	-	5,501	4,757
Total revenue including accrued revenue	7,628	6,779	3,319	3,380	738	585	378	178	12,063	10,922
Less expenses including accrued expenses	(4,022)	(3,484)	(1,753)	(1,507)	(421)	(430)	-	-	(6,196)	(5,421)
Surplus / (deficit) for reporting period	3,606	3,295	1,566	1,873	317	155	378	178	5,867	5,501

Note

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39. Acquittal of Australian Government financial assistance (continued)

(g) OS-HELP

	2020	2019
	\$'000	\$'000
Cash received during the reporting period	2,444	897
Cash spent during the reporting period	(434)	(2,398)
Net cash received	2,010	(1,501)
Cash surplus / (deficit) from the previous period	3	1,504
Cash surplus for the reporting period	2,013	3

(h) Superannuation Supplementation

	2020	2019
	\$'000	\$'000
Cash received during the reporting period	30,552	28,246
Cash available	30,552	28,246
Cash surplus / (deficit) from the previous period	(880)	1,207
Cash available for current period	29,672	29,453
Contributions to specified defined benefit funds	(27,365)	(30,333)
Cash surplus for the reporting period	2,307	(880)

(i) Student services and amenities fee

	2020	2019
	\$'000	\$'000
Unspent / (overspent) revenue from previous period	291	270
SA-HELP revenue earned	3,754	3,674
Student services fees direct from students	1,287	1,276
Total revenue expendable in period	5,332	5,220
Student services expenses during period	(4,521)	(4,929)
Unspent student services revenue	811	291



CERTIFICATE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

To the best of our knowledge and belief:

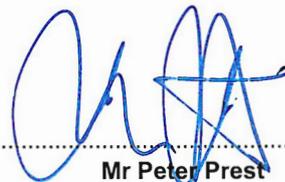
- the financial statements:
 - are in accordance with the accounts and records of the University and give an accurate indication of the financial transactions of the University for the year then ended;
 - comply with the relevant Treasurer's Instructions promulgated under the provisions of the *South Australian Public Finance and Audit Act 1987*;
 - comply with the requirements of the *Australian Charities and Not-for-Profits Commission Act 2012*;
 - comply with relevant Accounting Standards and other mandatory professional reporting requirements in Australia; and
 - present a true and fair view of the financial position of the University as at 31 December 2020 and the result of its operations and its cash flows for the year then ended.
- the amount of Australian Government financial assistance expended during the reporting period was for the purpose(s) for which it was intended and the University has complied with applicable legislation, contracts, agreements and program guidelines in making expenditure.
- the University charged Student Services and Amenities Fees strictly in accordance with the *Higher Education Support Act 2003* and the Administration Guidelines made under the Act. Revenue from the fee was spent strictly in accordance with the Act and only on services and amenities specified in subsection 19-38(4) of the Act.
- internal controls over financial reporting and preparation of the financial statements have been effective throughout the reporting period.
- at the time of signing this statement, there are reasonable grounds to believe that the University will be able to pay its debts as and when they become due and payable.



Ms Pauline Carr
Chancellor



Professor David G. Lloyd
Vice Chancellor and President



Mr Peter Prest
Chief Financial Officer

18 May 2021