



Level 9
State Administration Centre
200 Victoria Square
Adelaide SA 5000
Tel +618 8226 9640
ABN 53 327 061 410
audgensa@audit.sa.gov.au
www.audit.sa.gov.au

To the Deputy Presiding Member Teachers Registration Board of South Australia

Opinion

I have audited the financial report of the Teachers Registration Board of South Australia (the Board) for the financial year ended 30 June 2023.

In my opinion, the accompanying financial report gives a true and fair view of the financial position of the Teachers Registration Board of South Australia as at 30 June 2023, its financial performance and its cash flows for the year then ended in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards – Simplified Reporting Requirements.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2023
- a Statement of Financial Position as at 30 June 2023
- a Statement of Changes in Equity for the year ended 30 June 2023
- a Statement of Cash Flows for the year ended 30 June 2023
- notes, comprising material accounting policy information and other explanatory information
- a Certificate from the Deputy Presiding Member, the Registrar and the Acting Manager Corporate Services.

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 Teachers Registration Board of South Australia. 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 Registrar and the Board for the financial report

The Registrar 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* and the Australian Accounting Standards – Simplified Reporting Requirements, 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 is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Registrar is responsible for assessing the entity's ability to continue as a going concern. The Registrar is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the assessment indicates that it is not appropriate.

The Board are responsible for overseeing the entity'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*, I have audited the financial report of the Teachers Registration Board of South Australia for the financial year ended 30 June 2023.

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 Board's internal control

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Registrar
- conclude on the appropriateness of the Registrar's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the opinion. My conclusion is based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an entity to cease to continue as a going concern
- evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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 Registrar 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.



Daniel O'Donohue
Assistant Auditor-General (Financial Audit)

29 September 2023

FINANCIAL STATEMENTS

for the year ended

30 June 2023



**Teachers
Registration Board**
OF SOUTH AUSTRALIA

CERTIFICATION OF THE FINANCIAL STATEMENTS

We certify that the:

- financial statements of the Teachers Registration Board of South Australia (the Board):
 - are in accordance with the accounts and records of the Board,
 - comply with relevant Treasurer's Instructions,
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the Board at the end of the financial year and the result of its operation and cash flows for the financial year.
- internal controls employed by the Board for the financial year over its financial reporting and its preparation of financial statements have been effective.



Carolyn Grantskalns

Deputy Presiding Member

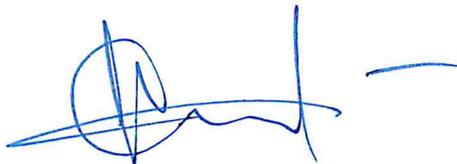
Date 29.09.2023



Leonie Paulson

Registrar

Date 29.09.2023



Stanislav Sukhinin

Acting Manager, Corporate Services

Date 29.09.2023

TEACHERS REGISTRATION BOARD OF SOUTH AUSTRALIA STATEMENT OF COMPREHENSIVE INCOME

for the year ended 30 June 2023

	Note No.	2023 \$'000	2022 \$'000
Income			
Fees and charges	2.1	6,032	6,005
Interest revenue	2.2	359	-
Total income		6,391	6,005
Expenses			
Employee benefits expenses	3.3	3,813	3,313
Supplies and services	4.1	1,723	1,695
Depreciation and amortisation expense	5.3/5.4	129	178
Total expenses		5,665	5,186
Net result		726	819
Total comprehensive result		726	819

The accompanying notes form part of these financial statements. The net result and total comprehensive result are attributable to the SA Government as owner.

TEACHERS REGISTRATION BOARD OF SOUTH AUSTRALIA STATEMENT OF FINANCIAL POSITION

as at 30 June 2023

	Note No	2023 \$'000	2022 \$'000
Current assets			
Cash and cash equivalents	6.2	12,452	10,630
Receivables	6.3	101	46
Total current assets		12,553	10,676
Non-current assets			
Property, plant, and equipment	5.1	28	23
Intangible assets	5.4	253	340
Receivables	6.3	147	63
Total non-current assets		428	426
Total assets		12,981	11,102
Current liabilities			
Employee benefits	3.4	369	426
Payables	7.2	212	252
Unearned revenue	7.3	3,216	3,237
Provisions	7.4	26	12
Total current liabilities		3,823	3,927
Non-current liabilities			
Employee benefits	3.4	542	504
Payables	7.2	54	49
Unearned revenue	7.3	4,648	3,479
Provisions	7.4	81	36
Total non-current liabilities		5,325	4,068
Total liabilities		9,148	7,995
Net assets		3,833	3,107
Equity			
Retained earnings		3,833	3,107
Total equity		3,833	3,107

The accompanying notes form part of these financial statements. The total equity is attributable to the SA Government as owner.

TEACHERS REGISTRATION BOARD OF SOUTH AUSTRALIA STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2023

	Retained earnings \$'000
Balance at 30 June 2021	2,288
Total comprehensive result for 2021-22	819
Balance at 30 June 2022	3,107
Total comprehensive result for 2022-23	726
Balance at 30 June 2023	3,833

The accompanying notes form part of these financial statements. All changes in equity are attributable to the SA Government as owner.

TEACHERS REGISTRATION BOARD OF SOUTH AUSTRALIA STATEMENT OF CASH FLOWS

for the year ended 30 June 2023

	Note No.	2023 \$'000	2022 \$'000
Cash flows from operating activities			
Cash inflows			
Fees and charges		7,177	6,370
Interest received		318	-
Other income		-	4
GST recovered from ATO		192	164
Cash generated from operations		7,687	6,538
Cash outflows			
Employee benefits payments		(3,766)	(3,319)
Payments for supplies and services		(2,052)	(1,928)
Cash used in operations		(5,818)	(5,247)
Net cash provided by/ (used in) operating activities		1,869	1,291
Cash flows from investing activities			
Cash outflows			
Purchase of property, plant, and equipment		(12)	(13)
Purchase of intangible assets		(35)	-
Cash used in investing activities		(47)	(13)
Net increase/(decrease) in cash and cash equivalents		1,822	1,278
Cash and cash equivalents at the beginning of the period		10,630	9,352
Cash and cash equivalents at the end of the period	6.2	12,452	10,630

The accompanying notes form part of these financial statements.

NOTES TO
AND
FORMING PART
OF THE FINANCIAL
STATEMENTS

Contents

FINANCIAL STATEMENTS	1
1. About the Teachers Registration Board of South Australia.....	9
2. Income	11
3. Board, committees and employees	12
4. Expenses	15
5. Non-financial assets.....	16
6. Financial assets.....	19
7. Liabilities	21
8. Outlook.....	24

1. About the Teachers Registration Board of South Australia

The Teachers Registration Board (the Board) is an independent statutory authority established under the *Teachers Registration and Standards Act 2004* (the Act) and the *Teachers Registration and Standards Regulations 2021* (the Regulations) to regulate the teaching profession.

The object of the Act is to establish and maintain a teacher registration system and professional standards for teachers to safeguard the public interest in there being a teaching profession whose members are competent educators and fit and proper persons to have the care of children.

The functions of the Board are stated in Section 6 of the Act:

- (a) to administer the provisions of this Act for the regulation of the teaching profession;
- (ab) to accredit initial teacher education programs;
- (ac) to develop and maintain codes of conduct for registered teachers and persons granted a special authority to teach under this Act;
- (b) to promote the teaching profession, and to promote and implement professional standards for teachers;
- (d) to confer and collaborate with teacher employers, the teaching profession, teacher unions or other organisations and other bodies and persons with respect to requirements for teacher registration and professional and other standards for teachers;
- (e) to confer and collaborate with other teacher regulatory authorities to ensure effective national exchange of information and promote uniformity and consistency in the regulation of the teaching profession within Australia and New Zealand;
- (ea) to undertake or support reviews of research and data collection relating to the teaching profession;
- (eb) to recognise quality teaching and leadership in the teaching profession;
- (f) to keep the teaching profession, professional standards for teachers and other measures for the regulation of the profession under review and to introduce change or provide advice to the Minister of Education as appropriate;
- (g) such other functions as may be assigned to the Teachers Registration Board under this Act or by the Minister.

The Board does not control any other entity and has no interests in unconsolidated structured entities. The financial statements and accompanying notes include all controlled activities of the Board.

1.1. Basis of preparation

The financial statements are general purpose financial statements prepared in compliance with:

- section 23 of the *Public Finance and Audit Act 1987*;
- Treasurer's Instructions and Accounting Policy Statements issued by the Treasurer under the *Public Finance and Audit Act 1987*; and
- relevant Australian Accounting Standards, applying simplified disclosures.

For the purposes of preparing the financial statements, the Board is a not-for-profit entity. The financial statements are prepared based on a 12-month reporting period and presented in Australian currency. The historical cost convention is used unless a different measurement basis is identified in the notes to the financial statements.

All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000).

Income, expenses, and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods or services is not recoverable from the Australian Taxation Office (ATO), in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item applicable; and
- receivables and payables, which are stated with the amount of GST included.

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

Assets and liabilities that are to be sold, consumed or realised as part of the normal 12-month operating cycle have been classified as current assets or current liabilities. All other assets and liabilities are classified as non-current.

2. Income

2.1. Fees and charges

	2023 \$'000	2022 \$'000
Regulatory application fees – new and renewing teachers	1,595	1,484
Regulatory annual fees – new and renewing teachers	4,122	4,211
Initial Teacher Education program accreditation fees	13	3
Other fees and charges	302	307
Total fees and charges	6,032	6,005

Revenues from fees and charges are recognised by the Board at the time the applicable amounts are earned. Application fees, including applications for renewal of registration are recognised on receipt to match the Board's costs in processing those applications. Annual fees are recognised in accordance with the year that the registration of the teacher applies. Annual fees received in advance of future periods are recorded as unearned revenue liabilities and are brought to the revenue account in the corresponding future period.

Registration for most new and renewing teachers up to 30 June 2021 was for a fixed three-year period. Amendments to the *Teachers Registration and Standards Act 2004* and the new *Teachers Registration and Standards Regulations 2021*, that commenced on 1 July 2021 provide new and renewing teachers from that date with a five-year registration period, and includes a separate fee for application for both new and renewing teachers. Those teachers also now have the option to pay for their five annual fees over the duration of their registration period, rather than all upfront.

The amended legislation also provides for a fee to be paid to the Board by a tertiary education provider applying for an Initial Teacher Education program to be accredited. In 2022-23, the Board received five fee-paying applications, up from one in 2021-22.

2.2. Interest revenue

	2023 \$'000	2022 \$'000
Interest from SA Financing Authority	359	-
Total interest revenue	359	-

In October 2020, the Treasurer advised that the effective interest rate had reduced to 0%. The Board earned no interest on its deposits with the Treasurer from October 2020 to April 2022. The interest rate rose sufficiently in May 2022 for the Board to receive interest on its deposits however the first payments, backdated to May 2022 were not received until January 2023.

3. Board, Committees and employees

3.1. Key management personnel

The Board is an independent statutory authority established under the *Teachers Registration and Standards Act 2004* (the Act) and is a wholly owned entity of the Crown.

Key management personnel of the Board include the Minister for Education, the Registrar and Board and Deputy Members of the Board who have responsibility for the strategic direction and management of the Board. Total compensation for the Board's key management personnel was \$312,000 (2022: \$291,000).

The compensation disclosed in this note excludes salaries and other benefits the Minister for Education receives. The Minister's remuneration and allowances are set by the *Parliamentary Remuneration Act 1990* and the Remuneration Tribunal of SA respectively and are payable from the Consolidated Account (via the Department of Treasury and Finance) under section 6 of the *Parliamentary Remuneration Act 1990*.

Transactions with key management personnel and other related parties

No transactions were identified.

3.2. Board and Committee Members

Members during the 2023 financial year were:

Board Members

Jane Lomax-Smith - Presiding Member
(reappointed 19 January 2023)
Carolyn Grantskalns – Deputy Presiding Member
Fiona Brady (re-appointed 19 January 2023)
Kate Cameron (re-appointed 19 January 2023)
Marina Elliott* (ceased 18 January 2023)
Peter Mader (appointed 19 January 2023)
Nigel Stevenson
Peter McKay*
Susan Boucher
Anthony Haskell
Britta Jureckson
Colleen Tomlian*
David Coulter* (ceased 18 January 2023)
Howard Spreadbury (appointed 19 January 2023, resigned 31 January 2023)
Amanda Dempsey* (appointed 29 June 2023)
Oksana Kaczmarzsky*
Tracey Chapman*

Deputy Board Members

David Caruso (ceased 18 January 2023)
Cindy Hynes (appointed 19 January 2023)
Michael Francis
David Freeman
Mark Ward*
Amanda Dempsey*
(re-appointed 19 January 2023, ceased 31 January 2023))
Catherine Cavouras* (appointed 29 June 2023)
Nikki Johnston*
Marika Marlow*

* In accordance with the Department of Premier and Cabinet Circular 016, government employees did not receive any remuneration for Board/Committee duties during the financial year.

Board and Committee remuneration

The number of Members whose remuneration received falls within the following bands during the financial year:	2023	2022
\$0 - \$19,999	13	11
Total number of Members	13	11

The total value of remuneration paid or payable to eligible Board Members and Deputy Board Members during the year was \$60,000 (2022: \$48,000). This amount comprised sitting fees for Board attendance including Initial Teacher Education accreditation panels and disciplinary hearings, and the Admissions and Audit and Risk Sub-Committees of the Board. Eligible Board, panel and Sub-Committee Members also receive superannuation where required under Commonwealth law.

As part of these arrangements, legal fees paid to two Board Members appointed in their legal capacity during the year were \$9,000 (2022: \$4,000). These legal fees were charged at an hourly rate approved by the Commissioner for Public Sector Employment.

3.3. Employee benefits expenses

	2023	2022
	\$'000	\$'000
Salaries and wages	2,636	2,437
Long service leave ¹	132	(68)
Annual leave	226	246
Skills and experience retention leave	7	11
Employment on-costs – superannuation	309	287
Employment on-costs – other	135	117
Workers compensation expenses	60	151
Board and committee fees	60	48
Other employee related expenses ²	248	84
Total employee benefits expenses	3,813	3,313

Employment on-costs superannuation

The superannuation employment on-cost charge represents the Board's contributions to superannuation plans in respect of current services of current employees and Board members.

In addition to those directly employed by the Board during 2022-23 there was one staff member nominally employed by the Department for Education. The Board reimbursed the Department for Education for this staff member's salaries and superannuation. Those costs are included in the Board's expenses in the above table.

¹The negative long service leave expense in 2022 has occurred due to a decrease in the long service liability measurement. The reduction in the liability resulted from an increased discount rate applied (refer Note 3.4), and a further reduction due to employees exiting the agency during the year.

²The large variance in "Other employee related expenses" is mainly due to a payment that the Board was legally required to make to another government agency. The payment compensated the other agency for the value of leave liabilities it acquired when a staff member transferred to that agency from the Board.

Executive remuneration

	2023 No	2022 No
The number of employees whose remuneration received or receivable falls within the following bands:		
\$240,001 - \$260,000	1	1
Total	1	1

The total remuneration received by those employees for the year was \$257,000 (2022: \$243,000).

The table includes Board employees whose normal remuneration was equal to or greater than the base executive remuneration level during the year. Remuneration of employees reflects all costs of employment including salaries and wages, payments in lieu of leave, superannuation contributions, salary sacrifice and fringe benefits and any fringe benefits paid or payable in respect of those benefits as well as any termination benefits for employees who have left the Board.

3.4. Employee benefits liability

	2023 \$'000	2022 \$'000
Current		
Accrued salaries and wages	70	128
Annual leave	232	224
Skills and experience retention leave	10	13
Long service leave	57	61
Total current employee benefits	369	426
Non-current		
Long service leave	542	504
Total non-current employee benefits	542	504
Total employee benefits	911	930

Long-term employee benefits are measured at present value and short-term employee benefits are measured at nominal amounts.

Long service leave

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The expected timing and amount of long service leave payments are determined through whole-of-government actuarial calculations, which are then applied to the Board's employee details.

Key assumptions include whether the characteristics of employee remuneration, terms of service with the public sector, and expectations as to when employees take long service leave, as established by the actuary, are applicable to the employees of the Board. These assumptions affect the expected amount to be paid that has been factored into the calculation of the liability. The discount rate used in measuring the liability is another key assumption. The discount rate is reflective of long-term Commonwealth Government bonds. The yield on long term Commonwealth Government bonds has increased from 2022 (3.5%) to 2023 (4.0%).

This increase in the bond yield, results in a decrease in the reported long service leave liability of \$16,000 (2022: \$69,000).

The portion of the long service leave provision classified as current is estimated in accordance with the average amounts of long service leave taken over the past three years.

4. Expenses

Employee benefits expenses are disclosed in note 3.3.

4.1. Supplies and services

	2023 \$'000	2022 \$'000
Accommodation and cleaning	244	231
Consultants	19	-
Criminal history checks	279	287
Information technology expenses	509	388
Insurance	14	11
Legal costs	144	213
Minor works, maintenance, and equipment	17	15
Postage and courier expenses	36	36
Printing, stationery, and office consumables	42	53
Professional fees	45	33
Promotions, research, and sponsorship	15	20
Sundry operating expenses	33	34
Telecommunications	39	43
Temporary agency contractors	287	331
Total supplies and services	1,723	1,695

Professional fees include audit fees paid / payable to the Auditor-General's Department relating to work performed under the *Public Finance and Audit Act 1987*. These fees were \$32,000 (2022: \$27,000). No other services were provided by the Auditor-General's Department.

Accommodation

The Board's accommodation is provided by the Department for Infrastructure and Transport (DIT) under Memoranda of Administrative Arrangement (MoAA) issued in accordance with Government-wide accommodation policies. These arrangements do not meet the definition of lease set out in AASB 16.

Consultants

The number of consultancies and the dollar amount paid/payable (included in supplies and services expense) to consultants that fell within the following bands:

	No	2023 \$'000	No	2022 \$'000
\$10,000 or above	1	19	-	-
Total	1	19	-	-

5. Non-financial assets

5.1. Property, plant, and equipment by asset class

Property, plant, and equipment comprises tangible assets. The assets presented below do not meet the definition of investment assets.

	2023 \$'000	2022 \$'000
Accommodation improvements		
Accommodation improvements at cost (deemed fair value)	579	579
Accumulated depreciation at the end of the period	(579)	(579)
Total accommodation improvements	-	-
Plant and equipment		
Plant and equipment at cost (deemed fair value)	161	149
Accumulated depreciation at the end of the period	(133)	(126)
Total plant and equipment	28	23
Total property, plant, and equipment	28	23

5.2. Useful life and depreciation/amortisation

Depreciation and amortisation are calculated on a straight-line basis and are calculated over the estimated useful life as follows:

Class of asset	Useful life (years)
Plant and equipment	1-7
Computer software	5
Accommodation improvements	Life of MoAA

Review of accounting estimates

Assets' residual values, useful lives and depreciation or amortisation methods are reviewed and adjusted, if appropriate, on an annual basis. Changes in the expected life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the time period or method, as appropriate.

5.3. Property, plant, and equipment owned by the Board

Property, plant, and equipment owned by the Board with a value equal to or in excess of \$10,000 is capitalised, otherwise it is expensed. Owned property, plant and equipment is subsequently measured at fair value. Any accumulated depreciation as at the revaluation date is eliminated against the gross carrying amounts of the assets and the net amounts are restated to the revalued amounts of the asset.

Revaluation of property, plant and equipment is undertaken on a regular cycle and is undertaken at least every six years. However, if at any time management considers that the carrying amount of an asset materially differs from its fair value then the asset will be revalued regardless of when the last valuation took place.

Plant and equipment

All items of plant and equipment owned by the Board which had a fair value at the time of acquisition of less than \$1.5 million or had an estimated useful life of less than three years have not been revalued. The carrying value of these items is deemed to approximate fair value.

All non-current assets with a limited useful life, are systematically depreciated/amortised over their useful lives in a manner that reflects the consumption of their service potential.

Reconciliation 2022-23

	Plant and equipment	Total
	\$'000	\$'000
Carrying amount at 1 July 2022	23	23
Additions	12	12
Depreciation	(7)	(7)
Carrying amount at 30 June 2023	28	28

5.4. Intangible assets

	2023 \$'000	2022 \$'000
Computer software		
Computer software	1,839	1,804
Accumulated amortisation	(1,586)	(1,464)
Total computer software	253	340
Total intangible assets	253	340

Intangible assets are initially measured at cost and are tested for indications of impairment at each reporting date. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses.

The acquisition, or internal development of software is capitalised only when the expenditure meets the definition and recognition criteria and when the amount of expenditure is greater than or equal to \$10,000.

Reconciliation 2022-23

	Computer software \$'000	Total \$'000
Carrying amount at 1 July 2022	340	340
Acquisitions	35	35
Amortisation	(122)	(122)
Carrying amount at 30 June 2023	253	253

6. Financial assets

6.1. Categorisation of financial assets

	2023 Carrying amount \$'000	2022 Carrying amount \$'000
<u>Financial assets</u>		
Financial assets at amortised cost		
Cash and cash equivalents	12,452	10,630
Receivables	44	-
Total financial assets	12,496	10,630

Receivables as disclosed in this note does not include prepayments or statutory amounts as these are not financial instruments.

6.2. Cash and cash equivalents

	2023 \$'000	2022 \$'000
Deposits with the Treasurer	12,452	10,630
Total cash and cash equivalents	12,452	10,630

The Teachers Registration Board has one deposit account with the Treasurer which is a general operating account.

6.3. Receivables

	2023 \$'000	2022 \$'000
Current		
<u>Contractual receivables</u>		
From government entities	41	-
From non- government entities	3	-
Total contractual receivables	44	-
<u>Statutory receivables</u>		
GST input tax recoverable	12	30
Total statutory receivables	12	30
<u>Other</u>		
Prepayments	45	16
Total other receivables	45	16
Total current receivables	101	46
Non-Current		
<u>Other</u>		
Accommodation incentive	147	63
Total other receivables	147	63
Total non-current receivables	147	63
Total receivables	248	109

Contractual receivables arise in the normal course of selling goods and services to other government agencies and to the public. Contractual receivables are normally settled within 30 days after the issue of an invoice for the goods/services has been provided under a contractual arrangement.

Statutory receivables do not arise from contracts with customers. They are recognised and measured similarly to contractual receivables (except impairment) but are not classified as financial instruments for disclosure purposes.

The accommodation incentive amount represents the portion of a total amount of \$585,000 payable to the Teachers Registration Board for either refurbishment costs or rental reduction over the duration of the current MOAA. As at 30 June, the Teachers Registration Board has not utilised any of the incentive fund and as a result, these amount are receivable.

The net amount of GST recoverable from the ATO is included as part of receivables.

Receivables are non-interest bearing. Receivables are held with the objective of collecting the contractual cash flows and they are measured at amortised cost.

7. Liabilities

Employee benefits liabilities are disclosed in note 3.4.

7.1. Categorisation of financial liabilities

	2023 Carrying amount \$'000	2022 Carrying amount \$'000
<u>Financial liabilities</u>		
Financial liabilities at amortised cost		
Payables	12	60
Accrued expenses	50	36
Total financial liabilities	62	96

Payables as disclosed in this note do not include statutory amounts as these are not financial instruments.

7.2. Payables

	2023 \$'000	2022 \$'000
<u>Current</u>		
Contractual payables		
Trade payables	12	60
Accrued expenses	50	36
Total contractual payables	62	96
Statutory payables		
PAYG	49	58
Employee-on-costs	79	76
Audit fees payable	22	22
Total statutory payables	150	156
Total current payables	212	252
<u>Non-current</u>		
Statutory payables		
Employee on-costs	54	49
Total non-current payables	54	49
Total payables	266	301

Payables and accruals are raised for all amounts owing but unpaid. Trade payables are normally settled within 30 days from the date the invoice is first received. All payables are non-interest bearing. The carrying amount of payables represents fair value due to their short-term nature.

Statutory payables do not arise from contracts.

The net amount of GST recoverable from the ATO is included as part of receivables. However, if a net GST payable arises then this amount would be disclosed in this Payables note.

Employment on-costs

Employee on-costs include payroll tax, ReturnToWorkSA levies and superannuation contributions and are settled when the respective employee benefits that they relate to are discharged. These on-costs primarily relate to the balance of leave owing to employees. Estimates as to the portion of long service leave estimated to be taken as leave, rather than paid on termination, affects whether certain on-costs are recognised as a consequence of long service leave liabilities.

The Board contributes to several State Government and externally managed superannuation schemes. These contributions are treated as an expense when they occur. There is no liability for payments to beneficiaries as they have been assumed by the respective superannuation schemes. The only liability outstanding at reporting date relates to any contributions due but not yet paid to the employees' superannuation funds.

As a result of an actuarial assessment performed by the Department of Treasury and Finance, the proportion of long service leave taken as leave has changed from the 2022 rate (42%) to 43% and the average factor for the calculation of employer superannuation cost on-costs has also changed from the 2022 rate (10.6%) to 11.1%. These rates are used in the employment on-cost calculation. The net financial effect of the changes in the current financial year is an increase in the employment on-cost of \$2,000 and employee benefits expense of \$2,000. The impact on future periods is impracticable to estimate.

7.3. Unearned revenue

	2023 \$'000	2022 \$'000
<u>Current</u>		
Unearned revenue	3,216	3,237
Total current unearned revenue	3,216	3,237
<u>Non-current</u>		
Unearned revenue	4,648	3,479
Total non-current unearned revenue	4,648	3,479
Total unearned revenue	7,864	6,716

The liabilities for unearned revenue relate to annual fees received from teachers in advance of the periods for which the fees cover. See note 2.1 for details.

7.4. Provisions

	Workers Compensation	Total
	2023 \$'000	2023 \$'000
Carrying amount at the beginning of the period	48	48
Additions	59	59
Carrying amount at the end of the period	107	107

The Board is self-insured for workers compensation purposes. The workers compensation provision is based on an actuarial assessment of the outstanding liability as at 30 June 2023 provided by a consulting actuary engaged through the Office of the Commissioner for Public Sector Employment.

The provision is for the estimated cost of ongoing payments to employees as required under current legislation. The Board is responsible for the payment of workers compensation claims. For the period from 1 July 2022 to 30 June 2023 the Board received no workers compensation claim (2022: 1).

8. Outlook

8.1. Unrecognised contractual commitments

Commitments arising from contractual sources and are disclosed at their nominal value and inclusive of non-recoverable GST.

Expenditure commitments

The Board's expenditure primarily consists of MOAA with DIT for accommodation.

The future payments for these arrangements total \$1,020,000 over the next 5 years.

	2023 \$'000	2022 \$'000
Not later than one year	294	274
Later than one year not longer than five years	808	1,091
More than five years	53	367
Total expenditure commitments	1,155	1,732

8.2. Contingent assets and liabilities

The Board did not identify any contingent assets or liabilities as at 30 June 2023.

8.3. Events after the reporting period

The Board has not identified any events after 30 June 2023 that would have an impact on the financial statements.