

## Financial Statements

2014

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20 Other non-financial assets	22	Within the above components, the financial statements have been aggregated into the following disclosures:	
21 Investments accounted for using the equity method	23	(a) The column headed "University" represents the University as an entity in its own right	
22 Property, plant and equipment	25	(b) The column headed "Consolidated" comprises the University and its subsidiaries.	
23 Investment properties	27		
24 Intangible assets	27		
		Refer to Note 35 for a listing of the subsidiaries.	

## Income Statement for the year ended 31 December 2014

	Notes	Consolidated		University	
		2014	2013	2014	2013
		\$'000	\$'000	\$'000	\$'000
<b>Income from continuing operations</b>					
Australian Government financial assistance					
Australian Government grants	3	227,513	222,859	227,513	222,859
HELP - Australian Government payments	3	89,468	79,909	89,468	79,909
State and Local Government financial assistance	4	9,012	14,682	8,937	14,682
HECS-HELP - Student payments		8,230	9,012	8,230	9,012
Fees and charges	5	72,236	63,071	72,102	63,023
Investment revenue	6	9,588	13,340	9,410	12,945
Royalties, trademarks & licences	7	1,030	549	492	210
Consultancy and contracts	8	9,172	8,554	9,123	8,394
Other revenue and income	9	15,227	18,226	9,834	12,170
<b>Total revenue from continuing operations</b>		<b>441,476</b>	<b>430,202</b>	<b>435,109</b>	<b>423,204</b>
Gains on disposal of assets		-	474	-	474
Share of profit or loss on investments accounted for using the equity method	21	641	274	-	-
Other investment income	6	-	5,727	-	5,529
<b>Total income from continuing operations</b>		<b>641</b>	<b>6,475</b>	<b>-</b>	<b>6,003</b>
<b>Total revenue and income from continuing operations</b>		<b>442,117</b>	<b>436,677</b>	<b>435,109</b>	<b>429,207</b>
<b>Expenses from continuing operations</b>					
Employee related expenses	10	290,176	269,094	284,593	263,722
Depreciation and amortisation	11	23,080	21,266	22,930	21,066
Repairs and maintenance	12	12,432	11,529	12,335	11,455
Borrowing Costs	13	459	-	459	-
Impairment of assets	14	285	320	282	320
Losses on disposal of assets		980	-	763	-
Investment losses	6	3,130	-	377	-
Other expenses	15	99,413	100,107	97,509	97,499
<b>Total expenses from continuing operations</b>		<b>429,955</b>	<b>402,316</b>	<b>419,248</b>	<b>394,062</b>
<b>Net result for the year</b>		<b>12,162</b>	<b>34,361</b>	<b>15,861</b>	<b>35,145</b>
Net result attributable to non-controlling interest		(54)	(48)	-	-
<b>Net result attributable to members of The Flinders University of South Australia</b>		<b>12,216</b>	<b>34,409</b>	<b>15,861</b>	<b>35,145</b>

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

## Statement of Comprehensive Income for the year ended 31 December 2014

	Notes	<i>Consolidated</i>		<i>University</i>	
		<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
		<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
<b>Net result for the year</b>		12,162	34,361	15,861	35,145
Gain / (loss) on revaluation of land, buildings, library and artwork	29	(1,940)	7,577	(1,242)	7,577
Gain / (loss) on value of available for sale financial assets	29	224	164	(4,554)	1,019
<b>Total comprehensive income</b>		<b>10,446</b>	<b>42,102</b>	<b>10,065</b>	<b>43,741</b>
Total comprehensive income attributable to non-controlling interest		(54)	(48)	-	-
Total comprehensive income attributable to the University		10,500	42,150	10,065	43,741
<b>Total comprehensive income attributable to The Flinders University of South Australia</b>		<b>10,446</b>	<b>42,102</b>	<b>10,065</b>	<b>43,741</b>

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

## Statement of Financial Position as at 31 December 2014

	Notes	Consolidated		University	
		2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents	16	27,999	25,368	26,628	23,871
Receivables	17	23,619	22,184	23,521	20,922
Inventories	18	434	461	250	207
Other financial assets	19	49,546	154,455	49,546	154,455
Other non-financial assets	20	8,121	6,421	8,095	6,392
<b>Total current assets</b>		<b>109,719</b>	<b>208,889</b>	<b>108,040</b>	<b>205,847</b>
<b>Non-current assets</b>					
Receivables	17	52,005	43,814	52,005	43,814
Investments accounted for using the equity method	21	974	333	-	-
Other financial assets	19	49,025	50,992	51,662	56,014
Property, plant and equipment	22	545,676	436,824	544,719	435,569
Investment properties	23	9,203	9,400	9,203	9,400
Intangible assets	24	12,873	5,083	12,069	4,333
Other non-financial assets	20	6,537	5,580	6,537	5,580
<b>Total non-current assets</b>		<b>676,293</b>	<b>552,026</b>	<b>676,195</b>	<b>554,710</b>
<b>Total assets</b>		<b>786,012</b>	<b>760,915</b>	<b>784,235</b>	<b>760,557</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Trade and other payables	25	27,785	33,515	26,780	32,821
Borrowings	26	1,549	-	1,549	-
Provisions	27	18,735	17,442	18,072	16,929
Other liabilities	28	8,705	8,412	9,667	9,439
<b>Total current liabilities</b>		<b>56,774</b>	<b>59,369</b>	<b>56,068</b>	<b>59,189</b>
<b>Non-current liabilities</b>					
Trade and other payables	25	4,660	4,035	4,660	4,035
Borrowings	26	5,236	-	5,236	-
Provisions	27	79,730	68,939	79,689	68,816
<b>Total non-current liabilities</b>		<b>89,626</b>	<b>72,974</b>	<b>89,585</b>	<b>72,851</b>
<b>Total liabilities</b>		<b>146,400</b>	<b>132,343</b>	<b>145,653</b>	<b>132,040</b>
<b>Net assets</b>		<b>639,612</b>	<b>628,572</b>	<b>638,582</b>	<b>628,517</b>
<b>EQUITY</b>					
<b>University interest</b>					
Reserves	29	143,852	145,568	149,936	155,732
Retained earnings	29	495,636	482,722	488,646	472,785
<b>Total University interest</b>		<b>639,488</b>	<b>628,290</b>	<b>638,582</b>	<b>628,517</b>
<b>Non-controlling interest</b>		<b>124</b>	<b>282</b>	<b>-</b>	<b>-</b>
<b>Total equity</b>		<b>639,612</b>	<b>628,572</b>	<b>638,582</b>	<b>628,517</b>

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 2014

	Reserves \$'000	Retained Earnings \$'000	Total University Interest \$'000	Non- controlling Interest \$'000	Total \$'000
<b>Consolidated</b>					
Balance as at 1 January 2013	137,827	448,313	586,140	15	586,155
Net operating result	-	34,409	34,409	(48)	34,361
Gain / (Loss) on revaluation of land, buildings, infrastructure, library and artwork	7,577	-	7,577	-	7,577
Gain / (Loss) on revaluation of available-for-sale financial assets	164	-	164	-	164
<b>Total comprehensive income</b>	<b>7,741</b>	<b>34,409</b>	<b>42,150</b>	<b>(48)</b>	<b>42,102</b>
Recognition of non-controlling interest	-	-	-	315	315
<b>Balance at 31 December 2013</b>	<b>145,568</b>	<b>482,722</b>	<b>628,290</b>	<b>282</b>	<b>628,572</b>
Balance at 1 January 2014	145,568	482,722	628,290	282	628,572
Net operating result	-	12,216	12,216	(54)	12,162
Gain / (Loss) on revaluation of land, buildings, infrastructure, library and artwork	(1,242)	-	(1,242)	-	(1,242)
Transfer from revaluation reserve on sale of aircraft	(698)	698	-	-	-
Gain / (Loss) on revaluation of available-for-sale financial assets	224	-	224	-	224
<b>Total comprehensive income</b>	<b>(1,716)</b>	<b>12,914</b>	<b>11,198</b>	<b>(54)</b>	<b>11,144</b>
Recognition of non-controlling interest	-	-	-	(104)	(104)
<b>Balance at 31 December 2014</b>	<b>143,852</b>	<b>495,636</b>	<b>639,488</b>	<b>124</b>	<b>639,612</b>

	Notes	Reserves \$'000	Retained Earnings \$'000	Total \$'000
<b>University</b>				
Balance as at 1 January 2013		147,136	437,640	584,776
Net operating result		-	35,145	35,145
Gain / (Loss) on revaluation of land, buildings, infrastructure, library and artwork		7,577	-	7,577
Gain / (Loss) on revaluation of available-for-sale financial assets		1,019	-	1,019
<b>Total comprehensive income</b>		<b>8,596</b>	<b>35,145</b>	<b>43,741</b>
<b>Balance at 31 December 2013</b>		<b>155,732</b>	<b>472,785</b>	<b>628,517</b>
Balance at 1 January 2014		155,732	472,785	628,517
Net operating result		-	15,861	15,861
Gain / (Loss) on revaluation of land, buildings, infrastructure, library and artwork		(1,242)	-	(1,242)
Gain / (Loss) on revaluation of available-for-sale financial assets		(4,554)	-	(4,554)
<b>Total comprehensive income</b>		<b>(5,796)</b>	<b>15,861</b>	<b>10,065</b>
<b>Balance at 31 December 2014</b>		<b>149,936</b>	<b>488,646</b>	<b>638,582</b>

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 2014

	Notes	Consolidated		University	
		2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
<b>Cash flows from operating activities</b>					
<b>Inflows:</b>					
Australian Government Grants	3(g)	315,833	307,774	315,833	307,774
OS-HELP (net)	3(g)	(297)	116	(297)	116
Superannuation Supplementation	3(g)	2,436	2,807	2,436	2,807
State Government Grants		6,599	14,507	6,524	14,507
Local Government Grants		30	175	30	175
HECS-HELP – Student payments		8,230	9,012	8,230	9,012
Receipts from student fees and other customers		105,246	98,817	98,405	91,972
Dividends received		899	3,169	544	2,652
Interest received		7,555	8,121	7,510	8,029
Other investment income		2,438	2,325	2,661	2,539
GST recovered		15,847	6,919	15,847	6,919
<b>Outflows:</b>					
Payments to suppliers and employees (inclusive of GST)		(424,664)	(401,069)	(417,650)	(393,165)
Interest and costs of finance paid		(459)	-	(459)	-
<b>Net cash provided by / (used in) operating activities</b>	40	<b>39,693</b>	<b>52,673</b>	<b>39,614</b>	<b>53,337</b>
<b>Cash flows from investing activities</b>					
<b>Inflows:</b>					
Proceeds from sale of property, plant & equipment		770	1,967	770	1,967
Proceeds from maturation of term deposits		104,908	-	104,908	-
Proceeds from sale of financial assets		3,385	12,359	3,385	10,589
Repayment of loans by related parties		-	118	-	118
Increase/(Decrease) in funds held on behalf of other entities		(24)	(95)	(24)	(252)
<b>Outflows:</b>					
Payments for property, plant and equipment		(140,245)	(57,150)	(140,121)	(56,514)
Payments for term deposits		-	(25,406)	-	(25,406)
Payments for financial assets		(4,396)	-	(3,815)	-
Loans to related parties		-	-	(500)	-
<b>Net cash provided by / (used in) investing activities</b>		<b>(35,602)</b>	<b>(68,207)</b>	<b>(35,397)</b>	<b>(69,498)</b>
<b>Cash flows from financing activities</b>					
<b>Outflows:</b>					
Repayment of finance leases		(1,460)	-	(1,460)	-
<b>Net cash provided by / (used in) financing activities</b>		<b>(1,460)</b>	<b>-</b>	<b>(1,460)</b>	<b>-</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>		<b>2,631</b>	<b>(15,534)</b>	<b>2,757</b>	<b>(16,161)</b>
Cash and cash equivalents at beginning of the financial year		25,368	40,902	23,871	40,032
<b>Cash and cash equivalents at the end of the financial year</b>	1(e)(i), 16	<b>27,999</b>	<b>25,368</b>	<b>26,628</b>	<b>23,871</b>
Financing arrangements	26				
Non-cash investing and financing activities	41				

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

## Note 1 Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to the years presented unless otherwise stated. The financial statements include separate statements for Flinders University as the parent entity and the consolidated entity consisting of Flinders University and its subsidiaries.

The principal address of Flinders University is:

Sturt Road  
Bedford Park  
South Australia 5042

### (a) Basis of preparation

The annual financial statements represent the audited general purpose financial statements of Flinders University. They have been prepared on an accrual basis and comply with the Australian Accounting Standards.

Flinders University applies Tier 1 reporting requirements.

Additionally, the statements have been prepared in accordance with the following statutory requirements:

- *Higher Education Support Act 2003* (Financial Statement Guidelines)
- *relevant provisions of the Treasurer's Instructions issued pursuant to the Public Finance and Audit Act 1987 and the Accounting Policy Framework issued pursuant to the Treasurer's Instructions, except where they conflict with the Department of Education Guidelines.*

Flinders University is a not-for-profit entity and these statements have been prepared on that basis. Some of the Australian Accounting Standards requirements for not-for-profit entities are inconsistent with the IFRS requirements.

The financial report has been prepared based on a twelve month operating cycle and is presented in Australian dollars.

#### **Date of authorisation for issue**

The financial statements were authorised for issue by the Council members of Flinders University on 14 May 2015.

#### **Historical cost convention**

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets, financial assets and liabilities (including derivative instruments) at fair value through profit or loss, certain classes of property, plant and equipment and investment property.

#### **Critical accounting estimates**

The preparation of financial statements in conformity with Australian Accounting Standards requires management to make judgements, estimates and assumptions. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

The main items with critical assumptions are superannuation receivable and provision, valuation of property, plant and equipment, long service leave liability and depreciation.

### (b) Basis of consolidation

#### **(i) Subsidiaries**

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of the University as at 31 December and the results of all subsidiaries for the financial years shown. The financial statements of the consolidated entity comprise the accounts of Flinders University (the Parent entity) and all of its subsidiaries. A subsidiary is any entity controlled by the University. Control exists where the University is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. A list of subsidiaries is contained in Note 35.

Intercompany transactions, balances and unrealised gains on transactions between members of the Consolidated entity are eliminated to the extent of the Consolidated entity's interest in the subsidiaries. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Consolidated entity.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated Statement of Comprehensive Income, Statement of Financial Position and Statement of Changes in Equity respectively.

#### **(ii) Associates**

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. If material, investments in associates are accounted for in the University's financial statements using the cost method and in the consolidated financial statements using the equity method of accounting, after initially being recognised at cost.

There were no material associates at balance date.

#### **(iii) Joint Arrangements**

##### **Joint operations**

The University has a material interest in one joint operation. The University's share of assets, liabilities, revenue and expenses have been incorporated in the University's financial statements under the appropriate headings. Details of joint operations are set out in Note 36.

##### **Joint ventures**

The University has a material interest in a number of joint venture entities.

If material, the interest in a joint venture entity is accounted for in the consolidated financial statements using the equity method and is carried at cost by the University. Under the equity method, the share of profits or losses of the entity is recognised in the Income Statement, and the share of movements in reserves is recognised in reserves in the Statement of Comprehensive Income and the Statement of Changes in Equity. Details relating to the entity are set out in Note 36.

## Note 1 Summary of significant accounting policies

### (c) Foreign currency

#### i. Functional and presentation currency

The consolidated financial statements are presented in Australian dollars which is the Consolidated entity's functional and presentation currency.

#### ii. Transactions and balances

Foreign currency transactions were converted to Australian currency at the rates of exchange prevailing at the dates of the transactions. Foreign currency gains and losses 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 Income Statement. Note 42 discloses foreign currency monetary items outstanding at balance date.

### (d) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances, rebates and amounts collected on behalf of third parties.

#### i. Government financial assistance

Grant revenue is recognised in the year that the University gains control of the revenue which is generally when it is received. Where the University obtains control of the right to receive the grant and when revenue recognition criteria are met, the grant revenue is recognised in the period to which it relates.

Note disclosure is made in Notes 3 & 4.

#### ii. Consultancy and contract research

Revenue from consultancy and contract research is recognised in the period in which the consultancies/contract services are provided. Research grant revenue is recognised as revenue when received. Note disclosure is made in Note 8.

#### iii. Donations

Donations are received in cash and non-cash forms. Non cash donations are recognised at the University's estimate of the fair value of the items donated. Note disclosure is made in Note 9.

#### iv. Student fees and charges

Student tuition fees and charges are recognised as income in the year in which the service is provided. Note disclosure is made in Note 5.

#### v. Investment revenue and income

Interest revenue is recognised as it accrues. Dividend revenue and imputation credits are recognised only when declared before the 31 December reporting date.

Income distributions from Managed Funds are recognised on receipt of official advice from investment companies of the University's entitlement to distributions. All movements in the value of investments classified as "financial assets at fair value through profit and loss" are included in the Net Operating Result. For "Available for sale investments" and investments classified as "Other financial assets", realised gains are included in the Net Operating Result while unrealised gains and losses are taken to the Available for Sale Revaluation Surplus for Investments except to the extent that unrealised losses exceed previous revaluation

increments for all investments held in that reserve. Note disclosure is made in Note 6.

### (e) Financial instruments

#### i. Cash and cash equivalents

For Statement of Cash Flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Bank accounts are recognised at nominal amounts. Note disclosure is made in Note 16.

#### ii. Receivables

Receivables are shown at amounts due from customers, inclusive of GST and reduced for expected credit losses (provision for doubtful debts). The University's credit terms are net 30 days. Note disclosure is made in Note 17.

Collectability of receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for impairment of receivables is established when there is objective evidence that amounts due according to the original terms will not be able to be collected. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments are considered indicators that the trade receivable is impaired.

Details regarding the receivable from the Australian Government relating to the State Super Scheme are disclosed in Note 1(g)(v) Superannuation.

#### iii. Financial assets (Investments)

Subsequent to initial recognition, investments in subsidiaries are measured at fair value. Subsequent to initial recognition, investments in associates are accounted for under the equity method in the consolidated financial statements and the cost method in the University's financial statements.

In accordance with AASB 139 *Financial Instruments: Recognition and Measurement* other financial assets are classified into the following specified categories: financial assets 'at fair value through profit or loss', 'held-to-maturity' investments, 'available-for-sale' financial assets, and 'loans and receivables'. The classification depends on the nature and purpose of the financial assets and is determined at the time of initial recognition. In the case of assets classified as held-to-maturity, the University re-evaluates this designation at each reporting date.

#### *Financial assets at fair value through profit or loss*

The consolidated entity has classified certain shares as financial assets at fair value through profit or loss. Financial assets held for trading purposes are classified as current assets and are stated at fair value, with any resultant gain or loss recognised in profit or loss.

#### *Held-to-maturity investments*

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Group's management has the positive intention and ability to hold to maturity.



## Note 1 Summary of significant accounting policies

Interest on term deposits is recognised at balance date based on the proportion of the term that has elapsed.

### *Available-for-sale financial assets*

Certain shares held are classified as being available-for-sale and are stated at fair value less impairment. Gains and losses arising from changes in fair value are recognised directly in the available-for-sale revaluation reserve, until the investment is disposed of or is determined to be impaired, at which time the cumulative gain or loss previously recognised in the available-for-sale revaluation reserve is included in profit or loss for the period. This category includes investments classified as "Available-for-sale" and any investments that do not fit the definitions for inclusion in the previous categories. Consequently it should not be assumed that the University has plans to dispose of these assets.

They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

### *Loans and receivables*

Trade receivables, loans, and other receivables are recorded at cost less impairment.

The carrying amount of investments is reviewed annually by the University to ensure that all items are carried at fair value. Note disclosure for other financial assets (investments) is made in Note 19.

### *Fair value*

The fair value of investments and other financial assets are based on quoted prices in an active market. If the market for a financial asset is not active (and for unlisted securities), the Group establishes fair value by using valuation techniques that maximise the use of relevant data. These include reference to the estimated price in an orderly transaction that would take place between market participants at the measurement date. Other valuation techniques used are the cost approach and the income approach based on the characteristics of the asset and the assumptions made by market participants.

### iv. Payables

Payables are shown at amounts due to suppliers, inclusive of GST and exclusive of any applicable discounts that will be taken. Note disclosure is made in Note 25. The amounts are unsecured and the standard University terms of trade is payment within 30 days of invoice.

### v. Borrowings

Finance leases are allocated under borrowings as prescribed by the Department of Education Guidelines. The current liability portion represents the amount expected to be paid in the following 12 months with the balance greater than 12 months reported in the non-current portion. Note disclosure is made in Note 26.

### vi. Borrowing costs

Finance charges in respect of finance leases represent the interest charges implicit in the finance lease and are included in the definition of borrowing costs. Note disclosure is made in Note 13.

### vii. Interest bearing liabilities

The University has no loans. However the University receives deposits from subsidiaries, certain joint ventures and related

external entities for group investment along with University funds and shares the investment income with those entities. Note disclosure is made in Note 28.

### viii. Other liabilities: Funds held on behalf of external entities

Funds held on behalf of external entities are shown at amounts due. These do not incur any interest charges. Note disclosure is made in Note 28.

### (f) Investment property

Investment properties exclude properties held to meet service delivery objectives of the University. The University holds investment properties which are measured on a fair value basis, which is based on active market prices of similar properties, adjusted, if necessary, for any difference in the nature, location or condition of the specific asset. If this information is not available, alternative valuation methods such as recent prices in less active markets or discounted cash flow projections are used.

Independent valuations are undertaken annually. At each reporting date, the reported value is reviewed to ensure that it does not differ materially from the property's fair value at that date. Changes to fair value are recorded in the Income Statement as other income.

The investment properties were independently valued at fair value as at 31 December 2014 by Richard Wood AAPI CPV, B.App.Sc (Val) of Opteon Pty Ltd.

Rental revenue from the leasing of investment properties is recognised in the income statement in the periods in which it is receivable, as this represents the pattern of service rendered through the provision of the properties.

### (g) Employee benefits

Employee expenses expected to be settled within one year have been recognised at their nominal amount. These liabilities are measured at the amounts expected to be paid when the liability is settled. Oncosts on the leave liabilities accruing to employees are recognised as provisions and on costs not accruing to employees are classed as payables as required under SA State Government Accounting Policy Framework - Part IV (APS 5.23). Benefits expected to be settled later than one year have been measured at the present value of the estimated applicable future cash flows to be made for those benefits and related on costs.

#### i Salaries

Liabilities for short-term employee benefits including salaries, non-monetary benefits and bonuses due to be settled within 12 months after the end of the period are measured at the amount expected to be paid when the liability is settled and recognised in Trade and other payables.

#### ii. Long service leave

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.

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 2014

## Note 1 Summary of significant accounting policies

by Stuart Mules, FIAA, of Mercer (Australia) Pty Ltd. The assumptions used by the actuary include:

- investment earnings rate of 2.4% pa (2013: 3.9%) pa. Impact of the 2014 earnings rate resulted in an increase in long service leave provision of \$2.1m.
- salary inflation rate of 3.0% pa (2013: 3.5%).
- on costs have been applied at the rate of 16.15% (2013: 15.8%).
- the proportion of leave taken in service is 73% (2013: 73%), the balance at termination of service.

The current portion represents the amount expected to be paid in the following 12 months. Note disclosure is made in Notes 25 and 27.

### iii. Annual leave

The calculation to measure the value of annual leave has assumed a 3.0 % salary inflation factor, as recommended by the SA State Government Accounting Policy Framework - Part IV (APS 5.5). The current portion represents the amount expected to be paid in the following 12 months. Note disclosure is made in Notes 25 and 27.

### iv. Sick leave

No provision has been made for sick leave as all sick leave is non vesting and the average sick leave taken each year is expected to be less than the annual entitlement for sick leave.

### v. Superannuation

#### *Superannuation schemes*

Superannuation schemes exist to provide benefits to University employees and their dependents upon resignation, retirement, disability or death. The contributions made to these schemes by the University and the emerging costs from unfunded schemes are expensed in the Income Statement. Except in the case of multi-employer schemes such as UniSuper, the University recognises, as an asset or a liability, the difference between the employer established defined benefit superannuation scheme's accrued benefits and the net market value of the scheme's assets. Note 44 provides details in respect of the individual schemes.

#### *Unfunded superannuation - State Superannuation Scheme*

An arrangement exists between the Australian Government and the State Government to share the unfunded liability for the University's beneficiaries of the State Superannuation Scheme on an emerging cost basis. This arrangement is evidenced by the *State Grants (General Revenue) Amendment Act 1987, Higher Education Funding Act 1988* and subsequent amending legislation. Accordingly the unfunded liabilities have been recognised in the Statement of Financial Position under Provisions with a corresponding asset recognised under Receivables. The recognition of both the asset and the liability consequently does not affect the year end net asset position of the University or the Consolidated entity. Refer to Note 44 (ii).

Superannuation Supplementation funding received from the Australian Government must not be shown as revenue as this is a partial settlement of an asset recognised in accordance with AASB 119.116. The net difference between the gross expense and the amount received from the Australian Government is shown as an expense within employee related expense.

### vi. Severance

Provision is made for severance payments where it is probable payments will be made under industrial awards for fixed-term staff. The current portion represents the amount expected to be paid in the following 12 months. Severance payments are included under Salaries within Employee related expenses. Note disclosure of the Provision is made in Note 27.

### vii. Redundancy benefits

Redundancy benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The University recognises redundancy benefits when it is demonstrably committed to either terminating the employment of current employees according to a detailed formal plan without possibility of withdrawal or providing redundancy benefits as a result of an offer made to encourage voluntary redundancy. Benefits falling due more than 12 months after balance date are discounted to present value. Expenses are disclosed in Note 10. Amounts unpaid at balance are included under Trade and Other Payables.

### (h) Workers' compensation

The University is responsible for payments of workers' compensation and is registered with WorkCover SA as an exempt employer. Lawsons Risk Management Services Pty Ltd administers workers' compensation arrangements on behalf of the University.

The provision for workers' compensation liability is actuarially determined each year. The valuation as at 31 December 2014 was performed by Laurie Brett, FIA, FIAA. The method used is the claims paid development method where all past claims are brought to current values with an allowance for late claims reporting and administration costs. The liability for workers' compensation is disclosed in Note 27.

### (i) Goods and services tax (GST)

The University recognises revenues, expenses and assets net of the amount of associated (GST), except where the amount of GST incurred by the University is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost acquisition of the asset or as part 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 as part of receivables or payables in the Statement of Financial Position.

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

Commitments and contingencies are disclosed net of GST recoverable from or payable to the ATO.

### (j) Inventories

Inventories are stores of consumable items including printing and maintenance materials and are measured at cost. Annual stocktakes are used to verify inventory account balances. Other small inventories of consumable items including stationery, fuel

## Note 1 Summary of significant accounting policies

and antisera are expensed as purchased. Note disclosure is made in Note 18.

### (k) Leased assets

#### *University as lessee*

Leases of property, plant and equipment where the Group, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are classified as borrowings. Note disclosure is made in Note 26. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property, plant and equipment acquired under finance leases are depreciated over the shorter of the asset's useful life and the lease term. Note disclosure is made in Note 22.

Leases of assets in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under an operating lease are expensed in the period to which the payment relates. Note disclosure is made in Note 33(b).

#### *University as lessor*

The University leases space in its investment property to external entities. Accommodation on campus is leased to students. The University also leases a small amount of space on its main campus to commercial entities for provision of services to students and staff. The leases are all classified as operating leases.

Note disclosure is made in Note 33(b).

### (l) Property, plant and equipment

Property, plant and equipment are shown on a fair value basis. At each reporting date, the value of each asset class is reviewed to ensure that it does not differ materially from the asset class' fair value at that date. Where necessary, the asset class is revalued to reflect its fair value. Note disclosure is made in Note 22.

#### i. Land

Land is owned by the University in its own right and by the State and Northern Territory Governments. The value of land owned by the State Government is reflected in the University's financial statements on the basis that the University effectively controls the land occupied. Land controlled by the University was independently revalued as at 31 December 2013 by Richard Wood B.App.Sc (Val) AAPI CPV, of Opteon Pty Ltd. Comprehensive independent land valuations are undertaken triennially with an annual update based on relevant price movements if material.

#### ii. Buildings and infrastructure

Buildings and above ground infrastructure controlled by the University were independently revalued as at 31 December 2013 by Richard Wood B.App.Sc (Val) AAPI CPV of Opteon Pty Ltd. Comprehensive independent valuations are undertaken triennially

with an annual update based on relevant price movements if material.

Below ground Infrastructure is not included as an asset as the value is not able to be reliably estimated.

Buildings under construction are measured at cost.

#### iii. Leased Buildings

The University has entered into various arrangements with other entities to occupy buildings on land not owned by the University. The University initially recognises a lease asset as the value of its contribution to construction costs plus any future amounts payable under the lease agreement and revalues it to fair value each year. The University depreciates the asset over the lease period.

#### iv. Library collection

The Library collection was internally revalued on 31 December 2010 to fair value based on the written down cost of the most recent price inputs. The University has determined that subsequent acquisitions are measured at historical cost which approximates fair value with the University no longer revaluing the library collection. The value is depreciated over a 10 year period on a straight-line basis.

#### v. Equipment

This class of assets includes computer hardware (not software), furniture, vehicles, marine and general equipment. Individual items costing \$10,000 or more are capitalised and recorded in the Statement of Financial Position initially at cost. Items costing less than \$10,000 are recognised as an expense in the Income Statement in the period acquired. The depreciated value of equipment is deemed to be its fair value.

#### vi. Works of art

The value of the Works of Art collection is assessed annually at fair value at Council valuation. However the Works of Art collection was independently revalued as at 31 December 2013 by Helen Miller BA SYD AVAA CPV NCJV (Fine Arts Division) Rodney Hyman Asset Services Pty Ltd and is reported at fair value.

#### vii. Revaluations

Increases in the carrying amounts arising on revaluation of land, buildings & infrastructure, library and works of art are recognised, under revaluation surplus. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset class are also recognised in under revaluation surplus to the extent of the remaining reserve attributable to the asset class. All other decreases are charged to the income statement.

### (m) Depreciation and amortisation

The basis for depreciation and the depreciation rates are reviewed annually. Depreciation is calculated on a straight line basis on all property, plant and equipment, other than land and works of art, which are not depreciated. The following rates are based on the estimated useful life of the assets to the University:

Note 1 Summary of significant accounting policies

Item	Percentage
<b>Depreciation:</b>	
Buildings and infrastructure	2.5 - 20.0
Equipment	
- Motor vehicles	20.0
- General equipment	10.0 - 33.3
- Computer hardware	16.6 - 33.3
- Furniture	10.0
- Aircraft	10.0
- Marine	10.0
Library collection	10.0
<b>Amortisation:</b>	
Computer software	20.0

The gross amount of depreciable assets and the related accumulated depreciation is provided within Note 22. Depreciation expense by asset class is shown in Note 11.

**(n) Impairment of assets**

At each reporting date, the University undertakes an assessment of its significant assets to determine if there is any evidence of impairment. Where impairment exists, the University recognises an impairment loss in the Income Statement. This is calculated as the amount by which the asset's carrying value exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs to sell and value in use.

**(o) Derivatives**

The Group enters into foreign currency hedges (derivative financial instruments) to manage its exposure to movements in exchange rates for library purchases and certain equipment acquisitions.

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured to their fair value at balance date. Changes in the fair value of derivatives are recorded in the income statement, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

Where the maturity date of a hedge is more than 12 months, the asset and liability are classified as non-current, otherwise they are classified as current.

**(p) Intangible assets**

**i. Research and development**

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

Expenditure on development activities, being the application of research findings or other knowledge to a plan or design for the production of new or substantially improved products or services before the start of commercial production or use, 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. Other development expenditure is recognised in the Income Statement as an expense when incurred.

The University expenses development costs when incurred, as the expenses are not recoverable beyond reasonable doubt. One of the University's subsidiaries, Flinders Partners Pty Ltd, has the rights to commercialise intellectual property arising from the University. Development costs incurred by Flinders Partners Pty Ltd are treated as deferred expenditure:

- during the assessment phase of projects, until financial viability is determined; and
- for projects expected to be financially viable, to offset future revenue.

Development costs treated as deferred expenditure are included in the Consolidated Statement of Financial Position and are disclosed under Note 24 Intangible assets as Project costs carried forward.

The recoverability of deferred expenditure is reviewed annually and any amounts previously deferred that are no longer expected to be recovered are charged to the Net Operating Result.

**ii. Software costs**

The University capitalises certain software costs with a purchase price greater than \$40,000 and an expected useful life greater than 12 months, together with costs associated with implementation. These are recorded on the basis of cost less amortisation once the system is operational. Impairment is assessed annually. Note disclosure is made in Note 24.

**(q) Website costs**

Costs in relation to websites are charged as expenses in the period in which they are incurred.

**(r) Repairs and Maintenance**

Repairs and maintenance costs are recognised as expenses as incurred, except where they relate to the replacements of a component of an asset, in which case, the costs are capitalised and depreciated. Other routine operating maintenance, repair and minor renewal costs are also recognised as expenses, as incurred.

**(s) Income tax status**

The activities of the University and its major subsidiaries are exempt from income tax.

The University is subject to fringe benefits tax, the goods & services tax and payroll tax.

**(t) Current and non-current classification**

Assets and liabilities are characterised as either current or non-current. The University and the Consolidated entity operate on a 12 month operating cycle. Assets and liabilities that are sold, consumed or realised as part of the 12 month operating cycle are classified as current. All other assets and liabilities are classified as non-current.

## Note 1 Summary of significant accounting policies

### (u) Rounding to the nearest \$'000

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

### (v) New or revised Australian Accounting Standards

New and revised accounting standards relating to the 2014 financial year are as follows:

AASB 10: Consolidated financial statements

AASB 11: Joint arrangements

AASB 12: Disclosure of interests in other entities

AASB 127: Separate financial statements

AASB 128: Investments in associates and joint ventures

The University has assessed the impact of the new and amended standards and interpretations in relation to interests in other entities and has determined there is no change to entity inclusions in the financial statements and disclosures as a result.

### (w) Comparative figures

The previous year's figures are provided in the financial statements for comparative purposes. Where practicable comparative figures have been adjusted to conform to changes in presentation and classification in the present year.

An adjustment has been made to comparative amounts in relation to the overstatement of building asset values. The adjustments were an increase to 2013 operating result of \$0.2m, opening retained earnings of \$0.9m combined with a reduction to the revaluation reserve opening balance in 2013 of \$4.5m and a reduction in the movement in the revaluation reserve in 2013 of \$0.7m. This has been offset by a reduction of \$5.2m in opening building values.

The University provides a payroll bureau service for a related entity. Previously the University recorded this as an expense under salaries and related expenses with reimbursements recorded as other income. The University has determined that these items are not revenue and expense and now offsets them. 2013 comparatives have been adjusted. Other income, salaries and related expenses have been reduced by \$2.6m.

### (x) Changes in accounting policies

The accounting policies adopted are consistent with those of the previous year.

## Note 2 Disaggregated information

The University operates in the field of higher education in Australia and its primary activities are the provision of teaching and research services. It has no material offshore operations.

	Notes	Consolidated		University	
		2014	2013	2014	2013
		\$'000	\$'000	\$'000	\$'000
<b>Note 3 Australian Government financial assistance including Australian Government loan programs (HELP)</b>					
<b>(a) Commonwealth Grant Scheme and Other Grants</b>	47.1				
Commonwealth Grant Scheme (CGS) <sup>#1</sup>		132,538	126,780	132,538	126,780
Indigenous Support Program		591	652	591	652
Partnership & Participation Program <sup>#2</sup>		4,408	3,271	4,408	3,271
Disability Support Program		164	168	164	168
Transitional Cost Program		-	(6)	-	(6)
Promotion of excellence in Learning and Teaching		626	283	626	283
Reward Funding		-	637	-	637
<b>Total Commonwealth Grant Scheme and Other Grants</b>		<b>138,327</b>	<b>131,785</b>	<b>138,327</b>	<b>131,785</b>
<b>(b) Higher Education Loan Programs</b>	47.2				
HECS – HELP		80,697	71,583	80,697	71,583
FEE – HELP		6,884	6,618	6,884	6,618
SA – HELP	47.8	1,887	1,708	1,887	1,708
<b>Total Higher Education Loan Programs</b>		<b>89,468</b>	<b>79,909</b>	<b>89,468</b>	<b>79,909</b>
<b>(c) Scholarships</b>	47.3				
Australian Postgraduate Awards		4,535	4,319	4,535	4,319
International Postgraduate Research Scholarship		335	332	335	332
Commonwealth Education Cost Scholarships <sup>#3</sup>		260	(105)	260	(105)
Commonwealth Accommodation Scholarships <sup>#3</sup>		(105)	(53)	(105)	(53)
Indigenous Access Scholarships		34	(60)	34	(60)
Indigenous Staff Scholarships		(14)	43	(14)	43
<b>Total Scholarships</b>		<b>5,045</b>	<b>4,476</b>	<b>5,045</b>	<b>4,476</b>
<b>(d) EDUCATION Research</b>	47.4				
Joint Research Engagement Program <sup>#4</sup>		6,240	6,105	6,240	6,105
Joint Research Engagement Cadetships		-	49	-	49
Research Training Scheme		11,097	10,897	11,097	10,897
Research Infrastructure Block Grants		3,123	3,172	3,123	3,172
Sustainable Research Excellence in Universities		2,039	2,057	2,039	2,057
<b>Total EDUCATION Research Grants</b>		<b>22,499</b>	<b>22,280</b>	<b>22,499</b>	<b>22,280</b>

<sup>#1</sup> Includes the basic CGS grant amount, CGS - Regional Loading, CGS - Enabling Loading, Maths and Science Transition Loading and Full Fee Places Transition Loading.

<sup>#2</sup> Includes Equity Support Program

<sup>#3</sup> Includes Grandfathered Scholarships, National Priority and National Accommodation Priority Scholarships respectively

<sup>#4</sup> Includes Institutional Grants Scheme

	Notes	Consolidated		University	
		2014	2013	2014	2013
		\$'000	\$'000	\$'000	\$'000
<b>Note 3 Australian Government financial assistance including Australian Government loan programs (HELP) (continued)</b>					
<b>(e) Australian Research Council</b>					
<i>(i) Discovery</i>	47.5 (i)				
Project		2,293	3,360	2,293	3,360
Fellowships <sup>#5</sup>		3,797	2,123	3,797	2,123
<b>Total Discovery</b>		<b>6,090</b>	<b>5,483</b>	<b>6,090</b>	<b>5,483</b>
<i>(ii) Linkages</i>	47.5 (ii)				
Infrastructure		125	925	125	925
Projects		890	1,161	890	1,161
<b>Total Linkages</b>		<b>1,015</b>	<b>2,086</b>	<b>1,015</b>	<b>2,086</b>
<i>(iii) Networks and Centres</i>	47.5 (iii)				
Centres		175	229	175	229
<b>Total Networks and Centres</b>		<b>175</b>	<b>229</b>	<b>175</b>	<b>229</b>
Special Research Initiatives	47.5 (iii)	256	1,985	256	1,985
<b>Total Australian Research Council</b>		<b>7,536</b>	<b>9,783</b>	<b>7,536</b>	<b>9,783</b>
<b>(f) Other Australian Government financial assistance</b>					
<b>Non-capital</b>					
National Health and Medical Research Council		9,478	8,278	9,478	8,278
Other Research		23,046	24,291	23,046	24,291
Other Non-Research		19,343	16,978	19,343	16,978
Commonwealth Scholarships		351	517	351	517
<b>Total non-capital</b>		<b>52,218</b>	<b>50,064</b>	<b>52,218</b>	<b>50,064</b>
<b>Capital</b>					
Northern Territory Medical Program		1,640	3,085	1,640	3,085
Other capital programs		248	1,386	248	1,386
<b>Total Capital</b>		<b>1,888</b>	<b>4,471</b>	<b>1,888</b>	<b>4,471</b>
<b>Total Other Australian Government financial assistance</b>		<b>54,106</b>	<b>54,535</b>	<b>54,106</b>	<b>54,535</b>
<b>Total Australian Government financial assistance</b>		<b>316,981</b>	<b>302,768</b>	<b>316,981</b>	<b>302,768</b>
<b>Reconciliation</b>					
Australian Government grants (a+c+d+e+f)		227,513	222,859	227,513	222,859
HECS-HELP payments		80,697	71,583	80,697	71,583
FEE-HELP payments		6,884	6,618	6,884	6,618
SA-HELP payments		1,887	1,708	1,887	1,708
<b>Total Australian Government financial assistance</b>		<b>316,981</b>	<b>302,768</b>	<b>316,981</b>	<b>302,768</b>

<sup>#5</sup> Includes Early Career Researcher Award

	Notes	<i>Consolidated</i>		<i>University</i>	
		<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
		<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
<b>Note 3 Australian Government financial assistance including Australian Government loan programs (HELP) (continued)</b>					
<b>(g) Australian Government Grants received - cash basis</b>					
CGS and Other EDUCATION Grants		137,010	131,172	137,010	131,172
Higher Education Loan Programs		88,776	81,423	88,776	81,423
Scholarships		4,841	3,934	4,841	3,934
EDUCATION Research		22,562	22,280	22,562	22,280
ARC grants - Discovery		6,010	5,780	6,010	5,780
ARC grants - Linkages		1,291	1,687	1,291	1,687
ARC grants - Networks and Centres		627	6,638	627	6,638
Other Australian Government Grants		54,716	54,860	54,716	54,860
<b>Total Australian Government Grants received - cash basis</b>		<b>315,833</b>	<b>307,774</b>	<b>315,833</b>	<b>307,774</b>
OS-Help (Net)	47.6	(297)	116	(297)	116
Superannuation Supplementation	47.7	2,436	2,807	2,436	2,807
<b>Total Australian Government funding received - cash basis</b>		<b>317,972</b>	<b>310,697</b>	<b>317,972</b>	<b>310,697</b>

**Note 4 State and Local Government financial assistance**

South Australian State Government financial assistance		8,043	9,662	8,042	9,662
South Australian Local Government financial assistance		30	175	30	175
Other State/Territory Governments financial assistance		939	4,845	865	4,845
<b>Total State and Local Government financial assistance</b>		<b>9,012</b>	<b>14,682</b>	<b>8,937</b>	<b>14,682</b>

**Note 5 Fees and charges**

<b>Course fees and charges</b>					
Fee-paying onshore overseas students		44,350	38,259	44,350	38,259
Fee-paying offshore overseas students		5,402	4,442	5,402	4,442
Fee-paying domestic postgraduate students		3,305	2,764	3,305	2,764
Fee-paying domestic undergraduate students		4,705	3,806	4,705	3,806
Fee-paying domestic non-award students		113	141	113	141
Other domestic course fees and charges		2,167	2,638	2,167	2,638
<b>Total course fees and charges</b>		<b>60,042</b>	<b>52,050</b>	<b>60,042</b>	<b>52,050</b>
<b>Other non-course fees and charges</b>					
Students Services and Amenities Fees from students	47.8	1,751	1,467	1,751	1,467
Student accommodation		6,388	5,595	6,388	5,595
Rental charges		709	716	622	668
Other student charges		255	241	255	241
Other hire fees		159	164	159	164
Parking fees		2,223	2,202	2,223	2,202
Other fees and charges		709	636	662	636
<b>Total Other fees and charges</b>		<b>12,194</b>	<b>11,021</b>	<b>12,060</b>	<b>10,973</b>
<b>Total fees and charges</b>		<b>72,236</b>	<b>63,071</b>	<b>72,102</b>	<b>63,023</b>



	<i>Consolidated</i>		<i>University</i>	
	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
<i>Notes</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
<b>Note 6 Investment revenue and income</b>				
<b>Investment revenue</b>				
Dividends				
Wholly-owned subsidiaries	-	-	-	215
Other entities	1,471	1,841	1,116	1,108
<b>Total Dividends</b>	<b>1,471</b>	<b>1,841</b>	<b>1,116</b>	<b>1,323</b>
Interest	5,813	9,174	5,768	9,083
Managed funds distributions	1,139	1,083	1,139	1,083
Investment property rental revenue	1,165	1,242	1,387	1,456
<b>Total investment revenue</b>	<b>9,588</b>	<b>13,340</b>	<b>9,410</b>	<b>12,945</b>
<b>Other Investment gains / (losses)</b>				
Net (loss)/gain arising on financial assets designated at fair value through profit or loss	(3,081)	4,837	(328)	4,746
Realised gain/(loss) on disposal of investments	148	890	148	783
Movements in fair value of investment properties	(197)	-	(197)	-
<b>Total other investment income</b>	<b>(3,130)</b>	<b>5,727</b>	<b>(377)</b>	<b>5,529</b>
<b>Net investment revenue and income</b>	<b>6,458</b>	<b>19,067</b>	<b>9,033</b>	<b>18,474</b>
<b>Note 7 Royalties, trademarks and licences</b>				
<b>Total royalties, trademarks and licences</b>	<b>1,030</b>	<b>549</b>	<b>492</b>	<b>210</b>
<b>Note 8 Consultancy and contracts</b>				
Consultancy	2,655	2,263	2,544	1,962
Contract research	6,517	6,291	6,579	6,432
<b>Total consultancy and contracts</b>	<b>9,172</b>	<b>8,554</b>	<b>9,123</b>	<b>8,394</b>
<b>Note 9 Other revenue and income</b>				
Donations and bequests	406	837	957	837
Scholarships and prizes	659	755	659	755
Non-government grants	3,878	5,993	3,878	5,993
Contribution of assets	277	301	277	301
Reimbursements	2,095	2,363	2,095	2,363
Sales and other charges	5,617	6,801	1,435	1,022
Other income	2,295	1,176	533	899
<b>Total other revenue and income</b>	<b>15,227</b>	<b>18,226</b>	<b>9,834</b>	<b>12,170</b>

	<i>Consolidated</i>		<i>University</i>	
	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
<i>Notes</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

## Note 10 Employee related expenses

### Academic

Salaries	117,258	107,979	117,259	107,980
Contributions to superannuation and pension schemes				
Contributions to funded schemes	17,170	16,368	17,170	16,368
Contributions to unfunded schemes	145	168	145	168
Payroll tax	6,789	6,368	6,789	6,368
Workers' compensation	117	704	117	704
Long service leave expense	4,005	1,979	4,005	1,979
Annual leave	9,676	8,691	9,676	8,691
Redundancy expenses	96	874	96	874

<b>Total academic</b>	<b>155,256</b>	<b>143,131</b>	<b>155,257</b>	<b>143,132</b>
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### Non-academic

Salaries	101,136	94,901	96,252	89,931
Contributions to superannuation and pension schemes				
Contributions to funded schemes	15,467	14,076	15,035	13,886
Contributions to unfunded schemes	36	42	36	42
Payroll tax	5,780	5,478	5,715	5,401
Workers' compensation	114	632	95	611
Long service leave expense	2,837	1,482	2,802	1,477
Annual leave	8,520	8,057	8,371	7,947
Redundancy expenses	1,030	1,295	1,030	1,295

<b>Total non-academic</b>	<b>134,920</b>	<b>125,963</b>	<b>129,336</b>	<b>120,590</b>
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<b>Total employee related expenses</b>	<b>290,176</b>	<b>269,094</b>	<b>284,593</b>	<b>263,722</b>
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## Note 11 Depreciation and amortisation

### Depreciation

Buildings	10,267	10,612	10,267	10,612
Infrastructure	897	1,099	897	1,099
Plant and equipment	5,390	5,040	5,240	4,840
Library	3,585	3,540	3,585	3,540

<b>Total Depreciation</b>	<b>20,139</b>	<b>20,291</b>	<b>19,989</b>	<b>20,091</b>
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### Amortisation

Leased Equipment	1,649	-	1,649	-
Software	1,292	975	1,292	975

<b>Total Amortisation</b>	<b>2,941</b>	<b>975</b>	<b>2,941</b>	<b>975</b>
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<b>Total depreciation and amortisation</b>	<b>23,080</b>	<b>21,266</b>	<b>22,930</b>	<b>21,066</b>
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## Note 12 Repairs and maintenance

Buildings and grounds	5,499	6,541	5,492	6,541
Minor new works	3,337	784	3,337	784
Equipment and artwork	3,596	4,204	3,506	4,130

<b>Total repairs and maintenance</b>	<b>12,432</b>	<b>11,529</b>	<b>12,335</b>	<b>11,455</b>
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Notes	<i>Consolidated</i>		<i>University</i>	
	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

### Note 13 Borrowing Costs

Finance Charges in respect of finance leases  
 Total borrowing costs expensed

459	-	459	-
<b>459</b>	<b>-</b>	<b>459</b>	<b>-</b>

### Note 14 Impairment of assets

Bad and doubtful debts  
 Impairment of assets  
 Total impairment of assets

171	320	168	320
114	-	114	-
<b>285</b>	<b>320</b>	<b>282</b>	<b>320</b>

### Note 15 Other expenses

Scholarships, grants & prizes  
 Non-capitalised equipment  
 Advertising, marketing & promotional expenses  
 Fees & charges  
 Consultancy fees  
 General consumables  
 Printing & photocopying  
 Operating lease rental expenses  
 Telecommunications  
 Travel, staff development and entertainment  
 Utilities  
 Student related expenditure  
 Library  
 Software  
 Postage & freight  
 Insurance  
 Miscellaneous  
 Total other expenses

14,284	14,377	14,281	14,377
7,985	7,940	7,974	7,905
3,404	3,320	3,452	3,308
12,221	14,815	12,702	14,556
4,451	5,446	4,077	5,371
6,707	7,982	7,313	7,604
1,564	1,309	1,558	1,309
3,346	3,031	3,402	3,095
3,431	2,766	3,502	2,766
14,735	14,951	14,735	14,891
4,980	4,972	4,958	4,951
4,671	4,036	4,250	3,643
2,438	2,835	2,438	2,835
5,452	4,646	5,445	4,564
686	837	683	837
1,434	1,307	1,417	1,307
7,624	5,537	5,322	4,180
<b>99,413</b>	<b>100,107</b>	<b>97,509</b>	<b>97,499</b>

Notes	Consolidated		University	
	2014	2013	2014	2013
	\$'000	\$'000	\$'000	\$'000

**Note 16 Cash and cash equivalents**

Cash at bank and on hand		17,899	25,145	16,528	23,871
Term deposits maturing within 90 days		10,100	223	10,100	-
<b>Total cash and cash equivalents</b>	40	<b>27,999</b>	<b>25,368</b>	<b>26,628</b>	<b>23,871</b>

**Note 17 Receivables**

**Current**

Student fees		1,928	893	1,928	893
Less: Provision for impaired receivables		(430)	(355)	(430)	(355)
		<b>1,498</b>	<b>538</b>	<b>1,498</b>	<b>538</b>
General debtors		15,691	12,631	15,391	11,584
Less: Provision for impaired receivables		(384)	(471)	(289)	(377)
		<b>15,307</b>	<b>12,160</b>	<b>15,102</b>	<b>11,207</b>
Subsidiary debtors		-	-	610	101
Less: Provision for impaired receivables		-	-	(95)	(95)
		-	-	<b>515</b>	<b>6</b>
Accrued income		3,612	6,227	3,204	5,912
Deferred government contribution for superannuation	44	3,202	3,259	3,202	3,259
<b>Total current receivables</b>		<b>23,619</b>	<b>22,184</b>	<b>23,521</b>	<b>20,922</b>

**Non-current**

Deferred government contribution for superannuation	44	52,005	43,814	52,005	43,814
<b>Total non-current receivables</b>		<b>52,005</b>	<b>43,814</b>	<b>52,005</b>	<b>43,814</b>

<b>Total trade and other receivables</b>		<b>75,624</b>	<b>65,998</b>	<b>75,526</b>	<b>64,736</b>
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**(a) Impaired receivables**

As at 31 December 2014 current receivables of the group with a nominal value of \$0.814m (2013: \$0.827m) were impaired. The provision is based on an aged analysis of the debt types based on collectability. The ageing of these receivables is as follows:

**Student Fees**

3 to 6 months		130	116	130	116
over 6 months		285	191	285	191
		<b>415</b>	<b>307</b>	<b>415</b>	<b>307</b>

**General debtors**

3 to 6 months		66	229	66	229
over 6 months		221	179	126	84
		<b>287</b>	<b>408</b>	<b>192</b>	<b>313</b>

**Subsidiary debtors**

over 6 months		-	-	95	95
		-	-	<b>95</b>	<b>95</b>

Notes	Consolidated		University	
	2014	2013	2014	2013
	\$'000	\$'000	\$'000	\$'000

## Note 17 Receivables (continued)

### (a) Impaired receivables (continued)

As at 31 December 2014 current receivables of the group with a nominal value of \$3.498m (2013: \$2.808m) were past due but not impaired. These relate to a number of independent customers for whom there is no recent history of default. The ageing of these receivables is as follows:

<b>Student Fees</b>				
3 to 6 months	912	279	912	279
over 6 months	172	122	172	122
	<b>1,084</b>	<b>401</b>	<b>1,084</b>	<b>401</b>
<b>General debtors</b>				
3 to 6 months	34	11	34	11
over 6 months	20	4	20	4
	<b>54</b>	<b>15</b>	<b>54</b>	<b>15</b>

Movements in the provision for impaired receivables are as follows:

At 1 January	826	790	826	790
Provision for impairment recognised during the year	67	178	67	178
Receivables written off during the year as uncollectible	(79)	(142)	(79)	(142)
<b>At 31 December</b>	<b>814</b>	<b>826</b>	<b>814</b>	<b>826</b>

The creation and release of the provision for impaired receivables has been included in "Impairment of Assets" in the income statement. Amounts charged to the provision account are generally 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 amounts of current receivables includes receivables denominated in the following currencies:

US Dollars	91	328	91	328
Hong Kong Dollars	229	-	229	-
Other	9	97	9	97
	<b>329</b>	<b>425</b>	<b>329</b>	<b>425</b>

The carrying amounts of all non-current receivables are denominated in Australian dollars.

Information regarding the effective interest rate risk of both current and non-current receivables is set out in the Financial risk management disclosures at Note 42.

### (c) Fair value and credit risk

The carrying value approximates fair value for all receivables. For non-current receivables, fair values are based on cash flows discounted using a discount rate. The superannuation receivable is always offset by a corresponding payable, nullifying credit risk for this line item. The maximum exposure to credit risk at the reporting date is the higher of the carrying amount and fair value of receivables.

Information regarding the effective credit risk of both current and non-current receivables is set out in the Financial risk management disclosures at Note 42.

Notes	<i>Consolidated</i>		<i>University</i>	
	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

## Note 18 Inventories

### Current

Inventories held for other than distribution	434	461	250	207
<b>Total current inventories</b>	<b>434</b>	<b>461</b>	<b>250</b>	<b>207</b>
<b>Total inventories</b>	<b>434</b>	<b>461</b>	<b>250</b>	<b>207</b>

## Note 19 Other financial assets

### Current

#### Held-to-maturity assets

Term deposits greater than 90 days	49,546	154,455	49,546	154,455
<b>Total current other financial assets</b>	<b>49,546</b>	<b>154,455</b>	<b>49,546</b>	<b>154,455</b>

#### *Held-to-maturity assets impairment and risk exposure*

The maximum exposure to credit risk at the reporting date is the carrying amount of the assets. None of the held-to-maturity assets are either past due or impaired. All held-to-maturity assets are held in Australian currency, therefore there is no exposure to foreign currency risk.

### Non-current

#### Available-for-sale financial assets

Interests in business undertakings:				
· Subsidiaries at Council valuation	35	-	6,662	11,438
· Other entities		2,058	1,834	2,058
International equities		6	-	-
Australian equities		2,990	-	-
<b>Total available-for-sale financial assets</b>		<b>5,054</b>	<b>7,224</b>	<b>8,720</b>

#### Financial assets at fair value through profit or loss ^

Managed Funds				
· Deutsche Bank Private Wealth Management		3	7	3
· Goldman Sachs JB Were		4,943	5,694	4,943
		<b>4,946</b>	<b>5,701</b>	<b>4,946</b>
Equities				
· Australian equities		38,316	38,067	37,287
· International equities		709	-	709
<b>Total financial assets at fair value through profit or loss</b>		<b>43,971</b>	<b>43,768</b>	<b>42,942</b>
<b>Total non-current other financial assets</b>		<b>49,025</b>	<b>50,992</b>	<b>51,662</b>
<b>Total other financial assets</b>		<b>98,571</b>	<b>205,447</b>	<b>101,208</b>

^ Changes in fair values of other financial assets at fair value through profit or loss are recorded in investment revenue and income in the Income Statement and disclosed in Note 6.

## Note 20 Other non-financial assets

### Current

Prepayments	8,121	6,421	8,095	6,392
<b>Non Current</b>				
Prepayments	6,537	5,580	6,537	5,580
<b>Total other non-financial assets</b>	<b>14,658</b>	<b>12,001</b>	<b>14,632</b>	<b>11,972</b>

## Note 21 Investments accounted for using the equity method

## Jointly controlled entity

		Ownership interest	
		2014	2013
<b>FCD Health Limited</b>	Operates the Palmerston (NT) GP Super Clinic.	50%	50%

Summarised financial information for individual material joint ventures is set out below:

		<i>Consolidated</i>	
		2014	2013
		\$'000	\$'000
	<i>Notes</i>		
<b>Financial Position</b>			
Current assets		873	544
Non-current assets		369	342
<b>Total assets</b>		<b>1,242</b>	<b>886</b>
Current Liabilities		349	220
Non-current liabilities		38	-
<b>Total Liabilities</b>		<b>387</b>	<b>220</b>
<b>Net Assets</b>		<b>855</b>	<b>666</b>
<b>Share of joint venture net assets</b>		<b>428</b>	<b>333</b>
<b>Financial Performance</b>			
Total Revenue		5,101	4,368
Total Expenses		4,912	3,819
<b>Profit/(loss)</b>		<b>189</b>	<b>549</b>
<b>Share of jointly controlled entities' profit/(loss)</b>		<b>95</b>	<b>274</b>
<b>Reconciliation of carrying amounts</b>			
Balance as at 1 January		333	59
Share of profit for the year		95	274
<b>Balance as at 31 December</b>		<b>428</b>	<b>333</b>

## Note 21 Investments accounted for using the equity method (continued)

### Associate

#### Flinders Reproductive Medicine

The University has a 50% interest in Flinders Reproductive Medicine (FRM) which is Trustee for the Flinders Charitable Trust. The Trust fully distributes its surpluses each year following a declaration by the trustees. This occurred in 2013 (\$484k). As the Trustees have not made a declaration for the 2014 financial year, the University has accounted for the investment in Flinders Reproductive Medicine using the equity method.

	Ownership interest	
	2014	2013
<b>Flinders Reproductive Medicine</b>	50%	50%
Provides a high quality comprehensive infertility investigatory and treatment service.		

Summarised financial information for Associates is set out below:

	<i>Consolidated</i>	
	2014	2013
	\$'000	\$'000
<b>Financial Position</b>		
Current assets	4,326	3,364
Non-current assets	1,278	913
<b>Total assets</b>	<b>5,604</b>	<b>4,277</b>
Current Liabilities	4,507	4,244
Non-current liabilities	5	33
<b>Total Liabilities</b>	<b>4,512</b>	<b>4,277</b>
<b>Net Assets</b>	<b>1,092</b>	<b>-</b>
<b>Share of Associate net assets</b>	<b>546</b>	<b>-</b>
<b>Financial Performance</b>		
Total Revenue	4,618	4,552
Total Expenses	3,526	3,584
<b>Profit/(loss)</b>	<b>1,092</b>	<b>968</b>
<b>Share of Associate profit/(loss)</b>	<b>546</b>	<b>484</b>
<b>Reconciliation of carrying amounts</b>		
Balance as at 1 January	-	-
Share of profit for the year	546	484
Distribution to the University as beneficiary	-	(484)
<b>Balance as at 31 December</b>	<b>546</b>	<b>-</b>

The 2013 share of FRM surplus of \$484k was distributed as a result of the declaration by the FRM Board. The 2014 declaration is still to be made.



	<i>Consolidated</i>		<i>University</i>	
	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
<i>Notes</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

## Note 22 Property, plant and equipment

### Land, buildings and infrastructure

#### Crown Land:

2013 Independent valuation

32,030 32,030 32,030 32,030

**Total Crown Land**

**32,030 32,030 32,030 32,030**

#### Freehold Land:

2013 Independent valuation

5,352 5,352 5,352 5,352

At cost

84 - 84 -

**Total Freehold Land**

**5,436 5,352 5,436 5,352**

**Total Land**

**37,466 37,382 37,466 37,382**

#### Buildings:

2013 Independent valuation

289,900 292,356 289,900 292,356

At cost

108,879 - 108,879 -

**Total Buildings**

**398,779 292,356 398,779 292,356**

#### Infrastructure:

2013 Independent valuation

24,882 24,998 24,882 24,998

At cost

1,155 - 1,155 -

**Total Infrastructure**

**26,037 24,998 26,037 24,998**

**Total Buildings and infrastructure**

**424,816 317,354 424,816 317,354**

Less: Accumulated depreciation

(11,030) - (11,030) -

**Total Buildings and infrastructure**

**413,786 317,354 413,786 317,354**

Construction in progress

39,373 37,601 39,373 37,601

**Total Land, buildings and infrastructure**

**490,625 392,337 490,625 392,337**

#### Library collection

At fair value

30,981 26,913 30,981 26,913

Less: Accumulated depreciation

(13,881) (10,295) (13,881) (10,295)

**Total Library collection**

**17,100 16,618 17,100 16,618**

#### Equipment

At fair value

65,424 62,081 63,312 59,174

Less: Accumulated depreciation

(39,877) (39,740) (38,722) (38,088)

**Total Equipment**

**25,547 22,341 24,590 21,086**

#### Leased Equipment

At fair value

8,245 - 8,245 -

Less: Accumulated depreciation

(1,649) - (1,649) -

**Total Equipment**

**6,596 - 6,596 -**

#### Works of Art

2013 Independent valuation

5,528 5,528 5,528 5,528

At council valuation

280 - 280 -

**Total Works of Art**

**5,808 5,528 5,808 5,528**

**Total Property, plant and equipment**

**545,676 436,824 544,719 435,569**

## Note 22 Property, plant and equipment (continued)

### Valuations of land and buildings

Land, buildings and infrastructure were revalued as at 31 December 2013 by Richard Wood B.App.Sc (Val) AAPI CPV of Opteon Pty Ltd. The basis of the valuation was written down current value (existing use). The basis of valuation of land, buildings and infrastructure is fair value being the amounts for which the assets could be exchanged between willing parties in an arm's length transaction, based on current prices in an active market for similar properties in the same location and condition. Buildings located in remote areas have retained cost as the valuation amount due to minimal movement in market conditions within the remote locations.

### Reconciliations

Reconciliations of the carrying amounts of each class of property, plant and equipment at the beginning and end of the current year are as follows:

	Land	Buildings	Infra-structure	Construction in progress	Library	Equipment	Leased Equipment	Works of Art	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		\$'000	\$'000
<b>Consolidated 2013</b>									
Balance at 1 January 2013	38,552	276,711	25,606	5,468	16,901	22,137	-	6,362	391,737
Additions	-	-	-	49,694	3,257	5,439	-	49	58,439
Reclassification	(195)	17,756	-	(17,561)	-	-	-	-	-
Disposals	(662)	(650)	-	-	-	(195)	-	-	(1,507)
Revaluation increments/(decrements)	(313)	9,381	(608)	-	-	-	-	(883)	7,577
Depreciation expense	-	(10,842)	-	-	(3,540)	(5,040)	-	-	(19,422)
<b>Carrying amount 31 December 2013</b>	<b>37,382</b>	<b>292,356</b>	<b>24,998</b>	<b>37,601</b>	<b>16,618</b>	<b>22,341</b>	<b>-</b>	<b>5,528</b>	<b>436,824</b>
<b>University 2013</b>									
Balance at 1 January 2013	38,552	276,711	25,606	5,468	16,901	20,853	-	6,362	390,453
Additions	-	-	-	49,694	3,257	5,267	-	49	58,267
Reclassification	(195)	17,756	-	(17,561)	-	-	-	-	-
Disposals	(662)	(650)	-	-	-	(194)	-	-	(1,506)
Revaluation increments/(decrements)	(313)	9,381	(608)	-	-	-	-	(883)	7,577
Depreciation expense	-	(10,842)	-	-	(3,540)	(4,840)	-	-	(19,222)
<b>Carrying amount 31 December 2013</b>	<b>37,382</b>	<b>292,356</b>	<b>24,998</b>	<b>37,601</b>	<b>16,618</b>	<b>21,086</b>	<b>-</b>	<b>5,528</b>	<b>435,569</b>
<b>Consolidated 2014</b>									
Balance at 1 January 2014	37,382	292,356	24,998	37,601	16,618	22,341	-	5,528	436,824
Additions	-	561	-	111,138	4,067	9,127	8,245	280	133,418
Reclassification	84	108,127	1,155	(109,366)	-	-	-	-	0
Disposals	-	(889)	(116)	-	-	(531)	-	-	(1,536)
Impairment revaluation decrement	-	(1,242)	-	-	-	-	-	-	(1,242)
Depreciation/amortisation expense	-	(10,267)	(897)	-	(3,585)	(5,390)	(1,190)	-	(21,329)
Finance costs on leased equipment	-	-	-	-	-	-	(459)	-	(459)
<b>Carrying amount 31 December 2014</b>	<b>37,466</b>	<b>388,646</b>	<b>25,140</b>	<b>39,373</b>	<b>17,100</b>	<b>25,547</b>	<b>6,596</b>	<b>5,808</b>	<b>545,676</b>
<b>University 2014</b>									
Balance at 1 January 2014	37,382	292,356	24,998	37,601	16,618	21,086	-	5,528	435,569
Additions	-	561	-	111,138	4,067	9,277	8,245	280	133,568
Reclassification	84	108,127	1,155	(109,366)	-	-	-	-	0
Disposals	-	(889)	(116)	-	-	(533)	-	-	(1,538)
Impairment revaluation decrement	-	(1,242)	-	-	-	-	-	-	(1,242)
Depreciation/amortisation expense	-	(10,267)	(897)	-	(3,585)	(5,240)	(1,190)	-	(21,179)
Finance costs on leased equipment	-	-	-	-	-	-	(459)	-	(459)
<b>Carrying amount 31 December 2014</b>	<b>37,466</b>	<b>388,646</b>	<b>25,140</b>	<b>39,373</b>	<b>17,100</b>	<b>24,590</b>	<b>6,596</b>	<b>5,808</b>	<b>544,719</b>

Note: The University has restrictions imposed on the real property listed in this Note under *The Flinders University of South Australia Act, 1966*. Section 3 (5) of the Act states:

*"The University must not alienate (except by way of lease for a term not exceeding 21 years), mortgage or charge land vested in or conveyed to the University on trust except with, and in accordance with any terms or conditions of, an approval given by the Governor."*

The University also occupies various sites in the Northern Territory on Crown Land. The value of these properties is \$17.4m (2013 \$17.5m).

Notes	<i>Consolidated</i>		<i>University</i>	
	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

**Note 23 Investment properties**

**Non-current**

Properties held for investment purposes

9,203	9,400	9,203	9,400
<b>9,203</b>	<b>9,400</b>	<b>9,203</b>	<b>9,400</b>

**At Fair value:**

Opening balance at 1 January

9,400	9,400	9,400	9,400
-------	-------	-------	-------

Revaluation for the year

(197)	-	(197)	-
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Closing balance at 31 December

<b>9,203</b>	<b>9,400</b>	<b>9,203</b>	<b>9,400</b>
--------------	--------------	--------------	--------------

**Amounts recognised in profit or loss for investment properties**

Rental Income

1,164	1,242	1,387	1,456
-------	-------	-------	-------

Direct operating expenses (rent generating properties)

(498)	(381)	(498)	(381)
-------	-------	-------	-------

Other direct operating expenses

(55)	(163)	(55)	(163)
------	-------	------	-------

Total recognised in profit or loss

<b>611</b>	<b>698</b>	<b>834</b>	<b>912</b>
------------	------------	------------	------------

**Note 24 Intangible assets**

**Non-current**

Software costs

13,726	13,495	13,726	13,495
--------	--------	--------	--------

Less: accumulated amortisation and impairment

(9,975)	(9,162)	(9,975)	(9,162)
---------	---------	---------	---------

<b>3,751</b>	<b>4,333</b>	<b>3,751</b>	<b>4,333</b>
--------------	--------------	--------------	--------------

Development in progress

8,318	-	8,318	-
-------	---	-------	---

Net book value of software costs

<b>12,069</b>	<b>4,333</b>	<b>12,069</b>	<b>4,333</b>
---------------	--------------	---------------	--------------

Project costs carried forward (development costs)

804	750	-	-
-----	-----	---	---

Net book value of project costs

<b>804</b>	<b>750</b>	<b>-</b>	<b>-</b>
------------	------------	----------	----------

Total intangible assets

<b>12,873</b>	<b>5,083</b>	<b>12,069</b>	<b>4,333</b>
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## Note 24 Intangible assets (continued)

	<i>Consolidated</i>			<i>University</i>	
	<i>Software costs</i>	<i>Project costs</i>	<i>Total</i>	<i>Software costs</i>	<i>Total</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
<b>At 1 January 2013</b>					
Cost	11,147	1,119	12,266	11,147	11,147
Accumulated amortisation and impairment	(8,277)	(832)	(9,109)	(8,277)	(8,277)
<b>Net book amount</b>	<b>2,870</b>	<b>287</b>	<b>3,157</b>	<b>2,870</b>	<b>2,870</b>
<b>Year ended 31 December 2013</b>					
Opening net book amount	2,870	287	3,157	2,870	2,870
Additions	2,452	463	2,915	2,452	2,452
Disposals	(105)	-	(105)	(105)	(105)
Write-back of amortisation on disposal	91	-	91	91	91
Amortisation charge	(975)	-	(975)	(975)	(975)
<b>Closing net book amount</b>	<b>4,333</b>	<b>750</b>	<b>5,083</b>	<b>4,333</b>	<b>4,333</b>
<b>At 31 December 2013</b>					
Cost	13,494	1,582	15,076	13,494	13,494
Accumulated amortisation and impairment	(9,161)	(832)	(9,993)	(9,161)	(9,161)
<b>Net book amount</b>	<b>4,333</b>	<b>750</b>	<b>5,083</b>	<b>4,333</b>	<b>4,333</b>
<b>Year ended 31 December 2014</b>					
Opening book amount	4,333	750	5,083	4,333	4,333
Additions	826	54	880	826	826
Disposals	(116)	-	(116)	(116)	(116)
Amortisation charge	(1,292)	-	(1,292)	(1,292)	(1,292)
<b>Closing net book amount</b>	<b>3,751</b>	<b>804</b>	<b>4,555</b>	<b>3,751</b>	<b>3,751</b>
<b>At 31 December 2014</b>					
Cost	14,204	1,636	15,840	14,204	14,204
Accumulated amortisation and impairment	(10,453)	(832)	(11,285)	(10,453)	(10,453)
<b>Net book amount</b>	<b>3,751</b>	<b>804</b>	<b>4,555</b>	<b>3,751</b>	<b>3,751</b>

<i>Consolidated</i>		<i>University</i>	
<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

## Note 25 Trade and other payables

### Current

Creditors	8,290	10,975	7,498	10,465
OS-HELP liability to Australian Government	-	108	-	108
Accrued expenses	16,738	20,006	16,525	19,822
Annual leave on costs	2,187	1,891	2,187	1,891
Long service leave on costs	570	535	570	535
<b>Total current trade and other payables</b>	<b>27,785</b>	<b>33,515</b>	<b>26,780</b>	<b>32,821</b>

### Non-current

Annual leave on costs	873	754	873	754
Long service leave on costs	3,787	3,281	3,787	3,281
<b>Total non-current trade and other payables</b>	<b>4,660</b>	<b>4,035</b>	<b>4,660</b>	<b>4,035</b>
<b>Total trade and other payables</b>	<b>32,445</b>	<b>37,550</b>	<b>31,440</b>	<b>36,856</b>

### (a) Foreign currency risk

The carrying amounts of the Consolidated entity and University's payables are denominated in Australian dollars.

## Note 26 Borrowings

### Current

Finance Lease Liabilities	1,549	-	1,549	-
<b>Total current borrowings</b>	<b>1,549</b>	<b>-</b>	<b>1,549</b>	<b>-</b>

### Non-Current

Finance Lease Liabilities	5,236	-	5,236	-
<b>Total Non-current borrowings</b>	<b>5,236</b>	<b>-</b>	<b>5,236</b>	<b>-</b>

### Total Borrowings

<b>6,785</b>	<b>-</b>	<b>6,785</b>	<b>-</b>
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## Note 27 Provisions

### Current provisions expected to be settled within 12 months

Employee benefits				
Annual leave	10,384	9,123	10,213	8,956
Long service leave	4,023	3,721	3,590	3,375
Defined benefit obligation	44	3,202	3,202	3,259
Severance (contract employees)	741	803	698	803
<b>Total employee benefits</b>	<b>18,350</b>	<b>16,906</b>	<b>17,703</b>	<b>16,393</b>
Workers' compensation	385	536	369	536
<b>Total current provisions expected to be settled within 12 months</b>	<b>18,735</b>	<b>17,442</b>	<b>18,072</b>	<b>16,929</b>

<i>Consolidated</i>		<i>University</i>	
<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

**Note 27 Provisions (continued)**

**Non-current provisions**

Employee benefits					
Annual leave		4,076	3,574	4,076	3,574
Long service leave		23,335	20,810	23,293	20,686
Defined benefit obligation	44	52,005	43,814	52,005	43,814
Severance (contract employees)		161	177	162	178
<b>Total employee benefits</b>		<b>79,577</b>	<b>68,375</b>	<b>79,536</b>	<b>68,252</b>
Workers' compensation		153	564	153	564
<b>Total non-current provisions</b>		<b>79,730</b>	<b>68,939</b>	<b>79,689</b>	<b>68,816</b>
<b>Total provisions</b>		<b>98,465</b>	<b>86,381</b>	<b>97,761</b>	<b>85,745</b>

**Reconciliation of employee benefits**

Current employee benefits		18,350	16,906	17,703	16,393
Non current employee benefits		79,577	68,375	79,536	68,252
add Leave on costs (included in Note 25)		7,417	6,461	7,417	6,461
<b>Aggregate employee benefits</b>		<b>105,344</b>	<b>91,742</b>	<b>104,656</b>	<b>91,106</b>

**Reconciliation of leave provisions**

Annual leave		14,460	12,697	14,289	12,530
Annual leave on costs		3,060	2,645	3,060	2,645
<b>Total annual leave provision</b>		<b>17,520</b>	<b>15,342</b>	<b>17,349</b>	<b>15,175</b>
Long service leave		27,358	24,531	26,883	24,061
Long service leave on costs		4,357	3,816	4,357	3,816
<b>Total long service leave provision</b>		<b>31,715</b>	<b>28,347</b>	<b>31,240</b>	<b>27,877</b>
<b>Total leave provisions</b>		<b>49,235</b>	<b>43,689</b>	<b>48,589</b>	<b>43,052</b>

Movements in the workers compensation liability are set out below:

**Workers' Compensation**

Carrying amount at start of year		1,100	244	1,100	244
Additional provisions recognised		169	1,262	169	1,262
Amounts used		(747)	(406)	(747)	(406)
<b>Carrying amount at end of year</b>		<b>522</b>	<b>1,100</b>	<b>522</b>	<b>1,100</b>

	<i>Consolidated</i>		<i>University</i>	
	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
<b>Note 28 Other liabilities</b>				
<b>Current</b>				
Income in advance				
Fees & charges	6,873	4,990	6,873	4,990
Other	335	1,942	282	1,942
<b>Total Income in advance</b>	<b>7,208</b>	<b>6,932</b>	<b>7,155</b>	<b>6,932</b>
Australian Government unspent financial assistance	151	-	151	-
Funds held on behalf of external entities	-	104	-	108
<b>Total current other liabilities</b>	<b>7,359</b>	<b>7,036</b>	<b>7,306</b>	<b>7,040</b>
Interest-bearing funds held on behalf of external entities				
Student entities	8	14	1,023	1,037
Other entities	1,338	1,362	1,338	1,362
<b>Total current unsecured interest bearing liabilities</b>	<b>1,346</b>	<b>1,376</b>	<b>2,361</b>	<b>2,399</b>
<b>Total current other liabilities</b>	<b>8,705</b>	<b>8,412</b>	<b>9,667</b>	<b>9,439</b>
<b>Total other liabilities</b>	<b>8,705</b>	<b>8,412</b>	<b>9,667</b>	<b>9,439</b>

Interest bearing liabilities consist of funds held at the request of related entities. These are not borrowings. The University invests these funds and provides an investment return to those entities. Funds held are at call. The University has no assets pledged as security for interest bearing liabilities.

	Notes	Consolidated		University	
		2014	2013	2014	2013
		\$'000	\$'000	\$'000	\$'000
<b>Note 29 Reserves and retained earnings</b>					
<b>(a) Reserves</b>					
<b>Asset revaluation surplus</b>					
Property, plant and equipment revaluation surplus		142,430	144,370	142,949	144,191
Available-for-sale investments revaluation surplus		1,422	1,198	6,987	11,541
<b>Total reserves</b>		<b>143,852</b>	<b>145,568</b>	<b>149,936</b>	<b>155,732</b>
<b>Movements in reserves</b>					
<b>Property, plant &amp; equipment revaluation surplus</b>					
Balance 1 January		144,370	136,793	144,191	136,614
Increment/ (decrement) on revaluation of:					
- Land	22	-	(313)	-	(313)
- Buildings & infrastructure	22	-	8,773	-	8,773
- Impairment of Buildings	22	(1,242)	-	(1,242)	-
- Library	22	-	-	-	-
- Works of Art	22	-	(883)	-	(883)
Transfer from revaluation reserve on sale of aircraft		(698)	-	-	-
<b>Balance 31 December</b>		<b>142,430</b>	<b>144,370</b>	<b>142,949</b>	<b>144,191</b>
<b>Available-for-sale investments revaluation surplus</b>					
Balance 1 January		1,198	1,034	11,541	10,522
Increment/ (decrement) on revaluation		224	164	(4,554)	1,019
<b>Balance 31 December</b>		<b>1,422</b>	<b>1,198</b>	<b>6,987</b>	<b>11,541</b>
<b>Movements in retained earnings were as follows:</b>					
Retained earnings at 1 January		482,722	448,313	472,785	437,640
Net result for the period		12,216	34,409	15,861	35,145
Transfer from revaluation reserve on sale of aircraft		698	-	-	-
<b>Retained earnings at 31 December</b>		<b>495,636</b>	<b>482,722</b>	<b>488,646</b>	<b>472,785</b>

**(b) Nature and purpose of reserves***(1) Property, plant and equipment reserve*

The property, plant and equipment revaluation surplus records revaluation in land, buildings, infrastructure, library and artwork.

*(2) Available-for-sale investments revaluation reserve*

The available-for-sale investments revaluation surplus records revaluations in investments.



## Note 30 Key management personnel disclosures

### 30.1 Responsible persons

The principal governing body of the University is its Council. All members of the University Council were appointed or elected under the provisions of the *Flinders University of South Australia Act*, 1966. Council members include University employees who may be ex-officio members or elected staff members.

#### (a) Names of responsible persons:

##### COUNCIL MEMBERS IN 2014

Persons listed were all Council members for the full year unless otherwise indicated. An asterisk indicates University employees.

##### Members ex officio

###### Chancellor

Mr Stephen Gerlach, AM

###### Vice-Chancellor

\*Professor Michael Barber

###### Presiding member of the Academic Senate

\*Professor Eimear Muir-Cochrane

##### Members appointed by the Council

Ms Leonie Clyne OAM

Mr Douglas Gautier

Mr Marty Gauvin

Mr Stephen Hains

Mrs Peggy Lau Flux

Ms Elizabeth Perry

Mr Thomas Phillips, AM

Mr Austin Taylor

Mr Ian Yates, AM

Mrs Christine Zeitz

##### Member co-opted and appointed by the Council

Professor Goran Roos

##### Members elected by the academic staff

\*Professor Leon Lack

\*Dr Clare McCarty

##### Members elected by the non-academic staff

\*Ms Debra Hackett

\*Mr Bruce Whitby

##### Student members elected by the students

Mr Tom Gerrits

Mr Mohammad Mehbub

##### Student member appointed by the Vice-Chancellor

Ms Grace Hill

#### DIRECTORS OF UNIVERSITY SUBSIDIARIES IN 2014:

Persons listed were Directors for the full year unless otherwise indicated.

##### Flinders Bioremediation Pty Ltd

Mr Anthony Francis

##### Flinders Campus Community Services

Mr Shane McGregor (Chair)

Mr Peter Hogan (to 31 May 2014)

Mr Andrew Nairn

Ms Fiona Gilbert (to 9 August 2014)

Mr Brendon Golden

Mr John van Ruth (from 4 December 2014)

##### Flinders Consulting Pty Ltd

Ms Leonie Clyne OAM

##### Lung Health Diagnostics Pty Ltd

Mr Anthony Francis (Chair)

##### National Institute of Labour Studies Foundation Inc

Professor Phyllis Tharenou (Chair)

##### Flinders Partners Pty Ltd

Mr Thomas Phillips, AM (Chair)

Mr Anthony Francis (Managing Director)

Professor David Day

Ms Peggy Lau Flux

Mr Roger Sexton

##### Strategiize Pty Ltd

Mr Anthony Francis

##### In Remedy Pty Ltd

Mr Anthony Francis

##### Clevertar Pty Ltd

Mr Anthony Francis

Ms Tanya Newhouse

Mr Andrew Graham

**Note 30 Key management personnel disclosures (continued)**

**30.1 Responsible persons (continued)**

**(b) Remuneration of Board members**

The following table comprises total remuneration that falls within the prescribed bandwidths for Board members. Remuneration for Executive Officers who are also Directors is shown as zero in this table, with their total remuneration shown under Remuneration of Executive Officers. Individuals who serve as Directors on more than one Board are counted multiple times in the figures disclosed below.

	<i>Consolidated</i>		<i>University</i>	
	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Nil	38	44	21	23
\$1 - \$9,999	-	1	-	-
\$20,000 - \$29,999	2	2	-	-
\$30,000 - \$39,999	1	1	-	-
	<b>41</b>	<b>48</b>	<b>21</b>	<b>23</b>
<b>Aggregate remuneration of Board members (\$'000)</b>	<b>86</b>	<b>92</b>	<b>Nil</b>	<b>Nil</b>

**30.2 Key management personnel**

**(a) Remuneration of key management personnel**

The remuneration includes salary, employer's superannuation costs and other benefits, including the associated fringe benefits tax. No loans have been provided to key management personnel and any other transaction between personnel and the University has been undertaken on a normal commercial basis.

No members of Council received any remuneration from the University other than by way of salary and related benefits arising from a normal employment relationship.

The table comprises total remuneration that falls within the prescribed bandwidths for executives:

\$180,000 - \$189,999	-	1	-	-
\$190,000 - \$199,999	1	-	-	-
\$260,000 - \$269,999	-	2	-	2
\$270,000 - \$279,999	2	-	2	-
\$290,000 - \$299,999	1	1	1	1
\$300,000 - \$309,999	-	1	-	1
\$320,000 - \$329,999	1	2	1	2
\$330,000 - \$339,999	1	1	-	1
\$340,000 - \$349,999	-	1	-	-
\$350,000 - \$359,999	1	-	1	-
\$360,000 - \$369,999	-	1	-	1
\$380,000 - \$389,999	1	-	1	-
\$390,000 - \$399,000	1	-	1	-
\$400,000 - \$409,999	1	1	1	1
\$420,000 - \$429,999	2	-	2	-
\$760,000 - \$769,999 ^	-	1	-	1
\$920,000 - \$929,999 ^	1	-	1	-
	<b>* 13</b>	<b>12</b>	<b>11</b>	<b>10</b>
<b>Aggregate remuneration of Executives (\$'000)</b>	<b>5,008</b>	<b>4,179</b>	<b>4,483</b>	<b>3,649</b>

^ The Vice-Chancellor's total remuneration package comprised (2013 amounts in brackets) base salary \$584k (\$567k), superannuation \$99k (\$96k), performance bonus of \$94k (\$85k), fringe benefits of \$17k (\$14k) and payment of accrued benefits \$131k (\$0k). The performance bonus is included in the year to which it relates but it is not paid until the subsequent year.

\*The number of executives has increased by one from 2013 as the replacement for an Executive who retired in 2012 was only appointed part way through 2013 and earned less than the \$130k cut off for reporting in 2013.

## Note 30 Key management personnel disclosures (continued)

### 30.2 Key management personnel (continued)

#### (a) Remuneration of key management personnel (continued)

The Department of Education Guidelines specify that: "For the purposes of AASB 124, key management personnel are persons having authority and responsibility for planning, directing and controlling the activities of the University, directly or indirectly, including any director (whether executive or otherwise) of the University". The Department of Education guidelines provide further guidance on the definition of key management personnel applicable to Universities by stating that "such persons should have authority and responsibility for planning, directing and controlling the activities of the whole University, and not just a faculty".

### 30.3 Related party transactions

From time to time University Council members have interests in entities with which the University conducts business. In all cases, transactions are undertaken on a normal commercial basis.

<i>Consolidated</i>		<i>University</i>	
<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

## Note 31 Remuneration of auditors

#### Audit and review of the financial statements

Fees paid to the South Australian Auditor-General's Department	316	289	316	289
Fees paid to other auditors	48	46	-	-
<b>Total remuneration for auditing the financial report</b>	<b>364</b>	<b>335</b>	<b>316</b>	<b>289</b>

#### Other audit and assurance services

Fees paid to the South Australian Auditor-General's Department	15	8	15	8
<b>Total remuneration for other audit services</b>	<b>15</b>	<b>8</b>	<b>15</b>	<b>8</b>
<b>Total remuneration for audit services</b>	<b>379</b>	<b>343</b>	<b>331</b>	<b>297</b>

## Note 32 Contingencies

#### Contingent assets

There were no contingent assets.

#### Contingent liabilities

The University is an exempt employer for WorkCover SA purposes. The University is required by WorkCover SA to have a bank guarantee in place for the purposes of covering workers compensation liabilities in the event that the University was unable to pay them. As at 31 December 2014 the University had a bank guarantee facility of \$1.93m in place (2013: \$0.790m).

<i>Consolidated</i>		<i>University</i>	
<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>

## Note 33 Commitments

### (a) Capital commitments

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

#### Building Works

Within one year	61,497	88,359	61,497	88,359
Between one and five years	1,932	12,000	1,932	12,000
	<b>63,429</b>	<b>100,359</b>	<b>63,429</b>	<b>100,359</b>

#### Plant and equipment

Within one year	-	316	-	-
	-	316	-	-

#### Total Capital commitments

	<b>63,429</b>	<b>100,675</b>	<b>63,429</b>	<b>100,359</b>
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### (b) Lease commitments

#### Operating leases

The University has various operating leases of property and equipment. Lease amounts have only been included in the table where there is a non-cancellable commitment.

#### University as lessee

Total lease payments recognised as an expense during the reporting period	<b>3,346</b>	<b>3,031</b>	<b>3,402</b>	<b>3,095</b>
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#### Commitments

Commitments in relation to leases contracted for as at the reporting date but not recognised as liabilities are payable as follows:

Within one year	1,676	1,365	1,676	1,365
Between one and five years	4,687	3,055	4,687	3,055
Later than 5 years	5,059	637	5,059	637
	<b>11,422</b>	<b>5,057</b>	<b>11,422</b>	<b>5,057</b>

#### Total lease commitments as lessee

#### University as lessor

Lease receivables contracted but not included in the financial statements and receivable as follows:

Within one year	675	425	830	575
Between one and five years	588	263	723	554
Later than 5 years	464	-	464	-
	<b>1,727</b>	<b>688</b>	<b>2,017</b>	<b>1,129</b>

#### Total lease commitments as lessor

In 2000 the University purchased the Mark Oliphant building in Science Park as an investment property. As at 31 December 2014, 77% (2013: 69%) of the building is leased or available for lease to entities outside the Consolidated entity. A further 8% (2013: 8%) is leased to entities outside the University but within the Consolidated entity.

The University has accommodation for 560 students available on campus that are leased on a yearly basis. As leases are not entered into until February and are completed before the end of the year, they are not included in the above figures.

The University leases a small amount of space on its main campus to commercial entities that provide services to students and staff.

### (c) Other expenditure commitments

Commitments in existence at the reporting date but not recognised as liabilities, payable:

Within one year	11,371	222	11,371	222
Between one year and five years	10,595	420	10,595	420
Later than five years	755	-	755	-
	<b>22,721</b>	<b>642</b>	<b>22,721</b>	<b>642</b>

#### Total other expenditure commitments

## Note 34 Related parties

### Responsible persons and specified executives

Disclosures relating to Council members, Directors of subsidiaries and specified executives are set out in Note 30.

### Wholly owned consolidated entity

Interests in subsidiaries are set out in Note 35.

## Note 35 Subsidiaries

Flinders University is the Parent entity or ultimate Parent entity of the following entities, all of which are incorporated in Australia. The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in Note 1(b):

<i>Name of entity</i>	<i>Principal activities</i>	<i>Ownership interest</i>	
		2014 %	2013 %
Flinders Bioremediation Pty Ltd	Develop and extend commercial activities of the University in the areas of soil bioremediation, organic waste management and related technologies	100	100
Flinders Campus Community Services Inc	Provides on-campus services and support for students	100	100
Flinders Consulting Pty Ltd ^	From 1 January 2008 Flinders Consulting merged its operations with Flinders Partners Pty Ltd	100	100
Flinders Partners Pty Ltd	Commercialisation of University sourced intellectual property and conduct of commercial consultancies	100	100
Strategiize Pty Ltd (formerly Flinders MediTech Pty Ltd ) (subsidiary of Flinders Partners Pty Ltd)	Software development company	100	100
Clevertar Pty Ltd (subsidiary of Flinders Partners Pty Ltd)	Software development company	76	100
InRemedy Pty Ltd (subsidiary of Flinders Partners Pty Ltd)	Healthcare consultancy	100	100
Lung Health Diagnostics Pty Ltd	Biotech development company	60	60
National Institute of Labour Studies (NILS) Foundation Inc ^	Supports the activities of NILS	100	100

^ The University is in the process of winding up the NILS Foundation and transferring its operations to the University.

The University is also in the process of winding up Flinders Consulting.

## Note 36 Joint Arrangements

### (a) Joint operations

Entity name	Principal activity	Ownership interest	
		2014 %	2013 %
<i>Centre for Remote Health</i>	Provision of health education and research to remote areas	50	50

  

	<i>Consolidated</i>		<i>University</i>	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
Assets				
Cash at bank	781	972	781	972
Receivables	74	33	74	33
Property Plant and equipment	2,588	2,690	2,588	2,690
Total assets	<b>3,443</b>	<b>3,695</b>	<b>3,443</b>	<b>3,695</b>
Liabilities				
Payables	43	39	43	39
Provisions	220	213	220	213
Total liabilities	<b>263</b>	<b>252</b>	<b>263</b>	<b>252</b>
Share of net assets employed in the joint venture	<b>3,180</b>	<b>3,443</b>	<b>3,180</b>	<b>3,443</b>

Entity name	Principal activity	Ownership interest	
		2014 %	2013 %
Rubuntja Building, Alice Springs Hospital	Education and research services providing health services to local & remote Indigenous populations.	41	41
Lincoln Marine Science Centre, Port Lincoln	Supports research and tertiary level education in marine science	43	43
University Research Repositories of South Australia	Provision of storage area for library books from three South Australian Universities	28	28

The assets employed in the above jointly controlled operations are detailed below. The amounts are included in the financial statements under their respective categories.

#### *Rubuntja Building*

Assets	2014	2013	2014	2013
Property, plant and equipment	1,110	1,232	1,110	1,232
Share of net assets employed in the joint venture	<b>1,110</b>	<b>1,232</b>	<b>1,110</b>	<b>1,232</b>

#### *Lincoln Marine Science Centre*

Assets	2014	2013	2014	2013
Property, plant and equipment	2,442	2,505	2,442	2,505
Share of net assets employed in the joint venture	<b>2,442</b>	<b>2,505</b>	<b>2,442</b>	<b>2,505</b>

#### *University Research Repository of South Australia (URRSA)*

Assets	2014	2013	2014	2013
Property, plant and equipment	1,503	1,545	1,503	1,545
Share of net assets employed in the joint venture	<b>1,503</b>	<b>1,545</b>	<b>1,503</b>	<b>1,545</b>

## Note 36 Joint Arrangements (continued)

### (a) Joint operations (continued)

The University's joint operations have contingent liabilities of \$nil as at 31 December 2014 (2013: \$nil).

#### Other

The University has collaborative arrangements in place with a number of overseas institutions for joint teaching of students. Revenue is shared between the University and collaborating institutions. The University's share of revenue and expense is included in the Income Statement.

### (b) Joint ventures

The University participates in a number of joint ventures for which the University's interest is not considered to be material. Accordingly they have not been taken up in the accounts as per Australian Accounting Standard *AASB 131 Interest in Joint Ventures Aus1.4* referencing AASB 1031 Materiality.

Relevant disclosures are as follows:-

Name of entity		Reporting date	Principal activity	Ownership interest	
				2014 %	2013 %
eResearch SA	(U)	31-Dec	Supports and promotes the use of advanced and high-performance computing and communications.	33	33
South Australian Centre for Economic Studies (SACES)	(U)	31-Dec	Conducts research on economic issues for government and private sector bodies.	50	50
South Australian Tertiary Admission Centre (SATAC)	(U)	31-Dec	Agent for tertiary institutions in Adelaide for receiving & processing applications for admission to tertiary level courses.	25	25
uniPartners Pty Ltd	(I)	31-Dec	Creates new growth companies from University research in South Australia	46	46

(I) Incorporated (U) Unincorporated

### (c) Other information

- (1) Capital expenditure commitments- No material capital expenditure commitments.
- (2) Contingent liabilities - No material contingent liabilities.
- (3) After balance date events- No material after balance date events.

## Note 37 Cooperative Research Centres (CRC)

The University participates in a number of Cooperative Research Centres (CRC) Programme. 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. Flinders University participates in the below listed CRCs but does not control or have any significant influence in these entities that require the University to record them as either Joint Operations or Associates. The University does not record any of the CRC entities as investments in the financial statements.

Name of Entity	Principal Activity
Alertness CRC Ltd	To promote the prevention and control of sleep loss and sleep disorders and to develop new tools and products for individuals and organisations to improve alertness, productivity and safety.
Australian Seafood Cooperative Research Centre	To assist end-users of its research to profitably deliver safe, high-quality, nutritious Australian seafood products to premium markets - domestically and overseas.
Bushfire & Natural Hazards CRC	To explore the causes, consequences and mitigation of natural disasters.
Pork CRC	To maintain local pork production of high quality food for a reasonable price and return on production capital invested, without negatively impacting pig welfare, the environment or the health of the consumer.
The Cooperative Research Centre for Remote Economic Participation	To deliver solutions to the economic challenges that affect remote Australia.
The Lowitja Institute	To provide a cross cultural framework for strategic research leading to evidence based improvements in education and health practice.
The Young and Well Cooperative Research Centre	To unite young people with researchers, practitioners and policy makers from over 75 partner organisations across the non-profit, academic, government and corporate sectors.

## Note 38 Associates

The University has significant influence but not control over the following associate.

SABRENet Ltd is established to be a non-profit institution to further use of advanced data networking for the conduct of research and education in South Australia. The founding members are the three South Australian Universities and the South Australian Government. The Defence Science and Technology Organisation (DSTO) is a contractual partner.

SABRENet Ltd is not accounted for using the equity method as the University does not have access to the residual assets of the entity.

Name of entity	Reporting date	Principal activity	Ownership interest	
			2014 %	2013 %
SABRENet Ltd	30-Jun	Delivers high capacity broadband network services to the education and research sector.	25	25

## Note 39 Events occurring after the end of the reporting period

There were no events that took place after reporting date that have a material impact on the financial statements of the University or the Consolidated entity.



## Note 40 Reconciliation of net result to net cash flows from operating activities

	Notes	Consolidated		University	
		2014	2013	2014	2013
		\$'000	\$'000	\$'000	\$'000
Net result for the period		12,162	34,361	15,861	35,145
<b>Non-cash items:</b>					
Depreciation and amortisation		23,080	21,266	22,930	21,066
Net (gain)/loss on sale of non-current assets		980	(1,363)	763	(1,257)
Net contribution of assets		(277)	(785)	(277)	(785)
Fair value gains on other financial assets at fair value through profit or loss		(362)	(4,837)	(359)	(4,746)
Impairment of Assets		114	-	114	-
Investment expenses paid direct from funds		163	151	49	114
Other		2,990	-	875	-
<b>Total non-cash items</b>		<b>26,688</b>	<b>14,432</b>	<b>24,095</b>	<b>14,392</b>
<b>Change in assets and liabilities</b>					
Decrease/(Increase) in receivables		(6,688)	5,328	(7,353)	5,161
Decrease/(Increase) in inventories		27	41	(43)	37
(Increase)/Decrease in other operating assets		(2,657)	(3,509)	(2,660)	(3,552)
Increase/(Decrease) in payables		(2,241)	4,449	(2,553)	4,525
(Decrease)/Increase in other provisions		12,085	(4,210)	12,016	(4,348)
Increase/(Decrease) in other operating liabilities		317	1,781	251	1,977
<b>Net cash provided by operating activities</b>		<b>39,693</b>	<b>52,673</b>	<b>39,614</b>	<b>53,337</b>
The cash and cash equivalents figures in Note 16 are reconciled to cash and cash equivalents at the end of the year in the Statement of Cash Flows as follows:					
Cash at bank and on hand		17,899	25,145	16,528	23,871
Term deposits maturing within 90 days		10,100	223	10,100	-
<b>Cash and cash equivalents balance per Statement of Financial Position</b>		<b>27,999</b>	<b>25,368</b>	<b>26,628</b>	<b>23,871</b>
Bank overdraft		-	-	-	-
<b>Balance per Cash Flow Statement</b>		<b>27,999</b>	<b>25,368</b>	<b>26,628</b>	<b>23,871</b>

## Financing facilities

Flinders University has the following arrangements with the NAB Bank –

Overdraft facility <sup>(1)</sup>	500	500	500	500
Amount used	-	-	-	-
<b>Unused overdraft facility</b>	<b>500</b>	<b>500</b>	<b>500</b>	<b>500</b>
Visa credit cards facility <sup>(1)</sup>	4,560	4,589	4,500	4,500
Amount used	(504)	(518)	(492)	(489)
<b>Unused credit cards facility</b>	<b>4,056</b>	<b>4,071</b>	<b>4,008</b>	<b>4,011</b>

<sup>(1)</sup> These facilities are unsecured.

## Cash balances not available for use

All cash balances are available for use (2013: all available).

## Tax status

The activities of the University are exempt from income tax as are all but one of its controlled entities.

## Note 41 Non-cash investing and financing activities

During the reporting period the University acquired works of art and library materials with an aggregate fair value of \$0.277million (2013: \$0.301 million) by means of donations. These acquisitions are not reflected in the Cash Flow Statement.

## Note 42 Financial risk management

The Consolidated entity's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest risk, cash flow interest risk and price risk), credit risk and liquidity risk. The University has policies that manage financial instrument risk.

Investments tend to be largely held in term deposits with banking institutions, with a policy requirement that no more than 35% of short term investments are held with a single financial institution. Debtors are spread across a large number of customers and are predominantly public sector. The University's policy on short term investments requires investments to have a minimum Standard & Poors or equivalent short-term credit rating of A-1. The University invests in Australian and International equities, mostly through professional fund managers. The University utilises derivative instruments such as forward exchange contracts solely to hedge foreign currency cash flow exposures. Investment funds managers used by the University also utilise derivative instruments in accordance with their respective risk policies which have been reviewed and accepted by the University. The University holds funds on behalf of other entities associated with the University and these funds are invested with University investments with the entities receiving a share of the investment returns.

<i>Recognised financial instruments</i>	<i>Notes</i>	<i>Accounting Policies</i>	<i>Terms and Conditions</i>
<b>(i) Financial assets</b>			
Cash at bank	1(e)(i), 16	Recognised at nominal amounts.	Interest accrued credited to revenue in the period it is earned.
Deposits within 3 days	16	Recognised at nominal amounts.	Interest accrued credited to revenue in the period it is earned.
Term deposits	16, 19	Recognised at nominal amounts.	Interest accrued credited to revenue in the period it is earned.
Equities	19	Recognised at market value.	Carrying amount of investments adjusted to market value monthly.
Managed funds	19	Recognised at market value.	Accrued distributions credited to revenue monthly. Investments adjusted to market value monthly.
Interest in business undertakings	19	Recognised at fair value.	Carrying amount of investments reviewed annually to ensure that it is not in excess of the recoverable amount of these investments.
Receivables	17	Shown at amounts due from customers, inclusive of GST and reduced for expected credit losses (Provision for doubtful debts).	Credit is allowed for a 30 day term.
Derivative Instruments - Hedge Receivable	17	Recognised at fair value in revenue.	The gross payable and receivable values are recognised in the balance sheet. The net fair value is recognised as revenue or expense for the reporting period.
<b>(ii) Financial liabilities</b>			
Trade and other Payables	25	Liabilities are recognised for amounts to be paid in future for goods and services received, whether or not billed to the Consolidated entity.	The University standard terms of trade is payment 30 days after receipt of invoice.
Interest bearing liabilities	28	Carried at their principal amounts.	Interest is credited monthly at the University's (weighted) interest earning rate on short term investments reduced by a nominal administration fee.
Income in advance	28	Carried at their nominal amounts.	Income is recognised in the period in which it is earned.
Non-interest bearing liabilities	28	Carried at their nominal amounts.	Nil

The Economic Entity uses forward exchange contracts to manage foreign currency cash flow risk, however other types of derivative financial instruments such as interest rate swaps are not directly used. The Economic Entity has approved the use of derivatives by its appointed Fund Managers within the bounds of their risk management policies. The main risks the Economic Entity is exposed to through its financial instruments are interest rate risk, foreign currency risk, credit risk and liquidity risk.

Note 42 Financial risk management (continued)

(a) Market risk

(i) Foreign exchange risk

Foreign currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Consolidated entity's exposure to foreign exchange risk is limited to its investments in international equities of \$715k in 2014 (2013: \$6k), and as indicated in Note 17 there is the equivalent of AUD \$329k (2013: \$425k) denoted in foreign currency receivables. There are \$NIL (2013: \$NIL) of trade and other payables denoted in foreign currency as per Note 25. The University utilised cash flow hedges to manage currency risk exposures. The net loss on cash flow hedges in 2014 was \$139k (2013: \$18k).

(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. The Consolidated Entity has a finance lease with a fixed implicit interest rate with no other borrowings and therefore its interest rate risk exposure relates to income only. As at 31 December 2014 the Consolidated Entity held \$59.646m (2013: \$155.046m) in term deposits and short-term deposits earning interest at market rates. Refer Notes 16 and 19. The Consolidated Entity also held \$4.802m (2013: \$5.588m) in fixed interest managed funds. Refer Note 19.

(iii) Summarised sensitivity analysis

The following table summarises the sensitivity of the Consolidated Entity's financial assets and financial liabilities to interest rate risk and other price risk.

31 December 2014	Carrying amount \$'000	Interest rate risk				Other Price risk			
		-1%		+1%		-1%		+1%	
		Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000
<b>Financial assets</b>									
- Cash & cash equivalents	27,999	(280)	(280)	280	280	-	-	-	-
- Receivables	75,018	-	-	-	-	-	-	-	-
- Other financial assets	99,325	(500)	(500)	500	500	(383)	(383)	383	383
<b>Financial liabilities</b>									
- Payables	32,446	-	-	-	-	-	-	-	-
- Other liabilities	1,346	(13)	(13)	13	13	-	-	-	-
<b>Total increase /(decrease)</b>	<b>168,550</b>	<b>(793)</b>	<b>(793)</b>	<b>793</b>	<b>793</b>	<b>(383)</b>	<b>(383)</b>	<b>383</b>	<b>383</b>

31 December 2013	Carrying amount \$'000	Interest rate risk				Other Price risk			
		-1%		+1%		-1%		+1%	
		Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000	Result \$'000	Equity \$'000
<b>Financial assets</b>									
- Cash & cash equivalents	25,368	(251)	(251)	251	251	-	-	-	-
- Receivables	65,922	-	-	-	-	-	-	-	-
- Other financial assets	205,447	(1,549)	(1,549)	1,549	1,549	(381)	(381)	381	381
<b>Financial liabilities</b>									
- Payables	37,554	-	-	-	-	-	-	-	-
- Other liabilities	1,480	(14)	(14)	14	14	-	-	-	-
<b>Total increase /(decrease)</b>	<b>257,703</b>	<b>(1,814)</b>	<b>(1,814)</b>	<b>1,814</b>	<b>1,814</b>	<b>(381)</b>	<b>(381)</b>	<b>381</b>	<b>381</b>

The interest rate risk on other financial liabilities not included above is nil as these funds are invested on behalf of related entities and they bear the interest rate risk. No sensitivity analysis has been prepared for foreign exchange risk as the risks are immaterial.

The above sensitivity analysis has been prepared on the assumption that all other variables remain constant.

## Note 42 Financial risk management (continued)

**(b) Credit risk**

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The maximum exposure to credit risk at balance date to recognised financial assets, is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the Statement of Financial Position and Notes to the financial statements. Except for the following concentration of credit risk, the Consolidated entity does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Consolidated entity:

- Superannuation receivable from EDUCATION of \$55.207m (2013: \$47.073m).

**(c) Liquidity risk**

Liquidity risk is the risk that financial obligations will not be able to be met when they fall due. The University manages liquidity risk by monitoring forecast cash flows and maintains sufficient cash to maintain short term flexibility and enable the University to meet financial commitments in a timely manner.

At reporting date the carrying amount of financial assets and liabilities approximates their net fair values.

The Consolidated entity's exposure to interest rate risks and the effective interest rates of financial assets and liabilities at balance date are shown below.

The following tables summarise the maturity of the Consolidated financial assets and financial liabilities:

31 December 2014	Average Interest Rate	Less than 1 Year	1 to 5 Years	5+ Years	Non- interest bearing	Total
	%	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>						
Cash and cash equivalents	2.82%	27,975	-	-	24	27,999
Receivables		-	-	-	75,018	75,018
Other financial assets	3.57%	50,026	1,962	3,258	44,079	99,325
<b>Total financial assets</b>	<b>3.32%</b>	<b>78,001</b>	<b>1,962</b>	<b>3,258</b>	<b>119,121</b>	<b>202,342</b>
<b>Financial liabilities</b>						
Payables		-	-	-	32,446	32,446
Other liabilities	3.21%	1,346	-	-	-	1,346
<b>Total financial liabilities</b>		<b>1,346</b>	<b>-</b>	<b>-</b>	<b>32,446</b>	<b>33,792</b>
<b>Net financial assets</b>		<b>76,655</b>	<b>1,962</b>	<b>3,258</b>	<b>86,675</b>	<b>168,550</b>
<b>31 December 2013</b>						
	Average Interest Rate	Less than 1 Year	1 to 5 Years	5+ Years	Non- interest bearing	Total
	%	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Financial assets</b>						
Cash and cash equivalents	2.67%	25,342	-	-	26	25,368
Receivables		-	-	-	65,922	65,922
Other financial assets	3.88%	154,935	1,962	3,258	45,292	205,447
<b>Total financial assets</b>	<b>3.72%</b>	<b>180,277</b>	<b>1,962</b>	<b>3,258</b>	<b>111,240</b>	<b>296,737</b>
<b>Financial liabilities</b>						
Payables		-	-	-	37,554	37,554
Other liabilities	3.59%	1,376	-	-	104	1,480
<b>Total financial liabilities</b>		<b>1,376</b>	<b>-</b>	<b>-</b>	<b>37,658</b>	<b>39,034</b>
<b>Net financial assets</b>		<b>178,901</b>	<b>1,962</b>	<b>3,258</b>	<b>73,582</b>	<b>257,703</b>

Note 43 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.

The consolidated carrying amounts and aggregate fair values of financial assets and liabilities at balance date are:

	Notes	<i>Consolidated</i>			
		<i>Carrying Amount</i>		<i>Fair Value</i>	
		2014	2013	2014	2013
		\$'000	\$'000	\$'000	\$'000
<b>Financial Assets</b>					
Cash and cash equivalents	16	27,999	25,368	27,999	25,368
Receivables	17	75,624	65,998	75,624	65,998
Investments using the equity method	21	974	333	974	333
<b>Other financial assets</b>					
Held to maturity	19	49,546	154,455	49,546	154,455
Available-for-sale	19	5,054	7,224	5,054	7,224
Financial assets at fair value through profit or loss	19	43,971	43,768	43,971	43,768
<b>Total Financial Assets</b>		<b>203,168</b>	<b>297,146</b>	<b>203,168</b>	<b>297,146</b>
<b>Non-Financial assets</b>					
Other non-financial assets	20	14,658	12,001	14,658	12,001
<b>Total Non-Financial assets</b>		<b>14,658</b>	<b>12,001</b>	<b>14,658</b>	<b>12,001</b>
<b>Financial Liabilities</b>					
Payables	25	32,445	37,550	32,445	37,550
Borrowings	26	6,785	-	6,785	-
Other financial liabilities	28	1,346	1,376	1,346	1,376
<b>Total Financial Liabilities</b>		<b>40,576</b>	<b>38,926</b>	<b>40,576</b>	<b>38,926</b>

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

- Financial assets at fair value through profit or loss
- Available-for-sale financial assets
- Land, buildings and infrastructure
- Investment property

(b) Fair Value hierarchy

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

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices 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).

Recognised fair value measurements

Fair value measurements recognised in the statement of financial position are categorised into the following levels at 31 December 2014.

Fair value measurements at 31 December 2014	Notes	<i>Consolidated</i>			
		2014	Level 1	Level 2	Level 3
		\$'000	\$'000	\$'000	\$'000
<b>Recurring fair value measurements</b>					
<b>Financial assets</b>					
<b>Available-for sale financial assets</b>					
Equity securities	19	42,021	2,088	36,937	2,996
Debt securities	19	4,946	-	4,946	-
Other entities	19	2,058	-	-	2,058
Investments using the equity method	21	974	-	-	974
<b>Total Financial Assets</b>		<b>49,999</b>	<b>2,088</b>	<b>41,883</b>	<b>6,028</b>
<b>Non Financial Assets</b>					
Investment properties	23	9,203	-	-	9,203
Land, buildings and infrastructure	22	451,252	-	-	451,252
Library	22	17,100	-	-	17,100
Works of Art	22	5,808	-	-	5,808
<b>Total Non Financial Assets</b>		<b>483,363</b>	<b>-</b>	<b>-</b>	<b>483,363</b>
<b>Financial Liabilities</b>					
Derivatives used for hedging		121	-	121	-
<b>Total Financial Liabilities</b>		<b>121</b>	<b>-</b>	<b>121</b>	<b>-</b>
<b>Total Fair Value measurements at 31 December 2014</b>		<b>533,241</b>	<b>2,088</b>	<b>41,762</b>	<b>489,391</b>

# Financial Statements

## Note 43 Fair value measurements (continued)

2014

### (b) Fair Value hierarchy (continued)

Fair value measurements at 31 December 2013	Notes	Consolidated			
		2013	Level 1	Level 2	Level 3
<b>Recurring fair value measurements</b>		<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Financial assets</b>					
Financial assets at fair value through profit or loss					
Derivatives used for hedging		1,462	-	1,462	-
Available-for sale financial assets					
Equity securities	19	43,457	2,165	35,902	5,390
Debt securities	19	5,701	-	5,701	-
Other entities	19	1,834	-	-	1,834
Investments using the equity method	21	333	-	-	333
<b>Total Financial Assets</b>		<b>52,787</b>	<b>2,165</b>	<b>43,065</b>	<b>7,557</b>
<b>Non Financial Assets</b>					
Investment properties	23	9,400	-	-	9,400
Land, buildings and infrastructure	22	354,736	-	-	354,736
Library	22	16,618	-	-	16,618
Works of Art	22	5,528	-	-	5,528
<b>Total Non Financial Assets</b>		<b>386,282</b>	<b>-</b>	<b>-</b>	<b>386,282</b>
<b>Financial Liabilities</b>					
Derivatives used for hedging		1,444	-	1,444	-
<b>Total Financial Liabilities</b>		<b>1,444</b>	<b>-</b>	<b>1,444</b>	<b>-</b>
<b>Total Fair Value measurements at 31 December 2013</b>		<b>437,625</b>	<b>2,165</b>	<b>41,621</b>	<b>393,839</b>

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

#### Recurring fair value measurements

The fair value of financial instruments that are not traded in an active market (for example, managed investments and cash flow hedges) are 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.

The Consolidated entity uses quoted market prices or dealer quotes based on market conditions existing at each balance date. All of the resulting fair value estimates are included in level 2. If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and investments accounted for using the equity method.

An independent valuation was performed in December 2014 on investment properties and in 2013 on freehold land and building (classified as property, plant and equipment). All properties are revalued independently at least every three years. At the end of each reporting period, the Consolidated entity updates their assessment of the fair value of each property, taking into account the most recent independent valuations. The Consolidated entity determines the property's value within a range of reasonable fair value estimates.

The best evidence of fair value is the current price in an active market for similar properties. Where such information is not available the Consolidated entity considers information from a variety of sources, including:

- current prices in an active market for properties of different nature or recent prices of similar properties in less active markets, adjusted to reflect those differences
- capitalised income projections based on a property's estimated net market income, and a capitalisation rate derived from an analysis of market evidence

All resulting fair value estimates for properties are included in level 3.

# Financial Statements

## Note 43 Fair value measurements (continued)

2014

### (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 2014 and 2013:

#### Level 3 Fair Value Measurements 2014

#### Consolidated

Level 3 Financial Assets	Unlisted equity securities	Land, Buildings and Infrastructure	Library	Works of Art	Investment Property	Other financial assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance 1 January 2014	7,224	354,736	16,618	5,528	9,400	333	393,839
Gains or (losses) in profit or loss							
Additions	-	109,927	4,067	280	-	641	114,915
Disposals	-	(1,005)	-	-	-	-	(1,005)
Depreciation recognised in net result	-	(11,164)	(3,585)	-	-	-	(14,749)
<b>Total gains or (losses) in profit or loss</b>	-	<b>97,758</b>	<b>482</b>	<b>280</b>	-	<b>641</b>	<b>99,160</b>
Gains or (losses) in comprehensive income:							
Gain/(Loss) in other comprehensive income	224	-	-	-	-	-	224
Revaluation increment or (decrement)	(2,394)	(1,242)	-	-	(197)	-	(3,833)
<b>Total gains or (losses) in other comprehensive income</b>	<b>(2,170)</b>	<b>(1,242)</b>	<b>-</b>	<b>-</b>	<b>(197)</b>	<b>-</b>	<b>(3,609)</b>
Closing balance 31 December 2014	5,054	451,251	17,100	5,808	9,203	974	489,390

#### Level 3 Fair Value Measurements 2013

#### Consolidated

Level 3 Financial Assets	Unlisted equity securities	Land, Buildings and Infrastructure	Library	Works of Art	Investment Property	Other financial assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Opening balance 1 January 2013	7,437	-	-	-	9,400	59	16,896
Adoption of AASB 13	-	345,416	16,901	6,362	-	-	368,679
Gains or (losses) in profit or loss							
Additions	-	17,561	3,257	49	-	274	21,141
Disposals	-	(1,313)	-	-	-	-	(1,313)
Depreciation recognised in net result	-	(11,880)	(3,540)	-	-	-	(15,420)
<b>Total gains or (losses) in profit or loss</b>	-	<b>4,368</b>	<b>(283)</b>	<b>49</b>	-	<b>274</b>	<b>4,408</b>
Gains or (losses) in comprehensive income:							
Gain/(Loss) in other comprehensive income	164	-	-	-	-	-	164
Revaluation increment or (decrement)	(377)	4,952	-	(883)	-	-	3,692
<b>Total gains or (losses) in other comprehensive income</b>	<b>(213)</b>	<b>4,952</b>	<b>-</b>	<b>(883)</b>	<b>-</b>	<b>-</b>	<b>3,856</b>
Closing balance 31 December 2013	7,224	354,736	16,618	5,528	9,400	333	393,839

## Note 44 Defined Benefit Plans

The University contributes to the following employee superannuation funds:

### (i) UniSuper

#### (a) UniSuper Defined Benefit Plan or Accumulation 2

UniSuper Management Pty Ltd administers the Scheme and UniSuper Ltd is the Trustee. The University contributes at a rate double the contributions made by employees. Employees' contributions are normally 7% of their gross salaries. The fund provides the option of defined benefits based on years of service and final average salary or an accumulation fund.

UniSuper reports its results on a financial year ending 30 June.

As at 30 June 2014 there is no funding surplus or deficit which currently affects, or is expected to affect, the amount of future contributions payable by participating employers to the Defined Benefit Plan.

In 2006 the UniSuper Trust Deed was amended so that in the event UniSuper assets are insufficient to provide for the benefits payable the Trustee must consider whether to reduce member benefits on a fair and equitable basis instead of requesting additional payments from employers. While remaining a defined benefits plan under superannuation law, the change in the UniSuper Trust Deed effectively alters the nature of the scheme to a defined contribution scheme under AASB 119.

As set out under paragraph 28 of AASB119 a defined benefit contribution plan is a plan where the employer's legal or constructive obligation is limited to the amount it agrees to contribute to the fund and the actuarial risk and investment risk fall on the employee.

As at 30 June 2014 the assets of the Defined Benefit Division (DBD) in aggregate were estimated to be:

- \$271 million (June 2013: \$691m) in deficiency of vested benefits. 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.
- \$2,071 million (June 2013: \$861m) above accrued benefits. 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.

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 2014. The financial assumptions used were:

	<i>Vested Benefits</i>	<i>Accrued Benefits</i>
Gross of tax investment return:		
- Defined Benefit Division pensions	6.10%	7.80%
- Commercial rate indexed pensions	3.70%	3.70%
Net of tax investment return - non pensioner members	5.50%	7.00%
Consumer Price Index	2.75%	2.75%
Inflationary salary increases long term	3.75%	3.75%

Assets have been included at their net market value, ie allowing for realisation costs.

At 30 June 2014 the Vested Benefit Index (VBI) was 101.7% (2013: 94.7%) and the Accrued Benefit Index (ABI) was 114.7% (2013: 106.0%). As a result of the VBI being greater than 100% at 30 June 2014, the monitoring period and process set out in Clause 34 of the Trust Deed has not been instigated.

Clause 34 of the Trust Deed provides a mechanism for reducing benefits if after initially falling below specified threshold levels and after a period of at least four years, the ABI and VBI are below those thresholds (100% and 95% respectively).

Clause 34 was initiated following the 31 December 2008, 30 June 2011, 30 June 2012 and 30 June 2013 actuarial investigations.



## Note 44 Defined Benefit Plans (continued)

### (i) UniSuper (continued)

#### (a) UniSuper Defined Benefit Plan or Accumulation 2 (continued)

Following the end of the monitoring period commenced in relation to the 31 December 2008 actuarial investigation, the UniSuper Limited Board made a decision not to reduce accrued benefits but to reduce the rate at which benefits accrue in respect of the DBD membership after 1 January 2015.

After the four year monitoring periods ending on 30 June 2015, 30 June 2016 and 30 June 2017, if the ABI and/or VBI are below the specified thresholds (or the level of contribution is such that they are expected to decline to below those thresholds) the Trustee must consider if it is in the interests of members of Division A and Division B as a whole to reduce the benefits payable and if so must do so on a fair and equitable basis.

#### (b) UniSuper Award Plus Plan

UniSuper Management Pty Ltd administers the scheme and TESS Superannuation Ltd is the Trustee. The University contributes to the scheme at a rate determined by the trust deed. The scheme is non-contributory for employees. The fund provides benefits based on the defined contributions of the University during the membership of the employee.

The University also makes contributions into the scheme for employee benefits arising under the Superannuation Guarantee Legislation.

### (ii) South Australian Superannuation Scheme

#### a) Fund specific disclosure

The University has 76 (2013: 78) present and former employees who are members of closed State Government Pension and Lump Sum superannuation schemes. Under the schemes, defined benefits are paid as a lump sum or continuing pension on the termination of the employees' service, based on contributions made by the employee and the employees' final salary. Employee contributions and certain employer contributions are paid to the South Australian Superannuation Board (the Board) which is responsible for administering the schemes. Under current arrangements, the Board pays the benefits and is reimbursed by the University for the shortfall in the employer's contribution. The Commonwealth Government funds the University on an emerging cost basis and recovers the State's share of the cost directly from the State government.

The University's superannuation liability with respect to future benefits for current employees and pensioners was assessed as at 31 December 2014. This assessment was performed by PricewaterhouseCoopers Securities Ltd Actuaries on information that was provided by the Director Superannuation, South Australian Department of Treasury and Finance. The University's superannuation liability was assessed as being \$55.2 million (2013: \$47.1 million). The net unfunded amount has been recognised in the accounts of the University as a liability with a corresponding receivable from the Commonwealth government (see Note 17). Recognition of the receivable from the Commonwealth is in accordance with Department of Education Guidelines and reflects an assessment that while there is no specific legislated requirement, the Commonwealth has committed to funding the University's emerging costs.

The University expects to make a contribution of \$3.2 million (2013: \$3.3 million) to the defined benefit plan during the next financial year.

The weighted average duration of the defined benefit obligation is 14.84 years (2013: 15.39 years). The expected maturity analysis of undiscounted benefit obligations is as follows:

	<i>Less than 1 year</i>	<i>Between 1 and 2 years</i>	<i>Between 2 and 5 years</i>	<i>Over 5 years</i>	<i>Total</i>
	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
Defined benefit obligation - 31 Dec 2014	3,157	3,210	10,159	73,833	90,359
Defined benefit obligation - 31 Dec 2013	3,211	3,142	10,066	77,444	93,863

#### b) Categories of plan assets

	<i>2014</i>		<i>2013</i>	
	<i>%</i>		<i>%</i>	
	<i>Active Market</i>	<i>No Active Market</i>	<i>Active Market</i>	<i>No Active Market</i>
Cash and cash equivalents	2.3%	0.0%	1.1%	0.0%
Equity instruments	51.3%	0.0%	52.2%	0.0%
Debt instruments	2.1%	0.0%	2.5%	0.0%
Property	2.6%	11.5%	2.6%	12.2%
Diversified strategies growth	1.1%	7.5%	0.9%	7.6%
Diversified strategies income	14.0%	0.0%	13.3%	0.0%
Inflation linked securities	0.0%	7.6%	0.0%	7.6%
<b>Total</b>	<b>73.4%</b>	<b>26.6%</b>	<b>72.6%</b>	<b>27.4%</b>

## Note 44 Defined Benefit Plans (continued)

## (ii) South Australian Superannuation Scheme (continued)

## b) Categories of plan assets (continued)

The principal assumptions used for the purposes of the actuarial valuations were as follows:

	2014	2013
	%	%
Discount rate	3.1	4.6
Expected rate of salary increase	4.0	4.0
Long term CPI Increases	2.5	2.5

## c) Actuarial assumptions and sensitivity

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

	Change in Assumption		Impact on defined benefit obligation	
	Increase in assumption	Impact on DBO liability	Decrease in assumption	Impact on DBO liability
	+	%	-	%
Discount rate	0.50%	3.60%	(0.50%)	2.60%
Expected rate of salary increase	0.50%	4.50%	(0.50%)	3.50%

The above sensitivity analyses are based on a change in an assumption while holding all the other assumptions constant. In practice this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method has been applied as when calculating the defined benefit liability recognised in the statement of financial position.

## d) Statement of financial position amounts

## Reconciliation of the present value of the defined benefit obligation

	2014	2013
	\$'000	\$'000
<b>Present value of defined benefit obligations</b>		
Opening defined benefit obligation	50,485	55,672
Current Service Cost	205	272
Interest expense	2,248	2,058
	<u>52,938</u>	<u>58,002</u>
<b>Remeasurements</b>		
Actuarial losses/(gains) arising from changes in demographic assumptions	11	-
Actuarial losses/(gains) arising from changes in financial assumptions	8,994	(4,669)
Experience (gains)/losses	(221)	(185)
	<u>61,722</u>	<u>53,148</u>
Benefits paid	(2,854)	(2,663)
<b>Closing defined benefit obligation</b>	<u>58,868</u>	<u>50,485</u>
<b>Net Liability Reconciliation</b>		
Defined Benefit Obligation	58,868	50,485
Fair value of plan assets	(3,661)	(3,411)
<b>Net Liability</b>	<u>55,207</u>	<u>47,074</u>
<b>Present value of obligation</b>		
Opening defined benefit obligation	47,073	52,718
Current service costs	2,297	2,219
Remeasurements	8,716	(5,175)
Employer contributions	(2,879)	(2,689)
<b>Total net liability/(asset) in balance sheet</b>	<u>55,207</u>	<u>47,073</u>

## Note 45 Entity information

Flinders University is a body corporate established by an Act of the South Australian Parliament, *Flinders University of South Australia Act*, 1966. It is domiciled in Australia and its address is Sturt Road, Bedford Park, South Australia, 5042. The University's Australian Business Number (ABN) is 65 542 596 200.

## Note 46 Acronyms and abbreviations

AASB	Australian Accounting Standards Board
ARC	Australian Research Council
CGS	Commonwealth Grants Scheme
EDUCATION	Australian Government Department of Education
FEE-HELP	Fee Higher Education Loan Programme (financial support for full-fee paying domestic students)
HECS-HELP	Higher Education Contribution Scheme - Higher Education Loan Program
HEFA	Higher Education Funding Agreement
IFRS	International Financial Reporting Standards
NH&MRC	National Health & Medical Research Council
OS-HELP	Overseas - Higher Education Loan Program
SA-HELP	Student Amenities Fee - Higher Education Loan Program

Note 47 Acquittal of Australian Government financial assistance

47.1 Education - CGS and Other Education Grants

Notes	University ONLY					
	Commonwealth Grant Scheme <sup>[1]</sup>		Indigenous Support Program		Partnership and Participation Program <sup>[2]</sup>	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	132,457	126,087	591	652	3,172	3,345
Net accrual adjustments	81	693	-	-	1,236	(74)
<b>Revenue for the period</b>	<b>132,538</b>	<b>126,780</b>	<b>591</b>	<b>652</b>	<b>4,408</b>	<b>3,271</b>
Surplus/ (deficit) from the previous year	-	-	-	-	427	-
Total revenue including accrued revenue	132,538	126,780	591	652	4,835	3,271
Less expenses including accrued expenses	132,538	126,780	591	652	3,668	2,844
<b>Surplus/ (deficit) for reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,167</b>	<b>427</b>

<sup>[1]</sup> Includes the basic CGS grant amount, CGS-Regional loading, CGS-Enabling loading, Maths and Science Transition Loading and Full Fee Places Transition Loading.

<sup>[2]</sup> Partnership and Participation Program : 2013 has been restated. 2014 Net accrual adjustments include \$1,093k Adelaide University, \$144k relating to 2013 and 2012 accrued repayments, and (\$1k) to be returned to the Department.

Notes	University ONLY					
	Disability Support Program		Transitional Cost Program		Reward Funding	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	164	168	-	-	-	637
Net accrual adjustments	-	-	-	(6)	-	-
<b>Revenue for the period</b>	<b>164</b>	<b>168</b>	<b>-</b>	<b>(6)</b>	<b>-</b>	<b>637</b>
Surplus/ (deficit) from the previous year	-	-	-	-	-	-
Total revenue including accrued revenue	164	168	-	(6)	-	637
Less expenses including accrued expenses	164	168	-	(6)	-	637
<b>Surplus/ (deficit) for reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Notes	University ONLY			
	Promotion of Excellence in Learning and Teaching <sup>[3]</sup>		Total	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	626	283	137,010	131,172
Net accrual adjustment	-	-	1,317	613
<b>Revenue for the period</b>	<b>626</b>	<b>283</b>	<b>138,327</b>	<b>131,785</b>
Surplus/ (deficit) from the previous year	314	122	741	122
Total revenue including accrued revenue	940	405	139,068	131,907
Less expenses including accrued expenses	224	91	137,185	131,166
<b>Surplus/ (deficit) for reporting period</b>	<b>716</b>	<b>314</b>	<b>1,883</b>	<b>741</b>

<sup>[3]</sup> The reported surplus for Promotion of Excellence and Teaching of \$716k for 2014 is expected to be rolled over. 2013 has been restated to correct the carry forward balance.

Note 47 Acquittal of Australian Government financial assistance (continued)

47.2 Higher Education Loan Programs (excl OS-HELP)

		<i>University ONLY</i>					
		HECS-HELP (Australian Government payments only)		FEE-HELP		SA-HELP	
<i>Notes</i>		<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>	<i>2014</i>	<i>2013</i>
		<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>	<i>\$'000</i>
	Cash Payable / (Receivable) at beginning of year	2,718	796	-	359	(49)	-
	Financial assistance received in CASH during the reporting period	79,909	73,505	6,950	6,259	1,917	1,659
	Cash available for period	82,627	74,301	6,950	6,618	1,868	1,659
3(b)	Revenue earned	80,697	71,583	6,884	6,618	1,887	1,708
	Cash Payable / (Receivable) at end of year	1,930	2,718	66	-	(19)	(49)

		<i>University ONLY</i>	
		Total	
<i>Notes</i>		<i>2014</i>	<i>2013</i>
		<i>\$'000</i>	<i>\$'000</i>
	Cash Payable / (Receivable) at beginning of year	2,669	1,155
	Financial assistance received in CASH during the reporting period	88,776	81,423
	Cash available for period	91,445	82,578
3(b)	Revenue earned	89,468	79,909
	Cash Payable / (Receivable) at end of year	1,977	2,669

Note 47 Acquittal of Australian Government financial assistance (continued)

47.3 Scholarships

		<i>University ONLY</i>					
		Australian Postgraduate Awards		International Postgraduate Research Scholarships		Commonwealth Education Cost Scholarships <sup>[1] [2]</sup>	
Notes		2014	2013	2014	2013	2014	2013
		\$'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)	4,535	4,319	335	332	(9)	(31)
	Net accrual adjustments	-	-	-	-	269	(74)
	<b>Revenue for the period</b>	<b>4,535</b>	<b>4,319</b>	<b>335</b>	<b>332</b>	<b>260</b>	<b>(105)</b>
	Surplus/ (deficit) from the previous year	824	858	-	-	483	665
	Total revenue including accrued revenue	5,359	5,177	335	332	743	560
	Less expenses including accrued expenses	4,386	4,353	335	332	685	77
	<b>Surplus/ (deficit) for reporting period</b>	<b>973</b>	<b>824</b>	<b>-</b>	<b>-</b>	<b>58</b>	<b>483</b>

		<i>University ONLY</i>					
		Commonwealth Accommodation Scholarships <sup>[1] [3]</sup>		Indigenous Access Scholarships <sup>[4]</sup>		Indigenous Staff Scholarships <sup>[5]</sup>	
Notes		2014	2013	2014	2013	2014	2013
		\$'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)	(25)	(702)	5	(27)	-	43
	Net accrual adjustments	(80)	649	29	(33)	(14)	-
	<b>Revenue for the period</b>	<b>(105)</b>	<b>(53)</b>	<b>34</b>	<b>(60)</b>	<b>(14)</b>	<b>43</b>
	Surplus/ (deficit) from the previous year	658	795	(1)	87	-	-
	Total revenue including accrued revenue	553	742	33	27	(14)	43
	Less expenses including accrued expenses	515	84	33	28	(14)	43
	<b>Surplus/ (deficit) for reporting period</b>	<b>38</b>	<b>658</b>	<b>-</b>	<b>(1)</b>	<b>-</b>	<b>-</b>

		<i>University ONLY</i>	
		Total <sup>[6]</sup>	
Notes		2014	2013
		\$'000	\$'000
	Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	4,841	3,934
	Net accrual adjustments	204	542
	<b>Revenue for the period</b>	<b>5,045</b>	<b>4,476</b>
	Surplus/ (deficit) from the previous year	1,964	2,405
	Total revenue including accrued revenue	7,009	6,881
	Less expenses including accrued expenses	5,940	4,917
	<b>Surplus/ (deficit) for reporting period</b>	<b>1,069</b>	<b>1,964</b>

<sup>[1]</sup> Includes Grandfathered Scholarships, National Priority and National Accommodation Priority Scholarships respectively.

<sup>[2]</sup> The surplus remaining for Commonwealth Education Cost Scholarships are amounts expected to be rolled forward and spent in future years. The net accrual adjustments represents the amount to be repaid of \$627k.

<sup>[3]</sup> The surplus remaining for Commonwealth Accommodation Scholarships are amounts expected to be rolled forward and spent in future years. The net accrual adjustment of \$225k includes an amount of \$784k to be repaid to the Commonwealth.

<sup>[4]</sup> The net accrual adjustments for Indigenous Access Scholarships represents an amount of \$9k to be repaid to the Commonwealth

<sup>[5]</sup> The net accrual adjustment of \$14k for the Indigenous Staff Scholarships represents the amount of unspent funds, which are expected to be returned to Education.

<sup>[6]</sup> The 2013 Acquittals have been adjusted to correct the carry forward balances for each Scholarship Type. In total the amount of Scholarships to be repaid is \$1,435k.

## Note 47 Acquittal of Australian Government financial assistance (continued)

## 47.4 Education Research

Notes	University ONLY					
	Joint Research Engagement		Joint Research Engagement Cadetships <sup>[1]</sup>		Research Training Scheme	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	6,240	6,105	76	49	11,097	10,897
Net accrual adjustments	-	-	(76)	-	-	-
<b>Revenue for the period</b>	<b>6,240</b>	<b>6,105</b>	<b>-</b>	<b>49</b>	<b>11,097</b>	<b>10,897</b>
Surplus/ (deficit) from the previous year	-	-	74	25	-	-
Total revenue including accrued revenue	6,240	6,105	74	74	11,097	10,897
Less expenses including accrued expenses	6,240	6,105	74	-	11,097	10,897
<b>Surplus/ (deficit) for reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>74</b>	<b>-</b>	<b>-</b>

<sup>[1]</sup> The Net Accrual Adjustment for JRE Cadetship in 2014 includes an accrual for repayment of 2014 income of \$76k. The accrued expenses for JRE Cadetship include an accrual for repayment of prior year income of \$74k. Total amount to be repaid to the Department of Education is \$150k.

Notes	University ONLY			
	Research Infrastructure Block Grants		Sustainable Research Excellence in Universities	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	3,123	3,172	2,039	2,057
Net accrual adjustments	-	-	-	-
<b>Revenue for the period</b>	<b>3,123</b>	<b>3,172</b>	<b>2,039</b>	<b>2,057</b>
Surplus/ (deficit) from the previous year	-	-	-	-
Total revenue including accrued revenue	3,123	3,172	2,039	2,057
Less expenses including accrued expenses	3,123	3,172	2,039	2,057
<b>Surplus/ (deficit) for reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Notes	University ONLY			
	Commercialisation Training Scheme <sup>[2]</sup>		Total	
	2014 \$'000	2013 \$'000	2014 \$'000	2013 \$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	(13)	-	22,562	22,280
Net accrual adjustments	13	-	(63)	-
<b>Revenue for the period</b>	<b>-</b>	<b>-</b>	<b>22,499</b>	<b>22,280</b>
Surplus/ (deficit) from the previous year	-	-	74	25
Total revenue including accrued revenue	-	-	22,573	22,305
Less expenses including accrued expenses	-	-	22,573	22,231
<b>Surplus/ (deficit) for reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>74</b>

<sup>[2]</sup> The Commercialisation Training Scheme (CTS) acquittal for 2013 has been restated. The CTS Net accrual adjustment of \$13k is a reversal relating to 2012 and this unspent amount was repaid in January 2014. A residual total of \$244k unspent funds relating to 2011 and prior years, was recorded in our accounts as a liability in 2012 and will be repaid in 2015.

**Note 47 Acquittal of Australian Government financial assistance (continued)**

47.5 Australian Research Council Grants

(i) Discovery

		<i>University ONLY</i>					
		Projects		Fellowships		Total Discovery	
Notes		2014	2013	2014	2013	2014	2013
		\$'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)	2,213	3,657	3,797	2,123	6,010	5,780
	Net accrual adjustments	80	(297)	-	-	80	(297)
	<b>Revenue for the period</b>	<b>2,293</b>	<b>3,360</b>	<b>3,797</b>	<b>2,123</b>	<b>6,090</b>	<b>5,483</b>
	Surplus/ (deficit) from the previous year	1,799	2,010	1,128	1,240	2,927	3,250
	Total revenue including accrued revenue	4,092	5,370	4,925	3,363	9,017	8,733
	Less expenses including accrued expenses	2,902	3,571	2,446	2,235	5,348	5,806
	<b>Surplus/ (deficit) for reporting period</b>	<b>1,190</b>	<b>1,799</b>	<b>2,479</b>	<b>1,128</b>	<b>3,669</b>	<b>2,927</b>

(ii) Linkages

		<i>University ONLY</i>					
		Infrastructure		Projects		Total Linkages	
Notes		2014	2013	2014	2013	2014	2013
		\$'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)	325	630	966	1,057	1,291	1,687
	Net accrual adjustments	(200)	295	(76)	104	(276)	399
	<b>Revenue for the period</b>	<b>125</b>	<b>925</b>	<b>890</b>	<b>1,161</b>	<b>1,015</b>	<b>2,086</b>
	Surplus/ (deficit) from the previous year	708	87	1,437	1,264	2,145	1,351
	Total revenue including accrued revenue	833	1,012	2,327	2,425	3,160	3,437
	Less expenses including accrued expenses	695	304	1,557	988	2,252	1,292
	<b>Surplus/ (deficit) for reporting period</b>	<b>138</b>	<b>708</b>	<b>770</b>	<b>1,437</b>	<b>908</b>	<b>2,145</b>

(iii) Networks and Centres and Special Research Initiatives

		<i>University ONLY</i>			
		Networks and Centres		Special Research Initiatives	
Notes		2014	2013	2014	2013
		\$'000	\$'000	\$'000	\$'000
	Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)	-	-	627	6,638
	Net accrual adjustments	175	229	(371)	(4,653)
	<b>Revenue for the period</b>	<b>175</b>	<b>229</b>	<b>256</b>	<b>1,985</b>
	Surplus/ (deficit) from the previous year	50	-	2,271	2,805
	Total revenue including accrued revenue	225	229	2,527	4,790
	Less expenses including accrued expenses	74	179	1,979	2,519
	<b>Surplus/ (deficit) for reporting period</b>	<b>151</b>	<b>50</b>	<b>548</b>	<b>2,271</b>



## Note 47 Acquittal of Australian Government financial assistance (continued)

## 47.5 Australian Research Council Grants (continued)

## (iii) Networks and Centres and Special Research Initiatives (continued)

	<i>University ONLY</i>		
	Total		
	Notes	2014	2013
	<u>\$'000</u>	<u>\$'000</u>	
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		627	6,638
Net accrual adjustments		(196)	(4,424)
<b>Revenue for the period</b>		<u>431</u>	<u>2,214</u>
Surplus/ (deficit) from the previous year		2,321	2,805
Total revenue including accrued revenue		2,752	5,019
Less expenses including accrued expenses		2,053	2,698
<b>Surplus/ (deficit) for reporting period</b>		<u><u>699</u></u>	<u><u>2,321</u></u>

47.6 OS-HELP <sup>[1]</sup>

	<i>University ONLY</i>		
	Total		
	Notes	2014	2013
	<u>\$'000</u>	<u>\$'000</u>	
Cash received during the reporting period		1,058	711
Cash Spent during the reporting period		1,355	595
<b>Net cash received</b>	3 (g)	<u>(297)</u>	<u>116</u>
Cash Surplus / (deficit) from the previous period		108	(8)
<b>Cash Surplus / (deficit) for reporting period</b>		<u><u>(189)</u></u>	<u><u>108</u></u>

<sup>[1]</sup> OS-HELP is not included in income. The University effectively acts as a transfer agency with regard to the OS-HELP monies received from the Australian Government.

## 47.7 Higher Education Superannuation Program

Cash received during the reporting period	3 (g)	2,436	2,807
University contribution in respect of current employees		181	210
Cash available		<u>2,617</u>	<u>3,017</u>
Cash Surplus / (deficit) from the previous period		(305)	(730)
<b>Cash available for current period</b>		<u>2,312</u>	<u>2,287</u>
Contributions to specified defined benefit funds		2,787	2,592
<b>Cash Surplus / (deficit) this period</b>		<u><u>(475)</u></u>	<u><u>(305)</u></u>

## 47.8 Student Services and Amenities Fee

Unspent / (overspent) revenue from previous period		2,883	2,268
SA-HELP Revenue Earned	3 (b)	1,887	1,708
Student Services and Amenities Fees direct from Students	5	1,751	1,467
<b>Total revenue expendable in period</b>		<u>6,521</u>	<u>5,443</u>
Student Services expenses during period		3,203	2,560
<b>Unspent / (overspent) Student Services revenue</b>		<u><u>3,318</u></u>	<u><u>2,883</u></u>

# FLINDERS UNIVERSITY FINANCIAL STATEMENTS

## FOR THE YEAR ENDED 31 DECEMBER 2014

To the best of our knowledge and belief –

- the attached General Purpose Financial Report for Flinders University presents a true and fair view, in accordance with the Treasurer's Instructions issued under Section 41 of the *Public Finance and Audit Act 1987*, applicable Australian Accounting Standards and other mandatory professional reporting requirements in Australia, and to conform to the Department of Education Financial Statement Guidelines for Australian Higher Education Providers for the 2014 Reporting Period, the financial position of Flinders University as at 31 December 2014, the results of its operations and its cash flows for the financial year;
- the attached financial statements are in accordance with the accounts and records of the University;
- internal controls over financial reporting and the general purpose financial report have been effective throughout the reporting period;
- at the time of signing of 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;
- that the amount of Australian Government financial assistance expended during the reporting period was for the purposes for which it was intended; and
- Flinders University has complied with applicable legislation, contracts, agreements and program guidelines in making expenditure.
- Flinders 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.

Signed in accordance with a resolution of the Council

Mr Stephen Gerlach, AM  
**Chancellor**

14 May 2015

Professor Colin Stirling  
**Vice-Chancellor**

14 May 2015

Mr Shane McGregor  
**Senior Vice-President**

14 May 2015

ABN 65 542 596 200