

UNIVERSITY OF CANBERRA
ANNUAL REPORT

2013

VOLUME TWO: FINANCIALS



BREAK THROUGH



UNIVERSITY OF
CANBERRA



ACT AUDITOR-GENERAL'S OFFICE



INDEPENDENT AUDIT REPORT

UNIVERSITY OF CANBERRA

To the Members of the ACT Legislative Assembly

Report on the financial statements

The financial statements of the University of Canberra (the University) for the year ended 31 December 2013 have been audited. These comprise the statement of comprehensive income, statement of financial position, statement of changes in equity, statement of cash flows and accompanying notes.

Responsibility for the financial statements

The Council of the University is responsible for the preparation and fair presentation of the financial statements in accordance with the *Financial Management Act 1996* as amended by the *University of Canberra Act 1989*. This includes responsibility for maintaining adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and the accounting policies and estimates used in the preparation of the financial statements.

The auditor's responsibility

Under the *Financial Management Act 1996*, I am responsible for expressing an independent audit opinion on the financial statements of the University.

The audit was conducted in accordance with Australian Auditing Standards to obtain reasonable assurance that the financial statements are free from material misstatement.

I formed the audit opinion following the use of audit procedures to obtain evidence about the amounts and disclosures in the financial statements. As these procedures are influenced by the use of professional judgement, selective testing of evidence supporting the amounts and other disclosures in the financial statements, inherent limitations of internal control and the availability of persuasive rather than conclusive evidence, an audit cannot guarantee that all material misstatements have been detected.

Although the effectiveness of internal controls is considered when determining the nature and extent of audit procedures, the audit was not designed to provide assurance on internal controls.

The audit is not designed to provide assurance on the prudence of decisions made by the University.

Electronic presentation of the audited financial statements

Those viewing an electronic presentation of these financial statements should note that the audit does not provide assurance on the integrity of information presented electronically, and does not provide an opinion on any other information which may have been hyperlinked to or from these financial statements. If users of these financial statements are concerned with the inherent risks arising from the electronic presentation of information, they are advised to refer to the printed copy of the audited financial statements to confirm the accuracy of this electronically presented information.

Independence

Applicable independence requirements of Australian professional ethical pronouncements were followed in conducting the audit.

Audit opinion

In my opinion, the financial statements of the University for the year ended 31 December 2013:

- (i) is presented in accordance with the *Financial Management Act 1996* as amended by the *University of Canberra Act 1989*, the Australian Accounting Standards and other mandatory financial reporting requirements in Australia; and
- (ii) present fairly the financial position of the University as at 31 December 2013 and the results of its operations and cash flows for the year then ended.

The audit opinion should be read in conjunction with other information disclosed in this report.



Dr Maxine Cooper
Auditor-General

4 April 2014

UNIVERSITY OF CANBERRA
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

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UNIVERSITY OF CANBERRA

REPORT BY THE MEMBERS OF THE UNIVERSITY OF CANBERRA COUNCIL FOR THE YEAR ENDED 31 DECEMBER 2013

In accordance with a resolution of the Council of the University of Canberra, being responsible for the preparation of the annual financial statements of the University and the judgements exercised in preparing it, we state that:

In our opinion, the following financial statements provide a true and fair view of the financial position as at 31 December 2013 and the financial performance for the year then ended for the University and controlled entities.

The financial statements have been prepared in accordance with the Financial Management Act 1996 as amended by the University of Canberra Act 1989, Australian Accounting Standards and other mandatory professional reporting requirements.

In our opinion, at the time of this report there are reasonable grounds to believe that the University will be able to pay its debts as and when they fall due.

The amount of the Australian Government financial assistance expended during the reporting period was for the purpose for which it was intended and the University of Canberra has complied with applicable legislation, contracts, agreements and program guidelines in making expenditure.

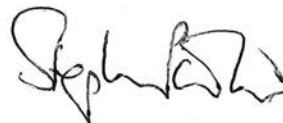
University of Canberra charged Student Services and Amenities Fees strictly in accordance with the Higher Education Support Act 2003 (the Act) and Administration Guidelines made under the Act. Revenue from the fee was spent strictly in accordance with the Act and only on services and amenities specified in subsection 19-38(4) of the Act.

On behalf of the Council

Signed in Canberra this 3RD day of April 2014



Dr Tom Calma AO
Chancellor



Professor Stephen Parker AO
Vice-Chancellor and President

UNIVERSITY OF CANBERRA

REPORT BY THE MEMBERS OF THE UNIVERSITY OF CANBERRA COUNCIL FOR THE YEAR ENDED 31 DECEMBER 2013

Members of the University Council during 2013 and in 2014 to date

Chancellor of the University

John Mackay AM, BA Admin, Hon PhD *Canberra*, FAIM – Term of office commenced 1 January 2011. Tenure as Chancellor expired 31 December 2013. Re-appointed as Council member by the Chief Minister until 31 December 2016.

Tom Calma AO, AssocDipSocialWork *SAIT*, HonDLitt *CDU*, HonDsc *Curtin* – Term of office as Council member appointed by the Chief Minister commenced 21 October 2008. Term as Deputy Chancellor commenced 1 January 2012 and term as Chancellor commenced 1 January 2014. Tenure expires 31 December 2016.

Vice-Chancellor and President

Stephen Parker AO, LLB *Newcastle UK*, PhD *Wales*, Solicitor of the Supreme Court of England & Wales, Barrister and Solicitor ACT, Barrister-at-Law Qld – Appointment commenced 1 March 2007. Tenure expires 31 December 2016.

Chair, Academic Board

George Cho AM, BA *Malaya*, MA *Br Col*, PhD, LLB *ANU* – Appointment commenced 1 January 2008. Tenure expired 31 December 2013.

Dharmendra Sharma, BSc, PGradMath, MSc *USP*, PhD *ANU*, FACS, FSPCS, SMIEE – Appointment commenced 1 January 2014. Tenure expires 31 December 2016.

Appointed by the ACT Chief Minister

Sarah Ryan, BSc (Agric) (Hons), PhD *W.Aust.*, GradDip Development Studies *Deakin* – Appointed 21 October 2008. Term as Deputy Chancellor commenced 1 January 2014. Tenure expires 20 October 2014.

Prue Power AM, MPH, SFCDA, AFCHSE – Appointed 1 January 2010. Tenure expires 29 January 2016.

Dennis Trewin AO, FASSA, BSc (Hons) *Melbourne*, BEc *ANU*, MSc *London* – Appointed 21 December 2010. Tenure expires 20 December 2016.

Barry Mewett, FCPA, FIPAA – Appointed 20 October 2011. Tenure expires 20 October 2014.

Annette Ellis, - Appointed 1 January 2011. Tenure expired 31 December 2013.

Sue Salthouse, B.Ag.Sci *Melb* Dip.Ed. *La Trobe* – Appointed 22 May 2012. Tenure expires 21 May 2015.

Tom Karmel, BA (Hons) *Flinders* MEd, PhD *ANU* – Appointed 22 May 2012. Tenure expires 21 May 2015.

Chris Faulks BA *ANU*, Graduate Diploma Education *Canberra* Graduate Diploma Management *AGSM*, MAICD – Appointed 1 January 2014. Tenure expires 31 December 2016.

Elected by the Academic Staff

Monica Kennedy, BA (Comm), MELeadership, PhD, Grad Cert HE *Canberra* – Elected to Council 1 January 2012. Resigned 2 January 2013.

Laurie Grealish, RN, Dip Nsg *UAlberta*, Cert Oncology Nsg *NSW College of Nursing*, Grad Dip Nsg (Ed) *Armidale*, Master of Nursing, PhD *Canberra*, FACN – Term of office commenced 21 February 2013. Resigned 29 November 2013.

Katja Mikhailovich, B.App.Sc (Health Education), PhD *Canberra* – Term of office commenced 1 January 2014. Tenure expires 31 December 2015.

Elected by the General Staff

Inga Davis, BComcn *Canberra* – Elected to Council 1 January 2012. Tenure expired 31 December 2013.

Beth Mitchell, BA/BSc *ANU* – Term of office commenced 1 January 2014. Tenure expires 31 December 2015.

Elected by the Students

Greg Stewart, B. IndDes *Canberra* – Elected to Council by postgraduate students. Term of office commenced 26 October 2012. Tenure expired 31 December 2013.

Snigdha Tandon, B.Tech *Kurukshetra* – Term of office commenced 1 January 2014. Tenure expires 31 December 2014.

James Pace, Term of Office commenced 26 October 2012. Resigned 23 October 2013.

Jake Hindmarch, Term of office commenced 1 January 2014. Term of office expires 31 December 2014.

**UNIVERSITY OF CANBERRA
REPORT BY THE MEMBERS OF THE UNIVERSITY OF CANBERRA COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2013**

Meetings of Members

The number of meetings of the members of the University of Canberra Council and of each board or committee meeting held during the year ended 31 December 2013 and number of meetings attended by each member were:

	Council Meeting		Audit and Risk Management		Finance		Nomination and Senior Appointments		Environment and Works		Legislation		Honorary Degrees		Campus Development Board		Joint Audit and Risk Management and Finance Committee	
	A	B	A	B	A	B	A	B	A	B	A	B	A	B	A	B	A	B
	Meetings of Committees																	
Dr Tom Calma	7	5					3	3			2	1	2	2				
Professor George Cho	7	7					3	3			2	2	2	2				
Ms Inga Davis	7	6							3	2								
Ms Annette Ellis	7	3			7	5											1	1
Dr Tom Karmel	7	6			7	6											1	1
Dr Laurie Grealish	5	3							3	1								
Associate Professor Monica Kennedy	0	0							0	0								
Dr John Mackay	7	7					3	3					2	2				
Mr Barry Mewett	7	6	4	4													1	1
Mr James Pace	5	4	2	2	5	5											1	1
Professor Stephen Parker	7	7	4	4	7	6	3	3	3	3	2	2	2	2	5	4	1	0
Ms Prue Power	7	5	4	2			2	2									1	1
Dr Sarah Ryan	7	7							3	3					5	3		
Ms Sue Salthouse	7	6							3	2								
Mr Greg Stewart	7	6							3	1	1	0						
Mr Dennis Trewin	7	5	4	4			3	1					2	1			1	1
Mr Brian Acworth*					7	7									5	3	1	1
Dr Jim Service**															5	4		

A = Number of meetings held during the time that the member held office or was a member of the committee during the year.

B = Number of meetings attended.

* Brian Acworth is not a member of Council, but an independent Chair of the Finance Committee - appointed 17 June 2011.

** Jim Service is not a member of Council, but an independent Chair of the Campus Development Board - appointed 18 March 2011, resigned 31 December 2013.

UNIVERSITY OF CANBERRA

REPORT BY THE MEMBERS OF THE UNIVERSITY OF CANBERRA COUNCIL FOR THE YEAR ENDED 31 DECEMBER 2013

Introduction

2013 was the first year of the new five-year Strategic Plan, Breakthrough. Apart from the approval of the new strategic plan, major achievements overseen by Council in 2013 include the negotiation of the agreement with the ACT Government for the construction of the University of Canberra Public Hospital, finalisation of the relocation of the University of Canberra Brumbies to the campus, with work beginning on the Sporting Commons which will house their headquarters, the approval of the establishment of a new polytechnic network and finalisation of the negotiations for the new Enterprise Agreement.

The University entered world university rankings in 2013 which puts the University in the top five per cent of universities in the world.

Principal activities

During the year the principal activities of the University and the consolidated entity (including the University of Canberra College Pty Limited, NATSEM Pty Limited, and UCU Limited) consisted of:

- provision of education to domestic and international students;
- research and consulting activities;
- hospitality and recreational services; and
- service to the community.

In 2013, the University established the University of Canberra Institute for Governance and Policy Analysis combining the research operations of NATSEM Pty Limited and ANZSIG to create an international class research institution for the study and practice of governance and public policy.

Review of operations

The major achievements of the 2013 are set out below.

Growth in student load

The University continued to grow in 2013, with equivalent full time student load up 33.7 percent since 2009. In the last five years onshore undergraduate load has grown by 38.9 percent and postgraduates by 13.2 percent.

Structural Adjustment Fund

The University was awarded \$26 million in 2012 under the Commonwealth's Structural Adjustment Fund (SAF) to support five key projects, including investing in the latest teaching and learning technologies to support flexible and connected learning environments, providing increased access and support for students, and expanding the University's regional delivery.

Significant progress has been made in delivering the projects with all major milestones in 2013 achieved, resulting in a substantial increase in flexible course offerings for both undergraduate and postgraduate students in 2014.

Campus development

The University unveiled a development prospectus in late 2013. The prospectus invites parties to approach the University with opportunities where innovative partnerships can be put in place so that there is long-term benefit to the University and community; and a clear contribution to the campus environment that is conducive to excellence in learning and research.

Construction of the Sporting Commons, which will house the UC Brumbies and the new Health Hub began in 2013. The University, with contributions through the National Rental Affordability Scheme and the ACT Government, invested in two student accommodation projects with provided over 600 additional beds and enabled the University to offer an accommodation guarantee to new and continuing students.

The University also concluded negotiations on the location of the University of Canberra Public Hospital on campus.

UNIVERSITY OF CANBERRA

REPORT BY THE MEMBERS OF THE UNIVERSITY OF CANBERRA COUNCIL FOR THE YEAR ENDED 31 DECEMBER 2013

Improved financial performance

The University Group achieved an operating surplus of \$16.1 million compared to \$14.7 million in 2012. Revenue increased by 6.2% to \$254.9 million reflecting increased student numbers and a further payment associated with the Structural Adjustment Fund. Expenses from continuing operations increased by 5.8% to \$238.9 million with the increase being related to the continued expansion in University operations.

In 2013 the University's total assets increased by \$83.5 million whereas total liabilities increased by \$68.8 million, resulting in an increase in net assets of \$14.7 million. Campus developments are the main contributor to this increase in net assets, with some of these developments being funded by external borrowings and partner contributions in the form of prepaid rent.

The University continues to develop and implement strategies to improve its financial results. The further development of the campus is expected to generate revenues which can be invested in teaching and research. At the same time the University is implementing structural adjustment, funded by the Structural Adjustment Fund grant, to position it to thrive in the current competitive environment.

Research

The University's research performance continues to improve. The latest data show the research publications have increased by 91.5 percent from 2009 to 2012, and research income jumped from \$11.6 million in 2009 to \$17.3 million in 2012.

The number of research students enrolled at the University went up by 40.7 percent between December 2010 and December 2013, growing from 381 research students in 2010 to 536 in 2013.

Employer of Choice

The University of Canberra was named an Employer of Choice for Women for the seventh consecutive year in 2013.

The University received the Breastfeeding Friendly Workplace accreditation in August 2013. Parenting rooms are setup across the campus to meet the needs of mothers and carers.

On 25 November 2013, the University became a White Ribbon accredited workplace that actively promotes a safe workplace for women. The University was one of the first two Australian universities to be accredited as a White Ribbon workplace.

The year ended with over 90% of staff approving a new Enterprise Agreement. The new enterprise agreement provided for pay increases linked to funding indexation which will maintain the University's position as a sector leader.

Significant changes in state of affairs

There are no significant changes in the state of affairs.

Matters subsequent to the end of the financial year

There are no matters or circumstances that have arisen since the end of the financial year that have significantly affected or which may significantly affect the University.

Likely developments and expected results of operations

The University will continue to explore partnership in order to bring the world to the campus so there is effective engagement and mutual benefits for all parties.

The implementation of the Breakthrough Strategy will continue in 2014 and will result in improvements in the University's key performance indicators, including financial performance.

Environmental regulation

There are no particular and significant environmental regulations affecting the University under Australian Government, State or Territory law.

UNIVERSITY OF CANBERRA

REPORT BY THE MEMBERS OF THE UNIVERSITY OF CANBERRA COUNCIL FOR THE YEAR ENDED 31 DECEMBER 2013

Insurance of employees

Members of Council and employees of the University are insured to the limit of \$10 million per claim against wrongful acts. For these purposes, such acts include: any actual or alleged breach of duty or trust, neglect, error, misstatement, misleading statement, omission, breach of warranty or authority, or other act done or attempted by, or other matter claimed against, any Council members or officers of the University, wherever and whenever while acting in their individual or collective capacities on behalf of the University.

Proceedings on behalf of University of Canberra

There are two minor legal matters pending as at 31 December 2013, one of which is covered by insurance.

This report is made in accordance with a resolution of the members of the Council.

On behalf of the Council

Signed in Canberra this 3rd day of April 2014.



Professor Stephen Parker AO
Vice-Chancellor and President

UNIVERSITY OF CANBERRA

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	Consolidated		University	
		2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Income from continuing operations					
Australian Government financial assistance					
Australian Government grants	3(a)(c-f)	111,606	99,164	111,606	99,164
HELP - Australian Government payments	3(b)	54,656	49,739	54,656	49,739
HECS-HELP - student payments		7,436	7,447	7,436	7,447
State and Local Government financial assistance	4	2,991	2,625	2,991	2,625
Fees and charges	5	59,011	58,408	45,998	46,216
Investment revenue	6	449	485	202	225
Consultancies and research contracts	7	4,981	4,703	4,981	4,703
Other revenue	8	1,373	2,267	1,388	3,082
Total revenue from continuing operations		242,503	224,838	229,258	213,201
Gains on disposal of assets		–	17	–	25
Other income	8	12,437	15,398	13,101	13,189
Total income from continuing operations		254,940	240,253	242,359	226,415
Expenses from continuing operations					
Employee related expenses	9	150,113	141,984	137,276	127,803
Depreciation and amortisation	10	15,525	14,853	15,305	14,693
Repairs and maintenance	11	3,146	4,620	3,065	4,459
Borrowing costs	12	1,858	2,311	1,858	2,311
Impairment losses	13	538	303	565	259
Other expenses	14	67,633	61,756	69,550	62,741
Losses on disposal of assets		76	–	81	–
Total expenses from continuing operations		238,889	225,827	227,700	212,266
Operating surplus before tax		16,051	14,426	14,659	14,149
Income tax expense		–	–	–	–
Operating surplus after tax		16,051	14,426	14,659	14,149
Other comprehensive income					
Revaluation decrement of property, plant and equipment	27	(1,283)	(1,334)	(1,283)	(1,334)
Debt forgiveness NATSEM Pty Ltd	40	–	–	(587)	–
Total comprehensive income		14,768	13,092	12,789	12,815

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

UNIVERSITY OF CANBERRA
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013

	Notes	Consolidated		University	
		2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
ASSETS					
Current assets					
Cash and cash equivalents	15	12,091	11,412	4,383	5,397
Trade and other receivables	16	21,639	21,882	23,524	22,923
Other financial assets	17	497	497	497	497
Other non-financial assets	18	5,707	4,507	5,302	4,155
Total current assets		39,934	38,298	33,706	32,972
Non-current assets					
Other financial assets	17	12,240	12,738	12,241	12,739
Investments - equity accounted	19	755	820	755	820
Property, plant and equipment	21	465,567	382,652	465,106	382,071
Intangible assets	22	5,226	5,646	5,217	5,641
Total non-current assets		483,788	401,856	483,319	401,271
Total assets		523,722	440,154	517,025	434,243
LIABILITIES					
Current liabilities					
Trade and other payables	23	33,952	18,491	35,062	18,525
Borrowings	24	1,142	21,800	1,142	21,800
Provisions	25	19,205	19,131	18,164	18,043
Other liabilities	26	22,341	17,566	21,922	17,073
Total current liabilities		76,640	76,988	76,290	75,441
Non-current liabilities					
Borrowings	24	99,543	42,545	99,543	42,545
Provisions	25	3,869	3,830	3,729	3,694
Other liabilities	26	18,920	6,809	18,920	6,809
Total non-current liabilities		122,332	53,184	122,192	53,048
Total liabilities		198,972	130,172	198,482	128,489
NET ASSETS		324,750	309,982	318,543	305,754
EQUITY					
Asset revaluation reserve	27	222,291	223,574	222,291	223,574
Retained earnings		102,459	86,408	96,252	82,180
TOTAL EQUITY		324,750	309,982	318,543	305,754

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

UNIVERSITY OF CANBERRA

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	Asset Revaluation Reserve \$'000	Retained Earnings \$'000	Total \$'000
Consolidated				
Total equity at 1 January 2012		224,908	71,982	296,890
Revaluation decrement of property, plant and equipment	27	(1,334)	–	(1,334)
Operating surplus		–	14,426	14,426
Balance as at 31 December 2012		<u>223,574</u>	<u>86,408</u>	<u>309,982</u>
Total equity at 1 January 2013		223,574	86,408	309,982
Revaluation decrement of property, plant and equipment	27	(1,283)	–	(1,283)
Operating surplus		–	16,051	16,051
Balance as at 31 December 2013		<u>222,291</u>	<u>102,459</u>	<u>324,750</u>
University				
Total equity at 1 January 2012		224,908	68,031	292,939
Revaluation decrement of property, plant and equipment	27	(1,334)	–	(1,334)
Operating surplus		–	14,149	14,149
Balance as at 31 December 2012		<u>223,574</u>	<u>82,180</u>	<u>305,754</u>
Total equity at 1 January 2013		223,574	82,180	305,754
Revaluation decrement of property, plant and equipment	27	(1,283)	–	(1,283)
Debt forgiveness NATSEM Pty Ltd	40	–	(587)	(587)
Operating surplus		–	14,659	14,659
Balance as at 31 December 2013		<u>222,291</u>	<u>96,252</u>	<u>318,543</u>

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

UNIVERSITY OF CANBERRA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	Consolidated		University	
		2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Cashflows from operating activities					
Australian Government grants		160,174	143,607	160,174	143,607
Superannuation supplementation		176	239	176	239
Other Commonwealth grants		8,831	6,753	8,831	6,753
State Government grants		2,992	2,298	2,992	2,298
HECS- HELP student payments		7,436	7,447	7,436	7,447
Receipts from student fees and other customers		97,067	81,677	77,946	65,600
Interest received		453	539	202	225
Total inflows		277,129	242,560	257,757	226,169
OS-HELP (net)		(132)	(49)	(132)	(49)
Payments to suppliers and employees (including GST)		(211,295)	(210,545)	(193,841)	(195,545)
Interest and other costs of finance paid		(1,858)	(1,439)	(1,858)	(1,439)
Total outflows		(213,285)	(212,033)	(195,831)	(197,033)
Net cash provided by operating activities	35(b)	63,844	30,527	61,926	29,136
Cashflows from investing activities					
Proceeds from sale of property, plant and equipment		11	7	11	2
Payments for property, plant and equipment		(99,516)	(34,807)	(99,291)	(34,614)
Net cash used in investing activities		(99,505)	(34,800)	(99,280)	(34,612)
Cashflows from financing activities					
Proceeds from borrowings		54,640	6,374	54,640	6,374
Repayments of borrowings and finance leases		(18,300)	(508)	(18,300)	(508)
Net cash provided by financing activities		36,340	5,866	36,340	5,866
Net increase/(decrease) in cash and cash equivalents		679	1,593	(1,014)	390
Cash and cash equivalents at the beginning of the year		11,412	9,819	5,397	5,007
Cash and cash equivalents at the end of the year	35(a)	12,091	11,412	4,383	5,397

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

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

Note 1 Summary of significant accounting policies

(a) Statement of compliance

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

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

- Higher Education Support Act 2003 (Financial Statement Guidelines)
- Financial Management Act 1996 to the extent applicable under the University of Canberra Act 1989.

(b) Basis of preparation

The University of Canberra (the University) is a not-for-profit entity and these statements have been prepared on that basis. Some of the requirements for not-for-profit entities are inconsistent with the IFRS requirements.

The financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars.

(c) Revised Accounting Standards applied and Accounting Standards yet to be applied

Revised Accounting Standards applied

The Group has applied the revised Accounting Standard AASB 119 Employee Benefits which has application from 1 January 2013. The impact of this revised standard for the Group is in the calculation of the current liability for annual and long service leave. For the component of these liabilities which is not expected to be settled within 12 months they are now required to be measured at the amount expected to be paid when settlement is anticipated and discounted back to present value. Refer Note 1(m) Employee benefits for details of the specific impact of this revised Accounting Standard.

The Group has applied Accounting Standard AASB 13 Fair Value Measurement which has application from 1 January 2013. This Accounting Standard applies prospectively so has not been applied to comparative information in the first year of operation. This Accounting Standard applies for both financial and non-financial items for which other Australian Accounting Standards require or permit fair value measurements or disclosures about fair value measurements and clarifies the definition of fair value and provides related guidance and enhanced disclosures about fair value measurements. Application of this Accounting Standard has no material impact on the Group apart from some additional disclosure in the financial statements. Refer Note 38 Fair value measurement for the additional disclosure.

Accounting Standard not applied

AASB 1053 Application of tiers of Australian Accounting Standards and AASB 2010-2 Amendments to Australian Accounting Standards arising from Reduced Disclosure Requirements (application date: 1 July 2013) could be applied to the University as the University falls within the definition of a Tier 2 entity.

However, the Department of Education Financial Statement Guidelines for Australian Higher Education Providers for the 2013 Reporting Period (Guidelines) prescribes the form of the financial statements approved by the Australian Government Minister for Education, or their delegates, under the Higher Education Support Act 2003 (HESA) and the Australian Research Council Act 2001 (ARCA) for listed providers and it is a condition of receipt of financial assistance from the Australian Government under HESA and ARCA that Australian higher education providers provide financial statements in a form approved by the Minister. The Guidelines specify higher education providers are not to apply AASB 1053 Application of Tiers of Australian Accounting Standards. Therefore the University is not able to apply AASB 1053.

Should the Guidelines change in the future so AASB 1053 can be applied, the Group will consider its application. It is noted the application of this Accounting Standard would have no material effect on the financial results and would only reduce the disclosures within the financial statements.

Accounting Standards yet to be applied

The following new standards and amendments considered to be applicable to the University, have been issued by the Australian Accounting Standards Board but are effective for future reporting periods. It is estimated that the impact of adopting these pronouncements when effective will have no material financial impact in future reporting periods.

- AASB 2011-4 Amendments to Australian Accounting Standards to Remove Individual Key Management Personnel Disclosure Requirements [AASB 124] (application date: 1 July 2013)
- AASB 9 Financial Instruments (application date: 1 January 2015)
- AASB 12 Disclosure of Interests in Other Entities (application date: 1 January 2014)

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

(d) Basis of consolidation

The consolidated financial statements incorporate the financial statements of the University and entities controlled by the University, being the University of Canberra College Pty Limited (the College), UCU Ltd and NATSEM Pty Limited (name changed to UC Global Pty Limited effective 21 February 2014). Together with the University, these entities are referred to as 'the Group' in the financial statements. Control is achieved where the University has the power to govern the financial and operating policies of an entity so as to obtain benefits from the Group's activities.

All inter-group transactions, balances, income and expenses are eliminated in full on consolidation. Where necessary, and the adjustment is material, adjustments are made to the financial statements of the subsidiaries to bring their accounting policies into line with those used by other members of the group. Some amounts in the consolidated column may be lower than those in the University column after inter-group transactions are eliminated.

(e) Critical accounting estimates and judgements

The preparation of these financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the University's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. The areas involving a high degree of judgement, or areas where assumptions and estimates are significant to the financial statements are disclosed below.

Trade and student receivables – allowance for impairment losses

The University has made a significant judgement in estimating the allowance for impaired receivables. The allowance is based on objective evidence of each receivable. Where the receivable is assessed as being unlikely to be collected, it is written off or an allowance for impairment losses is recognised. Refer Note 1(s) Trade and other receivables for further details.

Fair value of property, plant and equipment

The University has made significant judgements regarding the fair value of its assets. Assets valued at fair value have been recorded at the market value of similar properties as determined by an independent valuer. This valuation uses significant judgements and estimates to determine the fair value, including appropriate indexation figure and quantum of assets held.

Property plant and equipment – depreciation and amortisation

Property, plant and equipment are systematically depreciated or amortised over their estimated useful lives. The estimated useful lives of property, plant and equipment are re-assessed every year and adjusted when conditions and other factors affecting the useful lives warrant an adjustment to useful lives and the depreciation rate. Refer Note 10 Depreciation and amortisation for further details.

Investments

The University's investment in the Centre for Customs and Excise Studies Pty Ltd (CCES) was initially recognised at cost and adjusted thereafter for the post-acquisition change in the University's share of the net assets of CCES. Refer Note 1(p) Investments for further details.

Impairment

Assets are regularly assessed for impairment. If the assessment indicates that an asset is impaired, then an assessment of that asset's recoverable amount is estimated to determine whether an impairment loss should be recognised. Refer Note 1(k) Impairment for further details.

Public Private Partnerships (PPP)

A significant accounting estimate and judgement has been made in regard to a Public Private Partnerships. Refer Note 1(x) Public Private Partnerships (PPP) for further details.

Employee benefits

Significant judgements have been applied in estimating the liability for employee benefits. The estimated liability requires a consideration of future wage and salary levels, experience of employee departures and period of service. The estimate also includes an assessment of the probability that employees will meet the minimum service period required to qualify for long service leave, and that on-costs will become payable. Further information is provided in Note 1(m) Employee benefits.

These estimates and assumptions have been based on the most current information available.

Meeting current liabilities

The Statement of Financial Position shows the Group's current liabilities exceed current assets. The University considers that it is able to meet its current liabilities expected to mature in the next 12 months as it has debt facilities in place with banks to allow it to manage its working capital requirements. Refer Note 24 Borrowings for further details. The University is also a recipient of regular fortnightly payments from the Commonwealth for its Commonwealth Supported Place (CSP) for students. These two factors enable the University to meet its outgoing cash commitments when required.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

(f) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. The revenue described in this note is revenue relating to the core operating activities of the University.

Australian Government financial assistance

The University recognises operating grants received from Australian Government entities as income in the year of receipt. Government financial assistance is recognised as income when the University obtains the control of the right to receive the grant, it is probable that economic benefits will flow to the University and the amount of receipts can be measured reliably. Refer Note 1(g) Financial assistance income for further details.

Student fees and charges

Fees and charges are recognised as revenue in the year of the course to which they relate. Fees and charges invoiced on enrolment which relate to courses to be held in future periods are treated as revenue in advance.

Interest revenue

Interest revenue is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable at that time.

Consultancy and contract revenue

Consultancy and contract revenue is recognised as income in proportion to the stage of completion of the transaction at the reporting date. The stage of completion is measured by reference to labour hours incurred to date as a percentage of estimated total labour hours for each contract.

Lease revenue

Lease revenue from operating leases is recognised as revenue on a straight-line basis over the lease term.

Licence revenue

Licence revenue is recognised as revenue on a straight-line basis over the licence term.

Other revenue and income

Revenue from the disposal of non-current assets is recognised when control of the asset has passed to the purchaser.

Goods or services received free of charge - that is non-reciprocal transfers, are recognised as revenue when a fair value of the service can be reliably determined and it is probable that economic benefit will flow to the University.

Revenue from sale of goods and services is recognised upon the delivery of those goods or services to students and customers.

(g) Financial assistance income – Australian Government financial assistance, higher education contribution scheme, State Government financial assistance and other research financial assistance and contracts

Financial assistance from Commonwealth, State and Local Government agencies for the current year is recognised in the Statement of Comprehensive Income as revenue when the University obtains control of the contribution or the right to receive the contribution, it is probable that economic benefits of the contribution will flow to the University, and the amount of the contribution can be measured reliably.

(h) Property, plant and equipment

All property, plant and equipment is measured at cost less accumulated depreciation and impairment losses, except for leasehold land, buildings, infrastructure, library collection, right to receive accommodation and works of art. Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials, direct labour and any other costs directly attributable to bringing the assets to a working condition for their intended use.

Leasehold land, buildings, infrastructure, library collection and works of art are initially recognised at cost and subsequently measured at fair value. Land, buildings and infrastructure were revalued as at 31 December 2012. The library collection was revalued as at 31 December 2013.

Fair value is determined on the basis of an independent valuation in accordance with accounting standards prepared by the external valuers. Revaluations are performed every three years on land and buildings. Infrastructure, works of art and the library collection are revalued every five years. Any revaluation increase is recognised in other comprehensive income and in the asset revaluation reserve, except to the extent that it reverses the revaluation decrease for any of the assets previously recognised as an expense in the Statement of Comprehensive Income, in which case the increase is recognised in the Statement of Comprehensive Income to the extent of the decrease previously recognised. A decrease in the carrying amount arising from a revaluation is recognised as an expense in the Statement of Comprehensive Income. However to the extent that it exceeds the balance, if any, held in the asset revaluation reserve relating to a previous revaluation of those assets, the decrease reduces the asset revaluation reserve and is recognised in other comprehensive income.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

The gain or loss arising on disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Comprehensive Income.

Threshold

The general threshold to capitalise property, plant and equipment is \$5,000. Effective 1 January 2013, for major projects such as the construction of a new building or a major building refurbishment, where the total cost of the project exceeds \$5 million, the entire amount is capitalised including property, plant and equipment with a cost of less than \$5,000 which is part of the initial fitout. For computers and works of art, no threshold applies, and all items are capitalised.

(i) Intangibles

Intangible assets that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortisation and impairment losses. Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. Intangible assets comprise computer software and strategic initiatives.

Threshold

The threshold to capitalise intangibles is \$50,000. Prior to 1 January 2013, the threshold to capitalise intangibles was \$100,000. Intangibles under this threshold are expensed as incurred.

(j) Depreciation and amortisation

Depreciation and amortisation on assets are calculated using the straight line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives, as follows:

	2013	2012
Buildings	4 to 50 years	4 to 50 years
Equipment	4 to 10 years	4 to 10 years
Motor vehicles	4 years	4 years
Computer equipment	3 years	3 years
Fixtures and fittings	15 years	15 years
Infrastructure	7 to 50 years	7 to 50 years
Library collection	10 years	10 years
Computer software	5 years	5 years
Strategic initiatives	5 years	5 years

Leasehold land and works of art are assessed as having an indefinite useful life and are not depreciated. The amortisation and depreciation charges are disclosed in Note 10 Depreciation and amortisation.

(k) Impairment

At each reporting date, the University assesses whether any assets are impaired. Assets are also reviewed for impairment whenever events or circumstances indicate that the carrying amount may not be recoverable. If there is an indication of impairment, then an estimate of the recoverable amount is made and the carrying amount of the asset is reduced to the asset's recoverable amount. Any resulting impairment loss is recognised immediately in the Statement of Comprehensive Income. However, where assets are carried at fair value, the impairment loss is recognised as a decrease to the asset revaluation reserve. Where the impairment loss is greater than the balance in the asset revaluation reserve, the difference is expensed in the Statement of Comprehensive Income.

An impairment loss is the amount by which the carrying amount of an asset exceeds the asset's recoverable amount. The recoverable amount is the higher of 'fair value less the costs to sell' and the asset's 'value in use'. For the University, an asset's 'value in use' is the depreciated replacement cost, where the asset would be replaced if the University were to be deprived of it.

(l) Provisions

Provisions are recognised when the University has a legal, equitable or constructive obligation to make a future sacrifice of economic benefits to other entities as a result of past transactions or other past events or it is probable that a future sacrifice of economic benefits will be required and a reliable estimate can be made of the obligations.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

(m) Employee benefits

Wages and salaries

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

Annual and personal leave

The liability for employee benefits includes a provision for annual leave. No provision has been made for personal leave as all personal leave is non-vesting and the average personal leave taken in future years by the employees of the University is estimated to be less than the annual entitlement for personal leave.

The annual leave liability is calculated on the basis of employees' remuneration including on-costs at the estimated salary rates that will apply at the time the leave is taken or paid, including employer superannuation contribution rates to the extent that the leave is likely to be taken or paid during service rather than paid out on termination.

The total annual leave liability is recognised as current in the Statement of Financial Position as there is no unconditional right to defer the settlement of the liability for more than 12 months. The adoption of the revised AASB 119 Employee Benefits has changed the accounting for annual leave. The Group does not expect the annual leave obligation to be settled wholly within 12 months from the end of the reporting period.

The annual leave liability expected to be settled within 12 months is measured at nominal value. To the extent the annual leave is not expected to be settled within 12 months, it is measured at the present value of the amount expected to be paid when the liability is settled. This has changed the measurement of the current liability. This has not had a material impact on the value of the current liability as the majority of the leave is still expected to be taken within a short timeframe after the end of the reporting period.

Long service leave

The long service leave liability is measured at the present value of expected future cash outflows to be paid in respect of services rendered by employees up to balance date.

The liability for long service leave has been estimated by an actuary as at 31 December 2012. The estimate of the present value of the liability takes into account on-costs, attrition rates and pay increases through promotion and inflation. At the end of each reporting period, the estimated future payments are discounted using market yields of Commonwealth Government Bonds with terms to maturity that match, as closely as possible, the estimated future cash flows.

The long service leave liability is classified as current in the Statement of Financial Position where there is no unconditional right to defer settlement for more than 12 months. That is, the current liability comprises the nominal value of the liability for employees who have a vested long service leave entitlement at balance date.

Non-vested long service leave is classified as a non-current liability and measured at the present value of future cash outflows expected to be paid for services rendered by the employees up to balance date.

Bonus arrangements

A liability and an expense is recognised for bonuses based on a formula which takes into consideration the surplus attributable to the Group. A provision is recognised where there is a contract obligation or where there is a past practice that has created a constructive obligation.

(n) Superannuation

The Group contributes to various defined contribution and accumulation superannuation plans. Contributions are charged as an expense as incurred.

Further explanation of the Group's superannuation arrangements are as follows:

UniSuper

The University, on behalf of most of its employees, contributes to UniSuper. Where the employee has made an election, the contributions are paid to the UniSuper Defined Benefit Division.

The University does not have any obligations under the defined benefit plan apart from the payment of contributions on behalf of participating employees.

Other superannuation funds

A small number of employees of the University are members of the Commonwealth government defined benefit schemes known as CSS and PSS. These schemes are managed by ComSuper and the University has neither control nor responsibility for the schemes. The University's only obligations are the payment of employer contributions.

Other employees of the Group who are not required to be a member of UniSuper are members of other accumulation superannuation plans under choice of superannuation arrangements.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

(o) Trust funds

Funds administered by the University in respect of scholarships and certain research activities are accounted for as trust funds and are reported in Note 37 Assets and liabilities of trusts for which University of Canberra is a Trustee.

(p) Investments

All investments, except for investment in the Centre for Customs and Excise Studies Pty Ltd (CCES), are brought to account at cost at balance date. The investment in CCES is recorded using equity method of accounting for investments. All investments are made in accordance with the powers given to the University under Section 7(2)(l) of the University of Canberra Act 1989.

(q) Insurances

The University has insurance cover in relation to a variety of risk exposures including property loss and damage, public liability, professional indemnity and limited personal accident cover for students.

Workers' compensation, safety and rehabilitation are administered through the Commission for the Safety, Rehabilitation and Compensation of Commonwealth Employees (COMCARE).

(r) Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash net of any bank overdraft. Cash includes cash on hand, cash at bank, deposits held at call and money market investments which can be readily converted to cash and are subject to an insignificant risk of changes in value except on bank overdraft. Bank overdrafts are included in cash and cash equivalents in the statement of cash flows but not in the cash and cash equivalent line on the Statement of Financial Position.

(s) Trade and other receivables

Trade and other receivables are initially recognised at fair value. Subsequent to initial recognition, receivables are measured at amortised cost less any impairment losses. An allowance for impairment losses is made when there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows of the asset have been impacted.

In estimating impairment losses, the Group assess the recoverability of each debtor that is more than 60 days. The impairment losses are determined based on management's judgement of the credit worthiness, age of the receivable and the likelihood of recoverability.

Recognition of student fees and charges

Student fees and charges are recognised as a receivable at the time of enrolment by the student for a unit of study. Where the unit of study relates to a future period, the amount is shown as revenue in advance. Otherwise, the amount is recognised as revenue in the Statement of Comprehensive Income.

(t) Payables

Trade and other payables are initially recognised at the fair value of the consideration to be paid for the goods and services and subsequently recognised at amortised cost. Liabilities are recognised to the extent that the goods or services have been received irrespective of invoice receipt.

(u) Borrowings

All loans are initially recognised at fair value and subsequent measurement is at amortised cost. Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the asset. Interest expense is recognised in the Statement of Comprehensive Income using the effective interest rate.

(v) Economic dependency

The normal operating activities of the University are dependent on appropriation of monies from the Australian Government.

(w) Rounding

The amounts in the financial statements have been rounded off to the nearest thousand dollars or, in certain cases, the nearest dollar.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

(x) Public Private Partnerships (PPP)

New accommodation

In 2007, the University entered into a thirty-year lease agreement at a peppercorn rental with an unrelated company, Campus Living Villages Management Ltd (CLV), to fully fund, manage and construct a new student accommodation building. The building will revert to the University at the end of the lease. CLV manages the complex and collect rentals during the term of the lease.

CLV will pay the University annuity payments equal to 13.65% of total residence fees (excluding GST) throughout the lease term. The University has recorded a finance lease receivable to recognise the discounted value of minimum lease payments (annuity payments) receivable over the lease term.

The University does not have the significant risks and rewards in relation to the newly constructed student accommodation during the thirty-year lease period. The University does, however, have a right to receive at no cost the building (significant risks and rewards) at the end of the period. The fair value of the right to receive the building has been included in the University's property, plant and equipment. However, the University will only start to amortise it at the end of the lease term when the building reverts back to the University and is in a state ready for use by the University.

The University estimates the fair value of the student accommodation at the end of the thirty year lease period will be \$8.5 million. The fair value was determined by independent valuation based on rental receipts in perpetuity discounted at the rate of 9% per annum.

The University retains all the risks and rewards of ownership to the underlying student accommodation land. Therefore, the lease over the land is treated as an operating lease. The fair value of the land is included in the University's property, plant and equipment.

Existing accommodation

CLV also operate, maintain and refurbish the University's existing student accommodation for a period of thirty years from the date of the agreement.

CLV retains the rental revenues earned from the operation of the existing student accommodation and as the University does not provide a minimum revenue guarantee on the residence fees, the risk is fully borne by CLV. The University has transferred the majority of risks and rewards associated with the operation of the existing student accommodation to CLV and as such, the lease of the existing buildings is classified as a finance lease. Therefore, the carrying value of the existing buildings is not recognised as the University's property, plant and equipment.

CLV pays the University annuity payments equal to 13.65% of total residence fees (excluding GST) from 1 August 2009 (date of occupancy readiness) throughout the lease term. The University has recorded a finance lease receivable to recognise the discounted value of minimum lease payments (annuity payments) receivable over the lease term.

The University has a right to receive the buildings at the end of the lease term at no cost. The fair value of the right to receive the buildings has been included in the University's property, plant and equipment. However, the University will only start to amortise it at the end of the lease term when the buildings revert back to the University and is in a state ready for use by the University.

The University estimates the fair value of the student accommodation at the end of the thirty-year lease period will be \$7.6 million. The fair value was determined by independent valuation based on rental receipts in perpetuity discounted at the rate of 9% per annum.

The land component of the existing student accommodation is deemed to have an infinite economic life as per paragraph 14 of AASB 117 Leases, and if title is not expected to pass to the lessee, the lessee does not receive substantially all the risks and rewards incidental to ownership. As such, the lease of the land component of existing student accommodation is treated as an operating lease by the University and the University continues to account for the land as its own asset.

Deferred income

The University has recorded deferred income, being the difference between the carrying value of existing accommodation disposed of in exchange for the lease receivable and the fair value of the new and existing accommodation that will revert to the University at the end of the lease term. The deferred income will be recognised in the Statement of Comprehensive Income on a straight line basis over the lease term.

(y) Business combinations

The acquisition method of accounting is used to account for all business combinations, including business combinations involving entities under common control, regardless of whether equity instruments or other assets are acquired. The consideration transferred for the acquisition of a subsidiary comprises the fair values of the assets transferred, the liabilities assumed and the equity interests issued by the Group. The consideration transferred also includes the fair value of any contingent consideration arrangement and the fair value of any pre-existing equity interest in the subsidiary.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

Acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are, with limited exceptions, measured initially at their fair values at the acquisition date.

On an acquisition-by-acquisition basis, the Group recognises any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net identifiable assets.

(z) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the Australian Taxation Office (ATO). In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

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

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

(aa) Comparative amounts

Where necessary, comparative information has been reclassified to enhance comparability in respect of changes in presentation adopted in the current year. Where a material reclassification has occurred, the nature and the reason for the reclassification is provided.

Note 2 Disaggregated information

The University is located in the Australian Capital Territory and operates primarily in Australia to provide tertiary education at undergraduate and postgraduate levels.

The financial statements disclose the outcomes of the Group that operates primarily in a single industry and two geographic segments, being the provision of higher education services in Australia and Asia.

	Revenue		Results		Assets	
	2013	2012	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Geographical						
Australia	251,432	237,842	15,830	14,281	523,722	440,154
Asia	3,508	2,411	221	145	–	–
Total	254,940	240,253	16,051	14,426	523,722	440,154

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 3 Australian Government financial assistance including Australian Government loan programs (HELP)

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
(a) Commonwealth Grants Scheme and other grants				
Commonwealth Grants Scheme *	72,129	67,150	72,129	67,150
Partnership and Participation Program	1,692	1,001	1,692	1,001
Indigenous Support Program	492	355	492	355
Learning and Teaching Performance Fund	20	20	20	20
Transitional Cost Program	–	33	–	33
Facilitation funding	1,346	1,204	1,346	1,204
Structural Adjustment Fund	15,136	10,814	15,136	10,814
Reward Funding Targets	393	352	393	352
Promotion of Excellence in Learning and Teaching	24	25	24	25
Disability Support Program	60	119	60	119
Other **	176	239	176	239
Total Commonwealth Grants Scheme and other grants	91,468	81,312	91,468	81,312
(b) Higher Education Loan Programs				
HECS-HELP	48,791	44,801	48,791	44,801
FEE-HELP	3,867	3,664	3,867	3,664
SA-HELP	1,998	1,274	1,998	1,274
Total Higher Education Loan Programs	54,656	49,739	54,656	49,739
(c) Learning scholarships				
Australian Postgraduate Awards Scheme	1,343	1,208	1,343	1,208
Commonwealth Education Costs Scholarships	(21)	227	(21)	227
Commonwealth Accommodation Scholarships	(250)	467	(250)	467
International Postgraduate Research Scholarship Scheme	117	110	117	110
Indigenous Access Scholarships	(51)	211	(51)	211
National Accommodation Scholarships	(1)	1	(1)	1
National Priority Scholarships	(175)	(1)	(175)	(1)
Indigenous Staff Scholarships	(1)	38	(1)	38
Total scholarships	961	2,261	961	2,261
(d) Commonwealth research grants				
Commercialisation Training Scheme	–	(51)	–	(51)
Joint Research Engagement Program	2,218	1,956	2,218	1,956
Research Infrastructure Block Grants	381	449	381	449
Research Training Scheme	3,075	2,898	3,075	2,898
Sustainable Research Excellence	661	685	661	685
Other ***	(10)	10	(10)	10
Total Commonwealth research grants	6,325	5,947	6,325	5,947

*Includes CGS-enabling loading, Allocated Places Advance and Non Designated Courses Advance and prior year adjustment

** Includes Superannuation Program

*** Includes Joint Research Engagement Program Cadetship

UNIVERSITY OF CANBERRA

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FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	Consolidated		University	
		2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
(e) Australian Research Council					
Discovery projects	41.5(i)	996	620	996	620
Linkage projects	41.5(ii)	394	553	394	553
Future fellowship projects	41.5(iii)	1,138	275	1,138	275
Total Australian Research Council		2,528	1,448	2,528	1,448
(f) Other Australian Government financial assistance					
Non-capital					
The Treasury		53	–	53	–
Foreign Affairs and Trade		1,351	2,024	1,351	2,024
Attorney-General's		81	25	81	25
Prime Minister and Cabinet		102	118	102	118
Defence		90	10	90	10
Education		1,139	126	1,139	126
Health		2,061	1,815	2,061	1,815
Social Services		2,126	–	2,126	–
Immigration and Border Protection		80	90	80	90
Industry		1,609	2,048	1,609	2,048
Environment		266	20	266	20
Infrastructure and Regional Development		174	86	174	86
Agriculture		118	65	118	65
Total non-capital		9,250	6,427	9,250	6,427
Capital					
Health		1,074	1,769	1,074	1,769
Total capital		1,074	1,769	1,074	1,769
Total other Australian Government financial assistance		10,324	8,196	10,324	8,196
Total Australian Government financial assistance		166,262	148,903	166,262	148,903

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Reconciliation				
Australian Government grants (a+c+d+e+f)	111,606	99,164	111,606	99,164
HECS-HELP - Australian Government Payments	48,791	44,801	48,791	44,801
FEE-HELP - Australian Government Payments	3,867	3,664	3,867	3,664
SA-HELP - Australian Government Payments	1,998	1,274	1,998	1,274
Total Australian Government financial assistance	166,262	148,903	166,262	148,903
(g) Australian Government grants received - cash basis				
Commonwealth Grants Scheme and Other Grants	96,056	87,033	96,056	87,033
Higher Education Loan Programmes	54,216	46,512	54,216	46,512
Learning Scholarships	935	2,618	935	2,618
Commonwealth Research	6,355	5,998	6,355	5,998
Australian Research Council Grants - Discovery	996	620	996	620
Australian Research Council Grants - Linkages	477	553	477	553
Australian Research Council Grants - Fellowship	1,138	275	1,138	275
Other Australian Government Grants	8,831	6,753	8,831	6,753
Total Australian Government grants - cash basis	169,004	150,362	169,004	150,362
OS-HELP Liability to the Australian Government (net)	(132)	(49)	(132)	(49)
Superannuation Supplementation	176	239	176	239
Total Australian Government funding - cash basis	169,048	150,552	169,048	150,552

Note 4 State and Local Government financial assistance

Non-capital				
Australian Capital Territory	2,124	2,209	2,124	2,209
South Australia	134	3	134	3
New South Wales	389	246	389	246
Queensland	83	15	83	15
Northern Territory	-	85	-	85
Tasmania	85	63	85	63
Victoria	72	4	72	4
Western Australia	104	-	104	-
Total State and Local Government financial assistance	2,991	2,625	2,991	2,625

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 5 Fees and charges

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Course fees and charges				
Continuing education	12,897	13,144	1,306	1,646
Fee-paying overseas students	37,690	38,090	37,690	38,090
Fee-paying domestic postgraduate students	2,260	1,846	2,260	1,846
Total course fees and charges	52,847	53,080	41,256	41,582
Non-course fees and charges				
Student accommodation charges	2,874	2,290	2,874	2,290
Student services and amenities fee	1,634	2,155	1,634	2,155
Other	1,656	883	234	189
Total non-course fees and charges	6,164	5,328	4,742	4,634
Total fees and charges	59,011	58,408	45,998	46,216

Note 6 Investment revenue

Investment revenue				
Bank account interest	15	20	14	17
Bank bill interest	276	292	53	49
Call account interest	158	171	135	157
Interest - term deposit	-	2	-	2
Total investment revenue	449	485	202	225

Note 7 Consultancies and research contracts

Research				
Contracts	3,602	3,501	3,602	3,501
Other				
Consultancy	1,379	1,202	1,379	1,202
Total consultancies and research contracts	4,981	4,703	4,981	4,703

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 8 Other revenue and income

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Other revenue				
Donations and bequests	1,270	1,638	1,285	1,653
Scholarships and prizes	425	307	425	307
Non-government grants	(322)	322	(322)	1,122
Total other revenue	1,373	2,267	1,388	3,082
Other income				
Travel and travel related recoveries	38	29	38	18
Administrative charges	210	223	582	755
Hire of facilities	553	542	8	32
Miscellaneous	2,916	5,404	1,746	3,664
Copying	260	254	260	253
Rent	1,382	1,175	1,382	1,169
Salaries and cost recovery services	578	1,196	562	1,204
Sales and service income/publications	5,842	6,262	3,318	3,521
Insurance recoveries	392	47	389	41
Support services provided to subsidiaries	-	-	4,550	2,266
Amortisation of deferred income	266	266	266	266
Total other income	12,437	15,398	13,101	13,189
Total other revenue and income	13,810	17,665	14,489	16,271

Note 9 Employee related expenses

Academic				
Salaries	59,662	60,372	54,899	54,749
Contributions to superannuation and pension schemes	9,670	9,365	9,094	8,686
Payroll tax	4,985	4,958	4,608	4,526
Workers' compensation insurance premium	480	429	433	352
Long service leave and annual leave	6,459	1,998	6,161	1,732
Redundancy payments	924	1,259	876	1,259
Total academic	82,180	78,381	76,071	71,304
Non-academic				
Salaries	49,713	48,994	44,471	43,404
Contributions to superannuation and pension schemes	7,865	7,334	7,221	6,656
Payroll tax	4,070	3,772	3,832	3,527
Workers' compensation insurance premium	474	374	357	265
Long service leave and annual leave	4,925	1,778	4,438	1,296
Redundancy payments - restructure	886	1,351	886	1,351
Total non-academic	67,933	63,603	61,205	56,499
Total employee related expenses	150,113	141,984	137,276	127,803

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 10 Depreciation and amortisation

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Depreciation				
Buildings	6,071	5,928	6,018	5,917
Infrastructure	1,308	1,190	1,308	1,190
Computer equipment	1,056	1,154	1,026	1,102
Motor vehicles	–	8	–	8
Equipment	2,939	2,642	2,803	2,548
Library	389	389	389	388
Fixtures and fittings	1,940	1,652	1,940	1,652
Total depreciation	13,703	12,963	13,484	12,805
Amortisation				
Computer software	1,464	1,607	1,463	1,605
Strategic initiatives	358	283	358	283
Total amortisation	1,822	1,890	1,821	1,888
Total depreciation and amortisation	15,525	14,853	15,305	14,693
Note 11 Repairs and maintenance				
Repairs and maintenance	3,146	4,620	3,065	4,459
Total repairs and maintenance	3,146	4,620	3,065	4,459
Note 12 Borrowing costs				
Interest expense	1,858	2,311	1,858	2,311
Total borrowing costs	1,858	2,311	1,858	2,311
Note 13 Investment and impairment losses				
Impaired receivables	473	69	500	25
Centre for Customs and Excise Studies Pty Limited (CCES)	65	234	65	234
Total investment and impairment losses	538	303	565	259

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 14 Other expenses

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Advertising	1,587	2,044	1,529	1,948
Audit	308	309	270	213
Books and publications	527	542	509	531
Commissions	3,320	2,902	2,422	1,986
Conference and facilities hire	1,043	994	987	1,009
Consultants fees	7,915	7,223	8,123	6,481
Contract services	2,798	2,867	2,717	2,790
Donations	1,690	1,911	1,689	1,906
Equipment expensed	1,812	2,011	1,743	1,881
Freight and postage	384	355	340	349
General materials	1,708	1,548	1,657	1,468
Insurances	796	622	796	620
Licence fees	2,819	2,898	2,698	2,821
Printing and stationery	1,569	1,735	1,445	1,575
Recruitment and staff development	3,821	3,359	3,874	3,308
Rent	155	221	105	178
Student scholarships	1,483	1,481	1,405	1,467
Other student expenses	3,942	3,968	3,243	3,960
Subscriptions	2,937	2,139	2,900	2,120
Travel	4,847	4,545	4,609	4,234
Utilities	4,579	4,035	4,519	3,963
Entertainment	575	453	819	711
Fringe benefits tax	415	288	387	267
Rates and taxes	1,005	947	1,005	947
Legal fees	678	683	668	678
Operating lease charges	1,420	1,328	1,416	1,322
Grant and research expenses - external entities	394	726	391	693
Grant and research expenses - subsidiaries	–	–	1,390	2,207
Contribution to other entities	25	30	1,266	684
Outsource management fees	5,532	4,828	5,885	4,997
Cost of goods sold	1,209	1,240	–	–
Sponsorships	1,701	612	1,673	603
Contracted services - related parties	–	–	2,338	1,724
Partner payments	2,086	–	2,086	–
Other	2,405	2,166	2,642	2,880
Live entertainment	63	300	4	8
Clubs and societies	85	446	–	212
Total other expenses	67,633	61,756	69,550	62,741

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 15 Cash and cash equivalents

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Cash at bank and cash equivalents	12,091	11,412	4,383	5,397
Total cash at bank and cash equivalents	12,091	11,412	4,383	5,397

Note 16 Trade and other receivables

Current

Financial assistance to students	–	9	–	9
Trade receivables	11,293	15,038	12,875	16,736
Less: Allowance for impaired receivables	(763)	(1,266)	(723)	(808)
Other receivables	5,750	3,232	6,013	2,117
Department of Education receivable	5,359	4,869	5,359	4,869
Total trade and other receivables	21,639	21,882	23,524	22,923

The ageing of trade receivables is as follows:

Under 30 days	6,822	9,399	7,413	9,569
Over 30 days and under 60 days	1,784	711	1,734	1,281
Over 60 days	2,687	4,928	3,728	5,886
	11,293	15,038	12,875	16,736

Past due but not impaired (receivables over 90 days)	1,622	4,495	2,035	4,982
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Reconciliation of the allowance for impaired receivables

Allowance at the beginning of the year	1,266	2,129	808	1,939
Add: Impairment losses recognised during the year	479	520	406	–
	1,745	2,649	1,214	1,939
Less: Impaired receivables written off	(835)	(150)	(436)	(25)
Less: Impaired losses reversed during the year	(147)	(1,233)	(55)	(1,106)
Allowance at the end of the year	763	1,266	723	808

UNIVERSITY OF CANBERRA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 17 Other financial assets

	Consolidated		University	
	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000
Current				
Finance lease receivable *	497	497	497	497
Total current other financial assets	497	497	497	497
Non-current				
Finance lease receivable *	12,228	12,726	12,228	12,726
Shares - other entities	12	12	13	13
Total non-current other financial assets	12,240	12,738	12,241	12,739
Total other financial assets	12,737	13,235	12,738	13,236

* Finance lease receivable - The University leases its student accommodation to CLV under a PPP agreement (see Note 1(x) Public Private Partnerships)

Finance lease receivables as at balance date are as follows:

	Future minimum lease receipts		Interest		Present value of minimum lease receipts	
	2013	2012	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Less than one year	1,408	1,408	911	911	497	497
Between one and five years	5,633	5,633	3,602	3,602	2,031	2,031
More than five years	44,196	45,605	33,999	34,910	10,197	10,695
Total	51,237	52,646	38,512	39,423	12,725	13,223

Note 18 Other non-financial assets

	Consolidated		University	
	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000
Current				
Prepayments *	5,434	4,232	5,302	4,155
Inventories	273	275	-	-
Total current other non-financial assets	5,707	4,507	5,302	4,155

* Prepayments for 2013 include 1 day of prepaid salaries and related oncosts.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 19 Investments accounted for using the equity method

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Centre for Customs and Excise Studies Pty Ltd	32(a) 755	820	755	820
Total equity accounted investments	755	820	755	820

Note 20 Investment property

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
At Fair Value				
Balance at the beginning of the year	–	6,400	–	6,400
Revaluation decrement on investment property	–	–	–	–
Reclassification	–	(6,400)	–	(6,400)
Balance at the end of the year	–	–	–	–

Reclassification

The property at Haydon Drive was reclassified from investment property to property plant and equipment. The asset was transferred to property plant and equipment at the fair value at the date of change.

UNIVERSITY OF CANBERRA
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FOR THE YEAR ENDED 31 DECEMBER 2013

Note 21 Property, plant and equipment

	Leasehold land \$'000	Buildings \$'000	Right to receive accommodation* at fair value \$'000	Infrastructure \$'000	Library collection \$'000	Works of art \$'000	Work in progress** \$'000	Computer equipment \$'000	Motor vehicles \$'000	Equipment \$'000	Fixtures & fittings \$'000	Total \$'000
Consolidated												
As at 1 January 2012												
Cost	35,128	249,430	16,032	9,395	4,432	1,726	31,909	5,180	620	20,131	12,806	386,789
Accumulated depreciation	-	(8,733)	-	(1,872)	(1,166)	-	-	(3,142)	(612)	(13,425)	(1,168)	(30,118)
Net book amount	35,128	240,697	16,032	7,523	3,266	1,726	31,909	2,038	8	6,706	11,638	356,671
Year ended 31 December 2012												
Opening net book amount	35,128	240,697	16,032	7,523	3,266	1,726	31,909	2,038	8	6,706	11,638	356,671
Revaluation decrement	(318)	(5,949)	-	4,933	-	-	-	-	-	-	-	(1,334)
Additions	1,025	28,735	-	1,310	-	20	35,067	653	-	1,951	15,153	83,914
Disposals and transfers out	-	-	-	-	-	-	(43,617)	(7)	-	(12)	-	(43,636)
Depreciation	-	(5,928)	-	(1,190)	(389)	-	-	(1,154)	(8)	(2,642)	(1,652)	(12,963)
Closing net book amount	35,835	257,555	16,032	12,576	2,877	1,746	23,359	1,530	-	6,003	25,139	382,652
As at 31 December 2012												
Cost	35,835	272,216	16,032	15,638	4,431	1,746	23,359	5,569	620	21,579	27,958	424,983
Accumulated depreciation	-	(14,661)	-	(3,062)	(1,554)	-	-	(4,039)	(620)	(15,576)	(2,819)	(42,331)
Net book amount	35,835	257,555	16,032	12,576	2,877	1,746	23,359	1,530	-	6,003	25,139	382,652
Year ended 31 December 2013												
Opening net book amount	35,835	257,555	16,032	12,576	2,877	1,746	23,359	1,530	-	6,003	25,139	382,652
Revaluation decrement	-	-	-	-	(1,282)	-	-	-	-	-	-	(1,282)
Additions	-	15,349	-	272	-	27	98,142	382	-	3,967	1,523	119,662
Disposals and transfers out	-	-	-	-	-	(1)	(21,629)	(26)	-	(106)	-	(21,762)
Depreciation	-	(6,071)	-	(1,308)	(389)	-	-	(1,056)	-	(2,939)	(1,940)	(13,703)
Closing net book amount	35,835	266,833	16,032	11,540	1,206	1,772	99,872	830	-	6,925	24,722	465,567
As at 31 December 2013												
Cost	35,835	273,252	16,032	12,853	3,149	1,772	99,872	5,719	620	24,996	29,481	503,581
Accumulated depreciation	-	(6,419)	-	(1,313)	(1,943)	-	-	(4,889)	(620)	(18,071)	(4,759)	(38,014)
Net book amount	35,835	266,833	16,032	11,540	1,206	1,772	99,872	830	-	6,925	24,722	465,567

*Right to receive accommodation additions includes new student accommodation \$8.5m and old student accommodation \$7.6m. Refer Note 1(x) Public Private Partnerships (PPP) for further details.

**Work in progress additions includes assets under construction, assets under sale and lease back and assets acquired but not yet capitalised.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

Note 21 Property, plant and equipment (continued)

	Leasehold land	Buildings	Right to receive accommodation*	Infrastructure	Library collection	Works of art	Work in progress**	Computer equipment	Motor vehicles	Equipment	Fixtures & fittings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
University												
As at 1 January 2012												
Cost	35,128	249,004	16,032	9,395	4,432	1,726	31,840	4,998	596	18,351	12,806	384,308
Accumulated depreciation	-	(8,417)	-	(1,872)	(1,166)	-	-	(3,033)	(588)	(11,955)	(1,167)	(28,198)
Net book amount	35,128	240,587	16,032	7,523	3,266	1,726	31,840	1,965	8	6,396	11,639	356,110
			<i>at fair value</i>									
Year ended 31 December 2012												
Opening net book amount	35,128	240,587	16,032	7,523	3,266	1,726	31,840	1,965	8	6,396	11,639	356,110
Revaluation decrement	(318)	(5,949)	-	4,933	-	-	-	-	-	-	-	(1,334)
Additions	1,025	28,736	-	1,310	-	20	35,025	624	-	1,827	15,152	83,719
Disposals and transfers out	-	-	-	-	-	-	(43,617)	(2)	-	-	-	(43,619)
Depreciation	-	(5,917)	-	(1,190)	(388)	-	-	(1,102)	(8)	(2,548)	(1,652)	(12,805)
Closing net book amount	35,835	257,457	16,032	12,576	2,878	1,746	23,248	1,485	-	5,675	25,139	382,071
As at 31 December 2012												
Cost	35,835	271,790	16,032	15,638	4,432	1,746	23,248	5,393	596	19,706	27,958	422,374
Accumulated depreciation	-	(14,333)	-	(3,062)	(1,554)	-	-	(3,908)	(596)	(14,031)	(2,819)	(40,303)
Net book amount	35,835	257,457	16,032	12,576	2,878	1,746	23,248	1,485	-	5,675	25,139	382,071
Year ended 31 December 2013												
Opening net book amount	35,835	257,457	16,032	12,576	2,878	1,746	23,248	1,485	-	5,675	25,139	382,071
Revaluation decrement	-	-	-	-	(1,283)	-	-	-	-	-	-	(1,283)
Additions / reclassification	-	15,336	-	272	-	27	97,957	368	-	3,939	1,523	119,422
Disposals and transfers out	-	-	-	-	-	(1)	(21,519)	(6)	-	(94)	-	(21,620)
Depreciation	-	(6,018)	-	(1,308)	(389)	-	-	(1,026)	-	(2,803)	(1,940)	(13,484)
Closing net book amount	35,835	266,775	16,032	11,540	1,206	1,772	99,686	821	-	6,717	24,722	465,106
As at 31 December 2013												
Cost	35,835	272,813	16,032	12,853	3,149	1,772	99,686	5,665	596	23,163	29,481	501,045
Accumulated depreciation	-	(6,038)	-	(1,313)	(1,943)	-	-	(4,844)	(596)	(16,446)	(4,759)	(35,939)
Net book amount	35,835	266,775	16,032	11,540	1,206	1,772	99,686	821	-	6,717	24,722	465,106

* Right to receive accommodation additions includes new student accommodation \$8.5m and old student accommodation \$7.6m. Refer Note 1(x) Public Private Partnerships (PPP) for further details.

** Work in progress additions includes assets under construction, assets under sale and lease back and assets acquired but not yet capitalised.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**Contracted commitment for disposal of land**

On 24 December 2013 the University entered into an agreement with the ACT Government for the construction of the University of Canberra Public Hospital.

Subject to conditions precedent contained within the agreements, the ACT Government will compulsorily acquire a maximum of 4.8 hectares of vacant land currently forming part of the Bruce campus which will be used by the ACT Government for the construction of the hospital. Easements will also be granted to allow the ACT Government to construct vehicle access to the hospital. The carrying value of the 4.8 hectares of land, based on the independent valuation undertaken as at 31 December 2012, is \$1.141 million.

As there are still conditions precedent to be satisfied before the process for compulsory acquisition can commence, including the requirement for the granting of the development approvals, this land has not been reclassified as land held for sale.

Note 22 Intangible assets

	Consolidated		University	
	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000
Computer software				
As at 1 January				
Cost	16,216	14,825	16,203	14,811
Accumulated amortisation	(11,915)	(10,309)	(11,907)	(10,301)
Net book amount	4,301	4,516	4,296	4,510
Year ended 31 December				
Opening net book amount	4,301	4,516	4,296	4,510
Additions	1,392	1,392	1,383	1,391
Disposals	(4)	-	-	-
Amortisation	(1,464)	(1,607)	(1,463)	(1,605)
Closing net book amount	4,225	4,301	4,216	4,296
As at 31 December				
Cost	17,601	16,216	17,586	16,203
Accumulated amortisation	(13,376)	(11,915)	(13,370)	(11,907)
Net book amount	4,225	4,301	4,216	4,296
Strategic initiatives				
As at 1 January				
Cost	1,784	1,381	1,784	1,381
Accumulated amortisation	(439)	(156)	(439)	(156)
Net book amount	1,345	1,225	1,345	1,225
Year ended 31 December				
Opening net book amount	1,345	1,225	1,345	1,225
Additions	14	403	14	403
Amortisation	(358)	(283)	(358)	(283)
Closing net book amount	1,001	1,345	1,001	1,345
As at 31 December				
Cost	1,798	1,784	1,798	1,784
Accumulated amortisation	(797)	(439)	(797)	(439)
Net book amount	1,001	1,345	1,001	1,345
Total intangible assets	5,226	5,646	5,217	5,641

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 23 Trade and other payables

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Current				
Payables *	19,435	6,712	20,645	6,634
Accrued salaries and wages	3,225	4,617	3,180	4,412
OS-HELP Liability to the Australian Government	69	110	69	110
Accrued expenses	11,223	7,052	11,168	7,369
Total current payables	33,952	18,491	35,062	18,525

* The increase in Payables for 2013 is largely as a result of large payments for major capital works in progress totalling \$9.578 million which are due for payment in January 2014. Drawdowns on the loans with the ACT Government provide the funding to enable payment of \$7.280 million of these capital works payments. A drawdown on the cash advance facility funded the remaining payment.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Note 24 Borrowings

		Consolidated		University	
		2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Current					
<i>Secured</i>					
First mortgage - ACT Government - Weeden Lodge South	(a)	1,142	1,071	1,142	1,071
<i>Unsecured</i>					
Finance lease		-	4	-	4
Loan - Macquarie Bank - insurance premium funding		-	725	-	725
Cash advance facility - Westpac	(b)	-	20,000	-	20,000
Total current borrowings		1,142	21,800	1,142	21,800
Non-current					
<i>Secured</i>					
First mortgage - ACT Government - Weeden Lodge South	(a)	20,086	21,228	20,086	21,228
First mortgage - ACT Government - Weeden Lodge North		19,784	-	19,784	-
<i>Unsecured</i>					
Cash advance facility - Westpac		19,000	-	19,000	-
Loan - ACT Government - Cooper Lodge		40,673	5,817	40,673	5,817
Loan - Commonwealth Bank of Australia		-	15,500	-	15,500
Total non-current borrowings		99,543	42,545	99,543	42,545
Total borrowings		100,685	64,345	100,685	64,345

(a) Assets pledged as security

The carrying amounts of assets pledged as security for current and non-current borrowings are:

Current and non-current

First mortgages					
Weeden Lodge South - land and buildings		21,825	22,947	21,825	22,947
Weeden Lodge North - land and buildings		22,681	-	22,681	-
Total assets pledged as security		44,506	22,947	44,506	22,947

(b) Financing arrangements

The Group has the following financing facilities available *:

Cash financing activities

Bank overdraft - Commonwealth Bank of Australia	1,000	1,000	1,000	1,000
Loan - Macquarie Bank - insurance premium funding	-	725	-	725
Cash advance facility - Westpac **	20,000	20,000	20,000	20,000
Loan - Commonwealth Bank of Australia **	60,000	60,000	60,000	60,000
First mortgage - ACT Government - Weeden Lodge South **	21,228	22,299	21,228	22,299
Loan - ACT Government - Cooper Lodge	50,000	50,000	50,000	50,000
First mortgage - ACT Government - Weeden Lodge North	24,000	-	24,000	-
Total cash financing arrangements	176,228	154,024	176,228	154,024

Non-cash financing activities

Finance lease	-	4	-	4
Total non-cash financing arrangements	-	4	-	4

* & ** The total of the individual financing facilities available equal \$176.228 million. However, in accordance with Treasury Authorisation TI 2013/9, the maximum total amount owing cannot exceed \$144 million. A further restriction is a maximum cap of \$70 million borrowing for the Weeden Lodge South loan from the ACT Government and from parties other than the ACT Government (**).

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Note 25 Provisions

	Consolidated		University		
	Notes	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Current					
Provision for long service leave		10,073	9,689	9,577	9,243
Provision for annual leave		9,132	9,442	8,587	8,800
Total current provisions	(i),(ii)	19,205	19,131	18,164	18,043
Non-current					
Provision for long service leave		3,869	3,830	3,729	3,694
Total non-current provisions		3,869	3,830	3,729	3,694
Total provisions		23,074	22,961	21,893	21,737
<i>(i) Current provisions expected to be settled within 12 months</i>					
Long service leave		917	882	2,873	841
Annual leave		5,478	5,665	6,337	5,280
Subtotal		6,395	6,547	9,210	6,121
<i>(ii) Current provisions expected to be settled after 12 months</i>					
Long service leave		9,157	8,807	6,704	8,402
Annual leave		3,653	3,777	2,250	3,520
Subtotal		12,810	12,584	8,954	11,922
Total current provisions		19,205	19,131	18,164	18,043

Note 26 Other liabilities

Current					
Revenue in advance received *		8,935	8,299	8,535	7,836
Revenue in advance receivable *		4,806	3,083	4,787	3,053
Deferred income +		266	266	266	266
Department of Education payable		8,079	5,918	8,079	5,918
Prepaid rent (a)		255	-	255	-
Total current other liabilities		22,341	17,566	21,922	17,073
Non-current					
Deferred income +		6,543	6,809	6,543	6,809
Prepaid rent (a)		12,377	-	12,377	-
Total non-current other liabilities		18,920	6,809	18,920	6,809
Total other liabilities		41,261	24,375	40,842	23,882

* Revenue in advance is student fees and charges for future period and prepaid licence fees.

+ Deferred income includes old and new student accommodation. Refer Note 1(x) Public Private Partnerships (PPP) for further details.

UNIVERSITY OF CANBERRA

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(a) Prepaid rent	2013
	\$'000
Prepaid rent comprises amounts received or receivable as follows:	
Rent for use of part of the Sporting Commons including oval use	\$6,000
Rent for use of Levels 1 and 2 of the Super Clinic	<u>\$6,632</u>
Total prepaid rent	<u>\$12,632</u>

As at 31 December 2013, the Sporting Commons and the Super Clinic are still under construction and the sublease agreement terms have not commenced. Therefore, the amounts received and receivable are taken up as a liability. Following completion of construction in 2014, the prepaid rent will be recognised as income from operating leases on a straight line basis over the term of the lease. Refer Note 1(f) Lease revenue for further details.

The terms of the leases and the period of recognition of the prepaid rent as income are as follows:

<i>Lease area</i>	<i>Lease term (+ option)</i>	<i>Prepaid rent recognition</i>
Sporting Commons	30 years (+ 10 years)	30 years
Super Clinic	20 years (+ 20 years)	40 years

Note 27 Asset revaluation reserve

	Consolidated		University	
	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000
Asset revaluation reserve				
Asset revaluation reserve at the beginning of the year	223,574	224,908	223,574	224,908
Revaluation decrement of property, plant and equipment	<u>(1,283)</u>	<u>(1,334)</u>	<u>(1,283)</u>	<u>(1,334)</u>
Revaluation reserve at the end of the year	<u>222,291</u>	<u>223,574</u>	<u>222,291</u>	<u>223,574</u>

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Note 28 Key management personnel disclosures

(a) Names of responsible persons and executive officers

Section 9 of the University of Canberra Act 1989 states that the governing authority of the University is the Council. The following persons were members of University Council during the year.

Member	Date appointed, reappointed, elected, or term ended if occurring in 2013
Dr John Mackay	Appointed 6 August 2010, end of term as Chancellor 31 December 2013
Dr Tom Calma	Appointed 21 October 2008
Professor Stephen Parker	Appointed 1 March 2007
Professor George Cho	Appointed 1 January 2008
Dr Sarah Ryan	Appointed 21 October 2008
Ms Prue Power	Appointed 1 January 2010
Mr Dennis Trewin	Appointed 21 December 2010
Mr Barry Mewett	Appointed 20 October 2011
Ms Annette Ellis	Appointed 1 January 2011, tenure expired 31 December 2013
Ms Sue Salthouse	Appointed 22 May 2012
Dr Tom Karmel	Appointed 22 May 2012
Ms Chris Faulks	Appointed 1 January 2014
Mr James Pace	Elected 26 October 2012, resigned 23 October 2013
Mr Greg Stewart	Elected 26 October 2012, tenure expired 31 December 2013
Assoc Professor Monica Kennedy	Elected 1 January 2012, resigned 2 January 2013
Ms Inga Davis	Elected 1 January 2012, tenure expired 31 December 2013
Dr Laurie Grealish	Elected 21 February 2013, resigned 29 November 2013

The following persons were executive officers of University of Canberra during the year and up to date of this report:

Executive Officer	Position
Professor Stephen Parker	Vice-Chancellor and President
Professor Frances Shannon	Deputy Vice-Chancellor Research
Professor Nicholas Klomp	Deputy Vice-Chancellor Education
Mr Bruce Lines	Vice-President Operations
Ms Maria Storti	Vice-President Governance and Development
Professor Monique Skidmore	Pro Vice-Chancellor International and Major Projects, resigned 21 February 2014

UNIVERSITY OF CANBERRA

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(b) Remuneration of Council / Board members and executive officers

Fees are payable to some members of Council. Employees of the University who serve on Council do not receive remuneration for Council service in addition to their salaries. According to the Department of Education guidelines (based on AASB 124 Related Party Disclosures), key management personnel of Higher Education Providers are persons having authority and responsibility for planning, directing and controlling the activities of the whole of the University. Below is a table showing the number and relevant remuneration bands for University and Group key management personnel.

Remuneration of Council / Board members

	Consolidated		University	
	2013	2012	2013	2012
Nil to \$9,999	23	19	15	14
\$10,000 to \$19,999	3	2	1	1
\$20,000 to \$29,999	1	1	-	-
The aggregate of the remuneration for Council/Board Members included above:	<u>\$119,541</u>	<u>\$112,967</u>	<u>\$54,578</u>	<u>\$49,330</u>

Remuneration of executive officers

\$70,000 to \$79,999	-	1	-	-
\$80,000 to \$89,999	-	1	-	-
\$110,000 to \$119,999	1	-	-	-
\$150,000 to \$159,999	1	-	-	-
\$160,000 to \$169,999	2	-	-	-
\$180,000 to \$189,999	-	1	-	1
\$250,000 to \$259,999	-	2	-	1
\$260,000 to \$269,999	1	-	-	-
\$320,000 to \$329,999	1	-	1	-
\$350,000 to \$359,999	-	1	-	1
\$360,000 to \$369,999	-	1	-	-
\$380,000 to \$389,999	-	1	-	1
\$400,000 to \$409,999	1	-	1	-
\$410,000 to \$419,999	1	-	1	-
\$420,000 to \$429,999	1	2	1	2
\$440,000 to \$449,999	1	-	1	-
\$760,000 to \$769,999	-	1	-	1
\$890,000 to \$899,999	1	-	1	-
The aggregate of the remuneration for Executive Officers included above:	<u>\$3,767,878</u>	<u>\$3,580,323</u>	<u>\$2,904,807</u>	<u>\$2,799,929</u>

(c) Other transactions with key management personnel

Apart from full-time members of staff receiving salaries, no members of the University Council or Group boards received remuneration other than Council or Board fees for services provided to the University or the Group during the year.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 29 Auditor's remuneration

	Consolidated		University	
	2013	2012	2013	2012
	\$	\$	\$	\$
Audit services				
ACT Auditor-General's Office	261,531	262,500	225,125	175,000
Total remuneration for audit	261,531	262,500	225,125	175,000
Other audit services - ACT Auditor-General's Office				
Audit of Higher Education Research Data Collected return	3,888	3,767	3,888	3,767
Total remuneration for other audit services	3,888	3,767	3,888	3,767
Total remuneration of auditors	265,419	266,267	229,013	178,767

No other services were provided by the ACT Auditor-General's Office.

Note 30 Contingent liabilities

Legal Proceedings

There are two minor legal matters pending as at 31 December 2013, one of which is being managed by the Group's insurers.

Guarantees

University of Canberra College Pty Ltd has a guarantee of \$36,000 to the Australian Skills Quality Authority as a security deposit for Vocational Education and Training student fees that have been paid in advance.

The University has undertaken to provide financial support to UCU Ltd should the need arise. At the date of this report, no amounts were expected to be paid under this obligation.

There are no other events identified and not brought to account which could be expected to have a material effect on the financial statements in the future.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 31 Commitments

The Group has commitments which have not been provided for in the financial statements as they are not liabilities. These amounts relate to:

	Consolidated		University	
	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000
(a) Capital expenditure commitments				
Commitments payable:				
- within twelve months	16,922	52,600	16,922	52,600
	<u>16,922</u>	<u>52,600</u>	<u>16,922</u>	<u>52,600</u>
(b) Operational expenditure commitments				
Commitments payable:				
- within twelve months	177	1,416	177	1,416
	<u>177</u>	<u>1,416</u>	<u>177</u>	<u>1,416</u>
(c) Other expenditure commitments				
Commitments payable:				
- within twelve months	50	75	50	75
- twelve months or longer	150	275	150	275
	<u>200</u>	<u>350</u>	<u>200</u>	<u>350</u>
(d) Lease commitments				
Operating leases				
Commitments payable:				
- within twelve months	598	1,102	598	1,102
- twelve months or longer	524	520	524	520
	<u>1,122</u>	<u>1,622</u>	<u>1,122</u>	<u>1,622</u>
Finance leases				
Commitments payable:				
- within twelve months	-	4	-	4
	<u>-</u>	<u>4</u>	<u>-</u>	<u>4</u>
Total commitments	<u>18,421</u>	<u>55,992</u>	<u>18,421</u>	<u>55,992</u>

Contracted commitment for car park construction

In addition to the above, the University, on 24 December 2013, entered into an agreement with the ACT Government for the construction of the University of Canberra Public Hospital on Bruce campus land. As part of this arrangement, subject to agreement on funding, the University is obliged to construct a car parking facility by mid 2017 or early 2018 for use by staff, patients and visitors to the hospital. At the date of this report, a number of conditions precedent have not been met and the location and design of the car park have not been finalised so it is not possible to reliably estimate the commitment for the costs of construction. In any event, in accordance with the agreement, the ACT Government will be funding the cost of construction of the required number of car park spaces.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

Note 32 Related parties and other entities

(a) Parent entities

The ultimate parent entity of the Group is the University of Canberra.

Corporate Bodies

Centre for Customs and Excise Studies Pty Ltd (CCES)

The University holds a 25% share interest in, with no present ability of control, the Centre for Customs and Excise Studies Pty Ltd (ACN 106 153 271). This company was established to deliver training in customs studies and to research and publish customs knowledge.

(b) Subsidiaries

Interests in subsidiaries are set out in Note 33.

(c) Key management personnel

Disclosures relating to Council Members / Directors and specified executives are set out in Note 28 Key management personnel disclosures.

(d) Transactions with related parties

The following transactions occurred with related parties:

	Consolidated		University	
	2013	2012	2013	2012
	\$	\$	\$	\$
Wholly owned subsidiaries:				
Receipts				
University support services	-	-	2,060,590	2,101,863
Services provided to related entities	-	-	1,845,818	2,242,342
Rent	-	-	1,025,321	561,596
Donations / sponsorship	-	-	24,545	15,000
Salary and wages	-	-	2,075,859	2,838,676
Capital contribution building refurbishment	-	-	19,080	800,000
Sales of goods and services	-	-	297,709	244,351
Payments				
Contracted services – related parties	-	-	479,642	2,250,345
Student services and amenities fee	-	-	2,338,219	2,250,000
Clubs and societies	-	-	-	260,000
Tenancy management fee	-	-	353,023	169,048
Research income	-	-	567,283	925,455
Research strategic fund	-	-	515,000	651,452
Contribution to NATSEM Pty Ltd	-	-	761,430	654,192
Block grants distributed	-	-	300,720	505,000
Regional Pathways funding	-	-	-	212,471
Interest	-	-	4,657	54,028
Purchase of goods and services	-	-	539,305	408,455
Debt forgiveness NATSEM Pty Ltd	-	-	586,624	-
Explicit service subsidy	-	-	404,936	-
Contract services – SAF projects	-	-	471,304	-

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

	Consolidated		University	
	2013	2012	2013	2012
	\$	\$	\$	\$
Wholly owned subsidiaries:				
Receivable / payable				
Receivables from subsidiaries	-	-	1,185,767	3,249,457
Payables to subsidiaries	-	-	298,942	1,192,779
Other related parties – CCES:				
Sales of goods and services	138,023	140,132	138,023	140,132
Purchases of goods and services	1,704,166	1,259,788	1,704,166	1,259,788
Receivables	11,783	444,711	11,783	444,711

Note 33 Subsidiaries**Interest in controlled entities**

Name of Entity	Percentage of equity interest held by the University	
	2013	2012
University of Canberra College Pty Ltd (incorporated in Australia)	100%	100%
UCU Ltd (Membership interest only) (incorporated in Australia)	100%	100%
NATSEM Pty Ltd (incorporated in Australia) – ceased trading 31 October 2013 (refer Note 40 Business combination)	100%	100%

Note 34 Events occurring after the balance date

There are no matters or circumstances which have arisen since the end of the financial year that have significantly affected or which may significantly affect the Group.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013**Note 35 Reconciliation of the operating surplus to net cash flows provided by operating activities****(a) Reconciliation of cash**

For the purposes of the cash flow statement, cash includes cash on hand, cash at bank and short term deposits which can be readily converted to cash and are subject to an insignificant risk of changes in value net of any bank overdraft. Cash at the end of the reporting period in the cash flow statement is reconciled to the related item in the Statement of Financial Position.

	Notes	Consolidated		University	
		2013	2012	2013	2012
		\$'000	\$'000	\$'000	\$'000
Cash	15	12,091	11,412	4,383	5,397
Cash and cash equivalents at the end of the year		12,091	11,412	4,383	5,397

(b) Reconciliation of the operating surplus to net cash provided by operating activities

Operating surplus		16,051	14,426	14,659	14,149
Add / (deduct) income / expenses from non-cash transactions					
Depreciation and amortisation		15,525	14,853	15,305	14,693
Impairment losses		473	69	500	25
Investment loss		65	234	65	234
Capitalisation of interest		–	451	–	451
Gain/loss on disposal of assets		82	9	81	–
Other non-cash income / expenses		–	110	–	–
		16,145	15,726	15,951	15,403
Change in operating assets and liabilities					
Increase in receivables		(4,161)	(3,364)	(6,356)	(7,036)
Decrease in other financial assets		480	497	497	497
Increase in other non-financial assets		(1,182)	(524)	(1,147)	(469)
Increase in employee benefits		113	1,548	155	1,195
Increase / (decrease) in accrued salaries and wages		(1,393)	360	(1,231)	271
Increase / (decrease) in payables		16,037	(3,013)	17,570	178
Increase in other liabilities		21,754	4,871	21,828	4,948
		31,648	375	31,316	(416)
Net cash provided by operating activities		63,844	30,527	61,926	29,136

UNIVERSITY OF CANBERRA

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FOR THE YEAR ENDED 31 DECEMBER 2013

Note 36 Non-cash investing and financing activities

		Consolidated		University	
		2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Finance lease liability - current	24	—	4	—	4
Total non-cash investing and financing activities		<u>—</u>	<u>4</u>	<u>—</u>	<u>4</u>

Note 37 Assets and liabilities of trusts for which University of Canberra is a Trustee

Endowments are received by the University to fund scholarships, prizes and certain research activities.

	Consolidated		University	
	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Balance of funds at beginning of the year	3,996	4,109	3,996	4,109
Income				
Interest	160	204	160	204
Donations	7	—	7	—
Total funds available	<u>4,163</u>	<u>4,313</u>	<u>4,163</u>	<u>4,313</u>
Expenditure				
Scholarships / prize awards	330	317	330	317
Other expenses	3	—	3	—
Balance of funds at end of the year	<u>3,830</u>	<u>3,996</u>	<u>3,830</u>	<u>3,996</u>
Comprises :				
WJ Weeden Family Trust - scholarship	3,756	3,925	3,756	3,925
Public administration - scholarship	74	71	74	71
	<u>3,830</u>	<u>3,996</u>	<u>3,830</u>	<u>3,996</u>

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NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Note 38 Fair value measurement

(a) Fair value measurement

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

Due to the short-term nature of current receivables and payables, their carrying value is assumed to approximate their fair value.

The carrying values of current other financial instruments presented in the Statement of Financial Position also approximate their fair values. The fair value of the equity investment which is an unlisted equity has been calculated based on the proportion of the University's interest in the underlying net assets of the investment entity.

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

	Consolidated		University	
	2013	2012	2013	2012
	\$'000	\$'000	\$'000	\$'000
Financial assets				
Cash and cash equivalents	12,091	11,412	4,383	5,397
Trade and other receivables	14,331	18,097	15,058	15,917
Receivables from University of Canberra College Pty Ltd	-	-	301	4
Receivables from UCU Ltd	-	-	885	2,324
Receivables from NATSEM Pty Ltd	-	-	-	921
Receivables from Weeden Trust	-	2	-	2
Finance lease receivables	12,725	13,223	12,725	13,223
At fair value through profit or loss				
Investment - shares	767	832	768	833
Carrying amount of financial assets	39,914	43,566	34,120	38,621
Financial liabilities				
At amortised cost				
Payables	33,930	18,460	34,760	16,689
Payable to University of Canberra College Pty Ltd	-	-	256	489
Payable to UCU Ltd	-	-	43	833
Payable to NATSEM Pty Ltd	-	-	-	514
Payable to Weeden Trust	1	-	1	-
Payable to Public Administration	2	-	2	-
Department of Education payable	8,079	5,918	8,079	5,918
Finance lease	-	4	-	4
Loan - Macquarie Bank - insurance premium funding	-	725	-	725
Cash advance facility - Westpac	19,000	20,000	19,000	20,000
Loan - Commonwealth Bank of Australia	-	15,500	-	15,500
Loans - ACT Government	81,685	28,116	81,685	28,116
Carrying amount of financial liabilities	142,697	88,723	143,826	88,788

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

Note 38 Fair value measurement (continued)

(b) Fair value hierarchy for financial assets

The Group categorises assets measured at fair value into a hierarchy based on the level of inputs used in measurements as follows:

Level 1 fair value measurements are those derived from quoted prices in active markets for identical assets or liabilities.

Level 2 fair value measurements are those derived from inputs (other than those in Level 1), either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 fair value measurements are those derived from valuation techniques that include inputs that are not based on observable market data.

The table on the following page provides the fair value measurements recognised in the Statement of Financial Position categorised into levels at 31 December 2013. Comparative information for non-financial assets has not been provided as permitted by the transitional provisions of AASB 13 Fair Value Measurement.

(c) Valuation techniques and assumptions for the purposes of measuring fair value of financial assets

The fair values of financial assets are determined as follows:

(i) the fair values of financial assets, including listed equities, traded on active liquid markets are determined with reference to quoted market prices.

(ii) the fair value of the unlisted equity investment has been calculated based on the proportion of the University's interest in the underlying net assets of the investment entity. The University has assessed the net assets of the investment entity approximates its fair value.

The financial statements include holdings in unlisted shares which are measured at fair value. Fair value is estimated based on the proportion of the University's interest in the underlying net assets of the investment entities. Management believes that the net assets of the investment entities approximate their fair values. Refer to Note 39(f) for sensitivity analysis for these investments.

(d) Fair value measurement of non-financial assets

The Group measures and recognises the following classes of property, plant and equipment at fair value on a recurring basis. The following table details the last valuation undertaken for these classes of property, plant and equipment.

Class of Property, plant and equipment	Frequency	Last valuation date
Land, buildings and infrastructure	3 years	31 December 2012
Library collection	5 years	31 December 2013
Works of art	5 years	31 December 2009

(e) Fair value measurement of non-current financial liabilities

The fair value of the ACT Government non-current borrowings is estimated by discounting the future contractual cash flows at the current market interest rates that are available to the Group for similar financial instruments. For the period ending 31 December 2013, the borrowing rates were determined to be 5.94%, which is the interest rate applicable to the most recent loan taken out. This method gives a fair value of \$36.074 million. The fair value of the Westpac three year cash advance facility approximates the carrying value given the short term and fluctuating nature of this bill facility which is used to fund working capital requirements.

UNIVERSITY OF CANBERRA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Note 38 Fair value measurement (continued)

	Notes	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Consolidated					
As at 31 December 2013					
Recurring fair value measurements					
Financial assets					
Financial asset at fair value through profit or loss					
- Listed equities	17	1	-	-	1
- Unlisted equities	17/19	-	-	766	766
Total financial assets					767
Non-financial assets					
Land and buildings	21		314,208		314,208
Library collection	21		1,206		1,206
Works of art	21		1,772		1,772
Total non-financial assets					317,186
Reconciliation of Level 3 fair value measurement of financial assets					
					Unlisted equities
					\$'000
Opening balance 1 January 2013					831
Total (losses) in profit or loss					(65)
Closing balance 31 December 2013					766
University					
As at 31 December 2013					
Recurring fair value measurements					
Financial assets					
Financial asset at fair value through profit or loss					
- Listed equities	17	1	-	-	1
- Unlisted equities	17/19	-	-	767	767
Total financial assets					768
Non-financial assets					
Land and buildings	21		314,150		314,150
Library collection	21		1,206		1,206
Works of art	21		1,772		1,772
Total non-financial assets					317,128
Reconciliation of Level 3 fair value measurement of financial assets					
					Unlisted equities
					\$'000
Opening balance 1 January 2013					832
Total (losses) in profit or loss					(65)
Closing balance 31 December 2013					767

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 38 Fair value measurement (continued)

	Notes	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Consolidated					
As at 31 December 2012					
<i>Recurring fair value measurement</i>					
Financial asset at fair value through profit or loss					
- Listed equities	17	1	-	-	1
- Unlisted equities	17/19	-	-	831	831
Total financial assets					832
Reconciliation of Level 3 fair value measurement of financial assets					Unlisted equities
					\$'000
Opening balance - 1 January 2012					1,065
Total (losses) in profit or loss					(234)
Closing balance - 31 December 2012					831
University					
As at 31 December 2012					
<i>Recurring fair value measurement</i>					
Financial asset at fair value through profit or loss					
- Listed equities	17	1	-	-	1
- Unlisted equities	17/19	-	-	832	832
Total financial assets					833
Reconciliation of Level 3 fair value measurement of financial assets					Unlisted equities
					\$'000
Opening balance - 1 January 2012					1,066
Total (losses) in profit or loss					(234)
Closing balance - 31 December 2012					832

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements.

Description	Fair value as at 31 December 2013 \$'000	Unobservable inputs	Relationship of unobservable inputs to fair value
Investments using the equity method	755	Fair value of underlying net assets	An increase or decrease in the fair value of net assets or estimated future earnings would affect the value of the investment
		Future earnings	
Unlisted shares	13	Fair value of underlying net assets	An increase or decrease in the fair value of net assets or estimated future earnings would affect the value of the investment
		Future earnings	

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

Note 39 Financial risk management

The University's activities expose it to a variety of financial risks. The University Council through the Audit and Risk Management Committee monitors and manages the financial risks relating to the operations of the University. These risks include credit risk, liquidity risk and market risk (including currency risk, interest rate risk and price risk).

The University does not enter into or trade in financial instruments for speculative purposes. Compliance with policies and exposure limits in relation to financial instruments is reviewed by the University's internal auditors.

(a) Credit risk

Credit risk is the risk that a counterparty to a financial asset of the University will fail to discharge an obligation when it falls due, resulting in the University incurring a financial loss.

Financial assets consist of cash and short-term investments and receivables. The University's maximum exposure to credit risk is limited to the carrying amount of these financial assets, as shown in Note 38(a) Fair value measurement.

The University limits its exposure to risks by:

(i) placing cash and cash equivalents in regulated and creditworthy financial institutions. This is in accordance with the University's investment policy managed by the University's Treasury section. The cash and short-term investments are currently held with Approved Deposit taking Institutions (ADIs);

(ii) undertaking background credit checks on overseas debtors, prior to entering into debtor relationship. For research related debtors there are no specific controls in place as the majority of the debtors are Government organisations. For student debtors, academic transcripts are withheld until debts are fully settled. The University currently employs a debt management system and recovery techniques to minimise debt impairment. Ageing of past due but not impaired receivables and movement in the allowances for impaired receivables are disclosed in the Note 16 Trade and other receivables; and

(iii) finance lease receivables – refer to Note 1(x) Public Private Partnerships (PPP) in relation to the risk management of this asset.

(b) Liquidity risk

Liquidity risk is the risk that the University will encounter difficulties in meeting its financial obligations as they fall due. Ultimate responsibility for liquidity risk management rests with the University Council through the University's Audit and Risk Management Committee, which has established an appropriate liquidity risk management framework for the management of the University's short, medium and long-term funding and liquidity management requirements. The University manages liquidity risk by maintaining adequate reserves and banking facilities, and by continuously monitoring forecast and actual cash flows.

The University currently holds sufficient cash on hand to meet its immediate operating requirements. Commonwealth funding received for operational requirements, such as managing student enrolments and capital expenditure activities, are paid to the University on a fortnightly basis throughout the year. Income from other operational activities is invoiced progressively throughout the year to manage cash flow.

The University can use its overdraft facility with the bank to meet any shortfall, if a need arises. Note 24(b) Financing arrangements sets out details of undrawn facilities that the University has at its disposal to further reduce liquidity risk.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013

Note 39 Financial risk management (continued)

(c) Maturity analysis

The following tables set out the maturity analysis for the financial assets and financial liabilities as at balance date.

Consolidated	Maturing within 1 year \$'000	Maturing in 1 to 5 years \$'000	Maturing in 5 + years \$'000	Total \$'000
As at 31 December 2013				
Financial assets				
Cash and cash equivalents	12,091	–	–	12,091
Trade and other receivables	14,331	–	–	14,331
Listed and unlisted equities	–	–	767	767
Finance lease receivables	497	2,031	10,197	12,725
Total	<u>26,919</u>	<u>2,031</u>	<u>10,964</u>	<u>39,914</u>
Financial liabilities				
Trade and other payables	33,933	–	–	33,933
Department of Education payable	8,079	–	–	8,079
Cash advance facility - Westpac	–	19,000	–	19,000
Loans - ACT Government	1,142	19,513	61,030	81,685
Total	<u>43,154</u>	<u>38,513</u>	<u>61,030</u>	<u>142,697</u>
Net financial liabilities	<u>(16,235)</u>	<u>(36,482)</u>	<u>(50,066)</u>	<u>(102,783)</u>
As at 31 December 2012				
Financial assets				
Cash and cash equivalents	11,412	–	–	11,412
Trade and other receivables	18,099	–	–	18,099
Listed and unlisted equities	–	–	832	832
Finance lease receivables	497	2,031	10,695	13,223
Total	<u>30,008</u>	<u>2,031</u>	<u>11,527</u>	<u>43,566</u>
Financial liabilities				
Trade and other payables	18,460	–	–	18,460
Department of Education payable	5,918	–	–	5,918
Finance lease liabilities	4	–	–	4
Loan - Macquarie Bank - insurance premium funding	725	–	–	725
Cash advance facility - Westpac	20,000	–	–	20,000
Loan - Commonwealth Bank of Australia	–	15,500	–	15,500
Loans - ACT Government	1,071	6,518	20,527	28,116
Total	<u>46,178</u>	<u>22,018</u>	<u>20,527</u>	<u>88,723</u>
Net financial liabilities	<u>(16,170)</u>	<u>(19,987)</u>	<u>(9,000)</u>	<u>(45,157)</u>

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FOR THE YEAR ENDED 31 DECEMBER 2013

Note 39 Financial risk management (continued)

University	Maturing within 1 year \$'000	Maturing in 1 to 5 years \$'000	Maturing in 5 + years \$'000	Total \$'000
As at 31 December 2013				
Financial assets				
Cash and cash equivalents	4,383	–	–	4,383
Trade and other receivables	15,058	–	–	15,058
Receivables from subsidiaries	1,186	–	–	1,186
Listed and unlisted equities	–	–	768	768
Finance lease receivables	497	2,031	10,197	12,725
Total	<u>21,124</u>	<u>2,031</u>	<u>10,965</u>	<u>34,120</u>
Financial liabilities				
Trade and other payables	34,760	–	–	34,760
Payable to subsidiaries	299	–	–	299
Payable to Weedon Trust and Public Administration Department of Education payable	3	–	–	3
Cash advance facility - Westpac	–	19,000	–	19,000
Loans - ACT Government	1,142	19,513	61,030	81,685
Total	<u>44,283</u>	<u>38,513</u>	<u>61,030</u>	<u>143,826</u>
Net financial liabilities	<u>(23,159)</u>	<u>(36,482)</u>	<u>(50,065)</u>	<u>(109,706)</u>
As at 31 December 2012				
Financial assets				
Cash and cash equivalents	5,397	–	–	5,397
Trade and other receivables	15,917	–	–	15,917
Receivables from subsidiaries	3,249	–	–	3,249
Receivables from Weeden Trust	2	–	–	2
Listed and unlisted equities	–	–	833	833
Finance lease receivables	497	2,031	10,695	13,223
Total	<u>25,062</u>	<u>2,031</u>	<u>11,528</u>	<u>38,621</u>
Financial liabilities				
Trade and other payables	16,689	–	–	16,689
Payable to subsidiaries	1,836	–	–	1,836
Department of Education payable	5,918	–	–	5,918
Finance lease liabilities	4	–	–	4
Loan - Macquarie Bank - insurance premium funding	725	–	–	725
Cash advance facility - Westpac	20,000	–	–	20,000
Loan - Commonwealth Bank of Australia	–	15,500	–	15,500
Loans - ACT Government	1,071	6,518	20,527	28,116
Total	<u>46,243</u>	<u>22,018</u>	<u>20,527</u>	<u>88,788</u>
Net financial liabilities	<u>(21,181)</u>	<u>(19,987)</u>	<u>(8,999)</u>	<u>(50,167)</u>

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

Note 39 Financial risk management (continued)

(d) Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency rate.

The University's exposure to market risk arising from currency risk is immaterial. Currency risks associated with overseas students debts are managed by contracts with foreign currency agents who guarantee the value of the receivable in Australian dollars.

(e) Other price risk

The University is exposed to equity price risks arising from equity investments. Equity investments held for trading purposes consists of listed and unlisted securities.

The listed securities are immaterial in nature, hence any price movement will not have any impact on surplus or equity.

(f) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The University has floating rate financial assets including call accounts and term deposits, and floating rate financial liabilities in the form of cash advance facilities. The University currently has net financial liabilities so is exposed to a risk of a rise in interest rates. The University manages this risk by holding a mix of variable and fixed rate debt and currently has three fixed rate loans with the ACT Government.

The University holds the following interest-bearing financial assets and financial liabilities. The interest rate risk analysis is detailed below.

As at 31 December 2013	Consolidated		University		
	Weighted Average Interest Rate	Variable Rate Financial Instruments \$'000	Fixed Rate Financial Instruments \$'000	Variable Rate Financial Instruments \$'000	Fixed Rate Financial Instruments \$'000
Financial assets					
Cash and cash equivalents	3.49%	12,091	–	4,383	–
Finance lease receivables	9.00%	–	12,725	–	12,725
Total		12,091	12,725	4,383	12,725
Financial liabilities					
Cash advance facility - Westpac	3.67%	19,000	–	19,000	–
First Mortgage - ACT Government - Weeden Lodge South	6.50%	–	21,228	–	21,228
First Mortgage - ACT Government - Weeden Lodge North	5.94%	–	19,784	–	19,784
Loan - ACT Government - Cooper Lodge	5.80%	–	40,673	–	40,673
Total		19,000	81,685	19,000	81,685
Net financial liabilities		(6,909)	(68,960)	(14,617)	(68,960)

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Note 39 Financial risk management (continued)

As at 31 December 2012	Consolidated			University	
	Weighted Average Interest Rate	Variable Rate Financial Instruments \$'000	Fixed Rate Financial Instruments \$'000	Variable Rate Financial Instruments \$'000	Fixed Rate Financial Instruments \$'000
Financial assets					
Cash and cash equivalents	4.75%	11,412	–	5,397	–
Finance lease receivables	9.00%	–	13,223	–	13,223
Total		11,412	13,223	5,397	13,223
Financial liabilities					
Finance lease liabilities	10.77%	–	4	–	4
Loan - Macquarie Bank - insurance premium funding	3.40%	–	725	–	725
Cash advance facility - Westpac	4.39%	20,000	–	20,000	–
Loan - Commonwealth Bank of Australia	4.91%	15,500	–	15,500	–
Loan - ACT Government - Weeden Lodge South	6.50%	–	22,299	–	22,299
Loan - ACT Government - Cooper Lodge	5.80%	–	5,817	–	5,817
Total		35,500	28,845	35,500	28,845
Net financial liabilities		(24,088)	(15,622)	(30,103)	(15,622)

The sensitivity analysis below has been determined based on the University's exposure to interest rate risk on its average weighted net financial liabilities. A 0.5% increase or decrease represents the University's assessment of the reasonably possible change in interest rates.

If interest rates had been 0.5% higher and all other variables were held constant, the University's net surplus and equity would decrease by \$0.058m (2012: decrease by \$0.138m). This is because the University has net variable rate financial liabilities, so an increase in interest rates leads to an increase in net interest payable. The impact is lower in 2013, primarily due to the reduction in variable rate borrowings.

If interest rates had been 0.5% higher and all other variables were held constant, the Group's surplus and equity would decrease by \$0.024m (2012: decrease by \$0.112m). This is because the Group has net variable rate financial liabilities. Note that the impact of a rate increase is lower on the Group compared to the University, because the Group's net variable rate financial liabilities are lower due to a higher balance of cash and cash equivalents.

(g) Capital risk management

The University manages its capital to ensure that it will be able to continue as a going concern through the optimisation of bank facilities and Commonwealth funding. The Group's overall strategy remains unchanged from 2012.

The capital structure of the University consists of net debt.

The University's Audit and Risk Management Committee oversees the capital risk management of the University.

UNIVERSITY OF CANBERRA**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2013****Note 40 Business combination**

Effective 31 October 2013 the University acquired the assets and liabilities of NATSEM Pty Ltd, a wholly owned subsidiary of the University. The business previously operated by NATSEM Pty Ltd is now combined with the Australian and New Zealand Institute of Governance to form a new University Research Centre known as the University of Canberra Institute for Governance and Policy Analysis.

The net liabilities of NATSEM Pty Ltd were taken over by the University. As part of the restructure, the net receivable owing by NATSEM Pty Ltd to the University of \$0.587 million was forgiven.

The assets and liabilities recognised as a result of the acquisition are detailed below.

	Fair Value
	\$'000
ASSETS	
Cash and cash equivalents	8
Trade and other receivables	35
Other non-financial assets	14
Total assets	57
LIABILITIES	
Trade and other payables	128
Other liabilities	75
Total liabilities	203
NET LIABILITIES	(146)

NATSEM Pty Ltd incurred a net loss of \$0.532 million to the Group for the period 1 January 2013 to 31 October 2013.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

Note 41 Acquittal of Australian Government financial assistance

The following information is provided to meet the Department of Education guidelines. As only relevant to the University, no consolidated figures are provided.

41.1 Education - Commonwealth Grant Schemes and other education grants

	Notes	Commonwealth Grants Scheme #1		Indigenous Support Program		Partnership & Participation Program #2		Prom of Excellence in Learning and Teaching	
		2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Australian Government)		76,894	73,110	492	355	1,692	1,001	60	119
Net accrual adjustment		(4,765)	(5,960)	-	-	-	-	-	-
Revenue for the period	3(a)	72,129	67,150	492	355	1,692	1,001	60	119
Surplus from the previous year		-	-	-	-	-	399	-	-
Total revenue including accrued revenue		72,129	67,150	492	355	1,692	1,400	60	119
Less expenses including accrued expenses		(72,129)	(67,150)	(492)	(355)	(1,554)	(1,400)	(60)	(119)
Surplus*		-	-	-	-	138	-	-	-
				Structural Adjustment Fund		Transitional Cost Program			
Financial assistance received in cash during the reporting period (total cash received from the Australian Government)		20	20	15,136	10,814	-	33	24	25
Net accrual adjustment		-	-	-	-	-	-	-	-
Revenue for the period	3(a)	20	20	15,136	10,814	-	33	24	25
Surplus from the previous year		20	-	10,831	217	-	-	25	-
Cost centre adjustment		-	-	591	17	-	-	-	-
Total revenue including accrued revenue		40	20	26,558	11,048	-	33	49	25
Less expenses including accrued expenses		(40)	-	(7,281)	(217)	-	(33)	(45)	-
Surplus*		-	20	19,277	10,831	-	-	4	25

* The reported 2013 surpluses are expected to be rolled over for future use by the University of Canberra

#1 Includes CGS-enabling loading, Allocated Places Advance and Non Designated Courses Advance and prior year adjustment

#2 Includes HE Participation Program, HE Partnership Base Funding and HE Partnership Project Funding

UNIVERSITY OF CANBERRA
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Note 41 Acquitment of Australian Government financial assistance (continued)

Notes	2013		2012		2013		2012		2013		2012	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	Reward Funding				Facilitation Funding				Other #			
Financial assistance received in cash during the reporting period (total cash received from the Australian Government)	393	352	1,346	1,204	176	239						
Net accrual adjustment	—	—	—	—	—	—	—	—	—	—	—	—
Revenue for the period	393	352	1,346	1,204	176	239						
Surplus from the previous year	352	—	—	—	155	155						
Total revenue including accrued revenue	745	352	1,346	1,204	331	394						
Less expenses including accrued expenses	(55)	—	(1,346)	(1,204)	(331)	(239)						
Surplus*	690	352	—	—	—	155						
	Total											
Financial assistance received in cash during the reporting period (total cash received from the Australian Government)	96,233	87,272										
Net accrual adjustment	(4,765)	(5,960)										
Revenue for the period	91,468	81,312										
Surplus from the previous year	11,383	771										
Cost centre adjustment	591	17										
Total revenue including accrued revenue	103,442	82,100										
Less expenses including accrued expenses	(83,333)	(70,717)										
Surplus*	20,109	11,383										

* The reported 2013 surpluses are expected to be rolled over for future use by the University of Canberra.

Includes Superannuation Program and Workplace Productivity Program.

UNIVERSITY OF CANBERRA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Note 41 Acquittal of Australian Government financial assistance (continued)

41.3 Scholarships

Notes	2013		2012		2013		2012		2013		2012	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
			Australian Postgraduate Awards Scheme		International Postgraduate Research Scholarship Scheme		Commonwealth Education Cost Scholarships		Commonwealth Accommodation Scholarships		Indigenous Access Scholarships	
	1,343	1,208	117	110	(80)	359	(216)	(27)	641	(27)	238	
	1,343	1,208	117	110	(21)	227	(250)	(51)	467	(24)	211	
	355	287	195	95	174	100	121	190	657	70	211	
	1,698	1,495	174	322	(174)	(127)	(100)	(307)	(70)	(90)		
	(1,493)	(1,140)	(174)	(110)	(174)	(127)	(100)	(307)	(70)	(90)		
	205	355	-	-	-	195	-	-	350	-	121	
			National Priority Scholarships		National Accommodation Scholarship		Indigenous Staff Scholarships **		Total			
	(176)	-	(25)	25	(1)	38	935	2,619	26	358	2,619	
	1	(1)	24	(24)	-	-	26	(358)	961	1,048	2,261	
	(175)	(1)	(1)	1	(1)	38	961	2,261	1,048	2,009	2,893	
	-	12	25	48	2	-	1,048	632	2,009	(1,804)	(1,845)	
	(175)	11	24	49	1	38	(1,804)	2,893	(1,804)	(1,845)		
	175	(11)	(24)	(24)	(1)	(36)	205	1,048	205	2	1,048	
	-	-	-	25	-	2	-	-	-	-	-	

* The reported 2013 surpluses are expected to be rolled over for future use by the University of Canberra.
 ** Includes Indigenous Staff Scholarships Tuition Fees and Indigenous Staff Scholarships Stipend Payments.

UNIVERSITY OF CANBERRA
NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Note 41 Acquittal of Australian Government financial assistance (continued)

41.5 Australian Research Council grants

	Notes	Discovery Projects		Linkage Projects		Future Fellowship Projects		Total	
		2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000	2013 \$'000	2012 \$'000
Financial assistance received in cash during the reporting period (total cash received from the Australian Government)		996	620	478	553	1,138	275	2,612	1,448
Net accrual adjustment		—	—	(84)	—	—	—	(84)	—
Revenue for the period	3(e)	996	620	394	553	1,138	275	2,528	1,448
Surplus from the previous year		428	209	198	91	132	—	758	300
Total revenue including accrued revenue		1,424	829	592	644	1,270	275	3,286	1,748
Less expenses including accrued expenses		(748)	(401)	(415)	(446)	(545)	(143)	(1,708)	(990)
Surplus*		676	428	177	198	725	132	1,578	758

* The reported 2013 surpluses are expected to be rolled over for future use by University of Canberra.

UNIVERSITY OF CANBERRA

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
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Note 41 Acquittal of Australian Government financial assistance (continued)

	Notes	University	
		2013 \$'000	2012 \$'000
41.6 OS-HELP			
Cash received during the reporting period		1,097	1,034
Cash spent during the reporting period		<u>(1,229)</u>	<u>(1,083)</u>
Net cash received	3(g)	(132)	(49)
Cash surplus from the previous period		<u>202</u>	<u>251</u>
Cash surplus		<u>70</u>	<u>202</u>
41.7 Superannuation supplementation			
Cash received during the reporting period		176	239
University contribution in respect of current employees		<u>261</u>	<u>298</u>
Cash available		<u>437</u>	<u>537</u>
Cash surplus/(deficit) from the previous period		<u>334</u>	<u>298</u>
Cash available for current period		<u>771</u>	<u>835</u>
Contributions to specified defined benefits funds		<u>(478)</u>	<u>(501)</u>
Cash surplus this period		<u>293</u>	<u>334</u>
41.8 Student services and amenities fee			
Unspent revenue from previous period		496	–
SA-HELP revenue earned	3(b)	1,998	1,274
Student services fees received direct from students	5	<u>1,634</u>	<u>2,155</u>
Total revenue expendable in period		<u>4,128</u>	<u>3,429</u>
Student services expenses during period		<u>(4,115)</u>	<u>(2,933)</u>
Unspent student services and amenities fee revenue		<u>13</u>	<u>496</u>

END OF CONSOLIDATED FINANCIAL STATEMENTS



This publication was printed with environmentally safe processes and biodegradable inks using Impress Gloss stock:

- FSC Mix Certified
- Produced with ECF pulp
- ISO 14001 Environmental Certification
- NCOS Certified

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THE UNIVERSITY OF CANBERRA
CANBERRA ACT 2601
AUSTRALIA

T +61 (0)2 6201 5111

CANBERRA.EDU.AU