



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

To the Board Members Museum Board

Opinion

I have audited the financial report of the Museum Board and the consolidated entity comprising the Museum Board and its controlled entities for the financial year ended 30 June 2024.

In my opinion, the accompanying financial report gives a true and fair view of the financial position of the Museum Board and its controlled entities as at 30 June 2024, their financial performance and their cash flows for the year then ended in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards - Simplified Disclosures.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2024
- a Statement of Financial Position as at 30 June 2024
- a Statement of Changes in Equity for the year ended 30 June 2024
- a Statement of Cash Flows for the year ended 30 June 2024
- notes, comprising material accounting policy information and other explanatory information
- a Certificate from a Board Member, the Chief Executive Officer and the Chief Financial Officer.

Basis for opinion

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

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

Responsibilities of the Chief Executive Officer and the Board for the financial report

The Chief Executive Officer is responsible for the preparation of the financial report that gives a true and fair view in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards - Simplified Disclosures, and for such internal control as management determines is necessary to enable the preparation of the financial report that gives a true and fair view and that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Chief Executive Officer is responsible for assessing the entity's and consolidated entity's ability to continue as a going concern, taking into account any policy or funding decisions the government has made which affect the continued existence of the entity. The Chief Executive Officer is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the assessment indicates that it is not appropriate.

The Members of the Board are responsible for overseeing the entity's financial reporting process.

Auditor's responsibilities for the audit of the financial report

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987*, I have audited the financial report of the Museum Board and its controlled entities for the financial year ended 30 June 2024.

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with Australian Auditing Standards, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Museum Board's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Chief Executive Officer
- conclude on the appropriateness of the Chief Executive Officer's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the opinion. My conclusion is based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an entity to cease to continue as a going concern
- evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation
- obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group to express an opinion on the group financial report. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

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

I communicate with the Chief Executive Officer and the Board about, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.



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

25 September 2024

Museum Board

Financial Statements

For the year ended 30 June 2024

Museum Board
Statement of Comprehensive Income
for the year ended 30 June 2024

	Note	2024 \$'000	2023 \$'000
Income			
Grant income	2.1	12 161	13 114
Donations and bequests		447	498
Sales of goods		1 716	1 851
Resources received free of charge	2.2	795	808
Fees and charges	2.3	1 070	1 041
Interest and investment income	2.4	413	246
Donations of heritage assets		787	1 171
Recoveries		220	128
Intra-government transfers		-	469
Other income	2.5	408	564
Total income		18 017	19 890
Expenses			
Staff related expenses	3.3	9 321	9 176
Supplies and services	4.1	3 932	4 519
Accommodation and facilities	4.2	2 890	2 905
Depreciation and amortisation	5.1, 5.2	1 963	1 988
Grants and subsidies		334	349
Net loss from the disposal of non-current assets		1	-
Total expenses		18 441	18 937
Net result		(424)	953
Other comprehensive income			
Items that will not be reclassified to net result:			
Change in fair value of property plant and equipment revaluation surplus		7 619	-
Changes in fair value of investments classified as fair value through other comprehensive income		331	320
Total other comprehensive income		7 950	320
Total comprehensive result		7 526	1 273

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

Museum Board
Statement of Financial Position
as at 30 June 2024

	Note	2024 \$'000	2023 \$'000
Current assets			
Cash and cash equivalents	6.1	4 941	5 239
Receivables	6.2	765	1 138
Inventories		174	177
Total current assets		5 880	6 554
Non-current assets			
Receivables	6.2	3	3
Property, plant and equipment	5.1	47 708	41 327
Heritage collections	5.3	391 249	390 398
Investments	6.3	4 218	3 885
Total non-current assets		443 178	435 613
Total assets		449 058	442 167
Current liabilities			
Payables	7.1	1 263	2 326
Staff related liabilities	3.4	949	719
Provisions	7.2	81	39
Financial liabilities	7.3	14	4
Total current liabilities		2 307	3 088
Non-current liabilities			
Staff related liabilities	3.4	1 234	1 178
Provisions	7.2	203	142
Financial liabilities	7.3	37	8
Total non-current liabilities		1 474	1 328
Total liabilities		3 781	4 416
Net assets		445 277	437 751
Equity			
Asset revaluation surplus		302 751	295 132
Investment reserve		418	87
Retained earnings		142 108	142 532
Total equity		445 277	437 751

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

Museum Board
Statement of Changes in Equity
for the year ended 30 June 2024

	Investment Reserve	Asset revaluation surplus	Retained earnings	Total equity
	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2022	(233)	295 132	141 579	436 478
Net result for 2022-23	-	-	953	953
Fair value movement of investments classified as fair value through other comprehensive income	320	-	-	320
Total comprehensive result for 2022-23	320	-	953	1 273
Balance at 30 June 2023	87	295 132	142 532	437 751
Restated balance at 1 July 2023	87	295 132	142 532	437 751
Net result for 2023-24	-	-	(424)	(424)
Fair value movement of investments classified as fair value through other comprehensive income	331	-	-	331
Gain on revaluation of property plant and equipment	-	7 619	-	7 619
Total comprehensive result for 2023-24	331	7 619	(424)	7 526
Balance at 30 June 2024	418	302 751	142 108	445 277

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

Museum Board
Statement of Cash Flows
for the year ended 30 June 2024

	Note	2024 \$'000	2023 \$'000
Cash flows from operating activities			
<i>Cash inflows</i>			
Grant income		12 182	13 162
Donations and bequests		405	498
Sales of goods		1 717	2 080
Fees and charges		1 169	995
Interest and investment income		365	242
Recoveries		220	139
Intra-government transfers		-	469
Other income		169	552
GST recoverable		1 119	367
Cash generated from operating activities		17 346	18 504
<i>Cash outflows</i>			
Staff related payments		(8 941)	(9 565)
Payments for supplies and services		(4 902)	(3 847)
Accommodation and facilities		(2 927)	(3 180)
Grants and subsidies		(334)	(377)
Cash used in operating activities		(17 104)	(16 969)
Net cash provided by operating activities		242	1 535
Cash flows from investing activities			
<i>Cash outflows</i>			
Purchase of heritage collections		(64)	(3)
Purchase of investments		-	(112)
Purchase of PPE		(473)	(126)
Cash used in investing activities		(537)	(241)
Net cash used in investing activities		(537)	(241)
<i>Cash outflows</i>			
Repayment of lease liabilities		(3)	(3)
Cash used in financing activities		(3)	(3)
Net cash used in financing activities		(3)	(3)
Net increase/(decrease) in cash and cash equivalents		(298)	1 291
Cash and cash equivalents at the beginning of the reporting period		5 239	3 948
Cash and cash equivalents at the end of the reporting period	6.1	4 941	5 239

The accompanying notes form part of these financial statements.

Museum Board

Notes to and forming part of the financial statements

for the year ended 30 June 2024

1. About the Museum Board

The Museum Board (the Board) is a not-for-profit statutory authority of the State of South Australia, established pursuant to section 3 of the *South Australian Museum Act 1976* (the Act). The Board is charged with the management of the South Australian Museum (the Museum) under the Act.

The consolidated financial statements have been prepared by combining the Museum Board, the South Australian Museum Foundation Incorporated and the SA Museum Foundation Fund in accordance with AASB 10 *Consolidated Financial Statements*.

Refer to note 1.3 for disclosure of activities related to the consolidated entities.

The South Australian Museum Foundation Incorporated was created on 5 November 1999 and its purpose is to assist the Board to effectively preserve, develop and maintain, where appropriate, facilities and standards of the SA Museum.

The South Australian Museum Foundation Fund was created on 6 June 2020 and with the purpose of establishing public funding under Subdivision 30A of the *Income Tax Assessment Act 1997* to assist the Board to conduct its activities.

Consistent accounting policies have been applied and all inter-entity transactions arising within the consolidated entity have been eliminated in full.

1.1. Basis of preparation

These financial statements are general purpose financial statements prepared in accordance with:

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

The financial statements have been prepared based on a 12 month reporting period and presented in Australian currency. All amounts in the financial statements and accompanying notes have been rounded to the nearest thousand dollars (\$'000). The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

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

The Board is dependent on state government funding which makes up the majority of its income. Refer note 2.1.

Material accounting policies are set out throughout the notes.

The Board is not subject to Income Tax. The Board is liable for Payroll Tax, Fringe Benefits Tax (FBT), Goods and Services Tax (GST) and Emergency Services Levy (ESL).

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

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

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

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

1.2. Objectives and Programs

The functions of the Board, as prescribed under the Act, are as follows:

- to undertake the care and management of the South Australian Museum
- to manage the premises of the Board
- to carry out, or promote, research into matters of scientific and historical interest
- to accumulate and care for objects and specimens of scientific or historical interest
- to accumulate and classify data in regard to any such matters
- to disseminate information of scientific or historical interest
- to advise the Minister on matters relating to scientific or historical research or collections
- to carry out any other functions assigned to the Board by this or any other Act or the Minister.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

1.3. Disaggregated Disclosure

The following tables disclose the income, expenses, assets and liabilities of each of the consolidated entities.

	Museum Board		Foundation Inc (including Fund)		Eliminations		Total	
	2024 \$'000	2023 \$'000	2024 \$'000	2023 \$'000	2024 \$'000	2023 \$'000	2024 \$'000	2023 \$'000
Income								
Grant income	12 161	13 114	-	-	-	-	12 161	13 114
Donations and bequests	143	402	452	595	(148)	(499)	447	498
Sales of goods	8	1	1 732	1 854	(24)	(4)	1 716	1 851
Resources received free of charge	795	808	-	-	-	-	795	808
Fees and charges	853	917	240	234	(23)	(110)	1 070	1 041
Interest and investment income	278	154	135	92	-	-	413	246
Donations of heritage assets	787	1 171	-	-	-	-	787	1 171
Recoveries	227	128	289	-	(296)	-	220	128
Intra-government transfers	-	469	-	-	-	-	-	469
Other income	403	503	163	168	(158)	(107)	408	564
Total income	15 655	17 667	3 011	2 943	(649)	(720)	18 017	19 890
Expenses								
Staff related expenses	8 004	8 016	1 317	1 163	-	(3)	9 321	9 176
Supplies and services	3 325	3 595	1 255	1 455	(648)	(531)	3 932	4 519
Accommodation and facilities	2 859	2 870	32	35	(1)	-	2 890	2 905
Depreciation and amortisation	1 958	1 984	5	4	-	-	1 963	1 988
Grants and subsidies	334	349	-	-	-	-	334	349
Net loss from the disposal of non-current assets	1	-	-	-	-	-	1	-
Total expenses	16 481	16 814	2 609	2 657	(649)	(534)	18 441	18 937
Net result	(826)	853	402	286	-	(186)	(424)	953

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

1.3 Disaggregated Disclosure

	Museum Board		Foundation Inc (including Fund)		Eliminations		Total	
	2024 \$'000	2023 \$'000	2024 \$'000	2023 \$'000	2024 \$'000	2023 \$'000	2024 \$'000	2023 \$'000
Current Assets								
Cash and cash equivalents	2 505	2 555	2 436	2 684	-	-	4 941	5 239
Receivables	1 018	677	45	832	(298)	(371)	765	1 138
Inventories	-	-	174	177	-	-	174	177
Total current assets	3 523	3 232	2 655	3 693	(298)	(371)	5 880	6 554
Non-current Assets								
Receivables	3	3	-	-	-	-	3	3
Property, plant and equipment	47 686	41 315	22	12	-	-	47 708	41 327
Heritage collections	391 249	390 398	-	-	-	-	391 249	390 398
Investments	2 604	2 400	1 614	1 485	-	-	4 218	3 885
Total non-current assets	441 542	434 116	1 636	1 497	-	-	443 178	435 613
Current liabilities								
Payables	1 062	490	499	2 018	(298)	(182)	1 263	2 326
Staff related liabilities	905	699	44	20	-	-	949	719
Provisions	46	39	35	-	-	-	81	39
Financial liabilities	14	4	-	-	-	-	14	4
Total current liabilities	2 027	1 232	578	2 038	(298)	(182)	2 307	3 088
Non-Current liabilities								
Staff related liabilities	1 234	1 178	-	-	-	-	1 234	1 178
Provisions	203	142	-	-	-	-	203	142
Financial liabilities	37	8	-	-	-	-	37	8
Total non-current liabilities	1 474	1 328	-	-	-	-	1 474	1 328
Net Assets	441 564	434 788	3 713	3 152	-	(189)	445 277	437 751

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

2. Income

2.1. Grant Income

	2024	2023
	\$'000	\$'000
Recurrent operating grant	10 795	10 784
Capital grant	751	759
State Government grant	304	391
Commonwealth sourced grant	277	1 128
General grant	34	52
Total revenues from grant income	12 161	13 114

The Board receives an annual Recurrent Operating grant, based on the Memorandum of Administrative Arrangement, from the Department of the Premier and Cabinet (DPC). This is recognised as revenue upon receipt.

Capital grants received from the State Government is for the Cultural Institution Storage Project reimbursed after outlays incurred, and capital improvements, with the most significant one being the Backup Generator Project.

Commonwealth source grants are recognised in accordance with AASB1058 *Income of Not-for-Profit Entities* as income upon receipt. The Commonwealth Government has provided funding for the purposes of the Science Engagement Program (Inspiring South Australia National Science Week), Bush Blitz (National Parks), Indigenous Repatriation Program (Department of Infrastructure, Transport, Regional Communications) and Taxonomy and Systematics grants (The Australian Biological Resources Study).

State Government grant funding include contributions from the Department for Industry, Innovation and Science towards Inspiring South Australia and from the Department for Education.

General grants include external funding from the University of Adelaide towards Inspiring SA and the Gordon Darling Foundation.

2.2. Resources received free of charge

	2024	2023
	\$'000	\$'000
Artlab conservation work	470	538
Services received free of charge - Shared Services SA	202	171
Services received free of charge - ICT services - DPC	85	66
Services received free of charge - Investment Management	25	25
Services received free of charge - Media Monitoring - DPC	8	8
Services received free of charge - Desktop revaluation - DPC	5	-
Total resources received free of charge	795	808

Contributions of services are recognised only when a fair value can be determined reliably, and the services would be purchased if they had not been donated.

The Board receives Financial Accounting, Taxation, Payroll, Accounts Payable and Accounts Receivable services from Shared Services SA free of charge, ICT, media monitoring services and asset valuation services from DPC, following Cabinet's approval to cease intra-government charging.

Under an arrangement with Artlab Australia, a division of DPC, Artlab Australia receives SA Government appropriation to perform conservation services on the Board's heritage collections. The value of this work performed is recognised as resources received free of charge in income and a corresponding amount has been included as conservation work expenditure in note 4.1 supplies and services.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

2.3. Fees and charges

	2024	2023
	\$'000	\$'000
Admissions	514	418
Lego Relics Exhibition	320	300
Venue Hire and Functions	234	270
Fees for Service	2	36
Other	-	17
Total fees and charges	1 070	1 041

The Board recognises revenue from:

- Admission for entry: General entry to the Museum is free however charges do apply for some exhibitions and events. Revenue from entry is recognised at a point in time when the performance obligation is discharged, which is once entry is granted.
- Lego Relics Exhibition: Governance arrangements associated with the Lego Relics Exhibition were finalised in 2024.
- Fees for services include usage fees for reproduction, publication, supervision and research fees. Revenue from these services is recognised on a time and material basis as services are provided.
- Venue Hire and Functions represents revenue received through venue hire activities.

2.4. Interest and investment income

	2024	2023
	\$'000	\$'000
Interest income	256	124
Trust distributions	77	27
Dividends	61	82
Franking credits	16	11
Gain (loss) on market value movement of investments	3	2
Total interest and investment income	413	246

Interest income is recognised taking into account the interest rates applicable to the financial assets. Dividend income is recognised when the right to receive a dividend has been established. The loss on market value movement of investments relates to debt instruments where the increase/(decrease) in value has been recognised through profit or loss.

2.5. Other income

	2024	2023
	\$'000	\$'000
Sponsorships	125	240
Exhibition hire	79	32
Memberships	61	142
Competition entry fees	54	47
Parking fees	42	62
Lab consumable recharge	26	28
Commissions	14	1
Other	7	12
Total other income	408	564

Museum Board

Notes to and forming part of the financial statements

for the year ended 30 June 2024

3. Board, committees and staff

3.1. Key management personnel

Key management personnel of the Board during the year include the Minister for Arts (the Minister), the eight members of the Museum Board and the Leadership Team, including the Chief Executive Officer of the South Australian Museum, all who have responsibility for the strategic direction and management of the South Australian Museum.

Total compensation for the Board's key management personnel was \$0.790 million (2022-23: \$1.426 million).

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

Transactions with key management personnel and other related parties

There were no significant transactions between key management personnel and other related parties during the reporting period.

3.2. Board and Aboriginal Partnership Committee members

Members during the 2024 financial year were:

Museum Board

KA Cheater (Chair)

Professor CB Daniels

SY Edwards

Professor MTE Hughes-Warrington AO

E Ranieri PSM*

TA Whiting

VA Wilson

BC Miller (appointed 18 Jan 2024)

Aboriginal Partnership Committee

VA Wilson (Chair)

MV Mibus (resigned 1 July 2024)

FH Lampard OAM (resigned 9 September 2023)

DJ Rathman AM PSM (ex officio member) (resigned 11 May 2021)

JM Haynes (appointed 5 February 2024)

*In accordance with the Premier and Cabinet Circular No. 016, government employees did not receive any remuneration for board/committee duties during the financial year.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

3.2 Board and committee members (continued)

Board and Aboriginal Partnership Committee remuneration

The number of members whose remuneration received or receivable falls within the following bands:

	2024	2023
\$0 - \$19 999	12	15
Total number of members	12	15

The total remuneration received or receivable by members was \$36 000 (2023: \$30 000). Remuneration of members reflects all costs of performing board and committee duties including sitting fees, superannuation contributions, salary sacrifice benefits, fringe benefits and any related fringe benefits tax paid.

Unless otherwise disclosed, transactions between members are on conditions no more favourable than those that it is reasonable to expect the entity would have adopted if dealing with the related party at arm's length.

3.3. Staff related expenses

	2024	2023
	\$'000	\$'000
Salaries and wages	6 868	6 798
Employment on-costs - superannuation	838	753
Annual leave	572	497
Employment on-costs - other	446	351
Accrued salaries charged externally	321	212
Long service leave	168	35
Skills and experience retention leave	34	26
Board and committee fees	33	30
Targeted voluntary separation packages	-	469
Other staff related expenses	41	5
Total staff related expenses	9 321	9 176

Employment on-costs – superannuation

Board employees are employed under Part 7 of the *Public Sector Act*.

The superannuation employment on-cost charge represents the Board's contributions to superannuation plans in respect of current services of current staff. DTF centrally recognises the superannuation liability in the whole-of-government financial statements.

Staff Remuneration

The number of staff whose remuneration received or receivable falls within the following bands:

Remuneration of staff

The number of employees whose remuneration received or receivable falls within the following bands:

	2024	2023
	No.	No.
\$186 001 to \$206 000	1	1
\$226 001 to \$246 000	-	1
\$306 001 to \$326 000	1	-
\$366 001 to \$386 000	-	1
Total	2	3

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

3.3 Staff related expenses (continued)

The total remuneration received or receivable by these staff for the year was \$512 000 (2023: \$671 000).

The table includes all staff who received remuneration equal to or greater than the base executive remuneration level during the year.

Remuneration of staff reflects all costs of employment including salaries and wages, payments in lieu of leave, superannuation contributions, termination payments, salary sacrifice benefits, fringe benefits and any related fringe benefits tax paid.

Targeted voluntary separation packages (TVSPs)

There was no TVSP paid during the reporting period (2023: 6).

	2024 \$'000	2023 \$'000
Amounts paid to separated employees:		
Targeted voluntary separation packages	-	459
Leave paid to separated employees	-	236
	<u>-</u>	<u>695</u>
Recovery from DTF	-	(469)
Net cost to the Board	<u>-</u>	<u>226</u>

3.4. Staff related liabilities

	2024 \$'000	2023 \$'000
Current		
Annual leave	479	456
Long service leave	157	120
Skills and experience retention leave	42	44
Accrued salaries and wages	159	-
Employment on-costs	112	99
Total current staff related liabilities	<u>949</u>	<u>719</u>
Non-current		
Long service leave	1 119	1 071
Employment on-costs	115	107
Total non-current staff related liabilities	<u>1 234</u>	<u>1 178</u>
Total staff related liabilities	<u>2 183</u>	<u>1 897</u>

Staff related liabilities accrue as a result of services provided up to the reporting date that remain unpaid. Non-current staff related liabilities are measured at present value and current staff related liabilities are measured at nominal amounts.

Salaries and wages, annual leave, skills and experience retention leave (SERL) and sick leave

The liability for salary and wages is measured as the amount unpaid at the reporting date at remuneration rates current at the reporting date.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

3.4 Staff related liability (continued)

The annual leave liability and the SERL liability in full is expected to be payable within 12 months and is measured at the undiscounted amount expected to be paid.

Salary inflation rate for annual leave, and skills, experience and retention leave liability changed to 2.4% (2023: 2.0%).

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

Long service leave

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by staff up to the end of the reporting period using the projected unit credit method.

AASB 119 *Employee Benefits (AASB 119)* contains the calculation methodology for long service leave liability.

The expected timing and amount of long service leave payments is determined through whole-of-government actuarial calculations, which are based on actuarial assumptions on expected future salary and wage levels, experience of staff departures and periods of service.

The discount rate used in measuring the liability is reflective of the yield on long-term Commonwealth Government bonds. The yield on long-term Commonwealth Government bonds has changed from 4.0% (2023) to 4.25% (2024).

The impact on future periods is impracticable to estimate as the long service leave liability is calculated using a number of demographical and financial assumptions – including the long-term discount rate.

The actuarial assessment performed by DTF increased the salary inflation rate of 2.5% to 3.5% for long service leave liability.

Employment on-costs

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

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

As a result of an actuarial assessment performed by DTF, the portion of long service leave taken as leave has increased to 44% (2023: 43%) and the average factor for the calculation of employer superannuation contribution on-costs has increased to 11.5% (2023: 11.1%). These rates are used in the employment on-cost calculation. The net financial effect of these changes in the current financial year is immaterial. The estimated impact on future periods is impracticable to estimate as the long service leave liability is calculated using a number of assumptions.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

4. Expenses

4.1. Supplies and services

	2024	2023
	\$'000	\$'000
Cost of goods sold	749	804
Information technology and communication charges	524	602
Artlab conservation work	470	539
Insurance and risk	386	375
Exhibitions	380	569
Marketing	217	259
Administration	208	263
Business services charge	202	171
Consultants	140	139
Audit fees *	90	79
Accommodation and travel	86	55
Contractors / contract staff	75	96
Research	70	198
Minor equipment	62	15
Legal Fees	49	41
Hire, rent and equipment	44	55
Fees	39	38
Maintenance	34	22
Training and development	30	37
Motor vehicle expenses	23	35
WHS	12	27
Functions	2	22
Collections	1	4
Other	39	74
Total supplies and services	3 932	4 519

* Audit fees paid/payable to the Audit Office of South Australia relating to work performed under the *Public Finance and Audit Act 1987* of \$57 700 (2023: \$60 000) and audit fees payable to Bentley's relating to work performed for the audit of the SA Museum Foundation Incorporated and South Australian Museum Foundation Fund. No other services were provided by the Audit Office of South Australia. No other services were provided by Bentleys (2023: \$18 000).

4.2. Accommodation and facilities

	2024	2023
	\$'000	\$'000
Facilities	1 301	1 287
Security	662	775
Utilities	667	619
Accommodation	260	224
Total accommodation and facilities	2 890	2 905

Most of the Board's accommodation is provided by the Department for Infrastructure and Transport under Memorandum of Administrative Arrangement (MoAA) issued in accordance with Government-wide accommodation policies. These arrangements do not meet the definition of a lease set out in AASB 16 *Leases* and accordingly are expensed.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

5. Non-financial assets

5.1. Property, plant and equipment

Reconciliation 2023-24

	Land \$'000	Buildings & improvements \$'000	Work in progress \$'000	Plant and equipment \$'000	Computer equipment \$'000	ROU Vehicles \$'000	Total \$'000
Carrying amount at the beginning of the period	11 700	23 960	114	5 525	16	12	41 327
Additions	-	-	592	82	-	52	726
Disposals	-	-	-	(15)	-	-	(15)
Accumulated depreciation on disposals	-	-	-	14	-	-	14
Depreciation and amortisation	-	(1 509)	-	(438)	(2)	(14)	(1 963)
Revaluation increment/(decrement)	4,305	3,314	-	-	-	-	7 619
Transfer to/(from) capital works in progress	-	-	(56)	56	-	-	-
Carrying amount at the end of the period	16 005	25 765	650	5 224	14	50	47 708
Gross carrying amount							
Gross carrying amount	16 005	86 550	650	9 058	55	64	112 382
Accumulated depreciation	-	(60 785)	-	(3 834)	(41)	(14)	(64 674)
Carrying amount at the end of the period	16 005	25 765	650	5 224	14	50	47 708

Property, plant and equipment owned by the Board with a value equal to or in excess of \$10 000 is capitalised, otherwise it is expensed. Property, plant and equipment is recorded at fair value and there were no indications of impairment.

Review of accounting estimates

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

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

5.1 Property, plant and equipment

Useful life

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

Class of asset	Useful life (years)
Buildings and improvements	10 to 100
Plant and equipment	3 to 25
Computer equipment	3 to 5
Right-of-use vehicles	3 to 5
Intangibles	5 to 10

Land and buildings

An independent desktop valuation of land, buildings and improvements was performed as at 30 June 2024 by a Certified Practising Valuer from Liquid Pacific Asset Consultants.

Fair value of land has been determined using the market approach. The valuation was based on recent market transactions for similar land in the area and includes adjustment for factors specific to the land such as size and location. For land classified as restricted in use, fair value was determined by applying an adjustment to reflect the restriction.

The fair value of buildings was determined using current replacement cost, due to there not being an active market. The current replacement cost considered the need for ongoing provision of government services, specialised nature and restricted use of the assets, their size, condition and location.

The valuation used estimates about construction materials that would be required to replace the buildings, information about current construction costs were derived from building costs guides, internal records such as recent tender documents, construction invoices etc. and the estimated useful life due to age and condition of the building.

5.2. Property, plant and equipment - leased by the Board

Right-of-use assets leased by the Board as a lease are measured at cost and there was no indication of impairment.

The Board has a limited number of leases:

- Two motor vehicle leases with the South Australian Government Financing Authority (SAFA). Motor vehicle leases are non-cancellable, with rental payments monthly in arrears. Motor vehicle lease terms can range from 3 years (60,000km) up to 5 years (100,000km). No contingent rental provisions exist within the lease agreements and no options exist to renew the leases at the end of their term.
- a concessionary (peppercorn) lease on a purpose-built facility located at SA Water's sewage treatment plant at Bolivar. It houses all the specialised equipment needed to handle skeletons of all sizes, including large whales. Without the supply of this lease at concessionary terms, the Board would incur costs for alternative property. Key aspects of the lease are nil lease payments and an automatic annual renewal of the lease on the anniversary date of the MoAA. Two years advance notice is required to terminate the lease.

The lease liabilities related to the right-of-use assets and cash outflows related to leases are disclosed in note 7.3.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

5.3. Heritage collections

	2024	2023
	\$'000	\$'000
Entomology	61 730	61 730
Australian Aboriginal ethnology	61 659	61 595
Foreign ethnology	44 352	44 335
Marine invertebrates	39 411	39 410
Mineralogy	31 772	31 275
Mammalogy	22 743	22 743
Archives/artwork	21 524	21 270
Archaeology	19 043	19 043
Palaeontology	16 817	16 817
Australian helminthological collection	13 925	13 923
Australian polar collection	11 450	11 450
Ornithology	10 686	10 683
Arachnology	9 318	9 318
Australian biological tissue bank	8 776	8 767
Malacology	5 258	5 258
Rare books	4 521	4 521
Herpetology	4 290	4 290
Ichthyology	3 460	3 456
Public program collection	263	263
Social/industrial history	251	251
Total heritage collections	391 249	390 398

Reconciliation of carrying amounts of heritage collections

	Opening		Closing
	balance	Additions	balance
2024	\$'000	\$'000	\$'000
Entomology	61 730	-	61 730
Australian Aboriginal ethnology	61 595	64	61 659
Foreign ethnology	44 335	17	44 352
Marine invertebrates	39 410	1	39 411
Mineralogy	31 275	497	31 772
Mammalogy	22 743	-	22 743
Archives/artwork	21 270	254	21 524
Archaeology	19 043	-	19 043
Palaeontology	16 817	-	16 817
Australian helminthological collection	13 923	2	13 925
Australian polar collection	11 450	-	11 450
Ornithology	10 683	3	10 686
Arachnology	9 318	-	9 318
Australian biological tissue bank	8 767	9	8 776
Malacology	5 258	-	5 258
Rare books	4 521	-	4 521
Herpetology	4 290	-	4 290
Ichthyology	3 456	4	3 460
Public Program Collection	263	-	263
Social/industrial history	251	-	251
Carrying amount at the end of the period	390 398	851	391 249

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

5.4. Heritage collections (continued)

Heritage collections are kept under special conditions so that there is no physical deterioration, and they are anticipated to have very long and indeterminate useful lives. No amount for depreciation has been recognised, as their service potential has not, in any material sense, been consumed during the reporting period.

The heritage collections are large and diverse. They include many items for which valuations are complex, given considerations of market value and their uniqueness. The heritage collections are independently valued every six years. The Board's heritage collections, were revalued as at 30 June 2022 using the valuation methodology outlined below in accordance with fair value principles adopted under AASB 13 *Fair Value Measurement*.

The valuation was carried out in accordance with the International Valuation Standards Framework and the relevant Australian Accounting Standards. The valuers also took into account the relevant guidelines set out in the Australian Framework for the Valuation of Public Sector Collections for General Purpose Financial Reporting issued in November 2018 by the Council of Australasian Museum Directors.

These valuations were undertaken by Aon Risk Solutions.

The collections were broadly valued on the following basis:

Collection	Method of valuation
Cultural Heritage collections	Market approach
Natural history collections	Cost approach

Heritage collection status applies to those collections where an established market exists.

Natural history collections have been valued at fair value on the basis of the cost of fieldwork, preparation and documentation to replace the material in its present condition.

Heritage collections deemed to have market value are Australian Ethnology, Foreign Ethnology, Australian Polar Collection, Social/Industrial History Collection, Mineralogy, Archives/Artworks, Rare Books and Public Programs.

Natural history collections valued at cost of recovery are the Australian Biological Tissue Bank, Marine Invertebrates/Malacology, Ichthyology, Palaeontology, Arachnology, Entomology, Ornithology, Archaeology, Mammalogy, Herpetology and Helminthological collection.

Collections deemed to be culturally sensitive, including human remains or items which are secret and sacred to Aboriginal communities have not been included within the current valuation and are considered at zero valuation.

The Heritage Collection represents items that have been formally accessioned into the State's Collection by the Board, within the control of the item and the item has been registered into the collection.

6. Financial assets

6.1. Cash and cash equivalents

	2024	2023
	\$'000	\$'000
Deposits with the Treasurer	2 129	2 163
Cash on hand	2	2
Deposits with banks	2 810	3 074
Total cash and cash equivalents	4 941	5 239

Cash is measured at nominal amounts.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

Deposits with the Treasurer

Deposits with the Treasurer are a combination of funds held in the Museum Board Account, an account held with the Treasurer of South Australia pursuant to section 21 of the *Public Finance and Audit Act 1987* (PFAA), and funds held in the Museum Board Operating Account, an account held with the Treasurer of South Australia pursuant to section 8 of the PFAA.

Deposits with banks

Deposits with banks include cash held with the Australian and New Zealand Banking Group (ANZ) by the South Australian Museum Foundation Incorporated and the South Australian Museum Foundation Fund.

6.2. Receivables

	2024 \$'000	2023 \$'000
Current		
Trade receivables		
Trade receivables	608	279
Total trade receivables	<u>608</u>	<u>279</u>
GST receivable	49	836
Accrued revenues	38	-
Accrued investment income	22	15
Prepayments	48	8
Total current receivables	<u>765</u>	<u>1 138</u>
Non-current		
Trade receivables	3	3
Total non-current receivables	<u>3</u>	<u>3</u>
Total receivables	<u>768</u>	<u>1 141</u>

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

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

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

Allowance for impairment loss on receivables

No allowance for impairment losses has been recognised in 2023-24.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

6.3. Investments

	2024	2023
	\$'000	\$'000
Investments classified as fair value through other comprehensive income		
Listed equity instruments designated at fair value through other comprehensive income	4 020	3 689
Investments classified as fair value through profit and loss		
Listed debt instruments mandatorily measured at fair value through profit and loss	198	196
Total investments	4 218	3 885

Equity instruments are designated at fair value through other comprehensive income with all changes in fair value being taken to the investment reserve. On disposal of these equity investments, any related balance within the investment reserve is reclassified to retained earnings. The debt instruments are designated at fair value through profit and loss with all changes in fair value going through profit or loss. On disposal of these debt instruments, any gains or losses are recognised in profit and loss.

Dividends and distributions arising from all investments are recognised in the statement of comprehensive income.

Investment reconciliation

	2024	2023
	\$'000	\$'000
Shares and other investments		
Carrying amount at the beginning of period	3 885	3 451
Additions at book value	-	113
Changes in fair value of investments classified as fair value through other comprehensive income	331	320
Changes in fair value of investments classified as fair value through profit & loss	2	1
Total investments	4 218	3 885

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

7. Liabilities

7.1. Payables

	2024	2023
	\$'000	\$'000
Current		
Trade Payables	1 263	2 326
Total current payables	1 263	2 326

Payables are measured at nominal amounts.

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

7.2. Provisions

All provisions relate to workers compensation.

	2024	2023
	\$'000	\$'000
<i>Movement in provisions</i>		
Carrying amount at the beginning of the period	181	206
Additional provision recognised	103	-
Reductions resulting from re-measurement or settlement without cost	-	(25)
Carrying amount at the end of the period	284	181

A provision has been reported to reflect unsettled workers compensation claims. The workers compensation provision is based on an actuarial assessment of the outstanding liability as at 30 June 2024 provided by a consulting actuary engaged through the Office of the Commissioner of Public Sector Employment. The provision is for the estimated cost of ongoing payments to employees as required under current legislation.

The Board is responsible for the payment of workers compensation claims. However, the Board is able to seek reimbursement for and payment of workers compensation medical redemption costs from DPC that may arise in the future to resolve claims.

7.3. Financial liabilities

All financial liabilities are lease liabilities. Lease liabilities have been measured via discounting lease payments using the interest rate implicit in the lease (where it is readily determined), or DTF's incremental borrowing rate. There were no defaults or breaches on any of the financial liabilities throughout the year.

The total cash outflow for leases in 2023-24 was \$3 000 (2023: \$3 000) which related to the repayment of leases of motor vehicles.

Right-of-use assets are disclosed in note 5.2.

Museum Board
Notes to and forming part of the financial statements
for the year ended 30 June 2024

8. Outlook

8.1. Unrecognised commitments

Commitments arising from contractual or statutory sources are disclosed at their nominal value.

Other Contractual commitments

	2024	2023
	\$'000	\$'000
No later than one year	1 086	1 548
Later than one year but not later than five years	3 690	3 616
Total contractual commitments	4 776	5 164

The Board's expenditure commitments arise from the existing contracts for security, cleaning, and cash contributions towards research projects. As of 1st of July 2024 the contractual commitment for the Netley off-site storage has been transferred to the Department of the Premier and Cabinet.

Contingent rental provisions within the security and cleaning contracts require the minimum contract payments to be increased by variable operating costs and wage rises.

8.2. Contingent assets and liabilities

The Board is not aware of any contingent assets as at 30 June 2024.

The Board is aware of a contingent liability concerning the Bolivar site. The Board leases space at Bolivar from SA Water. The lease arrangements include make good provisions in the event that the Board vacates the site. The Board has no intentions to vacate the site in the near-term future. In addition, the scope and cost of potential make good requirements are undetermined. As such there has not been any provision raised in these financial statements.

8.3. Events after the reporting period

There were no events that occurred after the reporting period for the year ended 30 June 2024.

Museum Board
Statement of Certification
for the year ended 30 June 2024

We certify that the:

- financial statements of the Museum Board:
 - are in accordance with the accounts and records of the Museum Board;
 - comply with relevant Treasurer's Instructions;
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the Museum Board at the end of financial year and the results of its operations and cash flows for the financial year.
- internal controls employed by the Museum Board for the financial year over its financial reporting and its preparation of financial statements have been effective.


Chair Board Member
23 September 2024


Dr David Gaimster
Chief Executive Officer
23 September 2024


Shakhlo Rasulova
Chief Financial Officer
20 September 2024