



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 Presiding Member Teachers Registration Board of South Australia

Opinion

I have audited the financial report of the Teachers Registration Board of South Australia 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 Teachers Registration Board of South Australia as at 30 June 2024, its financial performance and its cash flows for the year then ended in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards – Simplified 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 the Presiding Member, the Registrar and the Manager Corporate Services.

Basis for opinion

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

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

Responsibilities of the Registrar and the Board for the financial report

The Registrar is responsible for the preparation of the financial report that gives a true and fair view in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and 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 Registrar is responsible for assessing the entity's ability to continue as a going concern. The Registrar is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the assessment indicates that it is not appropriate.

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

Auditor's responsibilities for the audit of the financial report

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987*, I have audited the financial report of the Teachers Registration Board of South Australia 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 Teachers Registration Board of South Australia's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Registrar
- conclude on the appropriateness of the Registrar's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the opinion. My conclusion is based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an entity to cease to continue as a going concern
- evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation

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

I communicate with the Presiding Member and the Registrar about, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.



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

28 September 2024

FINANCIAL STATEMENTS

for the year ended

30 June 2024



**Teachers
Registration Board**
OF SOUTH AUSTRALIA

CERTIFICATION OF THE FINANCIAL STATEMENTS

We certify that the:

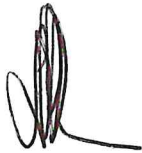
- financial statements of the Teachers Registration Board of South Australia (the Board):
 - are in accordance with the accounts and records of the Board,
 - comply with relevant Treasurer's Instructions,
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial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



Carolyn Grantskalns

Presiding Member

Date 27.9.24



Leonie Paulson

Registrar

Date 27.9.24



Alan Herman

Manager, Corporate Services

Date 27 September 2024

TEACHERS REGISTRATION BOARD OF SOUTH AUSTRALIA STATEMENT OF COMPREHENSIVE INCOME

for the year ended 30 June 2024

	Note No.	2024 \$'000	2023 \$'000
Income			
Fees and charges	2.1	6,490	6,032
Interest revenue	2.2	608	359
Other income	2.3	392	-
Total income		7,490	6,391
Expenses			
Employee related expenses	3.3	3,772	3,813
Supplies and services	4.1	2,302	1,723
Depreciation and amortisation expense	5.1/5.3/5.4	116	129
Other expenses	4.2	250	-
Total expenses		6,440	5,665
Net result		1,050	726
Total comprehensive result		1,050	726

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

TEACHERS REGISTRATION BOARD OF SOUTH AUSTRALIA STATEMENT OF FINANCIAL POSITION

as at 30 June 2024

	Note No	2024 \$'000	2023 \$'000
Current assets			
Cash and cash equivalents	6.2	15,518	12,452
Receivables	6.3	135	101
Total current assets		15,653	12,553
Non-current assets			
Property, plant, and equipment	5.1	83	28
Intangible assets	5.4	153	253
Receivables	6.3	230	147
Total non-current assets		466	428
Total assets		16,119	12,981
Current liabilities			
Employee related liabilities	3.4	435	448
Payables	7.2	277	133
Unearned revenue	7.3	3,848	3,216
Provisions	7.4	32	26
Total current liabilities		4,592	3,823
Non-current liabilities			
Employee related liabilities	3.4	589	596
Unearned revenue	7.3	5,954	4,648
Provisions	7.4	101	81
Total non-current liabilities		6,644	5,325
Total liabilities		11,236	9,148
Net assets		4,883	3,833
Equity			
Retained earnings		4,883	3,833
Total equity		4,883	3,833

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

TEACHERS REGISTRATION BOARD OF SOUTH AUSTRALIA STATEMENT OF CHANGES IN EQUITY

for the year ended 30 June 2024

	Retained earnings \$'000
Balance at 30 June 2022	3,107
Total comprehensive result for 2022-23	726
Balance at 30 June 2023	3,833
Total comprehensive result for 2023-24	1,050
Balance at 30 June 2024	4,883

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

TEACHERS REGISTRATION BOARD OF SOUTH AUSTRALIA STATEMENT OF CASH FLOWS

for the year ended 30 June 2024

	Note No.	2024 \$'000	2023 \$'000
Cash flows from operating activities			
Cash inflows			
Fees and charges		8,301	7,177
Interest received		595	318
Other income		517	-
GST recovered from ATO		197	192
Cash generated from operations		9,610	7,687
Cash outflows			
Employee related payments		(3,768)	(3,766)
Payments for supplies and services		(2,456)	(2,052)
Other expenses		(250)	
Cash used in operations		(6,474)	(5,818)
Net cash provided by/ (used in) operating activities		3,136	1,869
Cash flows from investing activities			
Cash outflows			
Purchase of property, plant, and equipment		(70)	(12)
Purchase of intangible assets		-	(35)
Cash used in investing activities		(70)	(47)
Net increase/(decrease) in cash and cash equivalents		3,066	1,822
Cash and cash equivalents at the beginning of the period		12,452	10,630
Cash and cash equivalents at the end of the period	6.2	15,518	12,452

The accompanying notes form part of these financial statements.

NOTES TO
AND
FORMING PART
OF THE FINANCIAL
STATEMENTS

Contents

FINANCIAL STATEMENTS	1
1. About the Teachers Registration Board of South Australia	9
2. Income	11
3. Board, Committees and employees	12
4. Expenses	16
5. Non-financial assets.....	18
6. Financial assets	20
7. Liabilities	22
8. Outlook.....	24

1. About the Teachers Registration Board of South Australia

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

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

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

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

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

1.1. Basis of preparation

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

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

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

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

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

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

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

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

2. Income

2.1. Fees and charges

	2024 \$'000	2023 \$'000
Regulatory application fees – new and renewing teachers	1,803	1,595
Regulatory annual fees – new and renewing teachers	4,360	4,122
Initial Teacher Education program accreditation fees	3	13
Other fees and charges	324	302
Total fees and charges	6,490	6,032

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

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

The amended legislation also provides for a fee to be paid to the Board by a tertiary education provider applying for an Initial Teacher Education program to be accredited. In 2023-24, the Board received one fee-paying application, down from five in 2022-23.

2.2. Interest revenue

	2024 \$'000	2023 \$'000
Interest from SA Financing Authority	608	359
Total interest revenue	608	359

A combination of increased interest rates and a larger average cash balance in the 2023-24 year has resulted in significantly larger interest revenue received by the Board than received in 2022-23.

2.3. Other income

	2024 \$'000	2023 \$'000
Other income	392	-
Total other income	392	-

The Board has been successful in obtaining a priority project status to replace its main IT systems as a result of the 2023 State Budget. Funding is being provided to the Board progressively by the Department of Treasury and Finance's Digital Investment Fund. The project is being managed through the Department for Education and all funding provided is being remitted directly to the Department for Education. During 2023-24, a total of \$250,000 was received by the Board.

In addition, the Board was provided funding of \$50,000 by the Department for Education to assist with the implementation of IT changes required as a result of new legislation relating to the registration of Early Childhood Teachers.

A further \$63,000 was received from another government agency to cover the leave accrual value of an employee who transferred to the Board from that agency.

3. Board, Committees and employees

3.1. Key management personnel

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

Key management personnel of the Board include the Minister for Education, the Registrar and Board and Deputy Members of the Board who have responsibility for the strategic direction and management of the Board. Total compensation for the Board's key management personnel was \$321,000 (2023: \$312,000).

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

Transactions with key management personnel and other related parties

No transactions were identified.

3.2. Board and Committee Members

Members during the 2024 financial year were:

Board Members

Jane Lomax-Smith – Presiding Member
(ceased 18 July 2023)

Carolyn Grantskalns – Presiding Member
(appointed 19 October 2023)

Susan Boucher – Deputy Presiding Member
(appointed 19 October 2023)

Fiona Brady

Kate Cameron (ceased 30 June 2024)

Susan Raymond* (appointed 14 March 2024)

Lynne Rutherford (appointed 14 March 2024)

Nigel Stevenson

Peter McKay

Anthony Haskell

Britta Jureckson

Colleen Tomlian* (ceased 30 June 2024)

Amanda Dempsey*

Oksana Kaczmarzsky* (ceased 30 June 2024)

Tracey Chapman*

Rocco Perrotta (Board appointed legal member)

Nadine Lambert (Board appointed legal member)

Deputy Board Members

Cindy Hynes

Michael Francis (ceased 30 June 2024)

David Freeman

Mark Ward* (ceased 30 June 2024)

Catherine Cavouras*

Nikki Johnston* (ceased 30 June 2024)

Marika Marlow*

* In accordance with the Department of Premier and Cabinet Circular 016, government employees did not receive any remuneration for Board/Committee duties during the financial year unless an exemption to that circular was granted by the Department for Premier and Cabinet.

Board and Committee remuneration

The number of Members whose remuneration received falls within the following bands during the financial year:	2024	2023
\$0 - \$19,999	15	13
Total number of Members	15	13

The total value of remuneration paid or payable to eligible Board Members and Deputy Board Members during the year was \$52,000 (2023: \$60,000). This amount comprised sitting fees for Board attendance including Initial Teacher Education accreditation panels and disciplinary hearings, and the Admissions and Audit and Risk Sub-Committees of the Board. Eligible Board, panel and Sub-Committee Members also receive superannuation where required under Commonwealth law.

As part of these arrangements, legal fees paid to two Board Members appointed in their legal capacity during the year were \$4,000 (2023: \$9,000). These legal fees were charged at an hourly rate approved by the Commissioner for Public Sector Employment.

3.3. Employee related expenses

	2024 \$'000	2023 \$'000
Salaries and wages	2,804	2,636
Long service leave	42	132
Annual leave	211	226
Skills and experience retention leave	13	7
Employment on-costs – superannuation	344	309
Employment on-costs – other	139	135
Workers compensation expenses	25	60
Board and committee fees	53	60
Other employee related expenses ¹	141	248
Total employee related expenses	3,772	3,813

Employment on-costs superannuation

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

¹ The large variance in "Other employee related expenses" is mainly due to a payment that the Board was legally required to make to another government agency. The payment compensated the other agency for the value of leave liabilities it acquired when a staff member transferred to that agency from the Board.

Employee remuneration

	2024 No	2023 No
The number of employees whose remuneration received or receivable falls within the following bands:		
\$246,001 to \$266,000	-	1
\$266,001 to \$286,000	1	-
Total	1	1

The total remuneration received by those employees for the year was \$270,000 (2023: \$257,000).

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

3.4. Employee related liabilities

	2024 \$'000	2023 \$'000
Current		
Accrued salaries and wages	91	70
Annual leave	207	232
Long service leave	45	57
Skills and experience retention leave	12	10
Employment on-costs	80	79
Total current employee related liabilities	435	448
Non-current		
Long service leave	534	542
Employment on-costs	55	54
Total non-current employee related liabilities	589	596
Total employee related liabilities	1,024	1,044

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

Long service leave

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The expected timing and amount of long service leave payments is determined through whole-of-government actuarial calculations, which are based on actuarial assumptions on expected future salary and wage levels, experience of employee departures and periods of services. These assumptions are based on employee data over SA Government entities.

The discount rate is reflective of the yield on long-term Commonwealth Government bonds. The yield on long-term Commonwealth Government bonds has increased from 2023 (4%) to 2024 (4.25%).

This increase in the bond yield results in a decrease in the reported long service leave liability of \$23,000 (2023: \$16,000).

The current portion of employee related liabilities reflects the amount for which the department does not have right to defer settlement for at least 12 months after reporting date. For long service leave, the amount relates to leave approved before year end that will be taken within 12 months, expected amount of leave to be approved and taken by eligible employees within 12 months, and expected amount of leave to be paid on termination to eligible employees within 12 months.

Employment on-costs

Employment on-costs include payroll tax, ReturnToWorkSA levies and superannuation contributions and are settled when the respective employee benefits that they relate to are discharged. These on-costs primarily relate to the balance of leave owing to employees. Estimates as to the 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 contributes to several State Government and externally managed superannuation schemes. These contributions are treated as an expense when they occur. There is no liability for payments to beneficiaries as they have been assumed by the respective superannuation schemes. The only liability outstanding at reporting date relates to any contributions due but not yet paid to these schemes.

As a result of an actuarial assessment performed by the Department of Treasury and Finance, the proportion of long service leave taken as leave has changed from the 2023 rate (43%) to 44% and the average factor for the calculation of employer superannuation on-costs has also changed from the 2023 rate (11.1%) to 11.5%. These rates are used in the employment on-cost calculation. The net financial effect of the changes in the current financial year is an increase in the employment on-cost of \$3,000 and employee benefits expense of \$3,000. The impact on future periods is impracticable to estimate.

4. Expenses

Employee related expenses are disclosed in note 3.3.

4.1. Supplies and services

	2024 \$'000	2023 \$'000
Accommodation and cleaning	273	244
Consultants	13	19
Criminal history checks	298	279
Information technology expenses	729	509
Insurance	13	14
Legal costs	293	144
Minor works, maintenance, and equipment	14	17
Postage and courier expenses	41	36
Printing, stationery, and office consumables	17	42
Professional fees	37	45
Promotions, research, and sponsorship	69	15
Sundry operating expenses	52	33
Telecommunications	31	39
Temporary agency contractors	422	287
Total supplies and services	2,302	1,723

Professional fees include audit fees paid / payable to the Auditor-General's Department relating to work performed under the *Public Finance and Audit Act 1987*. These fees were \$27,000 (2023: \$32,000). No other services were provided by the Audit Office of South Australia.

Accommodation

The Board's accommodation is provided by the Department for Infrastructure and Transport (DIT) under Memoranda of Administrative Arrangement (MoAA) issued in accordance with Government-wide accommodation policies. These arrangements do not meet the definition of lease set out in AASB 16. Information about accommodation incentives relating to this arrangement is shown at note 6.3.

Consultants

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

	No	2024 \$'000	No	2023 \$'000
\$10,000 or above	1	11	1	19
Total	1	11	1	19

4.2. Other expenses

	2024 \$'000	2023 \$'000
Other expenses	250	-
Total other expenses	250	-

Other expenses includes funds remitted to the Department for Education for the management and delivery of the IT project funded by the State Government in the 2023 State Budget. These funds were paid to the Board by the Department of Treasury and Finance and are then remitted in full to the Department for Education.

5. Non-financial assets

5.1. Property, plant, and equipment by asset class

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

	Plant & equipment \$'000	Total \$'000
Gross carrying amount	112	112
Accumulated depreciation	(29)	(29)
Carrying amount	83	83
Reconciliation 2023-24		
Carrying amount at the beginning of the period	28	28
Acquisitions	70	70
Depreciation	(15)	(15)
Carrying amount at the end of the period	83	83

5.2. Useful life and depreciation/amortisation

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

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

Review of accounting estimates

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

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

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

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

Plant and equipment

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

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

5.4. Intangible assets

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

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

The internally developed computer software relates to the Board's customer relationship management system and associated applications with a remaining useful life of no more than three years and carrying amount of \$153,000. Amortisation is calculated on a straight-line basis over five years. Three years remains of the amortisation period of the most recent capitalised development.

	Internally developed computer software \$'000	Total \$'000
Gross carrying amount	578	578
Accumulated amortisation	(425)	(425)
Carrying amount	153	153
Reconciliation 2023-24		
Carrying amount at the beginning of the period	253	253
Depreciation	(100)	(100)
Carrying amount at the end of the period	153	153

6. Financial assets

6.1. Categorisation of financial assets

	2024 Carrying amount \$'000	2023 Carrying amount \$'000
<u>Financial assets</u>		
Cash and equivalents		
Cash and cash equivalents	15,518	12,452
Receivables	73	44
Total financial assets	15,591	12,496

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

6.2. Cash and cash equivalents

	2024 \$'000	2023 \$'000
Deposits with the Treasurer	15,518	12,452
Total cash and cash equivalents	15,518	12,452

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

6.3. Receivables

	2024 \$'000	2023 \$'000
Current		
<u>Contractual receivables</u>		
From government entities	54	41
From non- government entities	19	3
Total contractual receivables	73	44
Statutory receivables		
GST input tax recoverable	29	12
Total statutory receivables	29	12
<u>Other</u>		
Prepayments	33	45
Total other receivables	33	45
Total current receivables	135	101
Non-Current		
<u>Other</u>		
Accommodation incentive	230	147
Total other receivables	230	147
Total non-current receivables	230	147
Total receivables	365	248

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

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

The accommodation incentive amount represents the portion of a total amount of \$585,000 payable to the Teachers Registration Board for either refurbishment costs or rental reduction over the duration of the current MOAA. During 2023/24 the Board agreed to take up the lease incentive option with accommodation refurbishments. On completion of the refurbishment in 2024/25 the controlled lease accommodation improvements will be recognised as an asset and depreciated over the remaining lease term. A corresponding lease incentive liability will be recognised and amortised over the remaining lease term.

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

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

7. Liabilities

Employee related liabilities are disclosed in note 3.4.

7.1. Categorisation of financial liabilities

	2024 Carrying amount \$'000	2023 Carrying amount \$'000
<u>Financial liabilities</u>		
Financial liabilities at amortised cost		
Payables	68	12
Accrued expenses	124	50
Total financial liabilities	192	62

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

7.2. Payables

	2024 \$'000	2023 \$'000
<u>Current</u>		
Contractual payables		
Trade payables	68	12
Accrued expenses	124	50
Total contractual payables	192	62
Statutory payables		
PAYG	62	49
Audit fees payable	23	22
Total statutory payables	85	71
Total current payables	277	133
<u>Non-current</u>		
Total non-current payables	-	-
Total payables	277	133

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

Statutory payables do not arise from contracts. Statutory payables include government taxes and equivalents, statutory fees and charges and Auditor General's Department audit fees. This is in addition to employee related payables, such as payroll tax, Fringe Benefits Tax, Pay As You Go Withholding and ReturnToWorkSA levies. Statutory payables are carried at cost.

7.3. Unearned revenue

	2024 \$'000	2023 \$'000
<u>Current</u>		
Unearned revenue	3,723	3,216
Miscellaneous	125	-
Total current unearned revenue	3,848	3,216
<u>Non-current</u>		
Unearned revenue	5,954	4,648
Total non-current unearned revenue	5,954	4,648
Total unearned revenue	9,802	7,864

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

The miscellaneous unearned revenues represent funds received from external agencies prior to 30 June 2024 for projects not due to commence in the Board until 2024-2025.

7.4. Provisions

	Workers Compensation	Total
	2024 \$'000	2024 \$'000
Carrying amount at the beginning of the period	107	107
Additions	26	26
Carrying amount at the end of the period	133	133

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 for Public Sector Employment.

The provision is for the estimated cost of ongoing payments to employees as required under current legislation. The Board is responsible for the payment of workers compensation claims.

8. Outlook

8.1. Unrecognised contractual commitments

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

Expenditure commitments

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

The future payments for these arrangements total \$927,000 over the next 5 years.

	2024 \$'000	2023 \$'000
Not later than one year	324	294
Later than one year not longer than five years	723	808
More than five years	-	53
Total expenditure commitments	1,047	1,155

8.2. Contingent assets and liabilities

The Board is aware of a potential liability to another government agency with respect to the leave accrual of a former staff member who transferred to that agency during the financial year. As at 30 June 2024, the Board had not received any claims from that agency for any contribution to that person's leave accrual. The potential amount the Board may be liable to pay is \$52,000.

8.3. Events after the reporting period

The Board has not identified any events after 30 June 2024 that would have an impact on the financial statements.