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## To the Presiding Member Kangaroo Island Landscape Board

### Opinion

I have audited the financial report of the Kangaroo Island Landscape Board (the Board) 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 Board 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 and the General Manager.

### 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 Board. 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 General Manager and the Board for the financial report**

The General Manager 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 General Manager is responsible for assessing the entity's ability to continue as a going concern, 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 is 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* and section 38(2) of the *Landscape South Australia Act 2019*, I have audited the financial report of the Board 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 Board's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the General Manager
- conclude on the appropriateness of the General Manager'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 General Manager and the Presiding Member about, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.



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

29 November 2024

# **Kangaroo Island Landscape Board**

## **Financial Statements**

For the year ended 30 June 2024

**Kangaroo Island Landscape Board**  
**Certification of the Financial Statements**  
*for the year ended 30 June 2024*

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We certify that the:

- financial statements for the Kangaroo Island Landscape Board (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.



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Andrew Heinrich  
**Presiding Member**  
28 November 2024



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Will Durack  
**General Manager**  
Kangaroo Island Landscape Board  
28 November 2024

**Kangaroo Island Landscape Board**  
**Statement of Comprehensive Income**  
*for the year ended 30 June 2024*

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	Note	2024 \$'000	2023 \$'000
<b>Income</b>			
Landscape Levies	2.1	446	416
Intra-government transfers	2.2	1 893	1 377
Commonwealth-sourced grants and funding	2.3	2 505	2 741
Grant revenues	2.4	1 039	702
Interest revenues	6.1	202	165
Other income	2.5	96	267
<b>Total income</b>		<b>6 181</b>	<b>5 668</b>
<b>Expenses</b>			
Employee related expenses	3.3	2 862	3 369
Supplies and services	4.1	3 727	3 038
Grants and subsidies	4.2	334	215
Depreciation	5.1	182	218
Borrowing Costs	7.2	16	2
Other expenses	4.3	46	45
<b>Total expenses</b>		<b>7 167</b>	<b>6 887</b>
<b>Net loss</b>		<b>(986)</b>	<b>(1 219)</b>
<b>Total comprehensive result</b>		<b>(986)</b>	<b>(1 219)</b>

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

**Kangaroo Island Landscape Board**  
**Statement of Financial Position**  
*as at 30 June 2024*

	Note	2024 \$'000	2023 \$'000
<b>Current assets</b>			
Cash and cash equivalents	6.1	3 651	4 295
Receivables	6.2	1 619	1 623
<b>Total current assets</b>		<b>5 270</b>	<b>5 918</b>
<b>Non-current assets</b>			
Receivables	6.2	1	1
Property plant equipment	5.1	523	510
<b>Total non-current assets</b>		<b>524</b>	<b>511</b>
<b>Total assets</b>		<b>5 794</b>	<b>6 429</b>
<b>Current liabilities</b>			
Payables	7.1	972	590
Financial liabilities	7.2	159	141
Employee related liabilities	3.4	260	279
Provisions	7.3	7	11
Other liabilities	7.4	28	-
<b>Total current liabilities</b>		<b>1 426</b>	<b>1 021</b>
<b>Non-current liabilities</b>			
Financial liabilities	7.2	302	292
Employee related liabilities	3.4	246	302
Provisions	7.3	28	36
<b>Total non-current liabilities</b>		<b>576</b>	<b>630</b>
<b>Total liabilities</b>		<b>2 002</b>	<b>1 651</b>
<b>Net assets</b>		<b>3 792</b>	<b>4 778</b>
<b>Equity</b>			
Retained earnings		3 792	4 778
<b>Total equity</b>		<b>3 792</b>	<b>4 778</b>

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

**Kangaroo Island Landscape Board**  
**Statement of Changes in Equity**  
*for the year ended 30 June 2024*

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	Note	Retained earnings \$'000	Total equity \$'000
<b>Balance at 1 July 2022</b>		<u>5 997</u>	<u>5 997</u>
Net loss for 2022-23		<u>(1 219)</u>	<u>(1 219)</u>
<b>Total comprehensive result for 2022-23</b>		<u>(1 219)</u>	<u>(1 219)</u>
<b>Balance at 30 June 2023</b>		<u>4 778</u>	<u>4 778</u>
Net loss for 2023-24		<u>(986)</u>	<u>(986)</u>
<b>Total comprehensive result for 2023-24</b>		<u>(986)</u>	<u>(986)</u>
<b>Balance at 30 June 2024</b>		<u><u>3 792</u></u>	<u><u>3 792</u></u>

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



**Kangaroo Island Landscape Board**  
**Statement of Cash flows**  
*for the year ended 30 June 2024*

	Note	2024 \$'000	2023 \$'000
<b>Cash flows from operating activities</b>			
<i>Cash inflows</i>			
Landscape levies		272	372
Intra-government transfers		1 893	1 377
Commonwealth funding received		2 849	3 447
Grants		1 011	752
Interest received		205	150
GST recovered from DEW		163	-
Other receipts		112	277
<b>Cash generated from operations</b>		<b>6 505</b>	<b>6 375</b>
<i>Cash outflows</i>			
Employee related payments		(2 949)	(3 337)
Supplies and services		(3 605)	(3 055)
Grants and subsidies		(367)	(237)
Interest paid		(16)	(2)
GST paid to DEW		-	(119)
Other payments		(45)	(49)
<b>Cash used in operations</b>		<b>(6 982)</b>	<b>(6 799)</b>
<b>Net cash provided/(used) by operating activities</b>		<b>(477)</b>	<b>(424)</b>
<b>Cash flows from investing activities</b>			
<i>Cash outflows</i>			
Purchase of property, plant and equipment		-	(35)
<b>Cash used in investing activities</b>		<b>-</b>	<b>(35)</b>
<b>Net cash used in investing activities</b>		<b>-</b>	<b>(35)</b>
<b>Cash flows from financing activities</b>			
<i>Cash outflows</i>			
Repayment of leases		(167)	(207)
<b>Cash used in financing activities</b>		<b>(167)</b>	<b>(207)</b>
<b>Net cash used in financing activities</b>		<b>(167)</b>	<b>(207)</b>
<b>Net decrease in cash and cash equivalents</b>		<b>(644)</b>	<b>(666)</b>
Cash at the beginning of the period		4 295	4 961
<b>Cash at the end of the period</b>	6.1	<b>3 651</b>	<b>4 295</b>

The accompanying notes form part of these financial statements.

# Kangaroo Island Landscape Board

## Notes to and forming part of the financial statements

for the year ended 30 June 2024

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### 1. About the Kangaroo Island Landscape Board

The Kangaroo Island Landscape Board (the Board) was established 1 July 2020 as a not for profit statutory authority pursuant to the *Landscape South Australia Act 2019* (The Landscape Act).

The Kangaroo Island Landscape Plan 2021-2026 was adopted by the Minister for Climate, Environment and Water under section 50 of the *Landscape South Australia Act 2019* in June 2021. The Board operates under an annual Business Plan which aligns to the Landscape Plan for implementation in each financial year. The Business Plan identifies the boards expected revenue and investment in priorities for management of landscapes in the region as detailed in note 1.2.

The Board entered into a Service Level Agreement (SLA) with the Department for Environment and Water (DEW) during 2023-24 for the delivery of corporate support services to the Board to ensure it is able to meet its governance and financial management statutory requirements in delivering its business.

The financial statements and accompanying notes include all the controlled activities of the Board.

#### 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 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.

Significant accounting policies are set out throughout the notes.

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

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

The Board is grouped with the Department for Environment and Water (DEW) for GST purposes, and accordingly DEW prepares the Business Activity Statement on behalf of the Board via the grouping provisions of the GST legislation. Notwithstanding the use of these grouping provisions, intercompany cash alignment occurs to ensure the Board either recovers the net amount of GST recoverable from or disburses the amount payable to the ATO from DEW.

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

# **Kangaroo Island Landscape Board**

## **Notes to and forming part of the financial statements**

*for the year ended 30 June 2024*

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### **1.2. Objectives and priorities**

#### **Board's objectives**

The functions of the Board under section 25(1) of the Landscape Act include to:

- a) Undertake and promote the management of natural resources within its region
- b) Prepare a regional landscape plan and water allocation plans, landscapes affecting activities control policies and water affecting activities control policies, and
- c) Promote public awareness and understanding of the importance of integrated and sustainable natural resources management within its region

#### **Board priorities**

The Kangaroo Island Business Plan 2023-24 sets out the Boards investment in five priorities:

##### **Community**

- This priority focuses on a connected community at the centre of decision making

##### **Biodiversity**

- This priority focuses on healthy terrestrial and marine ecosystems and biodiversity

##### **Economy**

- This priority focuses on sustainable primary production and the island's economy

##### **Water**

- This priority focuses on effective water management

##### **Pests**

- This priority focuses on effective terrestrial and marine pest management

The Board invests in and delivers a suite of programs across the region to achieve the priorities and focus areas. The table on the following page presents expenses and income attributable to each priority.

**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2024*

**1.2. Objectives and priorities (continued)**

**Expenses and income by priority**

	Community		Biodiversity		Economy		Water		Pests		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Income</b>												
Landscape Levies	-	-	-	-	-	-	-	-	446	416	446	416
Intra-government transfers	1 293	1 261	-	-	50	116	-	-	550	-	1 893	1 377
Commonwealth-sourced grants and funding	552	313	40	1 518	588	423	-	-	1 325	487	2 505	2 741
Grant revenues	56	37	552	314	-	31	6	-	425	320	1 039	702
Interest	40	33	40	33	40	33	41	33	41	33	202	165
Other income	5	-	90	245	-	-	1	2	-	20	96	267
<b>Total income</b>	<b>1 946</b>	<b>1 644</b>	<b>722</b>	<b>2 110</b>	<b>678</b>	<b>603</b>	<b>48</b>	<b>35</b>	<b>2 787</b>	<b>1 276</b>	<b>6 181</b>	<b>5 668</b>
<b>Expenses</b>												
Employee related expense*	1 459	717	520	1 400	172	398	132	122	579	732	2 862	3 369
Supplies and services	783	367	511	1 839	637	217	45	74	1 751	541	3 727	3 038
Grants and subsidies	84	32	-	158	176	-	-	-	74	25	334	215
Depreciation**	79	90	46	52	19	25	19	26	19	25	182	218
Borrowing costs	7	2	6	-	1	-	1	-	1	-	16	2
Other expenses	46	45	-	-	-	-	-	-	-	-	46	45
<b>Total expenses</b>	<b>2 458</b>	<b>1 253</b>	<b>1 083</b>	<b>3 449</b>	<b>1 005</b>	<b>640</b>	<b>197</b>	<b>222</b>	<b>2 424</b>	<b>1 323</b>	<b>7 167</b>	<b>6 887</b>
<b>Net result</b>	<b>(512)</b>	<b>391</b>	<b>(361)</b>	<b>(1 339)</b>	<b>(327)</b>	<b>(37)</b>	<b>(149)</b>	<b>(187)</b>	<b>363</b>	<b>(47)</b>	<b>(986)</b>	<b>(1 219)</b>

\* A portion of employee benefits expenses are allocated equally to each priority

\*\* A portion of depreciation expense, borrowing costs and all interest revenue are allocated equally to each priority

\*\*\* The Board has determined that assets and liabilities cannot be reliably attributed to individual priorities

**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2024*

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**2. Income**

**2.1. Landscape levies**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
Landscape Levy collected within council areas	446	416
<b>Total Landscape Levies</b>	<b>446</b>	<b>416</b>

Landscape levies are collected under Part 5 of the Landscape Act and are received into the Landscape Administration Fund (LAF). The LAF is administered by DEW and funds are transferred to the Board from DEW.

**Landscape Levy collected within council areas**

The Board declares contributions by councils under Section 66 of the Landscape Act for the relevant financial year by notice in the Board Annual Business Plan. Revenue is recognised when the invoice is raised at the beginning of the levy period to which they relate.

**2.2. Intra-government transfers**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
State Government recurrent funding	1 893	1 261
Commonwealth funding	-	116
<b>Total Intra-government transfers</b>	<b>1 893</b>	<b>1 377</b>

DEW receives recurrent funding, which is administered through the Landscape Administration fund and provided to regional landscape Boards to support business operation and the administration of the Landscape Act. The funding is subsequently paid to regional landscape boards pursuant to subsection 90(4) of the Landscape Act.

Intra-government transfers are recognised as income when the Board obtains control of the asset which is on receipt.

**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2024*

**2.3. Commonwealth sourced grants and funding**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
Regional Delivery Partnerships Program *	1 419	-
Commonwealth grants	586	781
Regional Land Partnerships Program**	500	1 960
<b>Total Commonwealth-sourced grants and funding</b>	<b>2 505</b>	<b>2 741</b>

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>* Regional Delivery Partnerships Program funding consists of the following components</b>		
Feral pig eradication (PWP)	400	-
Regional Capacity Services	301	-
Improving the condition of Kangaroo Island (SNS)	290	-
Emergency Response Plan (NHT)	250	-
Feral cat eradication (NHT)	175	-
Sustainable Agriculture Facilitator (NHT)	3	-
<b>Total Regional Delivery Partnerships funding</b>	<b>1 419</b>	<b>-</b>

From 1 July 2023, the Department of Climate Change, Energy, Environment and Water under a panel agreement, appointed regional delivery partners to deliver on-ground environmental protection, sustainable agriculture and natural resource management activities across Australia. Funding for these services is provided from the Natural Heritage Trust. The Kangaroo Island Landscape Board was appointed as a delivery partner administering approved programs and projects under the agreement within the Kangaroo Island region.

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>** Regional Land Partnerships Program funding consists of the following components</b>		
Feral cat eradication (PWP)	500	-
Creating a Safe Haven for the Kangaroo Island Dunnart (NLP)	-	487
Recovering the Kangaroo Island Narrow Leaved Mallee Woodland (NLP)	-	467
Planning for the Future of the Kangaroo Island Dunnart (ERF)	-	426
Core services	-	313
Building Resilient Ag (NLP)	-	139
Building Native Oyster shellfish Reefs	-	128
<b>Total Regional Land Partnerships funding</b>	<b>500</b>	<b>1 960</b>

The Regional Land Partnership was funded by the Australian Government over five years from 2019 to 2023. The funding was provided to support vital on-ground environment and agriculture projects that offer benefits to the environment, farms and communities. However, in 2023-24, the Board received additional funds from the Australian Government for the Feral cat eradication project. This project concluded in 2023-24.

**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2024*

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**2.3. Commonwealth sourced grants and funding (continued)**

The Board has determined that the Commonwealth funding included in the table above is accounted for under AASB 1058. Commonwealth funding is generally paid in arrears, subject to an approved declaration of claim by the Board. The Board has determined that it has an unconditional contractual right to receive a portion of the funding under AASB 9 when a claim is submitted, as it has satisfied the eligibility criteria and expects that the claim will be accepted. Accordingly, revenue and a receivable are recognised when the claim is submitted. When Commonwealth funding is paid in advance it is recognised on receipt.

**2.4. Grant revenues**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Income recognised under AASB 1058</b>		
State Government Grants	443	306
Sundry grants	596	396
<b>Total grant revenues</b>	<b>1 039</b>	<b>702</b>

**Grants recognised under AASB 1058**

The Board has determined that the grant income included in the table above under AASB 1058 has been earned under arrangements that are either not enforceable and/or not linked to sufficiently specific performance obligations.

Income from grants without any sufficiently specific performance obligations, or that are not enforceable, is recognised when the Board has an unconditional right to receive cash which usually coincides with receipt of cash.

**2.5. Other income**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
Sale of goods	90	114
Sponsorship	5	-
Donations	-	131
Other revenue	1	22
<b>Total other income</b>	<b>96</b>	<b>267</b>

Other income includes revenue generated from the sales of goods such as native plants and associated equipment. The revenue is recognised upon the delivery of the service to the customer, which is in arrears, therefore no contract liability is recognised.

# Kangaroo Island Landscape Board

## Notes to and forming part of the financial statements

for the year ended 30 June 2024

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### 3. Board, committees and employees

#### 3.1. Key management personnel

Key management personnel of the Board includes the Minister for Climate, Environment and Water, the Presiding Member, members and the General Manager who have responsibility for the strategic direction and management of the Board.

The total compensation for the Board's key management personnel was \$227 000 in 2023-24 (2023: \$216 000).

The compensation disclosed in this note 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 under section 6 of the *Parliamentary Remuneration Act 1990*.

#### **Related party transactions**

The Board is a body corporate and was established pursuant to the Landscape Act and is wholly owned and controlled by the Crown.

Related parties of the Board include all key management personnel and their close family members; all Cabinet Ministers and their close family members; and all public authorities that are controlled and consolidated into the whole of government financial statements and other interests of the Government.

#### **Transactions with key management personnel and other related parties**

No transactions with key management personnel or related parties have occurred throughout the 2023-24 financial year.

#### 3.2. Board and committee members

Members during the 2023-24 financial year were:

##### **The Board**

A Heinrich (Presiding Member)  
B J Cooper  
P K Davis  
G J Flanagan  
J A Gellard  
D L Laslett  
D Pledge  
P D Rismiller

##### **Water Policy Committee**

G J Flanagan  
D L Laslett  
P D Rismiller  
M Pengilly  
P Cooper  
C Pratt  
A Childs  
A Heinrich (ex-officio)

##### **Finance, Audit & Risk Committee**

J A Gellard  
G J Flanagan



**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2024*

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**3.2. Board and committee members (continued)**

***Board and committee remuneration***

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

	<b>2024</b>	<b>2023</b>
	<b>No.</b>	<b>No.</b>
\$0 - \$19 999	11	10
\$20 000 - \$39 999	1	1
<b>Total number of members</b>	<b>12</b>	<b>11</b>

Remuneration of members reflects all costs of performing Board, Group and Committee member duties including sitting fees, superannuation contributions, salary sacrifice benefits and fringe benefits, and any related FBT paid or payable in respect of those benefits. The total remuneration received or receivable by members was \$61 000 (2023: \$64 000).

For the purpose of this table, travel allowances and other out-of-pocket expenses paid to members have not been included as remuneration as it is considered to be reimbursement of direct out-of-pocket expenses incurred by relevant members.

**3.3. Employee related expenses**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
Salaries and wages	2 159	2 571
Employment on-costs - superannuation	266	303
Annual leave	203	238
Employment on-costs - other	129	151
Board and committee fees	47	48
Skills and experience retention leave	4	3
Long service leave	54	36
Workers compensation	(12)	10
Other employee related expenses	12	9
<b>Total employee benefits expense</b>	<b>2 862</b>	<b>3 369</b>

***Employment expenses***

The Board's employees are employed under Part 2 of the Landscape Act.

Superannuation employment on-cost charge represents the Boards' contributions to superannuation plans in respect of current services of current staff.

**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2024*

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**3.3. Employee related expenses (continued)**

***Executive remuneration***

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

	<b>2024</b>	<b>2023</b>
	<b>No</b>	<b>No</b>
\$160 001 – \$166 000*	N/A	1
\$166 001 – \$186 000	1	-
<b>Total</b>	<b>1</b>	<b>1</b>

\*This band has been included for the purpose of reporting comparative figures based on the executive base level remuneration rate for 2022-23.

The total remuneration received by those employees for the year was \$175 000 (2023: \$161 000).

The table includes all employees who received remuneration 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 benefits and fringe benefits and any related fringe benefits tax.

**3.4. Employee related liabilities**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b><u>Current</u></b>		
Annual leave	155	196
Accrued salaries and wages	1	1
Long service leave	45	13
Skills and experience retention leave	7	5
Employment on-costs	52	64
<b>Total current employee related liabilities</b>	<b>260</b>	<b>279</b>
<b><u>Non-current</u></b>		
Long service leave	223	275
Employment on-costs	23	27
<b>Total non-current employee related liabilities</b>	<b>246</b>	<b>302</b>
<b>Total employee related liabilities</b>	<b>506</b>	<b>581</b>

Employee benefits accrue as a result of services provided up to the reporting date that remain unpaid. Non-current employee benefits are measured at present value and current employee benefits are measured at nominal amounts.

**Kangaroo Island Landscape Board**  
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**3.4. Employee related liabilities (continued)**

***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 long-term Commonwealth Government bonds. The yield on long-term Commonwealth Government bonds has increased from 2023 (4.0%) to 2024 (4.25%).

Following the actuarial assessment performed by DTF the salary inflation rate has increased from 2023 (2.5%) to 2024 (3.5%) for long service leave liability. This increase to the percentage has led to an overall increase in the reported long service leave for 2024.

Current long service leave reflects the portion of leave expected to be settled within the next 12 months, based average proportion of long service leave taken or paid over the last year.

***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 is 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 the South Australian Superannuation Board and externally managed superannuation schemes.

As a result of an actuarial assessment performed by the DTF, the proportion of long service leave taken as leave has increased from the 2023 rate (43%) to 2024 (44%). The average factor for the calculation of employer superannuation cost on-costs has increased from the 2023 rate (11.1%) to 2024 (11.5%). These rates are used in the employment on-cost calculation. The net financial effect of the changes in the current financial year are immaterial.

**Kangaroo Island Landscape Board**  
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*for the year ended 30 June 2024*

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**4. Expenses**

**4.1. Supplies and services**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
Fee for service	2 259	1 463
Fee for service - Corporate services fee to DEW	394	477
Minor works, maintenance and equipment	273	280
Motor vehicles	180	136
Fee for service - Shared Services SA fee	114	114
Accommodation and property management	38	44
Travel and accommodation	34	43
Contracted staff development	23	40
General administration	45	39
Information technology and communication expenses	49	31
Transport	4	3
Other supplies and services	314	368
<b>Total supplies and services</b>	<b>3 727</b>	<b>3 038</b>

**4.2. Grants and subsidies**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
Recurrent grants	334	215
<b>Total grants and subsidies</b>	<b>334</b>	<b>215</b>

The Board provided financial assistance to private bodies during the year. Funds are paid by way of grants and all recipients are required to comply with conditions relevant to each grant.

For contributions payable, the contribution will be recognised as a liability and expense when the Board has a present obligation to pay the contribution and the expense recognition criteria are met.

**4.3. Other expenses**

Audit fees paid/payable to the Audit Office of South Australia relating to work performed under *the Public Finance and Audit Act 1987* were \$46 000 (2023: \$45 000). No other services were provided by the Audit Office of South Australia.

**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
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**5. Non-financial assets**

Property, plant and equipment comprises tangible assets owned by the Board and right-of-use leased assets.

**5.1. Property, plant and equipment**

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 owned by the Board is recorded at fair value.

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

**Reconciliation 2023-24**

	Plant and equipment \$'000	Park infrastructure \$'000	Capital work in progress \$'000	ROU buildings \$'000	ROU vehicles \$'000	Total \$'000
<b>Carrying amount at the beginning of the period</b>	<b>34</b>	<b>43</b>	<b>1</b>	<b>358</b>	<b>74</b>	<b>510</b>
Acquisitions	-	-	-	-	192	192
Depreciation	(7)	(3)	-	(82)	(90)	(182)
Disposals	-	-	-	-	(9)	(9)
Other changes	-	-	-	-	12	12
<b>Carrying amount at the end of the period</b>	<b>27</b>	<b>40</b>	<b>1</b>	<b>276</b>	<b>179</b>	<b>523</b>
<b>Gross carrying amount</b>						
Gross carrying amount	287	49	1	358	320	1 015
Accumulated depreciation	(260)	(9)	-	(82)	(141)	(492)
<b>Carrying amount at the end of the period</b>	<b>27</b>	<b>40</b>	<b>1</b>	<b>276</b>	<b>179</b>	<b>523</b>

**Kangaroo Island Landscape Board**  
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**5.1. Property, plant and equipment (continued)**

***Review of accounting estimates***

Assets' residual values, useful lives and depreciation 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.

***Useful life***

Depreciation is calculated on a straight line basis over the estimated useful life of the following classes of assets as follows:

<b>Class of asset</b>	<b>Useful life (years)</b>
Plant and equipment	5-10
Park infrastructure	15
Right-of-use vehicles	Life of lease
Right-of-use buildings	Life of lease

***Impairment***

Property, plant and equipment owned by the Board has not been assessed for impairment as they are non-cash generating assets, that are specialised in nature and held for continual use of their service capacity.

There were no indications of impairment of property, plant and equipment as at 30 June 2024.

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

Right-of-use assets for property, plant and equipment leased by the Board as lessee are measured at cost.

Short-term leases of 12 months or less and low value leases where the underlying asset value is less than \$15,000 are not recognised as right-of-use assets. The associated lease payments are recognised as an expense and are disclosed in note 4.1.

The Board has two leases held directly between the Board and landlords, one for office accommodation in Kingscote and the other is for the Nursery and Seedbank facility, operations include propagation and sales of seedlings and plants. Rent is payable in advance. The Office accommodation is leased from J Berden and M Berden and is in place up to 30 June 2027 and the Nursery facility is leased from Cajetan and Giannina Amadio in place up to 30 June 2028. Lease payments are reviewed annually in line with CPI indexation.

The Board has 17 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 variable lease payments are provided for in the lease agreements and no options exist to renew the leases at the end of their term.

The lease liabilities related to the right-of-use assets and borrowing costs are also disclosed in note 7.2. Expenses related to leases, including depreciation and interest expenses, are disclosed in notes 4.1 and 5.1. Cash outflows related to leases are disclosed in the Statement of Cash Flows.

**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2024*

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**6. Financial assets**

**6.1. Cash and cash equivalents**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
Deposits with the Treasurer	3 651	4 295
<b>Total cash and cash equivalents</b>	<b>3 651</b>	<b>4 295</b>

The Kangaroo Island Landscape fund was established in accordance with section 96 of the Landscape Act. The account is an interest bearing deposit account with the Department of Treasury and Finance (DTF) pursuant to section 21 of the *Public Finance and Audit Act 1987*.

Deposits at call and with the Treasurer earn a floating interest rate, based on daily bank deposit rates.

**6.2. Receivables**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b><u>Current</u></b>		
<b><u>Contractual receivables</u></b>		
Debtors	863	1 498
Accrued revenues	756	125
<b>Total contractual receivables</b>	<b>1 619</b>	<b>1 623</b>
<b>Total current receivables</b>	<b>1 619</b>	<b>1 623</b>
<b><u>Non-current</u></b>		
Workers compensation recoveries	1	1
<b>Total non-current receivables</b>	<b>1</b>	<b>1</b>
<b>Total receivables</b>	<b>1 620</b>	<b>1 624</b>

Receivables arise in the normal course of selling goods and services to other government agencies and to the public. Receivables are generally 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.

The Board has assessed debtors and determined that non government debtors comprise a small number of low balances, which are current and collectable. No provision for doubtful debts has been made.

**Kangaroo Island Landscape Board**  
**Notes to and forming part of the financial statements**  
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**7. Liabilities**

**7.1. Payables**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Current</b>		
Trade payables	892	436
Accrued expenses	17	18
<b>Statutory payables</b>		
GST payable to DEW	17	91
Accrued audit fees	<u>46</u>	<u>45</u>
<b>Total Statutory payables</b>	<u>63</u>	<u>136</u>
<b>Total current payables</b>	<u>972</u>	<u>590</u>
<b>Total payables</b>	<u><u>972</u></u>	<u><u>590</u></u>

Payables and accrued expenses are recognised for all amounts owing but unpaid. Contractual payables are normally settled within 30 days from the date the invoice is 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 Audit Office of South Australia 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.

The net amount of GST payable to the ATO (via DEW) is included as part of payables.

**7.2. Financial liabilities**

All financial liabilities relate to lease liabilities. Lease liabilities are measured via discounting the lease payments using either the interest rate implicit in the lease or Treasury's incremental borrowing rate. The borrowing costs associated with the lease liabilities was \$16 000 (2023: \$2 000).

Total cash outflows for leases is \$183 000 (2023: \$209 000).

A maturity analysis of lease liabilities based on undiscounted gross cash flows is reported in the table below:

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Lease liabilities</b>		
Not later than one year	172	155
Later than one year but not later than five years	<u>314</u>	<u>312</u>
<b>Total lease liabilities (undiscounted)</b>	<u><u>486</u></u>	<u><u>467</u></u>



**Kangaroo Island Landscape Board**  
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*for the year ended 30 June 2024*

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**7.3. Provisions**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b><i>Movement in provisions</i></b>		
Carrying amount at the beginning of the period	47	38
Increase/(Decrease) in provisions recognised	(12)	9
<b>Carrying amount at the end of the period</b>	<b>35</b>	<b>47</b>

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.

**7.4. Other liabilities**

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
<b><u>Current</u></b>		
Unearned revenue	28	-
<b>Total other liabilities</b>	<b>28</b>	<b>-</b>

**8. Outlook**

**8.1. Unrecognised contractual commitments**

Commitments include operating, capital and outsourcing arrangements arising from contractual sources and are disclosed at their nominal value.

***Other contractual commitments***

The Board's expenditure contracted for at the reporting date but not recognised as liabilities are payable as follows:

	<b>2024</b>	<b>2023</b>
	<b>\$'000</b>	<b>\$'000</b>
No later than one year	447	5
Later than one year but not later than five years	460	111
<b>Total expenditure commitments</b>	<b>907</b>	<b>116</b>

The Board's commitments relate to non-cancellable contracts at the reporting date.

## **Kangaroo Island Landscape Board**

### **Notes to and forming part of the financial statements**

*for the year ended 30 June 2024*

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#### **8.2. Contingent assets and liabilities**

Contingent assets and contingent liabilities are not recognised in the Statement of Financial Position, but are disclosed by way of a note and, if quantifiable, are measured at nominal value.

The Board is not aware of any contingent assets or liabilities.

#### **8.3. Events after the reporting period**

There are no known events after balance date that affect these financial statements in a material manner.