

INDEPENDENT AUDITOR'S REPORT



Government of South Australia

Audit Office of South Australia

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 Chief Executive Department for Education

Opinion

I have audited the financial report of the Department for Education and the consolidated entity comprising the Department for Education 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 Department for Education and its controlled entities as at 30 June 2024, their financial performance and their cash flows for 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.

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 Statement of Administered Comprehensive Income for the year ended 30 June 2024
- a Statement of Administered Financial Position as at 30 June 2024
- a Statement of Administered Changes in Equity for the year ended 30 June 2024
- a Statement of Administered Cash Flows for the year ended 30 June 2024
- a Schedule of Income and Expenses attributable to administered activities for the year ended 30 June 2024
- a Schedule of Assets and Liabilities attributable to administered activities as at 30 June 2024
- notes, comprising material accounting policy information and other explanatory information for administered items
- a Certificate from the Chief Executive and Executive Director, Finance.

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 Department for Education 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 for the financial report

The Chief Executive 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, 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 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 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.

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 Department for Education 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 Department for Education's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Chief Executive
- conclude on the appropriateness of the Chief Executive'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 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.



Andrew Blaskett
Auditor-General

23 September 2024

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Department for Education

**Financial Statements
for the year ended
30 June 2024**

Department for Education
Certificate of Financial Statements
for the year ended 30 June 2024

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We certify that the:

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



Martin Westwell
Chief Executive
16 September 2024



Anthony Creek
Executive Director, Finance
16 September 2024

Department for Education
Statement of Comprehensive Income
for the year ended 30 June 2024

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		2024	2023	2024	2023
	Note	Consolidated \$'000	Consolidated \$'000	Department \$'000	Department \$'000
Income					
Appropriation	2.1	3 496 524	3 299 615	3 496 524	3 299 615
Commonwealth sourced grants and funding	2.2	803 999	793 828	803 999	793 828
Sale of goods and services	2.3	171 242	164 141	25 258	22 589
Grants and transfers	2.4	100 435	78 273	41 521	25 133
Investment income	2.5	29 404	13 982	24 055	11 662
Resources received free of charge	2.6	14 579	12 691	14 424	12 474
Other income	2.7	48 626	52 331	19 526	21 617
Total income		4 664 809	4 414 861	4 425 307	4 186 918
Expenses					
Employee related expenses	3.3	3 076 286	2 830 133	3 015 174	2 772 848
Supplies and services	4.1	956 068	885 790	615 807	540 324
Grants and subsidies	4.3	441 040	417 840	619 187	635 051
Depreciation and amortisation	4.4	179 721	177 124	166 937	166 278
Borrowing costs	4.5	33 226	33 700	33 149	33 647
Cash alignment transfers to Consolidated Account		74 149	-	74 149	-
Net loss from disposal of non-current assets	4.6	478	973	174	784
Other expenses	4.7	30 415	12 508	26 801	10 324
Total expenses		4 791 383	4 358 068	4 551 378	4 159 256
Net result		(126 574)	56 793	(126 071)	27 662
Other comprehensive income					
<i>Items that will not be reclassified to net result</i>					
Changes in property, plant and equipment asset revaluation surplus	5.1	581 501	427 691	581 501	427 263
Total other comprehensive income		581 501	427 691	581 501	427 263
Total comprehensive result		454 927	484 484	455 430	454 925

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

Department for Education
Statement of Financial Position
as at 30 June 2024

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		2024	2023	2024	2023
	Note	Consolidated \$'000	Consolidated \$'000	Department \$'000	Department \$'000
Current assets					
Cash and cash equivalents	6.1	1 311 591	1 496 951	768 420	935 083
Receivables	6.2	89 080	77 457	48 802	38 910
Other financial assets	6.3	78	77	-	-
Inventories	5.4	6 002	6 159	-	-
Non-current assets classified as held for sale	5.5	114	707	114	707
Total current assets		1 406 865	1 581 351	817 336	974 700
Non-current assets					
Receivables	6.2	1 533	1 916	11 569	12 651
Other financial assets	6.3	211	189	-	-
Property, plant and equipment	5.1	6 969 372	6 326 852	6 916 297	6 276 611
Right of use assets	5.2	169 423	174 568	167 289	172 639
Intangible assets	5.3	106 533	112 226	106 533	112 226
Total non-current assets		7 247 072	6 615 751	7 201 688	6 574 127
Total assets		8 653 937	8 197 102	8 019 024	7 548 827
Current liabilities					
Payables	7.1	98 710	270 293	179 396	336 593
Financial liabilities	7.2	17 819	15 721	12 252	11 068
Employee related liabilities	3.4	368 898	345 998	365 740	343 407
Provisions	7.3	23 843	24 757	23 835	24 894
Other liabilities	7.4	22 496	19 684	21 301	18 431
Total current liabilities		531 766	676 453	602 524	734 393
Non-current liabilities					
Payables	7.1	17 956	16 311	17 956	16 311
Financial liabilities	7.2	361 127	372 057	359 674	370 765
Employee related liabilities	3.4	515 166	456 455	511 097	452 357
Provisions	7.3	83 265	102 709	83 230	102 674
Other liabilities	7.4	112 897	115 742	112 826	115 476
Total non-current liabilities		1 090 411	1 063 274	1 084 783	1 057 583
Total liabilities		1 622 177	1 739 727	1 687 307	1 791 976
Net assets		7 031 760	6 457 375	6 331 717	5 756 851
Equity					
Retained earnings		2 666 959	2 793 533	1 967 546	2 093 617
Revaluation surplus		3 605 388	3 023 865	3 604 758	3 023 257
Contributed capital		759 413	639 977	759 413	639 977
Total equity		7 031 760	6 457 375	6 331 717	5 756 851

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

Department for Education
Statement of Changes in Equity
for the year ended 30 June 2024

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Consolidated	Note	Contributed capital \$'000	Revaluation surplus \$'000	Retained earnings \$'000	Total equity \$'000
Balance at 1 July 2022		588 662	2 596 174	2 638 240	5 823 076
Net result for 2022-23		-	-	56 793	56 793
Gain on revaluation of land		-	429 638	-	429 638
Loss on revaluation of buildings and improvements		-	(1 961)	-	(1 961)
Gain on revaluation of shares		-	14	-	14
Total comprehensive result for 2022-23		-	427 691	56 793	484 484
Net assets transferred in as result of administrative restructure	1.3	-	-	98 500	98 500
Equity contribution received	8.1	131 642	-	-	131 642
Equity contribution repaid		(80 327)	-	-	(80 327)
Balance at 30 June 2023		639 977	3 023 865	2 793 533	6 457 375
Net result for 2023-24		-	-	(126 574)	(126 574)
Gain on revaluation of land		-	180 295	-	180 295
Gain on revaluation of buildings and improvements		-	401 206	-	401 206
Gain on revaluation of shares		-	22	-	22
Total comprehensive result for 2023-2024		-	581 523	(126 574)	454 949
Equity contribution received	8.1	119 436	-	-	119 436
Balance at 30 June 2024		759 413	3 605 388	2 666 959	7 031 760

Department	Note	Contributed capital \$'000	Revaluation surplus \$'000	Retained earnings \$'000	Total equity \$'000
Balance at 1 July 2022		588 662	2 595 994	1 967 455	5 152 111
Net result for 2022-23		-	-	27 662	27 662
Gain on revaluation of land	5.1	-	429 224	-	429 224
Loss on revaluation of buildings and improvements	5.1	-	(1 961)	-	(1 961)
Total comprehensive result for 2022-23		-	427 263	27 662	454 925
Net assets transferred in as result of administrative restructure	1.3	-	-	98 500	98 500
Equity contribution received	8.1	131 642	-	-	131 642
Equity contribution returned		(80 327)	-	-	(80 327)
Balance at 30 June 2023		639 977	3 023 257	2 093 617	5 756 851
Net result for 2023-24		-	-	(126 071)	(126 071)
Gain on revaluation of land	5.1	-	180 295	-	180 295
Gain on revaluation of buildings and improvements	5.1	-	401 206	-	401 206
Total comprehensive result for 2023-2024		-	581 501	(126 071)	455 430
Equity contribution received	8.1	119 436	-	-	119 436
Balance at 30 June 2024		759 413	3 604 758	1 967 546	6 331 717

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

Department for Education
Statement of Cash Flows
for the year ended 30 June 2024

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		2024 Consolidated \$'000	2023 Consolidated \$'000	2024 Department \$'000	2023 Department \$'000
Cash flows from operating activities	Note				
Cash inflows					
Appropriation		3 496 524	3 442 165	3 496 524	3 442 165
Receipts from Commonwealth sourced grants and funding		804 035	793 828	804 035	793 828
Sales of goods and services		164 251	159 400	22 516	26 521
Grants and transfers		100 585	78 336	41 524	25 133
Investment income received		29 404	14 588	24 055	12 019
GST recovered from the ATO		89 113	78 083	88 760	77 438
Other receipts		44 259	47 868	16 560	18 945
Cash generated from operations		4 728 171	4 614 268	4 493 974	4 396 049
Cash outflows					
Employee related payments		(3 018 646)	(2 815 225)	(2 958 072)	(2 758 005)
Payments for supplies and services		(1 167 373)	(956 960)	(829 651)	(608 581)
Payments of grants and subsidies		(450 792)	(415 654)	(611 808)	(627 810)
Cash alignment transfers to Consolidated Account		(74 149)	-	(74 149)	-
Interest paid		(23 561)	(22 142)	(23 484)	(22 089)
Other payments		(17 515)	(8 231)	(16 804)	(7 528)
Cash used in operations		(4 752 036)	(4 218 212)	(4 513 968)	(4 024 013)
Net cash provided by operating activities	8.2	(23 865)	396 056	(19 994)	372 036
Cash flows from investing activities					
Cash inflows					
Proceeds from the sale of property, plant and equipment		752	2 307	453	2 081
Proceeds from maturing term deposits		-	26	-	-
Receipt of loan repayments		-	-	1 128	1 224
Cash generated from investing activities		752	2 333	1 581	3 305
Cash outflows					
Purchase of property, plant and equipment		(253 817)	(205 721)	(240 084)	(192 202)
Purchase of investments		(1)	(8)	-	-
Loans provided		-	-	(781)	(6 565)
Cash used in investing activities		(253 818)	(205 729)	(240 865)	(198 767)
Net cash provided by investing activities		(253 066)	(203 396)	(239 284)	(195 462)
Cash flows from financing activities					
Cash inflows					
Cash received from restructuring activities		-	93 736	-	93 736
Capital contributions from Government		119 436	131 642	119 436	131 642
Cash generated from financing activities		119 436	225 378	119 436	225 378
Cash outflows					
Repayment of leases		(11 855)	(7 634)	(10 811)	(6 866)
Capital contributions to Government		-	(80 327)	-	(80 327)
Repayment of borrowings		(15 446)	(14 881)	(15 446)	(14 881)
Cash transferred as a result of restructuring activities		(564)	-	(564)	-
Cash used by financing activities		(27 865)	(102 842)	(26 821)	(102 074)
Net cash provided by financing activities		91 571	122 536	92 615	123 304
Net increase in cash and cash equivalents		(185 360)	315 196	(166 663)	299 878
Cash and cash equivalents at the beginning of the reporting period		1 496 951	1 181 755	935 083	635 205
Cash and cash equivalents at the end of the reporting period	6.1	1 311 591	1 496 951	768 420	935 083

The accompanying notes form part of these financial statements.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

1. About the Department for Education

The Department for Education (the department) is a not-for-profit government department of the state of South Australia. The department is established pursuant to the *Public Sector Act 2009* as an administrative unit acting on behalf of the Crown.

The financial statements and accompanying notes include the controlled activities of the department (refer to the disaggregated schedule for details of the department's controlled activities).

Transactions and balances relating to administered resources are not recognised as departmental income, expenses, assets and liabilities. As administered items are significant in relation to the department's overall financial performance and position, they are disclosed in the administered financial statements which follows the controlled general purpose financial statements. Except as otherwise disclosed, administered items are accounted for on the same basis and using the same accounting policies as for departmental items.

Consolidated financial statements

The Consolidated financial statements incorporate the activities of the department and those of government schools; including governing councils activities such as the operations of canteens, out of school hours care services (including vacation care programs) and aquatic programs. The financial transactions for preschool activities that are provided by government schools are also included in the Consolidated financial statements, however the financial transactions of stand-alone government-controlled pre-schools are not material and are not included in the Consolidated financial statements.

In accordance with Australian Accounting Standards, all material transactions between the department and its controlled entities are eliminated when preparing the Consolidated financial report.

Included in the financial activities of the department are transactions that support the operations of government owned schools and pre-schools including:

- expenses such as salaries and wages, salary related on-costs and some utilities expenses of school staff;
- expenses incurred in maintaining school infrastructure, including land, buildings and major improvements; and
- liabilities recorded in the corporate department's financial systems such as employee related liabilities of school and preschool staff.

Administered items

The department is responsible for the administration of specific funds. The department does not have control over how these funds are to be spent and operates in the capacity as an agent responsible for the administration of the transfer process to third parties. The Administered Financial Statements include the income, expenses, assets and liabilities of these funds.

The main administered funds recognised as administered items are transactions associated with:

- Ministers salaries
- Ministers payments
- Advocacy bodies
- Family Day Care

For further information refer to note A1.2.

Department for Education**Notes to and forming part of the financial statements**
for the year ended 30 June 2024

1.1. Basis of preparation

These 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.

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 specifically disclosed in the note associated with the item measured.

Income, expenses and assets are recognised net of the amount of goods and services tax (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 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, 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.

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

Material accounting policies are set out throughout the notes.

1.2. Objectives and programs**Purpose**

The Department for Education provides a range of integrated education, training and child development services to benefit children, young people and families. These services improve education and developmental outcomes for children through to transition to adulthood, reflecting the commitment to support every child and student to thrive, prosper and fulfil their potential.

School and preschool education is at the core of the department, and it recognises that the success of South Australian government schools and preschools depends on mutually-beneficial partnerships with parents and families, community, tertiary providers, industry, government and non-government organisations.

The department helps students, businesses, and industry to increase skills and participate in vocational education and training (VET) through Skills SA and provides wellbeing services in collaboration with the Department of Human Services and the Women's and Children's Health Network.

Department for Education

Notes to and forming part of the financial statements

for the year ended 30 June 2024

1.2. Objectives and programs (continued)

Programs

In achieving its objectives, the department provides a range of services classified into the following programs:

Early Childhood Development

The department is responsible for delivering early childhood education, wellbeing and some care services for children and their families. The department recognises the important role of parents in their child's development and provides a combination of universal services and targeted interventions to achieve improved outcomes.

The provision of high quality early childhood education, multidisciplinary interventions and targeted family support programs provide a strong basis to support every child to fulfil their potential.

School Education

The department is responsible for delivering primary and secondary public education to enable children and young people to fulfil their potential and to equip them with the knowledge, skills and capabilities they will need throughout their lives.

The department supports leaders, principals and teachers to improve student growth and achievement by providing evidence-based support and advice focusing on quality learning, continuous school improvement, instructional leadership and tailored system support.

Skills SA

Skills SA is the steward of the vocational education and training (VET) system and is focused on the development of highly adaptable skilled people that contribute to a thriving South Australia supported by a connected skills system.

Aligned with this role Skills SA:

- enables learners to make informed choices to engage in, and progress, their skill development with access to tailored supports and services
- works in partnership with employers, industry and community to build the workforce and deepen insights through engagement and robust data
- has a continued focus on quality, flexible, responsive and innovative training delivery that meets skills needs and aligns with government priorities.

The tables on the following pages present income, expenses, assets and liabilities attributable to each program.

Department for Education
Expenses and income by program
for the year ended 30 June 2024
Consolidated

Expenses and income by program

	Early Childhood Development		School Education		Skills SA		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income								
Appropriation	237 961	217 850	2 947 999	2 748 050	310 564	333 715	3 496 524	3 299 615
Commonwealth sourced grants and funding	11 404	33 002	755 099	722 249	37 496	38 577	803 999	793 828
Sale of goods and services	6 147	6 504	165 095	157 637	-	-	171 242	164 141
Grants and transfers	3 043	2 191	85 919	62 296	11 473	13 786	100 435	78 273
Investment income	1 866	798	27 538	13 184	-	-	29 404	13 982
Resources received free of charge	985	873	13 594	11 818	-	-	14 579	12 691
Other income	1 050	670	46 551	50 960	1 025	701	48 626	52 331
Total income	262 456	261 888	4 041 795	3 766 194	360 558	386 779	4 664 809	4 414 861
Expenses								
Employee related expenses	222 074	197 415	2 839 437	2 618 961	14 775	13 757	3 076 286	2 830 133
Supplies and services	37 061	33 414	908 282	846 140	10 725	6 236	956 068	885 790
Grants and subsidies	16 095	18 700	51 254	47 249	373 691	351 891	441 040	417 840
Depreciation and amortisation	6 047	6 043	172 123	169 267	1 551	1 814	179 721	177 124
Borrowing costs	2 602	2 640	30 624	31 060	-	-	33 226	33 700
Cash alignment transfers to Consolidated Account	4 750	-	58 851	-	10 548	-	74 149	-
Net loss from disposal of non-current assets	-	1 762	478	(789)	-	-	478	973
Other expenses	1 019	818	23 409	11 283	5 987	407	30 415	12 508
Total expenses	289 648	260 792	4 084 458	3 723 171	417 277	374 105	4 791 383	4 358 068
Net result	(27 192)	1 096	(42 663)	43 023	(56 719)	12 674	(126 574)	56 793

Department for Education
Expenses and income by program
for the year ended 30 June 2024
Department

Expenses and income by program

	Early Childhood Development		School Education		Skills SA		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income								
Appropriation	237 961	217 850	2 947 999	2 748 050	310 564	333 715	3 496 524	3 299 615
Commonwealth sourced grants and funding	11 404	33 002	755 099	722 249	37 496	38 577	803 999	793 828
Sale of goods and services	6 147	6 504	19 111	16 085	-	-	25 258	22 589
Grants and transfers	3 043	2 191	27 005	9 156	11 473	13 786	41 521	25 133
Investment income	1 866	798	22 189	10 864	-	-	24 055	11 662
Resources received free of charge	985	873	13 439	11 601	-	-	14 424	12 474
Other income	1 050	670	17 451	20 246	1 025	701	19 526	21 617
Total income	262 456	261 888	3 802 293	3 538 251	360 558	386 779	4 425 307	4 186 918
Expenses								
Employee related expenses	222 074	197 415	2 778 325	2 561 676	14 775	13 757	3 015 174	2 772 848
Supplies and services	35 490	31 461	569 592	502 627	10 725	6 236	615 807	540 324
Grants and subsidies	17 667	20 653	227 576	262 507	373 944	351 891	619 187	635 051
Depreciation and amortisation	6 047	6 043	159 339	158 421	1 551	1 814	166 937	166 278
Borrowing costs	2 602	2 640	30 547	31 007	-	-	33 149	33 647
Cash alignment transfers to Consolidated Account	4 750	-	58 851	-	10 548	-	74 149	-
Net loss from disposal of non-current assets	-	1 762	174	(978)	-	-	174	784
Other expenses	1 018	818	19 796	9 099	5 987	407	26 801	10 324
Total expenses	289 648	260 792	3 844 200	3 524 359	417 530	374 105	4 551 378	4 159 256
Net result	(27 192)	1 096	(41 907)	13 892	(56 972)	12 674	(126 071)	27 662

Department for Education
Assets and liabilities by program
as at 30 June 2024
Consolidated

OFFICIAL

Assets and liabilities by program

	Early Childhood Development		School Education		Skills SA		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets								
Cash and cash equivalents	53 304	54 219	1 204 444	1 318 838	53 843	123 894	1 311 591	1 496 951
Receivables	3 987	3 129	85 712	74 733	914	1 511	90 613	79 373
Inventories	-	-	6 002	6 159	-	-	6 002	6 159
Other financial assets	-	-	289	266	-	-	289	266
Non-current assets classified as held for sale	(21)	111	135	596	-	-	114	707
Property, plant and equipment	268 216	237 848	6 692 856	6 081 996	8 300	7 008	6 969 372	6 326 852
Right of use assets	14 631	14 398	154 791	160 165	1	5	169 423	174 568
Intangible assets	8 347	8 703	97 988	102 158	198	1 365	106 533	112 226
Total assets	348 464	318 408	8 242 217	7 744 911	63 256	133 783	8 653 937	8 197 102
Liabilities								
Payables	15 660	21 339	98 331	246 570	2 675	18 695	116 666	286 604
Financial liabilities	30 283	31 108	348 649	356 654	14	16	378 946	387 778
Employee related liabilities	64 517	56 604	814 387	741 145	5 160	4 704	884 064	802 453
Provisions	7 922	9 106	98 769	118 284	417	76	107 108	127 466
Other liabilities	9 070	9 283	126 323	126 140	-	3	135 393	135 426
Total liabilities	127 452	127 440	1 486 459	1 588 793	8 266	23 494	1 622 177	1 739 727
Net assets	221 012	190 968	6 755 758	6 156 118	54 990	110 289	7 031 760	6 457 375

Department for Education
Assets and liabilities by program
as at 30 June 2024
Department

OFFICIAL

Assets and liabilities by program

	Early Childhood Development		School Education		Skills SA		Total	
	2024	2023	2024	2023	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Assets								
Cash and cash equivalents	53 304	54 219	661 273	756 970	53 843	123 894	768 420	935 083
Receivables	3 987	3 129	55 470	46 921	914	1 511	60 371	51 561
Non-current assets classified as held for sale	(21)	111	135	596	-	-	114	707
Property, plant and equipment	268 216	237 848	6 639 781	6 031 755	8 300	7 008	6 916 297	6 276 611
Right of use assets	14 631	14 398	152 657	158 236	1	5	167 289	172 639
Intangible assets	8 347	8 703	97 988	102 158	198	1 365	106 533	112 226
Total assets	348 464	318 408	7 607 304	7 096 636	63 256	133 783	8 019 024	7 548 827
Liabilities								
Payables	15 660	21 921	179 017	311 702	2 675	19 281	197 352	352 904
Financial liabilities	30 283	31 108	341 629	350 709	14	16	371 926	381 833
Employee related liabilities	64 517	56 022	807 160	735 624	5 160	4 118	876 837	795 764
Provisions	7 922	9 106	98 726	118 386	417	76	107 065	127 568
Other liabilities	9 070	9 283	125 057	124 621	-	3	134 127	133 907
Total liabilities	127 452	127 440	1 551 589	1 641 042	8 266	23 494	1 687 307	1 791 976
Net assets	221 012	190 968	6 055 715	5 455 594	54 990	110 289	6 331 717	5 756 851

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

1.3. Changes to the Department

As a result of administrative arrangements outlined in the South Australian Government Gazette on 31 August 2023, the Office for Early Childhood Development (OECD) was established as an attached office to the Department for Education with the Minister for Education, Training and Skills designated as the Minister with responsibility for OECD.

On 1 June 2024, the following assets and liabilities were transferred to OECD, upon the appointment of staff from the Department for Education to OECD.

The following assets and liabilities were transferred out:

	OECD	Total
	\$'000	\$'000
Cash	564	564
Total assets	564	564
Employee related liabilities	564	564
Total liabilities	564	564
Total net assets transferred	-	-

Net assets transferred out by the department were recognised at the carrying amount. The net assets transferred are nil and do not have an impact to the government as owner.

In 2022-23 there was \$98.5 million net assets transferred in as a result of administrative arrangements outlined in the South Australian Government Gazette on 30 June 2022 where the Skills SA function transferred from the Department for Innovation and Skills (DIS) to the Department for Education. The effective date of transfer was 1 July 2022.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

1.4. Budget performance

The budget performance table compares the consolidated entity outcomes against budget information presented to Parliament (2023-24 Budget Paper 4). The budget amounts have not been adjusted to reflect revised budgets or administrative restructures. The budget process is not subject to audit.

	Original budget 2024 \$'000	Actual 2024 \$'000	Variance 2024 \$'000
Statement of Comprehensive Income			
Income			
Appropriation	3 511 845	3 496 524	(15 321)
Commonwealth sourced grants and funding	805 168	803 999	(1 169)
Sale of goods and services	181 619	171 242	(10 377)
Grants and transfers	50 253	100 435	50 182
Investment income	15 764	29 404	13 640
Resources received free of charge	-	14 579	14 579
Other income	57 496	48 626	(8 870)
Total income	4 622 145	4 664 809	42 664
Expenses			
Employee related expenses	3 023 389	3 076 286	52 897
Supplies and services	977 244	956 068	(21 176)
Grants and subsidies	437 758	441 040	3 282
Depreciation and amortisation	177 499	179 721	2 222
Borrowing costs	35 600	33 226	(2 374)
Cash alignment transfers to Consolidated Account	-	74 149	74 149
Net loss from disposal of non-current assets	335	478	143
Other expenses	4 891	30 415	25 524
Total expenses	4 656 716	4 791 383	134 667
Net result	(34 571)	(126 574)	(92 003)
Other comprehensive income			
Changes in revaluation surplus (a)	-	581 501	581 501
Total comprehensive result	(34 571)	454 927	489 498

Explanations are provided for variance where the variances exceeds the greater of 10% the original budgeted amount and 5% of original budgeted total investing or operating expenditure.

(a) The changes in revaluation surplus is due to a revaluation of land and building assets during the 2023-24 year.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

1.4 Budget performance (continued)

	Original budget 2024 \$'000	Actual 2024 \$'000	Variance 2024 \$'000
Investing expenditure summary			
Total new projects	5 700	353	(5 347)
Total existing projects (a)	279 052	226 554	(52 498)
Total annual projects	7 032	3 595	(3 437)
Total leases	3 741	3 692	(49)
Total investing expenditure	295 525	234 194	(61 331)

(a) This variance mainly relates to the timing of expenditure for projects at Roma Mitchell Secondary College, Seaview Downs Primary School, Fregon Anangu School and Tonsley Technical College.

1.5. Significant transactions with government related entities

Significant transactions with the SA Government are identifiable throughout this financial report. In addition:

- \$244 million paid to TAFE SA,
- \$214 million of expenditure to the Department for Infrastructure and Transport (DIT). As at 30 June 2024 the outstanding balance payable to DIT was \$27.4 million (refer to note 7.1).

2. Income

2.1. Appropriation

	2024 Consolidated \$'000	2023 Consolidated \$'000	2024 Department \$'000	2023 Department \$'000
Appropriation from the Consolidated Account pursuant to the <i>Appropriation Act</i> *	3 495 524	3 299 615	3 495 524	3 299 615
Appropriation from Governor's Appropriation Fund	1 000	-	1 000	-
Total appropriation	3 496 524	3 299 615	3 496 524	3 299 615

Appropriation

Appropriations are recognised on receipt.

This table does not show appropriations in the form of a loan or an equity contribution. Where money has been appropriated in the form of an equity contribution, the Treasurer has acquired a financial interest in the net assets of the department and the appropriation is recorded as contributed equity. Refer to the Statement of Changes in Equity and note 8.1.

*The original amount appropriated to the department under the annual Appropriation Act was \$3.5 billion. There was an additional \$1.0 million funding received from the Treasurer via the Governor's Appropriation Fund for the Words Grow Minds campaign.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

2.2. Commonwealth sourced grants and funding

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
National Schools Reform Agreement	747 674	701 419	747 674	701 419
12 Month Skills Agreement - Fee Free TAFE	21 110	24 261	21 110	24 261
National Skills Agreement	15 987	-	15 987	-
Preschool Reform Agreement	6 139	28 964	6 139	28 964
National Student Wellbeing Program^	5 403	5 950	5 403	5 950
Rural Care Worker Program*	2 727	2 305	2 727	2 305
Connected Beginnings*	1 220	781	1 220	781
Community Childcare Funding*	946	683	946	683
Workload Reduction	800	-	800	-
Detainee Minors*	484	745	484	745
VET Data Streamlining	400	530	400	530
Indigenous Advancement Strategy*	408	371	408	371
Australian Early Development Index*	357	308	357	308
Student Wellbeing Boost	201	10 131	201	10 131
SA Aboriginal Sports Training Academy*	134	130	134	130
Inspiring Aus Science*	9	85	9	85
Job Trainer	-	13 786	-	13 786
Schools Upgrade Fund	-	2 779	-	2 779
Advanced Technology Industry - School Pathways Program	-	600	-	600
Total Commonwealth sourced grants and funding	803 999	793 828	803 999	793 828

Commonwealth sourced grants and funding are recognised as income on receipt.

Obligations under Commonwealth sourced grants and funding are required to be met by the state of South Australia. For accounting purposes, the obligations under the funding arrangements do not sit with the department unless paid direct to the department.

*These grants were received directly from the Commonwealth by the department, and therefore obligations under the funding arrangements rest with the department representing the state of South Australia's obligations under the grant for accounting purposes.

^The National Student Wellbeing Program replaces the National School Chaplaincy Program from the 2023 school year.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

2.3. Sales of goods and services

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Student related fees and charges	127 060	119 551	8 916	6 645
Canteen sales	14 520	14 976	-	-
Sales/fee for service revenue	14 806	15 085	491	517
Other user fees and charges	14 856	14 529	15 851	15 427
Total sales of goods and services	171 242	164 141	25 258	22 589

Student related fees and charges are recognised when performance obligations have been satisfied.

All revenue from the sales of goods and services is revenue recognised from contracts with customers.

2.4. Grants and transfers

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
SA Government grants	22 662	37 794	12 109	22 923
Grants and subsidies revenue	48 411	38 906	50	637
Respite care funding	820	1 209	820	1 209
Contingency funding provided by the Department of Treasury and Finance	28 542	364	28 542	364
Total grants and transfers	100 435	78 273	41 521	25 133

Grants and transfers are recognised as an asset and income when the department obtains control of the grants and transfers or obtains the right to receive the grants and transfers and the income recognition criteria are met.

2.5. Investment income

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Other investment income	29 404	13 977	23 785	11 411
Interest from entities within the SA Government	-	5	270	251
Total investment income	29 404	13 982	24 055	11 662

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

2.6. Resources received free of charge

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Services received free of charge – Shared				
Services SA	12 544	12 474	12 544	12 474
Goods received free of charge	1 893	-	1 880	-
Services received free of charge – Volunteers	142	217	-	-
Total resources received free of charge	14 579	12 691	14 424	12 474

Contribution 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.

Shared Services SA

The department receives Financial Accounting, Taxation, Payroll, Accounts Payable and Accounts Receivable services from Shared Services SA free of charge. A corresponding expense is recognised in the financial statements (see note 4.1).

Volunteers

The department receives volunteer services at schools for assistance across a range of functions. The department recognises these services received free of charge because they form a necessary part of the school's activities. Services of this nature are recognised where they would have otherwise been purchased and fair value can be determined reliably. A corresponding expense is also recognised, but is not required to be disclosed as a separate line item.

2.7. Other income

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Fundraising income	7 552	7 273	-	-
Commission received	2 514	2 703	5 366	4 668
Recoveries	6 436	4 686	6 398	4 386
Assets recognised for the first time	5 865	3 394	4 451	3 394
Donations	969	996	-	-
Other income	25 290	33 279	3 311	9 169
Total other income	48 626	52 331	19 526	21 617

Fundraising and donations are received by SA Government schools from various sources.

Other revenues are recognised as income on receipt.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

3. Board, committees and employees

3.1. Key management personnel

Key management personnel of the department include the Minister, the Chief Executive and other members of the Senior Executive Group who have responsibility for the strategic direction and management of the department.

The compensation disclosed in this note excludes salaries and other benefits the Minister for Education, Training and Skills 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*. See administered items for disclosures of the Minister's remuneration paid and recovered from the Consolidated Account.

	2024	2023
Compensation	\$'000	\$'000
Salaries and other short term employee related expenses	4 416	4 104
Post-employment benefits (employer contributed superannuation)	520	662
Total compensation	4 936	4 766

Transactions with key management personnel and other related parties

Related parties of the department 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.

There are no material transactions to disclose for key management personnel and related parties.

3.2. Board and committee members

Members of the boards and committees during the 2023-24 financial year were:

Education Innovation Council

Sir Kevan Collins
 Professor Patricia Eadie
 Professor Alan Reid
 Mr Chris Wardlaw
 Professor Martin Westwell

SA Teacher Certification Committee

Mr Adrian Dilger
 Ms Elizabeth Gary-Smith¹
 Ms Aleida Mabarrack
 Mrs Belinda Radcliffe¹
 Ms Belinda Ramsey¹
 Ms Lynda Secombe
 Ms Elizabeth Sexton

Capital Works Governance Committee

Ms Kate Atkins (appointed 01/02/2024)
 Hon Dr Dean Brown AO
 Ms Helen Doyle¹
 Mr Bill Glasgow¹
 Mr John Harrison
 Mr Scott Hearne (retired 30/06/2024)
 Mr James MacDonald
 Ms Poppy Maio¹
 Mr Simon Morony¹
 Ms Jasmine Sinodinos¹
 Ms Libby Sowry¹
 Mr Chris Steele-Sensum (appointed 01/07/2023)
 Mr Nick Strongman
 Mr Ben Temperly¹
 Mr Carmine Vetere¹

Department for Education

Notes to and forming part of the financial statements

for the year ended 30 June 2024

3.2. Board and committee members (continued)

Orbis Expert Advisory Board

Ms Kathryn Bruggemann¹ (appointed 27/03/2024)
 Ms Marina Elliott¹
 Ms Anne Millard¹
 Mr Paul Reville
 Ms Laura Schonfeldt¹
 Mr Jonathan Sharples
 Ms Deonne Smith¹ (appointed 15/11/2023)
 Ms Lorraine Stewart
 Ms Helen Timperley
 Mr Chris Wardlaw
 Professor Martin Westwell¹

Animal Ethics Committee

Mr Graeme Aust
 Ms Margaret Carter (appointed 31/10/2023)
 Ms Holly Crighton¹
 Ms Tracey Davies¹
 Ms Carmel Dineen (appointed 31/10/2023)
 Mr John Hatch
 Mr Manfred Heide
 Ms Jenna Hoffman
 Ms Josephine Mair (retired 21/05/2024)
 Dr Adam O'Connell
 Ms Kerry Petersen¹
 Mr Ross Templeman¹

Education Audit and Risk Committee

Ms Ruth Blenkiron
 Ms Marina Elliott¹ (appointed 17/06/2024)
 Ms Natalie Johnston¹
 Mr Peter Kelly¹ (appointed 17/06/2024)
 Ms Anne Millard¹ (retired 31/10/2023)
 Mr Ben Temperly¹
 Mr Elroy Todd

¹ Government employee who did not receive any remuneration for board/committee duties during the financial year in accordance with the Premier and Cabinet Circular No.16.

	2024	2023
	Number of	Number of
	members	members
The number of members whose remuneration received/receivable falls within the following bands:		
\$0	43	45
\$1 - \$19 999	15	12
\$20 000 - \$39 999	2	1
Total number of members	60	58

Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, superannuation contributions, salary sacrifice benefits and fringe benefits and any related fringe benefits tax. The total remuneration, including employer superannuation contributions, received or receivable by members was \$151 000 (2023: \$93 000).

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

3.3. Employee related expenses

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Salaries and wages	2 088 601	1 938 099	2 034 989	1 888 116
Annual leave	420 032	406 161	419 277	404 721
Employment on-costs - superannuation	291 640	259 769	286 142	254 865
Employment on-costs - payroll tax	141 076	131 315	141 076	131 315
Long service leave	112 579	49 703	111 712	48 921
Skills and experience retention leave	13 803	11 597	13 803	11 597
Workers Compensation	3 229	26 441	3 229	26 441
Targeted voluntary separation payments	465	849	465	849
Country incentive leave	(76)	420	(76)	420
Board and committee fees	151	98	151	98
Other employee related expenses	4 786	5 681	4 406	5 505
Total employee related expenses	3 076 286	2 830 133	3 015 174	2 772 848

Employment on-costs - superannuation

Superannuation employment on-cost charges represent the department's contribution to superannuation plans in respect of current services of current employees.

Targeted voluntary separation packages (TVSPs)

The number of employees who received a TVSP during the reporting period was 5 (2023: 8).

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Amounts paid or payable to employees:				
Separation payments	465	849	465	849
Leave paid to those employees	53	408	53	408
Total amount paid	518	1 257	518	1 257
Recovery from the Department of Treasury and Finance	-	(350)	-	(350)
Net cost to the department	518	907	518	907

Annual leave and long service leave are paid at the time of separation payments. All leave entitlements are reported on an accrual basis in the employee related expenses note.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

3.3 Employee related expenses (continued)

Employee remuneration

	2024	2023	2024	2023
The number of employees whose remuneration received or receivable falls within the following bands:	Consolidated Number of executives¹	Consolidated Number of executives¹	Consolidated Number of employees²	Consolidated Number of employees²
\$160 001 to \$166 000*	N/A	1	N/A	124
\$166 001 to \$186 000	8	15	479	370
\$186 001 to \$206 000	16	18	180	101
\$206 001 to \$226 000	21	14	89	60
\$226 001 to \$246 000	13	16	57	46
\$246 001 to \$266 000	7	3	15	5
\$266 001 to \$286 000	3	1	4	2
\$286 001 to \$306 000	4	4	5	4
\$306 001 to \$326 000	4	1	5	1
\$326 001 to \$346 000	1	3	2	4
\$346 001 to \$366 000	1	-	1	-
\$366 001 to \$386 000	-	1	-	1
\$386 001 to \$406 000	3	-	3	-
\$526 001 to \$546 000	-	1	-	1
\$546 001 to \$566 000	1	-	1	-
Total	82	78	841	719

¹ The number of executive officers disclosed in the above table includes employees appointed on a South Australian Executive Service (SAES) contract as at 30 June 2024 and 30 June 2023 respectively and who have earned the base remuneration during the year. The numbers of executive officers separately disclosed are also included in the number of employee totals for 2024 and 2023.

² Includes resigned and retired executives not included in the executive column.

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

The table includes all employees who received remuneration equal to or greater than the base remuneration level during the year. Remuneration of these employees reflect all costs of employment including salaries and wages, payments in lieu of leave, termination payments, employer's superannuation contributions, salary sacrifice benefits, fringe benefits and any related fringe benefits tax paid or payable in respect of these benefits.

Remuneration received or due and receivable by the above employees was \$160.9 million (2023: \$133.5 million), which is included in employee related expenses.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

3.4. Employee related liabilities

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Current				
Annual leave	158 171	143 422	156 385	141 640
Accrued salaries and wages	65 813	62 032	65 348	61 333
Long service leave	61 265	62 919	61 162	62 846
Employment on cost	61 823	56 154	61 019	56 117
Skills and experience retention leave	21 594	21 082	21 594	21 082
Country incentive leave	232	389	232	389
Total current employee related liabilities	368 898	345 998	365 740	343 407
Non-current				
Long service leave	455 942	404 710	451 908	400 612
Employment on cost	58 132	50 508	58 097	50 508
Country incentive leave	1 092	1 237	1 092	1 237
Total non-current employee related liabilities	515 166	456 455	511 097	452 357
Total employee related liabilities	884 064	802 453	876 837	795 764

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

Salaries and wages, annual leave, country incentive 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 reporting date.

The annual leave liability, SERL and current country incentive liability are expected to be payable within 12 months and are measured at the undiscounted amount expected to be paid.

Salary inflation rate for annual leave and skills and experience retention leave liability increased to 2.4% (2023: 2%).

The impact on annual leave and skills and experience retention leave liabilities was immaterial.

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 employees 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 employees up to the end of the reporting period. 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 service. These assumptions are based on employee data over the education sector across government.

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 increased to 4.25% (2023: 4%).

This increase in the bond yield results in a decrease in the reported long service leave liability.

The actuarial assessment performed by the Department of Treasury and Finance has increased the salary inflation rate to 3.5% (2023: 2.5%) for the long service leave liability.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

3.4. Employee related liabilities (continued)

The net financial effect of all changes to actuarial assumptions in the current financial year is an increase in the long service leave liability of \$21.3 million (\$12.9 million) and increase in the employee related expense (including on-costs) of \$24.1 million (\$14.6 million). 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 split for long service leave between current and non-current is based on the department's best estimate of the amount to be paid in the coming year based on actual prior years long service leave taken.

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 department 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 external schemes.

As a result of an actuarial assessment performed by Department of Treasury and Finance, the percentage of long service leave taken as leave has increased to a rate of 68% (2023: 65%) and the average factor for the calculation of employer superannuation cost on-cost increased to a rate of 11.5% (2023: 11.1%). These rates are used in the employment on-cost calculation.

Department for Education
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	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Minor works, maintenance and equipment	260 784	212 145	200 879	148 292
Information technology and communication	90 197	88 902	80 432	79 746
Printing, postage and consumables	70 656	72 248	4 121	4 280
Contractors and other outsourced services	68 630	65 985	64 913	63 059
Cleaning	54 721	52 507	7 819	8 189
Utilities	47 663	41 500	46 702	40 272
Student learning materials	36 898	36 366	946	662
Vehicle and travelling expenses	34 995	29 640	32 345	27 205
Bus contractors	33 773	31 987	33 799	32 004
Management fees and charges	30 171	27 662	29 777	27 369
Excursions and camps	29 816	25 396	44	27
Rentals and operating leases	22 921	23 241	20 902	21 166
Training and development	19 341	20 829	11 235	12 117
Security	16 911	11 968	16 177	11 718
Cost of goods sold	15 617	14 932	-	-
Shared Services SA charges	13 598	13 457	13 598	13 457
Public Private Partnerships Service Fee	12 967	13 829	12 967	13 829
Insurance (including self-insurance)	8 741	9 019	8 741	9 095
Copyright	4 132	4 017	4 127	4 015
Legal costs	4 062	3 575	4 062	3 575
Consultants	2 270	2 277	2 270	2 277
Other supplies and services	77 204	84 308	19 951	17 970
Total supplies and services	956 068	885 790	615 807	540 324

Rentals and operating leases

Most of the department's accommodation is provided by the Department for Infrastructure and Transport under Memoranda 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.

Operating lease payments (less any lease incentives) are recognised on a straight-line basis over the lease term. Operating Lease payments include rental agreements that do not meet the definition of a lease as per AASB 16.

Operating leases includes short term (lease term less than 12 months) and low value leases (lease value less than \$15,000).

Short term hire for vehicles

The department uses short term hire for vehicles which are shown above in vehicle and travelling expenses.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

4.1 Supplies and services (continued)

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:

	2024	2024	2023	2023
	Consolidated	Consolidated	Consolidated	Consolidated
	Number	\$'000	Number	\$'000
Below \$10 000	1	4	4	23
\$10 000 or above	21	2 266	12	2 254
Total paid / payable to the consultants engaged	22	2 270	16	2 277

4.2. Expenditure – SA Business and Non-SA Business

The following table includes all expenditure in relation to contracts above \$55,000 (GST inclusive) resulting from a procurement as defined in *Treasurer's Instruction 18 – Procurement*. Arrangements between public authorities and arrangements with other governments are not included.

Expenditure is inclusive of non-recoverable GST.

	2024	Proportion SA and
	\$'000	non-SA businesses
Total expenditure with South Australian businesses	421 607	81%
Total expenditure with non-South Australian businesses	100 450	19%
Total Expenditure	522 057	100.00%

Classification as SA business or non-SA business is generally based on circumstances as at the time of entering into a contract. For contracts entered into before 20 February 2023, where sufficient evidence of an assessment made under previous procurement requirements is known to the Department, this was used to determine classification. For contracts where such evidence of prior assessment is not available and for all other contracts, classification is based on the definition of an SA business provided in TI 18.

TI 18 defines a business as being South Australian where it operates in South Australia and more than 50% of the workforce delivering the contract resulting from the procurement on behalf of the business are South Australian residents.

The disclosure for expenditure with SA businesses reflects the total spent on contracts within the TI 18 definition and in some instances includes the cost of goods sourced from outside South Australia.

In many cases, the determination has been made on the basis of representations made by suppliers at a point in time which has not been subject to independent verification.

Department for Education
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4.3. Grants and subsidies

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Recurrent grants paid to other organisations	418 561	390 160	418 554	390 160
Recurrent grants paid to schools and units	-	-	178 154	217 211
Recurrent grants paid to preschools	1 444	7 462	1 444	7 462
Capital grants paid to other organisations	21 035	20 218	21 035	20 218
Total grants and subsidies	441 040	417 840	619 187	635 051

4.4. Depreciation and amortisation

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Depreciation				
<i>Department owned assets</i>				
Buildings and improvements	149 071	149 060	148 827	148 730
Computing, communication, furniture and equipment	11 694	9 800	1 192	871
Buses and motor vehicles	2 971	2 792	2 139	2 176
Leasehold improvements	1 280	763	1 280	763
Other assets	511	447	415	262
Total department owned depreciation	165 527	162 862	153 853	152 802
<i>Right of use assets</i>				
Right of use buildings	5 744	5 648	5 339	5 411
Right of use vehicles	2 757	2 637	2 052	2 088
Total right of use assets depreciation	8 501	8 285	7 391	7 499
Total depreciation	174 028	171 147	161 244	160 301
Amortisation				
Service right for use of equipment	4 526	4 524	4 526	4 524
Internally developed software	1 167	1 453	1 167	1 453
Total amortisation	5 693	5 977	5 693	5 977
Total depreciation and amortisation	179 721	177 124	166 937	166 278

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

Land and non-current assets held for sale are not depreciated.

The service right for use of equipment is amortised over the remaining period of the agreement.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

4.4. Depreciation and amortisation (continued)

Useful Life

Depreciation/amortisation is 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	3-170
Leasehold improvements	2-67
Buses and motor vehicles	15-16
Computing, communications, furniture and equipment	2-20
Right of use assets	1-60
Intangible assets	1-10
Other assets	5-10

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 useful 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.

4.5. Borrowing costs

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Interest expense on lease liabilities	24 900	25 190	24 823	25 149
Interest expense on financial liabilities	8 326	8 510	8 326	8 498
Total borrowing costs	33 226	33 700	33 149	33 647

Borrowing costs relate mainly to the interest expenses associated with the Public Private Partnership agreements. The department does not capitalise borrowing costs. For further information refer to note 5.2 and note 9.1.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

4.6. Net gain/(loss) from disposal of non-current assets

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Land and buildings				
Proceeds from disposal	302	-	302	-
Less net book value of assets disposed	(98)	-	(98)	-
Net gain from disposal of land and buildings	204	-	204	-
Vehicles, plant and equipment				
Proceeds from disposal	299	475	-	249
Less net book value of assets disposed	(603)	(1 132)	-	(717)
Net loss from disposal of vehicles, plant and equipment	(304)	(657)	-	(468)
Non-current assets classified as held for sale				
Proceeds from disposal	151	1 832	151	1 832
Less net book value of assets disposed	(529)	(2 148)	(529)	(2 148)
Net gain/(loss) from disposal of non-current assets classified as held for sale	(378)	(316)	(378)	(316)
Total assets				
Proceeds from disposal	752	2 307	453	2 081
Less net book value of assets disposed	(1 230)	(3 280)	(627)	(2 865)
Net gain/(loss) from disposal of total assets	(478)	(973)	(174)	(784)

Gains/losses on disposal of non-current assets are recognised at the date the control of the asset is passed to the buyer and are determined after deducting the cost of the asset from the proceeds at that time.

When revalued assets are sold, the revaluation surplus is transferred to retained earnings.

Department for Education

Notes to and forming part of the financial statements

for the year ended 30 June 2024

4.7. Other expenses

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Insurance	7 789	4 140	7 251	3 547
Ex-gratia payments**	5 960	-	5 960	-
Non-current assets written off	9 545	2 977	9 512	2 968
Allowance for impairment loss on receivables	3 646	1 927	621	455
Auditor's remuneration – other	1 529	1 630	1 399	1 520
Emergency Services Levy	1 338	1 181	1 338	1 181
Auditor's remuneration - Audit Office of South Australia *	580	583	580	583
Donated assets	13	69	135	69
Other expenses	15	1	5	1
Total other expenses	30 415	12 508	26 801	10 324

* Audit fees paid/payable to the Audit Office of South Australia relate to work performed under the *Public Finance and Audit Act 1987*. No other services were provided by the Audit Office of South Australia.

** Ex-gratia payments totalling \$5.96 million related to Not For Profit and Industry Subsidy Increases for Skills SA.

For further information on the allowance for impairment loss on receivables refer to note 6.2.

Department for Education
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 by asset class

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Land				
Land	2 421 403	2 240 759	2 420 590	2 239 948
Total land	2 421 403	2 240 759	2 420 590	2 239 948
Buildings and improvements				
Buildings and improvements	11 283 174	9 821 542	11 278 243	9 817 111
Accumulated depreciation	(6 870 127)	(5 951 510)	(6 868 717)	(5 950 196)
Total buildings and improvements	4 413 047	3 870 032	4 409 526	3 866 915
Construction work in progress				
Construction work in progress	52 542	134 003	52 542	134 003
Total construction work in progress	52 542	134 003	52 542	134 003
Leasehold improvements				
Leasehold improvements	42 052	41 665	42 052	41 662
Accumulated depreciation	(35 019)	(33 739)	(35 019)	(33 739)
Total leasehold improvements	7 033	7 926	7 033	7 923
Buses and motor vehicles				
Buses and motor vehicles	55 162	54 505	39 210	38 801
Accumulated depreciation	(31 024)	(29 018)	(20 554)	(18 756)
Total buses and motor vehicles	24 138	25 487	18 656	20 045
Computing, communications, furniture and equipment				
Computing, communications, furniture and equipment	118 463	108 774	8 511	8 820
Accumulated depreciation	(71 072)	(63 784)	(3 883)	(4 347)
Total computing, communications, furniture and equipment	47 391	44 990	4 628	4 473
Other assets				
Other assets	7 381	6 791	6 121	5 813
Accumulated depreciation	(3 563)	(3 136)	(2 799)	(2 509)
Total other assets	3 818	3 655	3 322	3 304
Total property, plant and equipment	6 969 372	6 326 852	6 916 297	6 276 611

Department for Education
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5.1 Property, plant and equipment by asset class (continued)

Property, plant and equipment owned by the department with a value equal to or in excess of \$5 000 is capitalised, otherwise it is expensed.

Property, plant and equipment owned by the department is recorded at fair value. Detail about the department's approach to fair value is set out in note 10.1.

Impairment

The department holds its property, plant and equipment for their service potential (at cost).

All non-current tangible assets are valued at fair value.

The department also expects for all other non-current tangible assets that any costs of disposal will be negligible and the recoverable amount will be close to or greater than fair value.

Land, Buildings and improvements for 2 (2023: 1) disused sites was written down to their fair value less cost of disposal. An impairment loss of \$0.82 million (2023: \$4.5 million) was recognised. The valuations were provided by independent certified practising valuers and were based on observable market data.

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

Revaluation of property, plant and equipment is undertaken on a regular cycle as detailed in note 10.1. 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.

Department for Education
Notes to and forming part of the financial statements
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5.1 Property, plant and equipment by asset class (continued)

Reconciliation 2023-24

The reconciliation of non-current assets is for the Department entity only. Information is not collected or obtained from schools to allow for the disclosure of consolidated information.

Department 2023-24	Land	Buildings and improvements	Construction work in progress	Leasehold improvements	Buses and motor vehicles	Computing, communications, furniture and equipment	Other assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount 1 July 2023	2 239 948	3 866 915	134 003	7 923	20 045	4 473	3 304	6 276 611
Additions	350	-	212 297	-	822	1 468	433	215 370
Disposals	(63)	(29)	-	-	-	-	-	(92)
Assets derecognised	-	(9 430)	-	-	(72)	-	-	(9 502)
Assets reclassified to assets held for sale	(28)	(86)	-	-	-	-	-	(114)
Transfers to/(from) WIP	-	293 368	(293 758)	390	-	-	-	-
Transfers between asset classes	88	90	-	-	-	-	-	178
Revaluation increment/(decrement)	180 295	401 206	-	-	-	-	-	581 501
Depreciation	-	(148 827)	-	(1 280)	(2 139)	(1 192)	(415)	(153 853)
Assets recognised for the first time	-	4 439	-	-	-	14	-	4 453
Donated assets to/(from)	-	1 880	-	-	-	(135)	-	1 745
Carrying amount at 30 June 2024	2 420 590	4 409 526	52 542	7 033	18 656	4 628	3 322	6 916 297

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

5.1 Property, plant and equipment by asset class (continued)

Reconciliation 2022-23

The reconciliation of non-current assets is for the Department entity only.

Department 2022-23	Land	Buildings and improvements	Construction work in progress	Leasehold improvements	Buses and motor vehicles	Computing, communications, furniture and equipment	Other assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount 1 July 2022	1 805 245	3 858 216	75 524	7 289	22 125	3 540	2 401	5 774 340
Additions	107	231	215 603	-	1 320	1 777	1 184	220 222
Disposals	-	-	-	-	(695)	(2)	(19)	(716)
Assets derecognised	-	(1 727)	(832)	-	-	(3)	-	(2 562)
Assets reclassified to assets held for sale	(88)	(90)	-	-	(529)	-	-	(707)
Transfers to/(from) WIP	-	155 549	(156 292)	743	-	-	-	-
Transfers between asset classes	5 460	2 134	-	654	-	-	-	8 248
Revaluation increment/(decrement)	429 224	(1 961)	-	-	-	-	-	427 263
Depreciation	-	(148 730)	-	(763)	(2 176)	(871)	(262)	(152 802)
Assets recognised for the first time	-	3 362	-	-	-	32	-	3 394
Donated assets	-	(69)	-	-	-	-	-	(69)
Carrying amount at 30 June 2023	2 239 948	3 866 915	134 003	7 923	20 045	4 473	3 304	6 276 611

Department for Education
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5.2. Right of use assets

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Right of use buildings				
Right of use buildings	222 495	222 396	219 956	220 323
Accumulated depreciation	(56 843)	(51 099)	(55 462)	(50 123)
Total right of use buildings	165 652	171 297	164 494	170 200
Right of use vehicles				
Right of use vehicles	9 063	8 588	6 649	6 434
Accumulated depreciation	(5 292)	(5 317)	(3 854)	(3 995)
Total right of use vehicles	3 771	3 271	2 795	2 439
Total right of use assets	169 423	174 568	167 289	172 639

Right of use assets are recorded at cost. On transition to AASB 16 all right of use assets which have been revalued are deemed to be recorded at cost and Treasurer's Instructions (APS) requires the revaluation model not to be adopted.

Right of use buildings for the Education Works New Schools Public Private Partnership lease were revalued prior to transition to this change in the accounting standard. The independent valuation of buildings for Education Works New Schools Public Private Partnership lease was performed as at 30 June 2017 by Mr Fred Taormina, B.App.Sc. (Val), A.A.P.I. Certified Practising Valuer of Valcorp Australia Pty Ltd. The valuer adopted depreciated replacement cost when valuing the buildings due to there not being an active market for purchasing such buildings. The depreciated replacement cost considered the need for ongoing provision of government services, the specialised nature of the assets including the restricted use of the assets, size, condition, location and current use of the asset. The valuation was based on the cost data from construction manuals and projects costs of buildings recently erected.

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 department has a number of leases:

- 438 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 range from 3 years (60,000km) up to 5 years (100,000km).
- The department has 42 property leases that are non-cancellable. Remaining property lease terms range from 1 year to 9 years.
- Schools have 6 leases that are non-cancellable. The remaining lease terms range from 3 years to 16 years.
- Education Works New Schools Public Private Partnership lease relates to the design and construction of six schools. Refer to note 5.3 for service right for use of equipment and note 9.1 for expenditure commitments.

The lease liabilities related to the right of use assets are disclosed in note 7.2. The department's maturity analysis of its lease liabilities is disclosed in note 10.2. Expenses related to leases, including depreciation and interest expenses, are disclosed in note 4. Cash outflows related to leases are disclosed in note 8.2.

Department for Education
Notes to and forming part of the financial statements
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5.2 Right of use assets (continued)

Reconciliation 2023-24

The reconciliation of right of use assets is for the Consolidated entity.

Consolidated 2023-24	Right of use buildings \$'000	Right of use vehicles \$'000	Total \$'000
Carrying amount 1 July 2023	171 297	3 271	174 568
Additions	885	3 170	4 055
Assets derecognised	(786)	-	(786)
Depreciation	(5 744)	(2 757)	(8 501)
Transfer in	-	88	88
Remeasurement of leased asset	-	(1)	(1)
Carrying amount at 30 June 2024	165 652	3 771	169 423

Reconciliation 2022-23

The reconciliation of right of use assets is for the Consolidated entity.

Consolidated 2022-23	Right of use buildings \$'000	Right of use vehicles \$'000	Total \$'000
Carrying amount 1 July 2022	173 664	4 048	177 712
Additions	3 284	1 804	5 088
Assets derecognised	-	(14)	(14)
Transfers between asset classes	-	12	12
Depreciation	(5 648)	(2 637)	(8 285)
Donated assets (to)/from third parties	-	59	59
Remeasurement of leased asset	(3)	(1)	(4)
Carrying amount at 30 June 2023	171 297	3 271	174 568

Department for Education
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5.3. 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 any accumulated amortisation and any accumulated impairment losses.

The acquisition of internally developed 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 \$5 000.

The internally developed computer software relates to the department's human resource management system (Valeo) and the skills and training VET system.

The service right to use equipment relates to the provision, maintenance and replacement of equipment under the Education Works New Schools agreement. The service right is amortised over the remaining period of the agreement. The Education Works New Schools agreement has been detailed in note 9.1.

In December 2019, the state of South Australia entered into a Project Deed for the delivery of the SA School Private Partnership Project for the finance, design, construction and maintenance of two birth-to-year 12 schools under a Public Private Partnership (PPP) agreement. This is referred to as the SA Schools PPP agreement. Both schools were completed and capitalised in 2021-22. A corresponding finance charge and financial liability has been accounted for in note 4.5 and note 7.2 respectively.

Impairment

There were no indications of impairment of intangible assets as at 30 June 2024.

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Department for Education
Notes to and forming part of the financial statements
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5.3. Intangible assets (continued)

Reconciliation 2023-24

	2023-24				2022-23			
	Internally developed computer software	Service right for use of equipment	Purchased software	Total	Internally developed computer software	Service right for use of equipment	Purchased software	Total
Consolidated	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	1 365	110 861	-	112 226	-	115 385	-	115 385
Assets derecognised	-	-	-	-	(646)	-	-	(646)
Transfer in from restructure	-	-	-	-	3 464	-	-	3 464
Amortisation	(1 167)	(4 526)	-	(5 693)	(1 453)	(4 524)	-	(5 977)
Carrying amount at the end of the period	198	106 335	-	106 533	1 365	110 861	-	112 226
Gross carrying amount								
Gross carrying amount	23 057	126 512	139	149 708	23 056	126 512	139	149 707
Accumulated Depreciation	(22 859)	(20 177)	(139)	(43 175)	(21 691)	(15 651)	(139)	(37 481)
Carrying amount	198	106 335	-	106 533	1 365	110 861	-	112 226

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5.4. Inventories

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Materials at net realisable value	6 002	6 159	-	-
Total inventories	6 002	6 159	-	-

The amount of any inventory write-down to net realisable value or inventory losses are recognised in the Statement of Comprehensive Income as an expense in the period the write-down or loss occurred. Any write-down reversals are also recognised as an expense.

5.5. Non-current assets classified as held for sale

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Land	28	88	28	88
Buildings and improvements	86	90	86	90
Buses	-	529	-	529
Total non-current assets classified as held for sale	114	707	114	707

The department has measured the non-current assets held for sale at fair value less costs to sell because the assets' fair value less costs to sell is lower than its carrying amount. Detail about the department's approach to fair value is set out in note 10.1

As a result of school and preschool closures and amalgamations, the land and buildings located at these sites are surplus to requirements. It is anticipated the land and buildings will be sold within the next 12 months.

Buses that have reached the end of their useful lives and are no longer economically viable are held for sale at auction.

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5.5. Non-current assets classified as held for sale (continued)

Movement in the non-current assets classified as held for sale

The following table shows the movement of non-current assets classified as held for sale:

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Land				
Carrying amount at the beginning of the period	88	1 216	88	1 216
Disposals	-	(1 216)	-	(1 216)
Assets reclassified to/(from) assets held for sale	(60)	88	(60)	88
Carrying amount at the end of the period	28	88	28	88
Buildings and improvements				
Carrying amount at the beginning of the period	90	695	90	695
Disposals	-	(695)	-	(695)
Assets reclassified to/(from) assets held for sale	(4)	90	(4)	90
Carrying amount at the end of the period	86	90	86	90
Buses				
Carrying amount at the beginning of the period	529	237	529	237
Disposals	(529)	(237)	(529)	(237)
Assets reclassified to/(from) assets held for sale	-	529	-	529
Carrying amount at the end of the period	-	529	-	529
Total non-current assets classified as held for sale	114	707	114	707

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6. Financial assets

6.1. Cash and cash equivalents

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Deposits with the Treasurer				
Operating Account	200 394	417 970	200 394	417 970
Accrual Appropriation Excess Funds	567 510	516 537	567 510	516 537
Total deposits with the Treasurer	767 904	934 507	767 904	934 507
SA School Investment Fund (SASIF)	484 974	504 805	-	-
Cash at bank and on hand	58 713	57 639	516	576
Total cash and cash equivalents in the Statement of Financial Position	1 311 591	1 496 951	768 420	935 083
Total cash and cash equivalents in the Statement of Cash Flows	1 311 591	1 496 951	768 420	935 083

Deposits with the Treasurer

Special deposit accounts are established under section 8 and 21 of the *Public Finance and Audit Act 1987*. Special deposit accounts must be used in accordance with their approved purpose.

Some of the department's appropriation is deposited into the Accrual Appropriation Excess Funds Account. Although the department controls the money reported above in the Accrual Appropriation Excess Funds Account, its use must be approved by the Treasurer.

The department does not earn interest on its deposits with the Treasurer.

SA School Investment Fund (SASIF)

Represents the amount held in schools SASIF accounts at 30 June 2024 and does not include \$50.9 million (2023: \$47.5 million) held in the account for preschools and some units.

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6.2. Receivables

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Current				
<i>Fees, charges and other receivables</i>				
From government entities	4 830	2 227	6 276	3 588
From non-government entities	52 521	50 105	11 183	10 302
Less impairment loss on receivables	(6 266)	(6 610)	(1 280)	(1 906)
Total fees, charges and other receivables	51 085	45 722	16 179	11 984
 GST recoverable from the ATO	 18 409	 20 151	 15 825	 17 214
Loan receivables	-	-	959	607
Prepayments	18 013	10 691	15 828	9 094
Accrued revenues	1 573	893	11	11
Total current receivables	89 080	77 457	48 802	38 910
 Non-current				
Workers compensation receivable	1 529	1 912	1 529	1 912
Loan receivables	4	4	10 040	10 739
Total non-current receivables	1 533	1 916	11 569	12 651
 Total receivables	 90 613	 79 373	 60 371	 51 561

Fees, charges and other receivables arise in the normal course of selling goods and services to other government agencies and to the public. Fees, charges and other 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.

Other than as recognised in the allowance for impairment loss on receivables, it is not anticipated that counterparties will fail to discharge their obligations. The carrying amount of receivables approximates net fair value due to being receivable on demand. There is no concentration of credit risk.

Refer to note 10.2 for further information on risk management.

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

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

6.2. Receivables (continued)

Allowance for impairment loss on receivables

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	6 610	6 757	1 906	1 734
Increase in allowance recognised in profit or loss	3 646	1 927	621	455
Amounts written off	(3 990)	(2 074)	(1 247)	(283)
Carrying amount at the end of the period	6 266	6 610	1 280	1 906

All of the above impairment losses are from receivables arising from contracts with customers that are external to SA Government.

Refer to note 10.2 for details of credit risk and the methodology for determining impairment for the department.

6.3. Other financial assets

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Current				
Term deposits	78	77	-	-
Total current investments	78	77	-	-
Non-current				
Shares held in listed securities	211	189	-	-
Total non-current investments	211	189	-	-
Total other financial assets	289	266	-	-

The term deposits are carried at cost and are to be held to their maturity.

The fair value of shares held in listed securities is based on quoted market prices for identical assets or liabilities at balance date.

For further information on risk management refer to note 10.2.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

7. Liabilities

7.1. Payables

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Current				
Creditors	84 048	256 077	169 176	326 381
Accrued expenses	7 722	7 295	3 280	3 291
Accrued interest on PPP liability	5 608	5 742	5 608	5 742
Paid Parental Leave Scheme payable	1 332	1 179	1 332	1 179
Total current payables	98 710	270 293	179 396	336 593
Non-current				
Accrued interest on PPP liability	17 956	16 311	17 956	16 311
Total non-current payables	17 956	16 311	17 956	16 311
Total payables	116 666	286 604	197 352	352 904

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

The net amount of GST recoverable from the ATO is included as part of receivables. However, if a net GST payable arises then this amount would be disclosed in this Payables note.

Accrued interest on PPP liability

Accrued interest on PPP liability relates to the Education Works New Schools Public Private Partnership lease and SA Schools PPP agreement.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

7.2. Financial Liabilities

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Current				
Lease liabilities	3 972	3 346	3 193	2 679
Education Works New Schools PPP lease ¹	3 995	3 568	3 995	3 568
SA Schools PPP borrowings ¹	5 013	4 821	5 013	4 821
Contract Balances	4 839	3 986	51	-
Total current financial liabilities	17 819	15 721	12 252	11 068
Non-current				
Lease liabilities	5 010	6 931	3 557	5 639
Education Works New Schools PPP lease ¹	147 030	151 026	147 030	151 026
SA Schools PPP borrowings ¹	209 087	214 100	209 087	214 100
Total non-current financial liabilities	361 127	372 057	359 674	370 765
Total financial liabilities	378 946	387 778	371 926	381 833

¹ These are related to the public private partnership agreements and are interest bearing.

The department measures financial liabilities including borrowings/debt at historical cost. Lease liabilities have been measured via discounting lease payments using either the interest rate implicit in the lease (where it is readily determined) or Department of Treasury and Finance's incremental borrowing rate. There were no defaults or breaches on any of the financial liabilities throughout the year.

Refer to note 8.2 for cash outflow associated with lease liabilities.

The interest rate implied, based on the total payments due over the life of the Education Works New Schools PPP lease, is 11.26%.

The interest rate implied, based on total payments due over the life of the SA Schools PPP Project Agreement, is 3.87%.

For further information on risk management refer to note 10.2.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

7.3. Provisions

	2024 Consolidated \$'000	2023 Consolidated \$'000	2024 Department \$'000	2023 Department \$'000
Current				
Provision for workers' compensation	23 170	24 107	23 170	24 107
Provision for legal claims	665	642	665	642
Other provisions	8	8	-	145
Total current provisions	23 843	24 757	23 835	24 894
Non-current				
Provision for workers' compensation	77 581	99 114	77 581	99 114
Provision for legal claims	5 649	3 560	5 649	3 560
Other provisions	35	35	-	-
Total non-current provisions	83 265	102 709	83 230	102 674
Total provisions	107 108	127 466	107 065	127 568

The department is an exempt employer under the *Return to Work Act 2014*. Under a scheme arrangement, the department is responsible for the management of workers rehabilitation and compensation, and is directly responsible for meeting the cost of workers' compensation claims and the implementation and funding of preventive programs.

Accordingly, a liability 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.

There is a significant degree of uncertainty associated with estimating future claim and expense payments and also around the timing of future payments due to the variety of factors involved. The liability is impacted by agency claim experience relative to other agencies, average claim sizes and other economic and actuarial assumptions.

Movement in provisions	2024 Workers Compensation \$'000	2024 Legal Claims \$'000	2024 Other \$'000
Consolidated			
Carrying amount at the beginning of the period	123 221	4 202	43
Reductions arising from payments	(23 276)	(399)	-
Reversal of prior provision	806	(865)	-
Additional provision recognised	-	3 377	-
Carrying amount at the end of the period	100 751	6 315	43

Movement in provisions	2024 Workers Compensation \$'000	2024 Legal Claims \$'000	2024 Other \$'000
Department			
Carrying amount at the beginning of the period	123 221	4 202	145
Reductions arising from payments	(23 276)	(399)	-
Reversal of prior provision	806	(865)	(145)
Additional provision recognised	-	3 377	-
Carrying amount at the end of the period	100 751	6 315	-

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

7.4. Other liabilities

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Current				
Deposits	19 007	15 932	18 657	15 652
Other liabilities	1 047	1 281	202	308
Equipment service right*	2 442	2 471	2 442	2 471
Total current other liabilities	22 496	19 684	21 301	18 431
Non-current				
Equipment service right*	112 824	115 266	112 824	115 266
Other liabilities	44	266	2	210
Deposits	29	210	-	-
Total non-current other liabilities	112 897	115 742	112 826	115 476
Total other liabilities	135 393	135 426	134 127	133 907

*The service right to use equipment relates to the provision, maintenance and replacement of equipment under the PPP agreements. The service right is amortised over the life of the agreement. Both PPP agreements are detailed in note 9.1.

8. Other disclosures

8.1. Equity

The revaluation surplus is used to record increments and decrements in the fair value of land, buildings, leasehold improvements and other non-financial assets to the extent that they offset one another. Relevant amounts are transferred to retained earnings when an asset is derecognised.

The equity contribution was provided to the department under the *Appropriation Act 2023*.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

8.2. Cash flow

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 the operating cash flows.

Total cash outflow for leases was \$45.8 million (2023: \$45.9 million).

Cash Flow Reconciliation	2024 Consolidated \$'000	2023 Consolidated \$'000	2024 Department \$'000	2023 Department \$'000
Reconciliation of net cash provided by operating activities to net cost of providing services				
Net cash provided by operating activities	(23 865)	396 056	(19 994)	372 036
Add / (less) non-cash items				
Depreciation and amortisation	(179 721)	(177 124)	(166 937)	(166 278)
Bad and doubtful debts	(3 613)	(1 927)	(621)	(455)
Non-current assets derecognised/written off	(9 545)	(2 977)	(9 512)	(2 968)
Resources received free of charge - expense	(12 686)	(12 691)	(12 544)	(12 474)
Resources received free of charge - income	12 686	12 691	12 544	12 474
Donated assets	(13)	(69)	(135)	(69)
Assets recognised for the first time	7 758	3 394	6 331	3 394
Net (loss)/gain from disposal of non financial assets	(478)	(973)	(174)	(784)
Movement in assets and liabilities				
Increase/(decrease) in receivables	10 564	13 830	5 502	2 576
Increase/(decrease) in inventories	(157)	197	-	-
(Increase)/decrease in payables	145 183	(157 067)	130 935	(162 606)
(Increase)/decrease in employee related liabilities	(81 611)	(3 056)	(81 073)	(2 964)
(Increase)/decrease in financial liabilities	(8 996)	(8 486)	(8 205)	(8 486)
(Increase)/decrease in provisions	20 358	(4 654)	20 503	(4 594)
(Increase)/decrease in other liabilities	(2 438)	(351)	(2 691)	(1 140)
Net result	(126 574)	56 793	(126 071)	27 662

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

9. Outlook

9.1. Unrecognised commitments

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

Contractual commitments to acquire property, plant and equipment

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Within one year	112 731	151 523	112 731	151 523
Later than one year but not later than five years	32 938	-	32 938	-
Total capital commitments	145 669	151 523	145 669	151 523

The department's commitments to acquire property, plant and equipment are for commitments under the investing program.

Other contractual commitments

	2024	2023	2024	2023
	Consolidated	Consolidated	Department	Department
	\$'000	\$'000	\$'000	\$'000
Within one year	48 276	22 532	48 276	22 532
Later than one year but not later than five years	59 038	59 031	59 038	59 031
Later than five years	223 790	231 940	223 790	231 940
Total expenditure commitments	331 104	313 503	331 104	313 503

The majority of other contractual commitments relate to future operations and maintenance commitments for Public Private Partnership agreements and memoranda of administrative arrangements with the Department of Infrastructure and Transport for accommodation.

Public Private Partnership Agreements

In July 2009 the state of South Australia entered into a 30 year agreement for the delivery of the Education Works New School Private Partnership Project, under the Partnerships SA policy, for the financing, design, construction, and maintenance of six schools. This agreement and the SA Schools Public Private Partnership include the provision of operational and maintenance services by the operator for a specified period of time, and is referred to as a Public Private Partnership.

In December 2019, the state of South Australia entered into a Project Deed for the delivery of the SA School Private Partnership Project for the finance, design, construction and maintenance of two birth-to-year 12 schools under a Public Private Partnership (PPP) agreement. This is referred to as the SA Schools PPP agreement.

Under the PPP agreements, the department pays the operator over the period of the arrangement, subject to specified performance criteria being met. These estimated periodic payments relate to the ongoing operation and maintenance of the facilities accounted for as operating costs which are expensed in the Statement of Comprehensive Income.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

9.2. Contingent assets and liabilities

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

The department is not aware of any contingent assets.

The department has undertaken a review of long service leave records and supporting documents and identified that a revision in the long service leave provision may be required for certain employee categories. The department is not able to reliably estimate the total potential amount of the change to the overall liability at the reporting date. Where amounts are able to reliably be identified and measured, they have been recognised as liabilities in line with the measurement and recognition criteria of AASB 137 *Provisions, Contingent Liabilities and Contingent Assets*.

9.3. Events after the reporting period

On 27 June 2024, the government issued the Public Sector (Reorganisation of Public Sector Operations) Notice 2024 to transfer the employees related to the Skills SA division within the Department for Education to the Department of State Development, effective 1 July 2024. The financial effect of this machinery of government change will be reflected in the financial statements for 2024-25.

9.4. Impact of standards not yet effective

The department has assessed the impact of new and amended Australian Accounting Standards and Interpretations not yet effective. AASB 2022-10 *Amendments to Australian Accounting Standards – Fair Value Measurement of Non-Financial Assets of Not-for-Profit Public Entities* will apply to the department's 2024-25 financial report. Given the complexity and level of judgement required in applying AASB 13 *Fair Value Measurement* and the new amending standard, together with the need to liaise with valuers, the department has not yet determined the impact.

The department does not expect any other standards issued but not yet effective to have a material impact on the financial statements.

No Australian Accounting Standards have been early adopted.

10. Measurement and risk

10.1. Fair value

AASB 13 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants, in the principal or most advantageous market, at measurement date.

Initial recognition

Non-current tangible assets are initially recorded at cost or at the value of any liabilities assumed, plus any incidental costs involved with the acquisition. Non-current assets are subsequently measured at fair value after allowing for accumulated depreciation.

Where assets are acquired at no value or minimal value, they are recorded at fair value in the Statement of Financial Position.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

10.1 Fair value (continued)

Revaluation of non-current assets

All non-current tangible assets are valued at fair value and revaluation of non-current assets or group of assets is only performed when its fair value at the time of acquisition is greater than \$1.5 million and estimated useful life is greater than three years.

The department revalues its buildings and improvements and leasehold improvements at least every three years. However if at any time, management considers 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. Land is revalued annually if the revaluation is considered to be material in nature.

Non-current tangible assets that are acquired between revaluations are held at cost until the next valuation where they are revalued to fair value.

Upon disposal or derecognition, any revaluation surplus relating to that asset is transferred to retained earnings.

Impairment of non-current assets

For further information refer to note 5.1.

Fair value hierarchy

The department classifies fair value measurement using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements, based on the data and assumptions used in the most recent valuation.

Level 1: traded in active markets and is based on unadjusted quoted prices in active markets for identical assets or liabilities the entity can access at measurement date.

Level 2: not traded in an active market and are derived from inputs (input other than quoted prices included within level 1) that are observable for the asset either directly or indirectly.

Level 3: not traded in an active market and are derived from unobservable inputs.

The department's policy is to recognise transfers into and out of fair value hierarchy levels as at the end of the reporting period.

During 2024, the department had no valuations categorised into level 1; there were no transfers of assets between level 1 and level 2 fair value hierarchy levels, and there were no changes in valuation technique or hierarchy levels.

The department measures all assets at level 3, except for land (\$2.4 billion), buildings and improvements (\$954 000) and non-current assets held for sale (\$114 000) which are measured at level 2. Recurring fair value measurements relate to all assets (refer to note 5.1), except for non current assets held for sale which are measured on a non-recurring fair value basis (refer to note 5.5).

For level 3 assets, any gains/losses are recognised in the net result and other comprehensive income.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

10.1 Fair value (continued)

Land and buildings

The independent valuation of land was performed by the Valuer-General as at 30 June 2024.

Buildings and improvements are valued at current replacement cost less accumulated depreciation.

Current replacement cost information for asset holdings was obtained from the Strategic Asset Management Information System (SAMIS) maintained by the Department for Infrastructure and Transport (DIT). Replacement costs have been established by reference to quantity surveyors' estimates and updated through the application of a relevant building index. The valuations for buildings are current as at 30 June 2024, paved areas are current as at 30 June 2024, and swimming pools are current as at 30 June 2023. The building data excludes landscaping, infrastructure, pergolas, playground equipment, fencing and some paving, sheds and outdoor learning areas because they either cannot be reliably measured or no information is recorded in SAMIS. The fair value of the buildings measured at current replacement cost less accumulated depreciation as at 30 June 2024 is \$3,930.4m.

Buildings not measured using the SAMIS methodology were measured using either of the following methods:

- Buildings constructed by the department at sites managed via the Education Works New Schools Public Private Partnership lease and the SA School Private Partnership Project were independently valued by Mr Fred Taormina, B.App.Sc. (Val), A.A.P.I. Certified Practicing Valuer of Valcorp Australia Pty Ltd as at 30 June 2024. The valuer determined the current cost estimated with reference to replacement cost or reproduction cost having regard to condition of the assets and their economic and physical obsolescence. The fair value of these buildings as at 30 June 2024 is \$243.8m
- Buildings constructed by the department which have yet to be added to SAMIS and hence the SAMIS valuation methodology has not been applied. These building are measured at cost. The fair value of these buildings as at 30 June 2024 is \$202.9m.

Refer to note 5.2 for independent valuation information on right of use buildings.

Leasehold improvements

An independent valuation of one leasehold improvement with the largest written down value was performed by Mr Fred Taormina, B.App.Sc. (Val), A.A.P.I. Certified Practicing Valuer of Valcorp Australia Pty Ltd as at 30 June 2021. The valuer adopted depreciated replacement cost when valuing the asset as quoted prices in an active liquid market were not available. This valuation only resulted in a 10% increase in the value of the written down cost. Therefore based on this outcome the department considers the carrying value of the other leasehold improvements approximates fair value.

Buses and motor vehicles

Buses acquired prior to 30 June 2015 are valued based on an internal estimate of current depreciated replacement cost for each bus category based on recent acquisitions, and residual values as at 30 June 2015. New buses from 1 July 2015 are valued at historical cost.

Computing, communications, furniture and equipment

All computing, communications, furniture and equipment and other assets which had a fair value at time of acquisition that was less than \$1.5 million have not been revalued in accordance with APS 116.D. The carrying values of these assets are deemed to approximate fair value. These assets are classified in level 3 as there has been no subsequent adjustment to their fair value, except for management assumptions about condition and remaining useful life.

Non-current assets held for sale

The department has measured land and buildings held for sale at fair value less costs to sell in accordance with AASB 5 *Non-current Assets held for Sale and Discontinued Operations* because the assets' fair value less costs to sell is lower than its carrying amount.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

10.2. Financial instruments

Financial risk management

Risk management is managed by the department and departmental risk management policies are in accordance with the *SA Government Risk Management Guide* and the principles established in the Australian Standard *Risk Management Principles and Guidelines*.

The department's exposure to financial risk (liquidity risk, credit risk and market risk) is low due to the nature of the financial instruments held.

Liquidity risk

The department is funded principally from appropriation by the SA Government. The department works with the Department of Treasury and Finance to determine the cash flows associated with its government approved program of work and to ensure funding is provided through the SA Government budgetary processes to meet the expected cash flows.

Refer to note 7.1 and 7.2 for further information.

Credit risk

The department has policies and procedures in place to ensure that transactions occur with customers with appropriate credit history.

No collateral is held as security and no credit enhancements relate to financial assets held by the department.

Impairment of financial assets

Impairment of financial assets is performed using a two step process.

First, an allowance for impairment loss is recognised when there is objective evidence the receivable is impaired. Then the remaining receivables are assessed for loss allowances using the simplified approach in AASB 9 *Financial Instruments*.

Loss allowances for receivables are measured at an amount equal to lifetime expected credit loss using the simplified approach in AASB 9. The department uses an allowance matrix to measure the expected credit loss of receivables from non-government debtors which comprise a large number of small balances.

To measure the expected credit losses, receivables are grouped based on shared risk characteristics and the days past due. When estimating expected credit loss, the department considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the department's historical experience and informed credit assessment, including forward-looking information.

The maximum period considered when estimating expected credit losses is the maximum contractual period over which the department is exposed to credit risk.

The expected credit loss of government debtors is considered to be nil based on the external credit ratings and nature of the counterparties.

Loss rates are calculated based on the probability of a receivable progressing through stages to write-off based on the common risk characteristics of the transaction and debtor.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

10.2 Financial Instruments (continued)

The following tables relate to the department's assessment of credit risk. This provides information about the exposure to the expected credit loss for non-government debtors. Credit risk has been assessed at the school level, however information is not collected or obtained from schools to allow for the disclosure of consolidated information.

Table 1. General receivables debtors

\$657 000 was impaired based on objective evidence.

	Debtor gross carrying amount \$'000	Loss %	Lifetime expected losses \$'000
2024			
Current (not past due)	833	0.72%	6
1-30 days past due	2 828	1.72%	49
31-60 days past due	217	2.52%	5
61-90 days past due	374	3.48%	13
More than 90 days past due	2 016	10.77%	217
Loss allowance			290

Salary overpayments debtors.

\$623 000 was impaired based on objective evidence. There are no expected lifetime losses.

Loss rates are based on actual history of credit loss, these rates have been adjusted to reflect differences between previous economic conditions, current conditions and the department's view of the forecast economic conditions over the expected life of the receivables.

Impairment losses are presented as net impairment losses within net result, subsequent recoveries of amounts previously written off are credited against the same line item.

Receivables are written off when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include the failure of a debtor to enter into a payment plan with the department and a failure to make contractual payments for a period of greater than 90 days past due.

The allowance was recognised when there was objective evidence that a receivable was impaired. The allowance for impairment was recognised in other expenses.

No impairment losses were recognised in relation to contract assets and accrued revenue during the year.

Cash and debt investments

The department considers that its cash and cash equivalents have low credit risk based on the external credit ratings of the counterparties and therefore the expected credit loss is nil.

Market risk

The department does not trade in foreign currency, nor enter into transactions for speculative purposes, nor for hedging. Exposure to interest rate risk may arise through its interest bearing liabilities, including borrowings. There is no exposure to foreign currency or other price risks. There have been no changes in risk exposure since the last reporting period.

Department for Education
Notes to and forming part of the financial statements
for the year ended 30 June 2024

10.2 Financial instruments (continued)

Categorisation of financial instruments

Details of the material accounting policies and methods adopted including the criteria for recognition, the basis of measurement, and the basis on which income and expenses are recognised with respect to each class of financial asset, financial liability and equity instrument are disclosed in the respective financial asset/financial liability note.

Classification of financial instruments

The department measures all financial instruments at amortised cost.

The following tables are for the department entity only. Information is not collected or obtained from schools to allow for the disclosure of consolidated information.

Maturity analysis of financial instruments (Department)

Category of financial asset and financial liability	Notes	2024	2024 Contractual maturities *			2023
		Carrying amount/ fair value	Within	1-5	More than	Carrying amount/ fair value
		\$'000	1 year	years	5 years	\$'000
		\$'000	\$'000	\$'000	\$'000	\$'000
Financial assets						
Cash and cash equivalents						
Cash and cash equivalents	6.1	768 420	768 420	-	-	935 083
Financial assets at amortised cost						
Receivables	6.2	27 189	17 149	10 040	-	23 341
Total financial assets		795 609	785 569	10 040	-	958 424
Financial liabilities						
Financial liabilities at amortised cost						
Payables	7.1	195 396	177 442	17 954	-	342 356
Lease liabilities	7.2	157 226	7 154	24 181	125 891	162 912
Borrowings	7.2	214 100	5 013	21 792	187 295	218 921
Other liabilities	7.4	134 127	21 301	3 015	109 811	133 907
Total financial liabilities		700 849	210 910	66 942	422 997	858 096

Statutory receivables and payables

The receivable and payable amounts disclosed here exclude amounts relating to statutory receivables and payables. This includes Commonwealth, State and Local Government taxes and equivalents, fees and charges; 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. In government, certain rights to receive or pay cash may not be contractual but have their source in legislation and therefore, in these situations, the disclosure requirements of AASB 7 *Financial Instruments: Disclosure* will not apply. The standard defines contract as enforceable by law. All amounts recorded are carried at cost.

* Maturities analysis is presented using the undiscounted cash flows and therefore may not total to equal the carrying amount/fair value of the financial instrument.

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Department for Education

Administered Financial Statements

**Financial Statements
for the year ended 30 June 2024**

Department for Education **OFFICIAL**
Statement of Administered Comprehensive Income
for the year ended 30 June 2024

	Note	2024 \$'000	2023 \$'000
Administered income			
Commonwealth sourced grants and funding	A2.2	1 545 884	1 413 408
Appropriation	A2.1	435 652	192 770
Grants and transfers	A2.3	3 779	1 583
Resources received free of charge		5	6
Other income	A2.4	145	9
Total administered income		1 985 465	1 607 776
Administered expenses			
Transfer payments	A4.2	1 911 941	1 536 996
Grants and subsidies	A4.3	65 271	67 355
Employee related expenses	A3.2	6 035	5 654
Supplies and services	A4.1	1 340	1 364
Depreciation	A5.1	603	530
Total administered expenses		1 985 190	1 611 899
Net result		275	(4 123)
Other comprehensive income			
<i>Items that will not be reclassified to net result</i>			
Changes in revaluation surplus		4 580	1 900
Total other comprehensive income		4 580	1 900
Total comprehensive result		4 855	(2 223)

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

Department for Education **OFFICIAL**
Statement of Administered Financial Position
as at 30 June 20244

	Note	2024 \$'000	2023 \$'000
Administered current assets			
Cash and cash equivalents		39 630	34 049
Receivables	A6.1	340	792
Total current assets		39 970	34 841
Administered non-current assets			
Property, plant and equipment	A5.1	26 199	22 213
Total non-current assets		26 199	22 213
Total assets		66 169	57 054
Administered current liabilities			
Payables	A7.1	4 611	431
Employee related liabilities	A3.3	707	662
Total current liabilities		5 318	1 093
Administered non-current liabilities			
Employee related liabilities	A3.3	478	443
Total non-current liabilities		478	443
Total liabilities		5 796	1 536
Net assets		60 373	55 518
Administered equity			
Retained earnings		44 914	44 639
Revaluation surplus		15 459	10 879
Total equity		60 373	55 518

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

Department for Education **OFFICIAL**
Statement of Administered Changes in Equity
for the year ended 30 June 2024

		Revaluation surplus	Retained earnings	Total equity
	Note	\$'000	\$'000	\$'000
Balance at 1 July 2022		8 979	48 762	57 741
Net result for 2022-23		-	(4 123)	(4 123)
Gain on revaluation of land	A5.1	1 900	-	1 900
Total comprehensive result for 2022-23		1 900	(4 123)	(2 223)
Balance at 30 June 2023		10 879	44 639	55 518
Net result for 2023-24		-	275	275
Gain on revaluation of land, buildings and improvements	A5.1	4 580	-	4 580
Total comprehensive result for 2023-24		4 580	275	4 855
Balance at 30 June 2024		15 459	44 914	60 373

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

Department for Education
Statement of Administered Cash Flows
for the year ended 30 June 2024

OFFICIAL

		2024	2023
	Note	\$'000	\$'000
Cash flows from operating activities			
Cash inflows			
Receipts from Commonwealth sourced grants and funding		1 545 884	1 413 408
Appropriation		435 652	192 770
GST recovered from the ATO		38 525	20 693
Grants and transfers		3 783	1 483
Other receipts		145	9
Cash generated from operations		2 023 989	1 628 363
Cash outflows			
Transfer payments		(1 946 753)	(1 536 953)
Payments of grants and subsidies		(63 938)	(67 355)
Employee related payments		(5 955)	(5 562)
Payments for supplies and services		(1 756)	(1 431)
Cash used in operations		(2 018 402)	(1 611 301)
Net cash provided by operations	A8.1	5 587	17 062
Cash flows from investing activities			
Cash outflows			
Purchase of property, plant and equipment		(6)	(508)
Cash used in investing activities		(6)	(508)
Net cash used in investing activities		(6)	(508)
Net increase in cash and cash equivalents		5 581	16 554
Cash and cash equivalents at the beginning of the period		34 049	17 495
Cash and cash equivalents at the end of the period		39 630	34 049

The accompanying notes form part of these financial statements.

Department for Education
Schedule of Income and Expenses attributable to Administered Activities
for the year ended 30 June 2024

OFFICIAL

Activities - refer note A1.2

	Minister's salaries		Minister's payments		Advocacy bodies		Family Day Care		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Administered income										
Appropriation	395	379	428 397	186 061	6 860	6 330	-	-	435 652	192 770
Commonwealth sourced grants and funding	-	-	1 529 902	1 398 235	-	-	15 982	15 173	1 545 884	1 413 408
Grants and transfers	-	-	3 186	925	593	658	-	-	3 779	1 583
Resources received free of charge	-	-	-	-	5	6	-	-	5	6
Other income	-	-	82	7	57	1	6	1	145	9
Total administered income	395	379	1 961 567	1 585 228	7 515	6 995	15 988	15 174	1 985 465	1 607 776
Administered expenses										
Employee related expenses	396	381	5	8	5 634	5 265	-	-	6 035	5 654
Supplies and services	-	-	21	34	1 319	1 330	-	-	1 340	1 364
Transfer payments	-	-	1 911 941	1 536 996	-	-	-	-	1 911 941	1 536 996
Grants and subsidies	-	-	49 197	52 155	88	25	15 986	15 175	65 271	67 355
Depreciation	-	-	401	399	202	131	-	-	603	530
Total administered expenses	396	381	1 961 565	1 589 592	7 243	6 751	15 986	15 175	1 985 190	1 611 899
Net result	(1)	(2)	2	(4 364)	272	244	2	(1)	275	(4 123)

Department for Education
Schedule of Assets and Liabilities attributable to Administered Activities
as at 30 June 2024

Activities - refer note A1.2

	Minister's salaries		Minister's payments		Advocacy bodies		Family Day Care		Total	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Administered assets										
Cash and cash equivalents	-	-	38 601	33 828	1 029	218	-	3	39 630	34 049
Receivables	-	-	115	658	33	133	192	1	340	792
Property, plant and equipment	-	-	25 434	21 255	765	958	-	-	26 199	22 213
Total assets	-	-	64 150	55 741	1 827	1 309	192	4	66 169	57 054
Administered liabilities										
Payables	-	-	4 575	357	36	71	-	3	4 611	431
Employee related liabilities	-	-	-	-	1 185	1 105	-	-	1 185	1 105
Total liabilities	-	-	4 575	357	1 221	1 176	-	3	5 796	1 536
Net assets	-	-	59 575	55 384	606	133	192	1	60 373	55 518

A1. About the Administered items for the Department for Education

The Department for Education is responsible for the administration of specific funds or bodies on behalf of the Minister for Education, Training and Skills. The department does not have control over how these funds are to be spent and operates in the capacity as an agent responsible for the administration of the transfer process to third parties. The Administered Financial Statements include the income, expenses, assets, liabilities and equity of these funds.

A1.1. Basis of preparation

The basis of preparation for the administered financial statements is the same as the basis outlined in the department's note 1.1. The department applies the same accounting policies to the administered financial statements as set out in the notes to the department's financial statements.

A1.2. Administered activities

The main administered funds are:

Ministers salaries

The Minister's salary and allowances are funded by specific legislation.

Ministers payments

Funds are appropriated to the Minister for Education, Training and Skills and are disbursed at the discretion of the Minister. The principal payments are:

- the State Government contribution to the operation of the South Australia Certificate of Education (SACE) Board of South Australia
- the State Government contribution to the operation of the Education Standards Board
- payments to the Department for Infrastructure and Transport for the purposes of student travel
- payments to Ministerial committees
- the State Government and Commonwealth Government contributions to the operation of non-government schools, community language schools, organisations and early childhood services
- the State Government contribution to the operations of the History Trust of South Australia, Windmill Production Company Limited, Carclew Incorporated and Patch Theatre Company Incorporated.

Advocacy bodies

Operations of the following advocacy bodies are recognised administered items by the department:

- Commissioner for Children and Young People
- Guardian for Children and Young People
- Commissioner for Aboriginal Children and Young People

Family Day Care

This arrangement includes:

- the receipts and payments associated with Commonwealth childcare subsidies relating to family day care and its operations.

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

A1.3. Budget performance

The budget performance table compares the department's administered items outcomes against budget information presented to Parliament (2023-24 Budget Paper 4). The budget amounts have not been adjusted to reflect revised budgets or administrative restructures. The budget process is not subject to audit.

	Original budget 2024 \$'000	Actual 2024 \$'000	Variance \$'000
Statement of Comprehensive Income			
Income			
Commonwealth sourced grants and funding	1 483 979	1 545 884	61 905
Appropriation	426 161	435 652	9 491
Grants and transfers	1 309	3 779	2 470
Resources received free of charge	-	5	5
Other income	-	145	145
Total administered income	1 911 449	1 985 465	74 016
Expenses			
Transfer payments	1 844 401	1 911 941	67 540
Grants and subsidies	59 713	65 271	5 558
Employee related expense	6 025	6 035	10
Supplies and services	1 363	1 340	(23)
Depreciation	623	603	(20)
Total administered expenses	1 912 125	1 985 190	73 065
Net result	(676)	275	951
Other comprehensive income			
Changes in revaluation surplus (a)	-	4 580	4 580
Total other comprehensive income	-	4 580	4 580
Total comprehensive result	(676)	4 855	5 531

The budget information presented to Parliament includes the revenue and expenses of the South Australian Certificate of Education Board, the Education Standards Board and the South Australian Skills Commission. These entities do not form part of the department's Administered entity and are therefore excluded from the original budget information.

Explanations are provided for variance where the variances exceeds the greater of 10% the original budgeted amount and 5% of original budgeted total investing or operating expenditure.

(a) The changes in revaluation surplus is due to a revaluation of land and building assets during the 2023-24 year.

	Original budget 2024 \$'000	Actual 2024 \$'000	Variance \$'000
Investing expenditure summary			
Total new projects	-	9	9
Total investing expenditure	-	9	9

A1.4. Significant transactions with government related entities

The department's administered items had no significant transactions with government related entities except for the appropriation funding received from Department of Treasury and Finance (A2.1) and incurred expenditure with:

- SACE Board of SA of \$17.3 million (2023: \$17.2 million) (A4.2)
- Education Standards Board of \$5.4 million (2023: \$4.3 million) (A4.2)
- Office for Early Childhood Development of \$4.7 million (A4.2)
- Department for Infrastructure and Transport (DIT) of \$14.7 million (2023: \$18.2 million). As at 30 June 2024 the outstanding balance payable to DIT was \$4.6 million (2023: nil) (A4.1 and A4.3).

A2. Income

A2.1. Appropriation

	2024 \$'000	2023 \$'000
Revenues from appropriation		
Appropriation from Consolidated Account pursuant to the Appropriation Act	425 773	192 391
Appropriations under other Acts	395	379
Appropriation from Governor's Appropriation Fund	9 484	-
Total appropriation	435 652	192 770

A2.2. Commonwealth sourced grants and funding

	2024 \$'000	2023 \$'000
National School Reform Agreement	1 524 547	1 392 522
Family Day Care Scheme	15 982	15 173
Disadvantaged Independent School Students	3 059	-
National Student Wellbeing Program	2 191	5 713
Student Wellbeing Boost	105	-
Total Commonwealth sourced grants and funding	1 545 884	1 413 408

A2.3. Grants and transfers

	2024 \$'000	2023 \$'000
Grants from other SA Government departments	521	634
Contingency funding provided by the Department of Treasury and Finance	2 322	225
Grants from the Department for Education	936	721
Grants from Non SA Government	-	3
Total Grants and transfers	3 779	1 583

A2.4. Other income

	2024 \$'000	2023 \$'000
Recoveries	142	9
Assets recognised for the first time	3	-
Total other income	145	9

A3. Board, committees and employees

A3.1. Remuneration of board and committee members

Members of the boards and committees during the 2023-24 financial year were:

Child Death and Serious Injury Review Committee

Mr Michael Ahern[^] (Retired 31/12/2023)
 Ms Mary Awata (Appointed 31/01/2024)
 Dr Carmela Bastian[^]
 Dr Mark Fuller[^]
 Dr Margaret Kyrkou[^] (Retired 30/06/2024)
 Ms Kathryn Jane Moar[^]
 Dr Rhiannon Pilington^{*}
 Mr Kurt Towers^{*}
 Ms Catherine Turnbull^{*}
 Dr Deidre White[^]

Child Development Council

Mr Phillip Allen^{*} (Retired 26/09/2023)
 Prof Sarah Blunden (Appointed 4/07/2023)
 Dr Sally Brinkman^{*}
 Dr Yvonne Clark[^] (Retired 7/07/2023)
 Mr Richard Anthony Coates[^] (Retired 10/02/2024)
 Ms Helen Connolly^{*}
 Ms Dawn Davis^{*}
 Mr Pasquale Paul Di Iulio^{*} (Retired 10/02/2024)
 Dr Michelle Fernando (Appointed 8/03/2024)
 Ms Tina Hudson (Appointed 8/03/2024)
 Mr Graham Jaeschke [^] (Retired 4/07/2024)
 Ms April Anzena Lawrie[^]
 Prof Gerry Redmond (Appointed 8/03/2024)
 Dr Barbara Spears[^] (Retired 10/02/2024)
 Ms Catherine Turner (Appointed 8/03/2024)
 Ms Patricia Walton[^]
 Ms Joanne Wickes[^] (Retired 12/09/2023)
 Dr Neil Wigg[^] (Retired 10/02/2024)
 Dr Victoria Whittington^{*}
 Ms Shirley Young (Appointed 29/08/2023)

Multicultural Education and Languages Committee

Ms Meredith Beck [^]
 Ms Teresa Cimmino
 Ms Deb Dalwood [^]
 Ms Kayoko Enomoto^{*}
 Ms Maria Iovino[^]
 Ms Sally Letcher^{*}
 Ms Truphena Mahindu ^{*}
 Ms Bronwen McClelland [^]
 Mr Noel Mifsud
 Ms Shaza Ravaji^{*} (Retired 30/06/2024)
 Ms Irene Rowe^{*}
 Associate Professor Harry Savelsburg^{*}
 Mr Brett Shuttleworth^{*}
 Ms Samoda Silva[^]
 Ms Deonne Smith^{*} (Retired 30/06/2024)
 Ms Anna Strzelecki ^{*}

* Government employee who did not receive any remuneration for board/committee duties during the financial year in accordance with DPC Circular 16.

[^] Part-time government employees who gained approval to receive remuneration for board/committee duties during the financial year

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

A3.1. Remuneration of board and committee members (continued)

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

	2024 Number of members	2023 Number of members
\$0	10	17
\$1 - \$19 999	37	36
Total number of members	47	53

Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, out of hours fees, retention fees, superannuation contributions, salary sacrifice benefits, fringe benefits and any related fringe benefits tax paid. The total remuneration received or receivable by members was \$44 000 (2023: \$56 000).

A3.2. Employee related expenses

	2024 \$'000	2023 \$'000
Salaries and wages	4 517	4 304
Employment on-costs - superannuation	522	404
Employment on-costs - payroll tax	252	244
Annual leave	463	434
Long service leave	202	180
Board and committee fees	40	63
Skills and experience retention leave	11	16
Workers' compensation	6	2
Other employee related expenses	22	7
Total employee related expenses	6 035	5 654

Employee remuneration

	2024 Number of Executives	2024 Number of Employees	2023 Number of Executives	2023 Number of Employees
The number of employees whose remuneration received or receivable falls within the following bands:				
\$206 001 to \$226 000	-	-	1	1
\$226 001 to \$246 000	1	1	-	-
\$306 001 to \$326 000	-	-	2	2
\$326 001 to \$346 000	1	1	-	-
\$366 001 to \$386 000	1	1	-	-
Total number of executives / employees	3	3	3	3

The number of executive officers disclosed in the above table includes employees appointed on a South Australian Executive Service (SAES) contract as at 30 June 2024 and 30 June 2023 respectively and who have earned the base remuneration during the year. The numbers of executive officers separately disclosed are also included in the number of employee totals for 2024 and 2023.

Remuneration received or due and receivable by the above employees was \$0.9 million (2023: \$0.8 million) which is included in employee related expenses.

A3.3. Employee related liabilities

	2024 \$'000	2023 \$'000
Current		
Annual leave	432	376
Long service leave	77	88
Accrued salaries and wages	72	80
Skills and experience retention leave	6	6
Employment on-costs	120	112
Total current employee related liabilities	707	662
Non-current		
Long service leave	422	394
Employment on-costs	56	49
Total non-current employee related liabilities	478	443
Total employee related liabilities	1 185	1 105

A4. Expenses

A4.1. Supplies and services

	2024 \$'000	2023 \$'000
Accommodation	336	308
Vehicle and travelling expenses	96	134
Other supplies and services	176	148
Printing, postage and consumables	117	139
Minor works, maintenance and equipment	30	88
Advertising, publicity and promotion expenses	56	59
Cleaning	29	40
Contractors and other outsourced services	134	116
Catering	16	29
Sponsorship	74	113
Information technology and communication	54	40
Legal expenses	146	18
Conference expenses	30	33
Training and development	22	8
Management fees and charges	18	7
Shared Services SA charges	6	6
Program development	-	17
Consultants	-	61
Total supplies and services	1 340	1 364

Department for Education **OFFICIAL**
Notes to and forming part of the administered financial statements
for the year ended 30 June 2024

A4.1. Supplies and services (continued)

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:

	2024	2024	2023	2023
	Number	\$'000	Number	\$'000
Above \$10 000	-	-	1	61
Total paid / payable to the consultants engaged	-	-	1	61

A4.2. Transfer payments

	2024	2023
	\$'000	\$'000
Non-government schools	1 876 833	1 507 168
SACE Board of South Australia	17 252	17 201
Arts entities	7 729	8 326
Education Standards Board	5 422	4 301
Office for Early Childhood Development	4 705	-
Total transfer payments	1 911 941	1 536 996

Transfer payments are payments made to eligible recipients, consistent with legislation or other authority, where the amount transferred is determined by the initial transferring entity. The department is the agent responsible for the transfer process but does not control the amount of funds transferred or the use of the funds by the eligible recipients.

A4.3. Grants and subsidies

	2024	2023
	\$'000	\$'000
Transport concessions	18 718	17 951
Family Day Care subsidies	15 986	15 174
Non-government schools	15 600	15 245
Other organisations	2 803	8 569
Non-government preschools	5 709	5 197
Arts entities	4 079	2 711
Multicultural grants	2 236	2 175
Other SA Government entities	140	333
Total grants and subsidies	65 271	67 355

Department for Education **OFFICIAL**
Notes to and forming part of the administered financial statements
for the year ended 30 June 2024

A5. Non-financial assets

A5.1. Property, plant and equipment

2023-24	Land	Buildings and Improvements	Leasehold improvements	Computing, furniture and equipment	Other assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	12 330	8 902	928	53	-	22 213
Additions	-	-	-	6	-	6
Revaluation increment/(decrement)	1 790	2 790	-	-	-	4 580
Assets recognised first time	-	-	-	3	-	3
Subtotal	14 120	11 692	928	62	-	26 802
Gains/(losses) for the period recognised in net result:						
Depreciation	-	(398)	(193)	(12)	-	(603)
Carrying amount at the end of the period	14 120	11 294	735	50	-	26 199
Gross carrying amount						
Gross carrying amount	14 120	43 981	1 331	110	2 132	61 674
Accumulated Depreciation	-	(32 687)	(596)	(60)	(2 132)	(35 475)
Carrying amount	14 120	11 294	735	50	-	26 199

Department for Education **OFFICIAL**
Notes to and forming part of the administered financial statements
for the year ended 30 June 2024

2022-23	Land	Buildings and Improvements	Construction Work in Progress	Leasehold improvements	Computing, furniture and equipment	Other assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at the beginning of the period	10 430	9 300	-	541	64	-	20 335
Additions	-	-	508	-	-	-	508
Revaluation increment/(decrement)	1 900	-	-	-	-	-	1 900
Transfers to/(from) WIP	-	-	(508)	508	-	-	-
Subtotal	12 330	9 300	-	1 049	64	-	22 743
Gains/(losses) for the period recognised in net result:							
Depreciation	-	(398)	-	(121)	(11)	-	(530)
Carrying amount at the end of the period	12 330	8 902	-	928	53	-	22 213
Gross carrying amount							
Gross carrying amount	12 330	33 690	-	1 331	101	2 132	49 584
Accumulated Depreciation	-	(24 788)	-	(403)	(48)	(2 132)	(27 371)
Carrying amount at the end of the period	12 330	8 902	-	928	53	-	22 213

In 2024 and 2023 all land was classified as level 2 and all buildings, improvements, computing, furniture and equipment were classified as level 3 and are recurring fair value measurements. There are no significant unobservable inputs for level 3 property, plant and equipment.

A6. Receivables**A6.1. Receivables**

	2024	2023
	\$'000	\$'000
Current		
GST recoverable from ATO	(35)	682
Other receivables	375	110
Total current receivables	340	792
Total receivables	340	792

A7. Liabilities**A7.1. Payables**

	2024	2023
	\$'000	\$'000
Current		
Creditors	4 611	431
Total current payables	4 611	431
Total payables	4 611	431

A8. Other disclosures**A8.1. Cash flow****Cash flow reconciliation**

	2024	2023
	\$'000	\$'000
Reconciliation of net cash provided by / (used in) operating activities to net result		
Net cash provided by/ (used in) operating activities	5 587	17 062
Add / (less) non-cash items		
Depreciation	(603)	(530)
Resources received free of charge	5	-
Shared Services SA charges	(6)	-
Assets recognised for the first time	3	-
Movement in assets and liabilities		
(Increase)/decrease in payables	(4 179)	67
Increase/(decrease) in receivables	(452)	(20 583)
(Increase)/decrease in employee related liabilities	(80)	(139)
Net result	275	(4 123)

A9. Outlook**A9.1. Unrecognised contractual commitments**

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

Other contractual commitments	2024	2023
	\$'000	\$'000
Within one year	443	353
Later than one year but not longer than five years	1 611	1 665
Later than five years	848	1 137
Total expenditure commitments	2 902	3 155

Other contractual commitments relate to the memoranda of administrative arrangements with the Department for Infrastructure and Transport and for accommodation.