

WESTERN SYDNEY
UNIVERSITY



ANNUAL REPORT
2022



Financial Statements

Volume 2

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Western Sydney University

Consolidated Financial Statements

For the year ended 31 December 2022

Statement by the Members of the Board of Trustees For the Year Ended 31 December 2022

In accordance with a resolution of the Board of Trustees of Western Sydney University dated 12 April 2023 and pursuant to Section 7.6 of the *Government Sector Finance Act 2018* (the Act), we state that to the best of our knowledge and belief:

(a) The financial statements of Western Sydney University and its controlled entities (the Group) presents a true and fair view of the Group's financial position as at 31 December 2022 and the financial performance and cash flows for the year then ended.

(b) The financial statements have been prepared in accordance with the provisions of the Act, the *Government Sector Finance Regulation 2018*, and the *Financial Statement Guidelines for the Australian Higher Education Providers for the 2022 Reporting Period* issued by the Department of Education and Training.

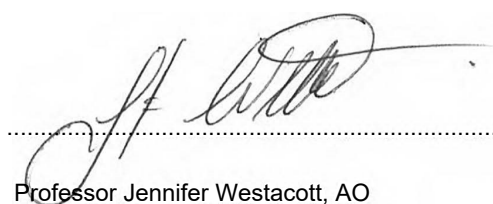
(c) The financial statements have been prepared in accordance with Australian Accounting Standards, which include Australian Accounting Interpretations.

(d) The amount of Australian Government financial assistance expended during the reporting period was for the purpose(s) for which it was intended and Western Sydney University has complied with applicable legislation, contracts, agreements and programme guidelines in making expenditure.

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

(f) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate.

(g) There are reasonable grounds to believe that Western Sydney University will be able to pay its debts as and when they fall due.


.....
Professor Jennifer Westacott, AO

Chancellor


.....
Professor Barney Glover, AO

Vice Chancellor and President

Dated at Sydney 12 April 2023

Western Sydney University**Income Statement****For the Year Ended 31 December 2022**

		Consolidated		Parent	
		2022	2021	2022	2021
	Note	\$'000	\$'000	\$'000	\$'000
Income from continuing operations					
Australian Government financial assistance					
Australian Government grants	2	361,980	374,977	361,980	372,926
HELP - Australian Government payments	2	237,950	243,466	237,950	243,466
State and Local Government financial assistance	3	2,462	74	2,462	74
HECS-HELP - Student Payments		10,495	12,346	10,495	12,346
Fees and charges	4	167,829	155,373	161,128	150,731
Investment income	5	(17,765)	43,885	(17,888)	43,772
Consultancy and contracts	6	31,972	33,426	31,969	33,423
Share of profit or loss on investments accounted for using the equity method	7	(400)	-	-	-
Gain/(loss) on disposal of assets	8	10,754	30,048	10,792	30,032
Other revenue and income	9	66,529	123,119	77,059	74,538
Total income from continuing operations		871,806	1,016,714	875,947	961,308
Expenses from continuing operations					
Employee related expenses	11	487,421	475,456	453,638	439,841
Depreciation and amortisation	12	93,539	87,482	92,967	86,533
Repairs and maintenance	13	24,909	23,251	24,880	23,141
Borrowing costs	14	17,519	16,158	17,777	16,179
Impairment of assets	15	(49)	99	14	(40)
Other expenses	16	259,032	271,101	302,039	273,016
Total expenses from continuing operations		882,371	873,547	891,315	838,670
Net result from continuing operations		(10,565)	143,167	(15,368)	122,638

The accompanying notes form part of these financial statements.

Statement of Comprehensive Income

For the Year Ended 31 December 2022

	Note	Consolidated		Parent	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Net result for the period		(10,565)	143,167	(15,368)	122,638
<i>Items that will not be reclassified to Income Statement</i>					
Gain/(loss) on revaluation of property, plant and equipment	27(c)	219,827	40,754	219,649	40,754
Gain/(loss) on revaluation of asset held-for-sale	27(c)	-	9,014	-	9,014
Gain/(loss) on revaluation of art collection	27(c)	395	-	395	-
Gain/(loss) on revaluation of livestock	27(c)	(77)	(69)	(77)	(69)
Net actuarial gains/(losses) recognised in respect of Defined Benefit Plans	27(c)	(281)	650	(281)	650
Change in fair value of equity investments designated at fair value through other comprehensive income	27(c)	(11,682)	44,937	(11,682)	44,937
Total		208,182	95,286	208,004	95,286
Total other comprehensive income		208,182	95,286	208,004	95,286
Comprehensive result		197,617	238,453	192,636	217,924
Total comprehensive income attributable to: Members of the University		197,617	238,453	192,636	217,924

The accompanying notes form part of these financial statements.

Statement of Financial Position

As At 31 December 2022

		Consolidated		Parent	
		2022	2021	2022	2021
	Note	\$'000	\$'000	\$'000	\$'000
Assets					
Current assets					
Cash and cash equivalents	17	380,195	343,245	377,079	340,640
Receivables	18	75,536	75,006	75,133	74,265
Inventories		2	2	2	2
Contract assets		14,067	13,634	-	-
Other non-financial assets	22	1,507	518	1,507	518
Total current assets		471,307	432,405	453,721	415,425
Non-current assets					
Receivables	18	325,248	396,020	325,483	396,210
Investments accounted for using the equity method	7	-	-	-	-
Property, plant and equipment	19	2,728,988	2,490,404	2,727,046	2,488,078
Other financial assets	21	487,595	505,518	487,595	505,518
Intangible assets	20	84,819	76,269	84,819	76,269
Other non-financial assets	22	4,931	2,076	4,931	2,076
Total non-current assets		3,631,581	3,470,287	3,629,874	3,468,151
Total assets		4,102,888	3,902,692	4,083,595	3,883,576
Liabilities					
Current liabilities					
Trade and other payables	23	85,985	67,210	87,883	68,736
Borrowings	24	10,060	16,801	35,256	37,546
Provisions	25	111,501	108,579	106,986	104,373
Contract liabilities		32,146	27,567	32,146	27,567
Other liabilities	26	71,200	55,473	69,719	54,080
Total current liabilities		310,892	275,630	331,990	292,302
Non-current liabilities					
Borrowings	24	756,894	724,851	756,894	724,851
Provisions	25	346,341	420,074	345,137	418,492
Contract liabilities		24,217	18,817	24,217	18,817
Other liabilities	26	11,720	8,113	11,720	8,113
Total non-current liabilities		1,139,172	1,171,855	1,137,968	1,170,273
Total liabilities		1,450,064	1,447,485	1,469,958	1,462,575
Net assets		2,652,824	2,455,207	2,613,637	2,421,001
Equity					
Reserves	27	1,222,884	1,015,890	1,222,165	1,015,349
Retained earnings		1,429,940	1,439,317	1,391,472	1,405,652
Total equity		2,652,824	2,455,207	2,613,637	2,421,001

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 31 December 2022

		Reserves	Parent Retained Earnings	Total
	Note	\$'000	\$'000	\$'000
Balance at 1 January 2022		1,015,349	1,405,652	2,421,001
Net result		-	(15,368)	(15,368)
Gain/(loss) on revaluation of property, plant and equipment	27(c)	219,649	-	219,649
Gain/(loss) on financial assets at fair value through OCI	27(c)	(11,682)	-	(11,682)
Gain/(loss) on revaluation of art collection	27(c)	395	-	395
Gain/(loss) on revaluation of livestock	27(c)	(77)	-	(77)
Remeasurements of Defined Benefit Plans	27(c)	(281)	-	(281)
Other comprehensive income		208,004	-	208,004
Total comprehensive income		1,223,353	1,390,284	2,613,637
Transfer from investment revaluation reserve	27(c)	(1,188)	1,188	-
Balance at 31 December 2022		1,222,165	1,391,472	2,613,637

		Reserves	Parent Retained Earnings	Total
	Note	\$'000	\$'000	\$'000
Balance at 1 January 2021		1,022,154	1,182,650	2,204,804
Retrospective changes		-	(1,727)	(1,727)
Balance as restated		1,022,154	1,180,923	2,203,077
Net result		-	122,638	122,638
Gain/(loss) on revaluation of property, plant and equipment	27(c)	40,754	-	40,754
Gain/(loss) on revaluation of asset held-for-sale	27(c)	9,014	-	9,014
Gain/(loss) on financial assets at fair value through OCI	27(c)	44,937	-	44,937
Gain/(loss) on revaluation of livestock	27(c)	(69)	-	(69)
Remeasurements of Defined Benefit Plans	27(c)	650	-	650
Other comprehensive income		95,286	-	95,286
Total comprehensive income		1,117,440	1,303,561	2,421,001
Transfer from property plant and equipment and investment revaluation reserve	27(c)	(102,091)	102,091	-
Balance at 31 December 2021		1,015,349	1,405,652	2,421,001

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

For the Year Ended 31 December 2022

	Note	Consolidated		
		Reserves	Retained Earnings	Total
		\$'000	\$'000	\$'000
Balance at 1 January 2022		1,015,890	1,439,316	2,455,206
Retrospective changes		-	1	1
Balance as restated		1,015,890	1,439,317	2,455,207
Net result		-	(10,565)	(10,565)
Gain/(loss) on revaluation of property, plant and equipment	27(c)	219,827	-	219,827
Gain/(loss) on equity investments at fair value through comprehensive income	27(c)	(11,682)	-	(11,682)
Gain/(loss) on revaluation of art collection	27(c)	395	-	395
Gain/(loss) on revaluation of livestock	27(c)	(77)	-	(77)
Remeasurements of Defined Benefit Plans	27(c)	(281)	-	(281)
Other comprehensive income		208,182	-	208,182
Total comprehensive income		1,224,072	1,428,752	2,652,824
Transfer from investment revaluation reserve	27(c)	(1,188)	1,188	-
Balance at 31 December 2022		1,222,884	1,429,940	2,652,824

	Note	Consolidated		
		Reserves	Retained Earnings	Total
		\$'000	\$'000	\$'000
Balance at 1 January 2021		1,022,695	1,195,785	2,218,480
Retrospective changes		-	(1,727)	(1,727)
Balance as restated		1,022,695	1,194,058	2,216,753
Net result		-	143,167	143,167
Gain/(loss) on revaluation of property, plant and equipment	27(c)	40,754	-	40,754
Gain/(loss) on equity investments at fair value through comprehensive income	27(c)	44,937	-	44,937
Gain/(loss) on revaluation of asset held-for-sale	27(c)	9,014	-	9,014
Gain/(loss) on revaluation of livestock	27(c)	(69)	-	(69)
Remeasurements of Defined Benefit Plans	27(c)	650	-	650
Other comprehensive income		95,286	-	95,286
Total comprehensive income		1,117,981	1,337,225	2,455,206
Transfer from property plant and equipment and investment revaluation reserve	27(c)	(102,091)	102,091	-
Balance at 31 December 2021		1,015,890	1,439,316	2,455,206

The accompanying notes form part of these financial statements.

Statement of Cash Flows

For the Year Ended 31 December 2022

	Note	Consolidated		Parent	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Cash flows from operating activities:					
Australian Government grants		615,246	649,400	615,246	647,349
State Government grants		2,462	74	2,462	74
HECS-HELP - Student payments		10,495	12,346	10,495	12,346
Receipts from student fees and other customers		253,555	220,840	256,124	231,792
Dividends received		5,096	1,061	5,096	1,061
Payments to suppliers and employees (inclusive of GST)		(755,626)	(745,677)	(764,068)	(762,579)
Interest received		26,673	21,504	26,544	21,389
Interest and other costs of finance		(17,519)	(16,158)	(17,519)	(16,659)
GST recovered		25,651	3,663	25,651	3,663
Net cash provided by / (used in) operating activities	36	166,033	147,053	160,031	138,436
Cash flows from investing activities:					
Proceeds from sale of property, plant and equipment		25,888	155,528	25,888	155,513
Payments for property, plant and equipment		(92,450)	(60,758)	(92,403)	(60,743)
Payments for financial assets		(44,642)	(69,395)	(44,642)	(69,395)
Net cash provided by / (used in) investing activities		(111,204)	25,375	(111,157)	25,375
Cash flows from financing activities:					
Proceeds from borrowings		-	-	6,094	9,624
Repayment of borrowings		-	-	(650)	(150)
Payment of lease liabilities		(17,879)	(16,022)	(17,879)	(16,022)
Net cash provided by / (used in) financing activities		(17,879)	(16,022)	(12,435)	(6,548)
Net increase / (decrease) in cash and cash equivalents		36,950	156,406	36,439	157,263
Cash and cash equivalents at beginning of financial year		343,245	186,839	340,640	183,377
Cash and cash equivalents at end of financial year	17	380,195	343,245	377,079	340,640

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied for all years reported unless otherwise stated. The financial statements include separate statements for Western Sydney University as the parent entity (the 'University') and the consolidated entity consisting of Western Sydney University and its subsidiaries (the 'Group').

The principal address of Western Sydney University is Great Western Highway Kingswood NSW 2747.

(a) Basis of Preparation

As per AASB 1054 *Australian Additional Disclosures*, the annual financial statements represent the audited general purpose financial statements of Western Sydney University. They have been prepared on an accrual basis and comply with Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board (AASB).

Western Sydney University applies Tier 1 reporting requirements.

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

- *Government Sector Finance Act 2018* and *Government Sector Finance Regulation 2018*;
- *Higher Education Support Act 2003* (Financial Statement Guidelines for Australian Higher Education Providers for the 2022 Reporting Period).

Western Sydney University is a not-for-profit entity and these statements have been prepared on that basis. Some of the Australian Accounting Standards requirements for not-for-profit entities are inconsistent with the International Financial Reporting Standards (IFRS) requirements.

Date of authorisation for issue

The financial statements were authorised for issue by the Board of Trustees of Western Sydney University on 12 April 2023.

Historical cost convention

These financial statements have been prepared under the historical cost convention, except for debt and equity financial assets (including derivative instruments) that have been measured at fair value either through other comprehensive income or profit or loss and certain classes of property, plant and equipment.

Critical accounting estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying Western Sydney University's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. All significant estimates or assumptions made in the preparation of the financial statements are described in the accounting policy notes.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

(b) Basis of Consolidation

(i) Subsidiaries

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Western Sydney University ("parent entity") as at 31 December 2022 and the results of all subsidiaries for the year then ended. Western Sydney University and its subsidiaries together are referred to in this financial report as the Group or the Consolidated Entity.

Subsidiaries are all those entities (including structured entities) over which the Group has control. The Group has control over an investee when it is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Power over the investee exists when the Group has existing rights that give it current ability to direct the relevant activities of the investee. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date control ceases.

Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

A list of controlled entities is contained in note 32(b).

(ii) Joint arrangements

AASB11 *Joint Arrangements* defines a joint arrangement as an arrangement of which two or more parties have joint control and classifies these arrangements as either joint operations or joint ventures.

Western Sydney University has determined that it has both joint ventures and joint operations.

Joint operations

The University's share of assets, liabilities, revenue and expenses of a joint operation have been incorporated into the financial statements under the appropriate headings. Details of joint operations for the University are set out in note 35.

Details of joint operations between the controlled entities and other parties are set out in their respective financial statements.

Joint ventures

The interest in a joint venture entity is accounted for in the consolidated financial statements using the equity method and is carried at cost by the parent entity. The University's interests in joint ventures are set out in note 7.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

(c) Foreign operations

Western Sydney University operates a small number of teaching programs in the Asia region. There are no University entities registered overseas.

(d) Foreign currency transactions and balances

Both the functional and presentation currency of the Group is Australian Dollars.

Transactions in foreign currencies are recorded in the functional currency at the exchange rates prevailing at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement.

(e) Income Tax exemption

The Group is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(f) Insurance

Western Sydney University insures externally for all significant areas of risk exposure and accordingly is not a self-insurer and makes no provision in its financial statements for internal coverage.

Workers' Compensation insurance is currently held with icare Workers Insurance (NSW). Property and liability protections (including General and Products Liability, Professional Liability, Medical Malpractice, Clinical Trials and Directors and Officers) are arranged with Unimutual.

(g) Inventories

A stocktake of inventories on hand at year end was performed. All inventories are measured at the lower of cost and net realisable value. Retail stock is valued at a weighted average price and other stock is valued at last purchase price.

(h) Rounding of amounts

Amounts have been rounded off to the nearest thousand dollars.

(i) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case, it is recognised as part of the cost acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the statement of financial position.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

(i) Goods and Services Tax (GST) (continued)

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

The Group is a Charitable Institution endorsed to access GST concessions on a range of transactions.

(j) New Accounting Standards and Interpretations

Certain new Accounting Standards and Interpretations have been published but are not mandatory for 31 December 2022 reporting periods and have not yet been applied in the financial statements. Western Sydney University's assessment of the impact of these new Standards and Interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the University.

Standard	Application date	Description
AASB 2020-1 and AASB 2020-6	1 Jan 2023	Amendments to Australian Accounting Standards - Classification of Liabilities as current or non-current and Amendments to Australian Accounting Standards - Classification of Liabilities as current or non-current - Deferral of Effective Date
AASB 2021-2	1 Jan 2023	Amendments to Australian Accounting Standards - Disclosure of Accounting Policies and Definition of Accounting Estimates
AASB 2021-5	1 Jan 2023	Amendments to Australian Accounting Standards – Deferred Tax related to Assets and Liabilities arising from a Single Transaction
AASB 2022-1	1 Jan 2023	Amendments to Australian Accounting Standards – Initial Application of AASB 17 and AASB 9 - Comparative Information
AASB 17 and AASB 2020-5	1 Jan 2023	Insurance Contracts and Amendments to Australian Accounting Standards – Insurance Contracts

(k) Comparative Amounts

Where necessary, comparative information has been reclassified to enhance comparability in respect of changes in presentation adopted in the current year.

During the preparation of the current year financial statements, the following items have been adjusted to conform with the current years presentation, resulting in more relevant reliable financial information and classification.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

(k) Comparative Amounts (continued)

	2021 Reported Consolidated \$'000	2021 Revised Consolidated \$'000
Income Statement (extract)		
Note 9 - Other revenue and income		
Net construction revenue	19,366	-
Property and development revenue	-	76,271
Note 16 - Other expenses		
Property and development costs	-	(56,905)
Net total	19,366	19,366

	Software \$'000	Licences \$'000	Electronic Materials \$'000	Intangible assets under development \$'000	Total \$'000
Note 20 - Intangible Assets					
2021 Reported Parent					
- Cost	-	250	50,051	52,621	102,922
- Accumulated amortisation and impairment	-	(177)	(26,476)	-	(26,653)
Net book amount at 31 December 2021	-	73	23,575	52,621	76,269
2021 Revised Parent					
- Cost	3,637	250	50,051	52,621	106,559
- Accumulated amortisation and impairment	(3,637)	(177)	(26,476)	-	(30,290)
Net book amount at 31 December 2021	-	73	23,575	52,621	76,269

Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Australian Government financial assistance including Australian Government loan programs (HELP)

	Note	Consolidated		Parent	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Commonwealth Grants Scheme (CGS) and Other Grants	37(a)	325,901	329,167	325,901	329,167
Education Research	37(c)	22,321	30,061	22,321	30,061
Australian Research Council	37(d,e)	8,701	8,173	8,701	8,173
Total CGS and Research Grants		356,923	367,401	356,923	367,401
Other Australian Government financial assistance		5,057	7,576	5,057	5,525
Total Australian Government Grants		361,980	374,977	361,980	372,926
Higher Education Loan Programs	37(b)	237,950	243,466	237,950	243,466
Total Australian Government financial assistance		599,930	618,443	599,930	616,392

Australian Government Grants received - cash basis

	Note	Consolidated		Parent	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
CGS and Other Education Grants	37(a)	323,952	347,149	323,952	347,149
Higher Education Loan Programs	37(b)	250,769	253,605	250,769	253,605
Education Research	37(c)	22,321	30,061	22,321	30,061
ARC Grants - Discovery	37(e)	7,845	6,157	7,845	6,157
ARC Grants - Linkages	37(d,e)	3,306	1,729	3,306	1,729
ARC Grants - Networks and Centres	37(e)	933	754	933	754
ARC Grants - Special Research Initiatives	37(e)	196	297	196	297
Other Australian Government financial assistance		5,057	7,576	5,057	5,525
Total Australian Government grants received - cash basis		614,379	647,328	614,379	645,277
OS-Help (Net)	37(f)	867	2,072	867	2,072
Total Australian Government funding received - cash basis		615,246	649,400	615,246	647,349

Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Australian Government financial assistance including Australian Government loan programs (HELP) (continued)

Accounting Policy

The Group recognises CGS revenue in academic terms when the course is provided.

Grant funding, including grants from Australian Research Council "ARC" and National Health and Medical Research Council "NHMRC", are considered within the scope of AASB15 and meet the enforceability criteria due to the existence of refund clauses in the agreements with the grantor, and the promise to transfer goods and services to the customer (or on behalf of the customer) are sufficiently specific as the University has the obligation to provide:

- Comprehensive research findings during or after completion,
- Access to research materials throughout the contract period to the grantor,
- Publication of research data and results,
- A licence or transfer of intellectual property.

The Group has elected to adopt the input method to recognise revenue over time to the extent of expenditure incurred, since expenditure in accordance with grant terms typically results in the simultaneous release of restrictions and conditions imposed by the grantor.

Funding received in advance is recognised as contract liability on the statement of financial position and released to income as the conditions are met.

Other grant funding with no restrictions or 'sufficiently specific' performance obligations in the agreement is recognised immediately as income in the year of receipt.

3 State and Local Government financial assistance

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Non-capital other financial assistance	2,462	74	2,462	74
Total State and Local Government financial assistance	2,462	74	2,462	74

Notes to the Financial Statements

For the Year Ended 31 December 2022

4 Fees and charges

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Course Fees and Charges				
Fee-paying onshore overseas students	144,349	135,744	143,567	134,915
Fee-paying offshore overseas students	1,055	1,394	1,055	1,394
Fee-paying domestic postgraduate students	4,306	4,670	4,306	4,670
Fee-paying domestic undergraduate students	1,501	1,154	517	565
Fee-paying domestic non-award students	669	701	536	608
Continuing education	2,430	1,278	39	18
Other domestic course fees and charges	141	117	141	117
Total Course Fees and Charges	154,451	145,058	150,161	142,287
Other Non-Course Fees and Charges				
Student services fees from students	3,928	3,909	3,918	3,909
Student accommodation	5,299	3,719	5,299	3,719
Student test fees	2,296	1,812	-	-
Graduation fees	328	-	328	-
Academic transcripts	245	261	245	261
Library fines	97	26	97	26
Other	1,185	588	1,080	529
Total Other Fees and Charges	13,378	10,315	10,967	8,444
Total Fees and Charges	167,829	155,373	161,128	150,731

Accounting Policy

Course fees and charges

The course fees and charges revenue relates to undergraduate programs, graduate and professional degree programs and continuing education.

The revenue is recognised for academic terms falling within the period. When the courses or training have been paid in advance by students or the Group has received the government funding in advance (e.g. before starting the academic period), the Group recognises a contract liability until the services are delivered.

Non-course fees and charges

Non-course fees and charges, including student service fees and other on-campus academic services, are generally recognised as income in the year of receipt, when services are rendered and substantially complete.

Notes to the Financial Statements

For the Year Ended 31 December 2022

5 Investment income

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Interest income	4,300	476	4,177	363
Distribution from managed funds	23,721	24,398	23,721	24,398
Dividends income	5,096	1,061	5,096	1,061
Realised investment gains/(losses)	(443)	-	(443)	-
Change in fair value of financial assets designated at fair value through profit or loss	(50,439)	17,950	(50,439)	17,950
Total investment income	(17,765)	43,885	(17,888)	43,772

Accounting Policy

Revenue is recognised as the interest income is earned and is recorded using the effective interest method. Dividend revenue is recognised (a) when the dividend is declared and the right to receive payment is established, (b) it is probable that the economic benefits associated with the dividend will flow to the entity; and (c) the amount of the dividend can be measured reliably.

All other material revenue is accounted for on an accrual basis.

Changes in fair value of financial assets designated at fair value through profit or loss are described at note 21(i).

6 Consultancy and contracts

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Consultancy	450	538	447	535
Contract research	31,522	32,888	31,522	32,888
Total consultancy and contracts	31,972	33,426	31,969	33,423

Accounting Policy

Consultancy and contract research revenue recognition is dependent upon the source of the funding and the nature of the transaction.

A contract that meets enforceable criteria and has 'sufficiently specific' performance obligations in the agreement, is recognised in income when the Group is entitled to the funding and the contractual performance obligations have been met. The promise to transfer goods and services to the customer (or on behalf of the customer) are sufficiently specific as the University has the obligation to provide:

- Comprehensive research findings during or after completion,
- Access to research materials throughout the contract period to the grantor,
- Publication of research data and results,
- A licence or transfer of intellectual property.

The Group has elected to adopt the input method to recognise revenue from contracts for consulting and research over time to the extent of expenditure incurred, since expenditure in accordance with contract terms typically results in the simultaneous release of restrictions and conditions imposed by the customers.

Notes to the Financial Statements

For the Year Ended 31 December 2022

6 Consultancy and contracts (continued)

Accounting Policy (continued)

Income received in advance is recognised as contract liability on the statement of financial position and released to income as the conditions are met.

7 Investments accounted for using the equity method

(a) Restrictions

The Group has nil restrictions from the joint venture with Navitas Pty Ltd.

(b) Individually immaterial joint venture or associate

Aggregate carrying amount of interests in joint ventures and associates accounted for using the equity method that is not individually material in the consolidated financial statements.

Consolidated Joint Ventures	2022 \$'000	2021 \$'000
Profit/(loss) from continuing operations	(400)	-

Contingent liabilities arising from the Group's interests in associates and joint arrangements, and capital commitments arising from the Group's interests in joint arrangements are disclosed in notes 30 and 31 respectively.

Accounting Policy

Under the equity method, the share of the profits or losses of the entity is recognised in the income statement, and the share of movements in reserves is recognised in reserves in the statement of comprehensive income and the statement of changes in equity. If the venturer's share of losses of a joint venture equals or exceeds its interest in the joint venture, the venturer discontinues recognising its share of further losses.

8 Gain/(loss) on disposal of assets

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Proceeds from sale	25,888	155,532	25,888	155,514
Carrying amount of assets sold	(15,134)	(125,484)	(15,096)	(125,482)
Total gain/(loss) on disposal of assets	10,754	30,048	10,792	30,032

Notes to the Financial Statements

For the Year Ended 31 December 2022

9 Other revenue and income

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Service income	-	-	27,685	35,999
Donations and bequests	11,579	8,967	11,344	8,838
Commercial leases and other rental income	10,778	13,413	10,778	13,413
Property and development revenue	8,380	76,271	-	-
Recoveries	6,674	7,939	6,572	7,798
Childcare centre fees and grants	8,503	8,014	-	-
Non-government grants	5,465	916	5,465	916
Scholarships and prizes	2,286	2,263	2,286	2,263
Sale of goods	1,270	684	2,002	1,031
Parking fees	1,831	1,439	1,831	1,439
Royalties, trademarks and licences	121	193	121	193
Other	9,642	3,020	8,975	2,648
Total other revenue and income	66,529	123,119	77,059	74,538

Accounting Policy

Lease income

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

Royalties, trademarks and licences

Revenue from royalties, trademarks and licences is recognised on an accrual basis in accordance with the substance of the relevant agreement.

Donation & Bequests

Donations and bequests with no restrictions are recognised in income immediately when the Group is entitled to the funds.

Property and development revenue

This represents revenue recognised under *AASB 15 Revenue from Contracts with Customers*. Revenue from providing development services is recognised in the accounting period which the services are rendered. The Group has elected to adopt the input method to recognise revenue to the extent of expenditure incurred based upon percentage of completion. Additional variable consideration that the Group is entitled to may be recognised once uncertainty associated with the variable consideration is resolved. Construction costs are expensed in the accounting period in which the services are rendered.

Other revenue and income

Other revenue and income including parking fees and other on-campus non-academic services is generally recognised as income in the year of receipt, when services are rendered and substantially complete.

Notes to the Financial Statements

For the Year Ended 31 December 2022

10 Revenue and Income from continuing operations

Disaggregation

	Consolidated and Parent							2022	
	Sources of funding							Total Revenue from contracts with customers	Total income of not-for-profit entities
Revenue and Income Streams	Higher Education Loan Program ('HELP')	Student fees	Australian Government financial assistance	State and Local Government financial assistance	Commercial arrangements	Donations, including corporate sponsorship	Others	\$'000	\$'000
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Course fees and charges									
Domestic students undergraduate	211,528	11,681	-	-	-	-	-	223,209	-
Onshore overseas students undergraduate	-	137,641	-	-	-	-	1,131	138,772	-
Offshore overseas students undergraduate	-	1,055	-	-	-	-	-	1,055	-
Domestic students postgraduate	19,766	4,447	-	-	-	-	-	24,213	-
Onshore overseas students postgraduate	-	5,577	-	-	-	-	-	5,577	-
Continuing education and executive programs	-	3,414	-	-	-	-	-	3,414	-
Total course fees and charges	231,294	163,815	-	-	-	-	1,131	396,240	-
Research income	-	-	32,236	2,462	31,522	-	-	37,813	28,407
Recurrent government grants	-	-	325,901	-	-	-	-	323,050	2,851
Non-course fees and charges									
Student services and amenities	6,656	3,918	-	-	-	-	-	10,574	-
Student accommodation	-	-	-	-	5,299	-	-	5,299	-
Other	-	4,149	-	-	38,000	13,866	15,177	57,091	14,101
Total non-course fees and charges	6,656	8,067	-	-	43,299	13,866	15,177	72,964	14,101
Other	-	-	9,530	-	1,003	-	-	975	9,558
Total revenue from contracts with customers	237,950	171,785	332,938	2,462	69,599	-	16,308	831,042	
Total income of not-for-profit	-	97	34,729	-	6,225	13,866	-		54,917

Notes to the Financial Statements

For the Year Ended 31 December 2022

10 Revenue and Income from continuing operations (continued)

Disaggregation (continued)

	Consolidated and Parent							2021	
	Sources of funding							Total Revenue from contracts with customers	Total income of not-for-profit entities
	Higher Education Loan Program ('HELP')	Student fees	Australian Government financial assistance	State and Local Government financial assistance	Commercial arrangements	Donations, including corporate sponsorship	Others	\$'000	\$'000
Revenue and Income Streams	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Course fees and charges									
Domestic students undergraduate	214,649	13,612	-	-	-	-	-	228,261	-
Onshore overseas students undergraduate	-	131,052	-	-	-	-	-	131,052	-
Offshore overseas students undergraduate	-	1,394	-	-	-	-	-	1,394	-
Domestic students postgraduate	21,892	4,787	-	-	-	-	-	26,679	-
Onshore overseas students postgraduate	-	4,692	-	-	-	-	-	4,692	-
Continuing education and executive programs	-	1,867	-	-	-	-	-	1,867	-
Total course fees and charges	236,541	157,404	-	-	-	-	-	393,945	-
Research income	-	-	38,234	74	32,888	-	-	36,558	34,638
Recurrent government grants	-	-	329,167	-	-	-	-	326,324	2,843
Non-course fees and charges									
Student services and amenities	6,925	3,909	-	-	-	-	-	10,834	-
Student accommodation	-	-	-	-	3,719	-	-	3,719	-
Other	-	2,687	-	-	95,183	11,229	15,953	113,536	11,516
Total non-course fees and charges	6,925	6,596	-	-	98,902	11,229	15,953	128,089	11,516
Other	-	-	7,576	-	916	-	-	2,517	5,975
Total revenue from contracts with customers	243,466	163,974	336,098	74	127,868	-	15,953	887,433	
Total income of not-for-profit	-	26	38,879	-	4,838	11,229	-		54,972

Notes to the Financial Statements

For the Year Ended 31 December 2022

11 Employee related expenses

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Academic				
Salaries	204,856	199,291	187,198	180,197
Contributions to superannuation & pension schemes - funded	30,564	29,680	28,564	27,565
Payroll tax	12,169	10,717	11,163	9,711
Worker's compensation	1,865	776	1,742	582
Long service leave expense	4,509	3,598	4,399	3,406
Annual leave	519	5,338	441	5,278
Total academic	254,482	249,400	233,507	226,739
Non-academic				
Salaries	186,675	179,761	175,821	168,852
Contributions to superannuation & pension schemes - funded	28,393	27,769	27,252	26,679
Payroll tax	11,405	9,675	10,807	9,149
Worker's compensation	1,828	792	1,635	540
Long service leave expense	4,619	3,854	4,535	3,788
Annual leave	19	4,205	81	4,094
Total non-academic	232,939	226,056	220,131	213,102
Total employee related expenses	487,421	475,456	453,638	439,841
Total employee related expenses, including deferred government employee benefits for superannuation	487,421	475,456	453,638	439,841

Accounting Policy

Refer to note 25 for policies on employee benefits.

Notes to the Financial Statements

For the Year Ended 31 December 2022

12 Depreciation and amortisation

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Depreciation				
Buildings and infrastructure	31,930	31,112	31,930	31,112
Plant and equipment	10,574	11,851	10,403	11,659
Library collection	1,318	1,633	1,318	1,633
Leasehold property	8,810	9,264	8,409	8,507
Right-of-use assets	29,506	26,226	29,506	26,226
Total depreciation	82,138	80,086	81,566	79,137
Amortisation				
Intangible assets	11,401	7,396	11,401	7,396
Total depreciation and amortisation	93,539	87,482	92,967	86,533

Accounting Policy

Land and the art collection are not depreciated. Depreciation on other assets is calculated using the straight line method to allocate their cost or revalued amounts, over their estimated useful lives, as follows:

Depreciable assets	2022	2021
Audio Visual	10 years	10 years
Buildings (except where a limit of useful life of a building has been identified)	5-60 years	5-60 years
Computing (Mainframe & Networking)	4 years	4 years
Computing (Other)	3 years	3 years
Leasehold Improvements	2-6 years	2-6 years
Library Collections	5 years	5 years
Printing	10 years	10 years
Scientific	10 years	10 years
Software	3-15 years	3-15 years
Vehicles	6-7 years	6-7 years
Right-of-use Assets	2-15 years	2-15 years
Other	10-20 years	10-20 years

Right of use assets (under AASB16) and leasehold improvements are depreciated over the shorter of the unexpired period of the lease or the estimated life of the improvements.

Refer to note 19 for policies on depreciation and note 20 for policies on amortisation.

Notes to the Financial Statements

For the Year Ended 31 December 2022

13 Repairs and maintenance

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Buildings	19,208	18,564	19,193	18,479
Other	5,701	4,687	5,687	4,662
Total repairs and maintenance	24,909	23,251	24,880	23,141

Accounting Policy

Repairs and maintenance costs are recognised as expenses as incurred, except where they relate to the replacement of a component of an asset, in which case the carrying amount of those parts that are replaced is derecognised and the cost of the replacing part is capitalised if the recognition criteria are met. Other routine operating maintenance, repair and minor renewal costs are also recognised as expenses, as incurred.

14 Borrowing costs

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Interest expense	3,885	4,560	4,143	4,581
Interest expense on lease liabilities	13,634	11,598	13,634	11,598
Total borrowing costs expensed	17,519	16,158	17,777	16,179

Accounting Policy

Borrowing costs are expensed in the period in which they are incurred.

For interest expense on lease liabilities, please refer to note 24 which details the policy for lease accounting where the University is a lessee.

15 Impairment of assets

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Impairment of non-financial assets	163	507	162	506
Doubtful debts	(215)	(408)	(151)	(546)
Farming	3	-	3	-
Total impairment of assets	(49)	99	14	(40)

Notes to the Financial Statements

For the Year Ended 31 December 2022

15 Impairment of assets (continued)

Accounting Policy

Intangible assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Other assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows which are largely independent of the cash inflows from other assets or groups of assets (cash generating units).

Debtor impairment accounting policy is disclosed under Note 18(a).

16 Other expenses

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Fees for service*	137,329	118,029	186,020	178,038
Scholarships, grants and prizes	20,536	20,428	20,290	20,279
Advertising, marketing and promotional expenses	18,127	12,081	17,397	11,234
Consumables	15,955	11,359	16,225	11,419
Overheads	16,190	14,676	16,185	14,671
Cleaning and waste removal	8,973	8,396	8,762	8,205
Security costs	7,063	5,703	7,068	5,683
Travel and entertainment	5,000	1,086	4,995	1,084
Non-capitalised equipment	4,052	3,264	4,031	3,251
Minimum lease payments on operating lease	3,859	4,326	3,646	4,058
Property and development costs	4,848	56,905	-	-
Student education support	-	430	-	430
Staff development	2,763	1,956	2,733	1,936
Other expenses	14,337	12,462	14,687	12,728
Total other expenses	259,032	271,101	302,039	273,016

*Audit remuneration included in amount and disclosed under note 29.

Accounting Policy

Refer to note 24 for policies on short-term leases and leases of low-value assets.

Notes to the Financial Statements

For the Year Ended 31 December 2022

17 Cash and cash equivalents

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Cash at bank and on hand	160,339	235,222	158,023	232,617
Short-term deposits	219,856	108,023	219,056	108,023
Total cash and cash equivalents in statement of financial position and statement of cash flows	380,195	343,245	377,079	340,640

(a) Cash at bank and on hand

The average interest rate during 2022 on bank accounts included in cash at bank and on hand was 0.34% (2021: 0.08%).

(b) Short-term deposits

The deposits are at fixed interest rates ranging between 1.40% and 3.85%. These deposits have an average maturity of 63 days.

Accounting Policy

For statement of cash flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

18 Trade and other receivables

		Consolidated		Parent	
		2022	2021	2022	2021
	Note	\$'000	\$'000	\$'000	\$'000
Current					
Student fees		6,191	3,790	6,152	3,711
Trade receivables		44,469	52,430	42,910	50,498
Less: Allowance for expected credit losses		(2,079)	(2,250)	(829)	(980)
Prepayments		26,955	21,001	26,900	21,001
Other		-	35	-	35
Total current receivables		75,536	75,006	75,133	74,265
Non-current					
Trade receivables		-	-	235	190
Deferred government benefit for superannuation	38	324,076	394,615	324,076	394,615
Prepayments		1,172	1,405	1,172	1,405
Total non-current receivables		325,248	396,020	325,483	396,210
Total receivables		400,784	471,026	400,616	470,475

Notes to the Financial Statements

For the Year Ended 31 December 2022

18 Trade and other receivables (continued)

(a) Reconciliation of changes in the provision for impairment of receivables is as follows:

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Balance at beginning of the year	2,250	2,725	980	1,526
Net remeasurement of provision for expected credit losses	(8)	32	11	(40)
Amount written off as uncollectable	(163)	(507)	(162)	(506)
Balance at end of the year	2,079	2,250	829	980

Accounting Policy

Trade receivables

Trade receivables are held to collect contractual cash flows and give rise to cash flows representing solely payments of principal and interest. At initial recognition trade receivables are measured at their transaction price and subsequently these are classified and measured as debt instruments at amortised cost. The Group's standard terms of trade is 14 days from the date of recognition with the exception of the deferred government contribution for superannuation.

Collectability of trade receivables is reviewed on an ongoing basis. Western Sydney University measures the loss allowance for trade receivables at an amount equal to lifetime expected credit loss (ECL). The ECL on trade receivables is estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

When a trade receivable is uncollectable the amount of the loss is recognised in the income statement within 'impairment of asset'. Subsequent recoveries of amounts previously written off are credited to 'other revenue' in the income statement.

Refer to note 21 for policies on the classification of Loans and receivables.

The University recognised a receivable of \$22.76M that has been outstanding since 2021 relating to the expected receipt of franking credits arising from the in-specie distribution of IDP shares by Education Australia Limited in that year. The ATO is currently considering this claim, but at the time of completion of the financial statements, has not indicated its formal position. The University believes its claim for refundable franking credits is valid and recoverable from ATO.

Prepayments

Payments for goods and services which are to be provided in future years are recognised as prepayments. Prepayments are recorded in trade and other receivables in the statement of financial position.

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Property, plant and equipment

	Construction in Progress	Freehold Land	Crown Land	Buildings	Infrastructure	Plant and Equipment	Leasehold Improvements	Library Collection	Artwork	Right-of-use Assets	Total
Consolidated	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
- Cost	98,078	1,100	-	551	-	157,883	104,347	80,192	-	460,834	902,985
- Valuation	-	362,980	231,880	1,166,901	114,750	-	-	2,233	4,853	-	1,883,597
Accumulated depreciation and impairment	-	-	-	(9,105)	(1,278)	(105,881)	(39,448)	(75,781)	-	(70,786)	(302,279)
Net book amount	98,078	364,080	231,880	1,158,347	113,472	52,002	64,899	6,644	4,853	390,048	2,484,303
Year ended 31 December 2021											
Balance 1 January	98,078	364,080	231,880	1,158,347	113,472	52,002	64,899	6,644	4,853	390,048	2,484,303
Revaluation Surplus	-	9,009	30	35,629	5,100	-	-	-	-	-	49,768
Additions	50,795	-	-	34	-	7,355	-	453	30	107,325	165,992
Disposals	(74,974)	(31,318)	-	(19,072)	-	(87)	-	(30)	(3)	-	(125,484)
Depreciation Charge	-	-	-	(27,206)	(3,906)	(11,851)	(9,264)	(1,633)	-	(26,226)	(80,086)
Transfer to Intangible Asset	(3,729)	-	-	-	-	-	18	-	-	-	(3,711)
Transfers to Freehold Buildings and Plant and Equipment	-	-	-	-	407	440	498	-	-	-	1,345
Transfers from Construction in Progress	(5,931)	-	-	4,208	-	-	-	-	-	-	(1,723)
Transfers to Right-of-Use Assets	-	-	-	(19,254)	-	-	-	-	-	-	(19,254)
Transfers from Buildings	-	-	-	-	-	-	-	-	-	19,254	19,254
Closing net book amount	64,239	341,771	231,910	1,132,686	115,073	47,859	56,151	5,434	4,880	490,401	2,490,404
At 31 December 2021											
- Cost	64,239	-	-	-	-	165,071	104,845	79,767	-	587,413	1,001,335
- Valuation	-	341,771	231,910	1,141,810	116,415	-	-	2,233	4,880	-	1,839,019
Accumulated depreciation and impairment	-	-	-	(9,124)	(1,342)	(117,212)	(48,694)	(76,566)	-	(97,012)	(349,950)
Net book amount	64,239	341,771	231,910	1,132,686	115,073	47,859	56,151	5,434	4,880	490,401	2,490,404

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Property, plant and equipment (continued)

	Construction in Progress	Freehold Land	Crown Land	Buildings	Infrastructure	Plant and Equipment	Leasehold Improvements	Library Collection	Artwork	Right-of-use Assets	Total
Consolidated	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Year ended 31 December 2022											
Balance 1 January	64,239	341,771	231,910	1,132,686	115,073	47,859	56,151	5,434	4,880	490,401	2,490,404
Revaluation Surplus	-	102,917	-	111,416	5,154	-	-	340	395	-	220,222
Additions	59,635	2,787	-	3,628	-	6,511	-	485	-	43,134	116,180
Disposals	(14,771)	-	-	-	-	(271)	-	(92)	-	-	(15,134)
Depreciation Charge	-	-	-	(27,826)	(4,104)	(10,574)	(8,811)	(1,317)	-	(29,506)	(82,138)
Transfers to Freehold Buildings and Plant and Equipment	(8,575)	-	-	-	-	-	-	-	-	-	(8,575)
Transfers from Construction in Progress	-	-	-	7,254	1,258	63	-	-	-	-	8,575
Transfers to Intangible Asset	(546)	-	-	-	-	-	-	-	-	-	(546)
Closing net book amount	99,982	447,475	231,910	1,227,158	117,381	43,588	47,340	4,850	5,275	504,029	2,728,988
At 31 December 2022											
- Cost	99,982	-	-	-	-	167,480	104,422	76,352	-	630,548	1,078,784
- Valuation	-	447,475	231,910	1,238,206	120,748	-	-	2,582	5,275	-	2,046,196
Accumulated depreciation and impairment	-	-	-	(11,048)	(3,367)	(123,892)	(57,082)	(74,084)	-	(126,519)	(395,992)
Net book amount	99,982	447,475	231,910	1,227,158	117,381	43,588	47,340	4,850	5,275	504,029	2,728,988

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Property, plant and equipment (continued)

Parent	Construction in Progress	Freehold Land	Crown Land	Buildings	Infrastructure	Plant and Equipment	Leasehold Improvements	Library Collection	Artwork	Right-of-use Assets	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
At 1 January 2021											
- Cost	98,078	1,100	-	551	-	156,318	95,991	80,192	-	460,834	893,064
- Valuation	-	362,980	231,880	1,166,901	114,750	-	-	988	4,846	-	1,882,345
Accumulated depreciation and impairment	-	-	-	(9,105)	(1,278)	(105,024)	(32,392)	(75,781)	-	(70,786)	(294,366)
Net book amount	98,078	364,080	231,880	1,158,347	113,472	51,294	63,599	5,399	4,846	390,048	2,481,043
Year ended 31 December 2021											
Balance 1 January	98,078	364,080	231,880	1,158,347	113,472	51,294	63,599	5,399	4,846	390,048	2,481,043
Revaluation Surplus	-	9,009	30	35,629	5,100	-	-	-	-	-	49,768
Additions	50,795	-	-	34	-	6,979	-	452	30	107,325	165,615
Disposals	(74,974)	(31,318)	-	(19,072)	-	(88)	-	(30)	-	-	(125,482)
Depreciation Charge	-	-	-	(27,206)	(3,906)	(11,659)	(8,507)	(1,633)	-	(26,226)	(79,137)
Transfer to Intangible Asset	(3,729)	-	-	-	-	-	-	-	-	-	(3,729)
Transfers to Freehold Buildings and Plant and Equipment	(5,931)	-	-	-	-	-	-	-	-	-	(5,931)
Transfers from Construction in Progress	-	-	-	4,208	407	819	497	-	-	-	5,931
Transfers to Right-of-Use Assets	-	-	-	(19,254)	-	-	-	-	-	-	(19,254)
Transfers from Buildings	-	-	-	-	-	-	-	-	-	19,254	19,254
Closing net book amount	64,239	341,771	231,910	1,132,686	115,073	47,345	55,589	4,188	4,876	490,401	2,488,078
At 31 December 2021											
- Cost	64,239	-	-	-	-	163,507	96,488	79,766	-	587,413	991,413
- Valuation	-	341,771	231,910	1,141,810	116,415	-	-	988	4,876	-	1,837,770
Accumulated depreciation and impairment	-	-	-	(9,124)	(1,342)	(116,162)	(40,899)	(76,566)	-	(97,012)	(341,105)
Net book amount	64,239	341,771	231,910	1,132,686	115,073	47,345	55,589	4,188	4,876	490,401	2,488,078

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Property, plant and equipment (continued)

	Construction in Progress	Freehold Land	Crown Land	Buildings	Infrastructure	Plant and Equipment	Leasehold Improvements	Library Collection	Artwork	Right-of-use Assets	Total
Parent	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Year ended 31 December 2022											
Balance 1 January	64,239	341,771	231,910	1,132,686	115,073	47,345	55,589	4,188	4,876	490,401	2,488,078
Revaluation Surplus	-	102,917	-	111,416	5,154	-	-	162	395	-	220,044
Additions	59,591	2,787	-	3,628	-	6,513	-	479	-	43,134	116,132
Disposals	(14,771)	-	-	-	-	(233)	-	(92)	-	-	(15,096)
Depreciation Charge	-	-	-	(27,826)	(4,104)	(10,403)	(8,409)	(1,318)	-	(29,506)	(81,566)
Transfers to Freehold Buildings and Plant and Equipment	(8,575)	-	-	-	-	-	-	-	-	-	(8,575)
Transfers from Construction in Progress	-	-	-	7,254	1,258	63	-	-	-	-	8,575
Transfers to Intangible Asset	(546)	-	-	-	-	-	-	-	-	-	(546)
Closing net book amount	99,938	447,475	231,910	1,227,158	117,381	43,285	47,180	3,419	5,271	504,029	2,727,046
At 31 December 2022											
- Cost	99,938	-	-	-	-	166,009	97,230	76,352	-	630,548	1,070,077
- Valuation	-	447,475	231,910	1,238,206	120,748	-	-	1,151	5,271	-	2,044,761
Accumulated depreciation and impairment	-	-	-	(11,048)	(3,367)	(122,724)	(50,050)	(74,084)	-	(126,519)	(387,792)
Net book amount	99,938	447,475	231,910	1,227,158	117,381	43,285	47,180	3,419	5,271	504,029	2,727,046

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Property, plant and equipment (continued)

Accounting Policy

Land, buildings and the art collection are capitalised and shown at fair value, based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for buildings. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the carrying amount is adjusted to the revalued amount of the asset.

The Group undertakes regular reviews of its land holdings in light of the future economic footprint of the University. Re-valuation may be undertaken from time to time on land originally designated for educational use with a view to realising monies via sale or joint development, following appropriate rezoning of the land to allow for alternate uses.

The fair value of land is the amount for which the land could be exchanged between willing parties in an arms length transaction, based on market prices for similar properties, with similar zoning, in comparable locations and condition. The Group expects that the fair value of land already rezoned to allow for alternate use shall be different to land available for educational use only. Valuers engaged to determine the fair value of the land have taken into account the intended use and ultimate disposal of the land, as applicable.

Valuation for land and new or refurbished buildings was undertaken as at 31 August 2022 by external experts in accordance with AASB13. Land and buildings were revalued on the basis of highest and best use.

In 2022, construction costs of non-completed assets totalling \$4.985M (2021: \$-Nil) incurred up to the reporting date were capitalised subsequent to the buildings revaluation. The scope of the valuation did not include revaluation of these buildings. The value of these refurbished buildings is based on the 31 August 2021 revaluation by the valuer plus the construction costs capitalised in 2022. Due to the specialised nature of buildings and the lack of directly comparable sales evidence, the 31 August 2022 valuation for new and refurbished buildings was undertaken utilising the Summation Valuation approach, whereby the cost to construct improvements as new is estimated and that amount depreciated, after taking into consideration the nature and design of the improvements, their age and the current condition. In determining the value of each building, the exterior dimensions of each building were calculated from the detailed room specifications maintained by the University and extrapolated by the valuer's knowledge of current building rates on a square metre basis. The resultant value as at reporting date was then adjusted for the estimated remaining useful life of each building. The depreciated replacement cost of the improvements was then added to the underlying land value, which was derived after analysis of comparable sales evidence.

In valuing the art collection, the valuer utilised certain historical facts and relevant market data available up to the date of the valuation. The most recent valuation was completed as at 31 December 2022.

All other property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition and installation of the items.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Increases in the carrying amounts arising on revaluation of land and buildings are recognised, net of tax, in other comprehensive income and accumulated in equity under the heading of revaluation surplus. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset class are also recognised in other comprehensive income to the extent of the remaining reserve attributable to the asset class. All other decreases are charged to the income statement.

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Property, plant and equipment (continued)

Accounting Policy (continued)

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Non-current assets (or disposal groups) are classified as held for sale and stated at the lower of their carrying amount and fair value less costs to sell if their carrying amount will be recovered principally through a sale transaction rather than through continuing use.

Gains and losses on disposals are determined by comparing proceeds with carrying amounts. These are included in the income statement. When revalued assets are sold, it is Group policy to transfer the amount in reserves in respect of those assets to retained earnings.

Right-of-use assets

Information about leases where Western Sydney University is a lessee is presented below:

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Right-of-use assets				
Buildings				
At 1 January 2022	490,169	389,436	490,169	389,436
Additions of right-of-use assets	42,816	107,232	42,816	107,232
Transfer from buildings	-	19,254	-	19,254
Depreciation charge	(29,289)	(25,753)	(29,289)	(25,753)
At 31 December 2022	503,696	490,169	503,696	490,169
Plant and Equipment				
At 1 January 2022	232	612	232	612
Additions of right-of-use assets	318	93	318	93
Depreciation charge	(217)	(473)	(217)	(473)
At 31 December 2022	333	232	333	232
Total right-of-use assets	504,029	490,401	504,029	490,401

Accounting Policy

Assessment of whether a contract is, or contains, a lease

At inception of a contract, Western Sydney University assesses whether a contract is, or contains a lease. A contract is, or contains a lease if the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration.

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Property, plant and equipment (continued)

Accounting Policy (continued)

Western Sydney University assesses whether:

- (a) The contract involves the use of an identified asset - The asset may be explicitly or implicitly specified in the contract. A capacity portion of larger assets is considered an identified asset if the portion is physically distinct or if the portion represents substantially all of the capacity of the asset. The asset is not considered an identified asset, if the supplier has the substantive right to substitute the asset throughout the period of use.
- (b) The customer has the right to obtain substantially all of the economic benefits from the use of the asset throughout the period of use.
- (c) The customer has the right to direct the use of the asset throughout the period of use - The customer is considered to have the right to direct the use of the asset only if either:
 - i. The customer has the right to direct how and for what purpose the identified asset is used throughout the period of use; or
 - ii. The relevant decisions about how and for what purposes the asset is used is predetermined and the customer has the right to operate the asset, or the customer designed the asset in a way that predetermines how and for what purpose the asset will be used throughout the period of use.

Accounting for leases - Western Sydney University as lessee

In contracts where Western Sydney University is a lessee, Western Sydney University recognises a right-of-use asset and a lease liability at the commencement date of the lease, unless the short-term or low-value exemption is applied.

Right-of-use asset

A right-of-use asset is initially measured at cost comprising the initial measurement of the lease liability adjusted for any lease payments made before the commencement date (reduced by lease incentives received), plus initial direct costs incurred in obtaining the lease and an estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

A right-of-use asset associated with land and buildings is subsequently measured at cost. Right of use assets are generally depreciated over the earlier of the assets useful life and the lease term on a straight line basis. All other property, plant and equipment are measured as described in the accounting policy for property, plant and equipment in note 19.

Notes to the Financial Statements

For the Year Ended 31 December 2022

20 Intangible Assets

Consolidated	Software \$'000	Licences \$'000	Electronic Materials \$'000	Intangible asset under development \$'000	Total \$'000
At 1 January 2021					
- Cost	5,610	250	42,094	35,140	83,094
- Accumulated amortisation and impairment	(3,883)	(147)	(19,110)	-	(23,140)
Net book amount at 1 January 2021	1,727	103	22,984	35,140	59,954
Year ended 31 December 2021					
Opening net book amount	1,727	103	22,984	35,140	59,954
Adjustment to reflect the change in SaaS accounting policy	(1,727)	-	-	-	(1,727)
Restated opening net book amount	-	103	22,984	35,140	58,227
Additions	-	-	7,957	13,752	21,709
Amortisation charge	-	(30)	(7,366)	-	(7,396)
Transfer from PPE	-	-	-	3,729	3,729
Net book amount at 31 December 2021	-	73	23,575	52,621	76,269
At 31 December 2021					
- Cost	3,637	250	50,051	52,621	106,559
- Accumulated amortisation and impairment	(3,637)	(177)	(26,476)	-	(30,290)
Net book amount at 31 December 2021	-	73	23,575	52,621	76,269
Year ended 31 December 2022					
Opening net book amount	-	73	23,575	52,621	76,269
Additions	-	-	7,613	11,792	19,405
Amortisation charge	(3,647)	(29)	(7,725)	-	(11,401)
Transfer to Software	-	-	-	(58,883)	(58,883)
Transfer from Intangible asset under development	58,883	-	-	-	58,883
Transfers from PPE	-	-	-	546	546
Net book amount at 31 December 2022	55,236	44	23,463	6,076	84,819
At 31 December 2022					
- Cost	62,520	250	57,664	6,076	126,510
- Accumulated amortisation and impairment	(7,284)	(206)	(34,201)	-	(41,691)
Net book amount at 31 December 2022	55,236	44	23,463	6,076	84,819

Notes to the Financial Statements

For the Year Ended 31 December 2022

20 Intangible Assets (continued)

Parent	Software \$'000	Licences \$'000	Electronic Materials \$'000	Intangible asset under development \$'000	Total \$'000
At 1 January 2021					
- Cost	5,610	250	42,094	35,140	83,094
- Accumulated amortisation and impairment	(3,883)	(147)	(19,110)	-	(23,140)
Net book amount at 1 January 2021	1,727	103	22,984	35,140	59,954
Year ended 31 December 2021					
Opening net book amount	1,727	103	22,984	35,140	59,954
Adjustment to reflect the change in SaaS accounting policy	(1,727)	-	-	-	(1,727)
Restated opening net book amount	-	103	22,984	35,140	58,227
Additions	-	-	7,957	13,752	21,709
Amortisation charge	-	(30)	(7,366)	-	(7,396)
Transfer from PPE	-	-	-	3,729	3,729
Net book amount at 31 December 2021	-	73	23,575	52,621	76,269
At 31 December 2021					
- Cost	3,637	250	50,051	52,621	106,559
- Accumulated amortisation and impairment	(3,637)	(177)	(26,476)	-	(30,290)
Net book amount at 31 December 2021	-	73	23,575	52,621	76,269
Year ended 31 December 2022					
Opening net book amount	-	73	23,575	52,621	76,269
Additions	-	-	7,613	11,792	19,405
Amortisation charge	(3,647)	(29)	(7,725)	-	(11,401)
Transfer to Software	-	-	-	(58,883)	(58,883)
Transfer from Intangible asset under development	58,883	-	-	-	58,883
Transfers from PPE	-	-	-	546	546
Net book amount at 31 December 2022	55,236	44	23,463	6,076	84,819
At 31 December 2022					
- Cost	62,520	250	57,664	6,076	126,510
- Accumulated amortisation and impairment	(7,284)	(206)	(34,201)	-	(41,691)
Net book amount at 31 December 2022	55,236	44	23,463	6,076	84,819

Notes to the Financial Statements

For the Year Ended 31 December 2022

20 Intangible Assets (continued)

Accounting Policy

Trademarks and licences

Trademarks and licences have a finite useful life and are carried at cost less accumulated amortisation and impairment losses. Amortisation is calculated using the straight-line method to allocate the cost of trademarks and licences over their estimated useful lives, which vary from 3-5 years.

Development

Development expenditures on an individual project are recognised as an intangible asset when the Group can demonstrate:

- (a) The technical feasibility of completing the intangible asset so that the asset will be available for use or sale
- (b) Its intention to complete and its ability and intention to use or sell the asset
- (c) How the asset will generate future economic benefits
- (d) The availability of resources to complete the asset
- (e) The ability to measure reliably the expenditure during development

Following initial recognition of the development expenditure as an asset, the asset is carried at cost less any accumulated amortisation and accumulated impairment losses. Amortisation of the asset begins when development is complete and the asset is available for use. It is amortised over the period of expected future benefit. Amortisation is recorded in profit or loss. During the period of development, the asset is tested for impairment annually.

21 Other financial assets

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Non-current				
Other financial assets at fair value through profit or loss	465,615	432,254	465,615	432,254
Other financial assets at fair value through other comprehensive income	21,980	73,264	21,980	73,264
Total non-current other financial assets	487,595	505,518	487,595	505,518

Accounting Policy

Classification and measurement

The University classifies its investments into the following categories: financial assets at fair value through profit or loss, amortised cost, or fair value through other comprehensive income in accordance with AASB9. The classification is based on two criteria: the University's business model for managing the assets; and whether the instruments' contractual cash flows represent 'solely payments of principal and interest' on the principal amount outstanding. The assessment of Western Sydney University's business model was made as of the date of initial application.

Notes to the Financial Statements

For the Year Ended 31 December 2022

21 Other financial assets (continued)

Accounting Policy (continued)

(i) Financial assets at fair value through profit or loss

Financial assets which do not meet the criteria of the objective of the Group's business model for managing financial assets or the characteristics of the contractual cash flows, are measured at fair value through profit or loss.

The fair values of quoted investments are based on current bid prices. These include reference to the fair values of recent arm's length transactions, involving the same instruments or other instruments that are substantially the same, discounted cash flow analysis and option pricing models refined to reflect the issuer's specific circumstances.

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with net changes in fair value recognised in the income statement.

(ii) Financial assets at fair value through other comprehensive income

On initial recognition of an equity instrument obtained for purposes other than simply a financial return, the Group irrevocably adopts to recognise changes in the fair value of the instrument in other comprehensive income. The Group does not define any other financial assets as not held for trading. Gains or losses on these financial assets are never recycled to the income statement.

(iii) Financial assets at amortised cost

Where the main objective of the Group holding an asset or portfolio of assets is to collect contractual cash flows on specific dates and those cash flows are generally in the form of principal and/or interest, they are measured at amortised cost using the effective interest method and net of any impairment loss.

When a financial asset at amortised cost is reclassified, its fair value at the reclassification date becomes its new gross carrying amount. Financial assets at amortised costs are assessed for evidence of impairment at the end of each reporting period.

(iv) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the end of the reporting period which are classified as non-current assets. Loans and receivables are included in receivables in the statement of financial position.

Impairment

AASB9 requires the Group to recognise an allowance for expected credit losses ('ECL') for all debt instruments not held at fair value through profit or loss and contract assets. ECL are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Group expects to receive, discounted at an approximation of the original effective interest rate.

Notes to the Financial Statements

For the Year Ended 31 December 2022

22 Other non-financial assets

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Current				
Lease incentives	1,507	518	1,507	518
Total current other non-financial assets	1,507	518	1,507	518
Non-current				
Lease incentives	4,292	1,321	4,292	1,321
Livestock holdings	639	755	639	755
Total non-current other non-financial assets	4,931	2,076	4,931	2,076
Total other non-financial assets	6,438	2,594	6,438	2,594

Accounting Policy

Livestock

The University maintains livestock for research, teaching and commercial purposes. Livestock is valued on the fair value basis based on current market price. A stocktake of livestock holdings was undertaken at year end.

(a) Operating lease commitment - as lessor

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Maturity analysis of undiscounted lease payments				
Within One year	8,976	8,113	8,976	8,113
Between one year and five years	24,276	27,614	24,276	27,614
Later than five years	922	2,848	922	2,848
	34,174	38,575	34,174	38,575

Western Sydney University leases and sub-leases out various properties within its campus network.

Accounting Policy

Future minimum lease payment under non-cancellable operating leases are shown undiscounted, and exclusive of GST liability.

Notes to the Financial Statements

For the Year Ended 31 December 2022

23 Trade and other payables

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Current				
Payables	85,118	65,138	87,016	66,664
OS-HELP Liability to Australian Government	867	2,072	867	2,072
Total current payables	85,985	67,210	87,883	68,736
Total trade and other payables	85,985	67,210	87,883	68,736

Total trade and other payables include \$3.686M (2021: \$3.612M) denominated in currencies other than Australian dollars. For an analysis of the sensitivity of trade and other payables to foreign currency risk refer to note 33.

Accounting Policy

Trade and other payables are carried at amortised cost and due to their short term nature they are not discounted. They represent liabilities for goods and services provided to the Group prior to the end of the financial year, that are unpaid and arise when the Group becomes obliged to make future payments in respect of the purchase of these goods and services. The Group's standard terms of payment are 30 days from date of recognition. The Group applies 14 day terms for invoices received under the Building and Construction Industry Security of Payment Act (1999) NSW.

24 Borrowings

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Current				
Unsecured other financial liabilities (i)	-	-	25,196	20,745
Lease liabilities	10,060	16,801	10,060	16,801
Total current borrowings	10,060	16,801	35,256	37,546
Non-Current				
Lease liabilities	557,118	525,120	557,118	525,120
University-issued medium term notes (iii)	199,776	199,731	199,776	199,731
Unsecured bank loans (ii)	-	-	-	-
Total non-current borrowings	756,894	724,851	756,894	724,851
Total borrowings	766,954	741,652	792,150	762,397

Notes to the Financial Statements

For the Year Ended 31 December 2022

24 Borrowings (continued)

(i) Relates to the transfer of Western Sydney University Enterprises Pty Limited trading as Western Sydney University The College, Western Sydney University Early Learning Limited and Western Growth Developments (Innovation Hub Parramatta) Pty Ltd surplus funds to the University.

(ii) The University has bank provided borrowing facilities of \$150M used for the construction of new facilities, other infrastructure and working capital purposes. The balance of the loans outstanding as at 31 December 2022 was \$Nil (2021: \$Nil).

(iii) The University issued a medium term note for \$200M on 8 December 2020. The interest rate on the medium term note is fixed at 1.606% until maturity 8 December 2027.

The fair value of borrowings equals their carrying amount, as the impact of discounting is not significant. Refer to note 33 for an analysis of the sensitivity of borrowings to interest rate risk.

(a) University-issued term notes

The fair value of issued bonds was \$200M. Refer to Note 34(c) for details for fair value measurement.

Face Value \$'000	Fixed coupon rate	Term	Issue Date
200,000	1.606%	7 years	8 December 2020

Notes to the Financial Statements

For the Year Ended 31 December 2022

24 Borrowings (continued)

(b) Financing arrangements

Unrestricted access was available at reporting date to the following lines of credit:

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Credit standby arrangements				
Total facilities				
Bank guarantees	3,200	3,200	3,200	3,200
Credit cards	4,500	4,500	4,500	4,500
Leasing facilities	24,000	27,902	24,000	27,902
Total credit standby arrangements	31,700	35,602	31,700	35,602
Used at balance date				
Bank guarantees	1,239	2,946	1,239	2,946
Credit cards	883	175	883	175
Leasing facilities	8,356	12,053	8,356	12,053
Total used at balance date	10,478	15,174	10,478	15,174
Unused at balance date				
Bank guarantees	1,961	254	1,961	254
Credit cards	3,617	4,325	3,617	4,325
Leasing facilities	15,644	15,849	15,644	15,849
Total unused at balance date	21,222	20,428	21,222	20,428
Bank loan facilities				
Total facilities	150,000	225,000	150,000	225,000
Used at balance date	-	-	-	-
Total unused at balance date	150,000	225,000	150,000	225,000
Medium term note				
Total facilities	200,000	200,000	200,000	200,000
Used at balance date	(200,000)	(200,000)	(200,000)	(200,000)
Total unused at balance date	-	-	-	-

Financial guarantee contracts

Financial guarantee contracts are recognised as a liability at the time the guarantee is issued. The fair value of financial guarantees is determined as the present value of the difference in net cash flows between the contractual payments under the debt instrument and the payments that would be required without the guarantee, or the estimated amount that would be payable to a third party for assuming the obligations.

Where guarantees in relation to loans or other payables of subsidiaries or associates are provided for no compensation, the fair values are accounted for as contributions and recognised as part of the cost of the investment.

Notes to the Financial Statements

For the Year Ended 31 December 2022

24 Borrowings (continued)

Accounting Policy

Borrowings are initially recognised at fair value, net of transaction costs incurred and subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the income statement over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities, which are not an incremental cost relating to the actual draw-down of the facility, are recognised as prepayments and amortised on a straight-line basis over the term of the facility.

Borrowings are removed from the statement of financial position when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in other income or other expenses.

Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the end of the reporting period and does not expect to settle the liability for at least 12 months after the end of the reporting period.

(c) Western Sydney University as lessee

Amounts recognised in the income statement

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Interest on lease liabilities	(13,802)	(11,598)	(13,802)	(11,598)
Income from sub-leasing right-of-use assets	2,831	3,671	2,831	3,671
Expenses relating to short-term leases	(181)	(227)	(181)	(227)
Expenses relating to leases of low-value assets, excluding short term leases of low-value assets	(5,004)	(4,459)	(5,004)	(4,459)
	(16,156)	(12,613)	(16,156)	(12,613)

Maturity analysis - undiscounted contractual cash flows

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Less than one year	10,060	16,801	10,060	16,801
One to five years	78,636	104,133	78,636	104,133
More than five years	478,482	420,987	478,482	420,987
Total undiscounted lease payments	567,178	541,921	567,178	541,921
Lease liabilities recognised in the statement of financial position	567,178	541,921	567,178	541,921
Current	10,060	16,801	10,060	16,801
Non-current	557,118	525,120	557,118	525,120

Notes to the Financial Statements

For the Year Ended 31 December 2022

(c) Western Sydney University as lessee (continued)

Amounts recognised in statement of cash flows

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Total cash outflow for leases	17,879	16,022	17,879	16,022

Accounting Policy

Policy on assessment of whether a contract is, or contains, a lease is detailed in note 19.

Lease Liability

A lease liability is initially measured at the present value of unpaid lease payments at the commencement date of the lease. To calculate the present value, the unpaid lease payments are discounted using the interest rate implicit in the lease if the rate is readily determinable. If the interest rate implicit in the lease cannot be readily determined, the incremental borrowing rate at the commencement date of the lease is used. Lease payments included in the measurement of lease liabilities comprise:

- Fixed payments, including in-substance fixed payments;
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date (e.g. payments varying on account of changes in CPI);
- Amounts expected to be payable by the lessee under residual value guarantees;
- The exercise price of a purchase option if Western Sydney University is reasonably certain to exercise that option; and
- Payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

For a contract that contains a lease component and one or more additional lease or non-lease components, Western Sydney University allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

Subsequently, the lease liability is measured at amortised cost using the effective interest rate method resulting in interest expense being recognised as a borrowing cost in the income statement. The lease liability is remeasured when there are changes in future lease payments arising from a change in an index or rate with a corresponding adjustment to the right-of-use asset. A change in lease term will also lead to a remeasurement. The adjustment amount is factored into depreciation of the right-of-use asset prospectively.

Right-of-use assets are presented within the Property, plant and equipment note, in note 19 and lease liabilities are presented within note 24.

Short-term leases and leases of low-value assets

Western Sydney University has elected not to recognise right-of-use assets and lease liabilities for short-term leases i.e. leases with a lease term of 12 months or less and leases of low-value assets i.e., when the value of the leased asset when new is \$5,000 or less. Western Sydney University recognises the lease payments associated with these leases as expense on a straight-line basis over the lease term.

Notes to the Financial Statements

For the Year Ended 31 December 2022

25 Provisions

		Consolidated		Parent	
		2022	2021	2022	2021
Note		\$'000	\$'000	\$'000	\$'000
Current provisions expected to be settled within 12 months					
Employee benefits					
	Annual leave	27,468	27,434	25,785	25,869
	Long service leave	16,239	14,656	15,730	14,233
		43,707	42,090	41,515	40,102
Current provisions expected to be settled after more than 12 months					
Employee benefits					
	Annual leave	13,234	13,895	12,623	13,194
	Long service leave	54,560	52,594	52,848	51,077
		67,794	66,489	65,471	64,271
Total current provisions		111,501	108,579	106,986	104,373
Non-current provisions					
Employee benefits					
	Long service leave	11,218	12,750	10,014	11,168
	Defined benefit obligation	333,354	405,042	333,354	405,042
		344,572	417,792	343,368	416,210
Total non-current employee benefit provisions		344,572	417,792	343,368	416,210
Long-term provisions					
	Make good on leases	1,769	2,282	1,769	2,282
Total non-current long-term provisions		1,769	2,282	1,769	2,282
Total non-current provisions		346,341	420,074	345,137	418,492
Total provisions		457,842	528,653	452,123	522,865

Movements in each class of provision during the financial year, other than employee related provisions, are set out below:

Consolidated and Parent

	Make good \$'000	Total \$'000
Make good on leases		
Non-current		
Carrying amount at start of year	2,282	2,282
Provisions utilised	(859)	(859)
Additional provisions	346	346
Balance at 31 December 2022	1,769	1,769

Notes to the Financial Statements

For the Year Ended 31 December 2022

25 Provisions (continued)

The University has an obligation to make good on leased premises at the end of certain rental agreements. A provision has been made factoring in the cost of bringing the premises back to the conditions specified in the lease agreements.

Accounting Policy

Provisions for legal claims and service warranties are recognised when the Group has a present legal or constructive obligation as a result of past events; it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated.

Provisions are not recognised for future operating losses. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as a finance cost.

Employee benefits

Provision is made for benefits accruing to employees in respect of wages and salaries, annual leave and long service leave when it is probable that settlement will be required and they are capable of being measured reliably. The calculation of employee benefits includes all relevant on-costs and is calculated as follows at reporting date.

(i) Wages and salaries

Liabilities for short-term employee benefits including wages and salaries and non-monetary benefits are measured at the amount expected to be paid when the liability is settled, if it is expected to be settled wholly before 12 months after the end of the reporting period, and is recognised in other payables.

(ii) Annual leave and sick leave

Annual leave is measured at the amount expected to be paid when the liability is settled.

Sick leave is cumulative but not vesting and therefore is not recognised in employee provisions. Liabilities for sick leave are recognised when the leave is taken and measured at the rates paid or payable.

It is measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Regardless of the expected timing of settlements, provisions made in respect of employee benefits are classified as a current liability, unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case it would be classified as a non-current liability.

Notes to the Financial Statements

For the Year Ended 31 December 2022

25 Provisions (continued)

Accounting Policy (continued)

(iii) Long service leave

The liability for long service leave is measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Regardless of the expected timing of settlements, provisions made in respect of employee benefits are classified as a current liability, unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case it would be classified as a non-current liability.

(iv) Retirement benefit obligations

Members of the closed NSW Public Sector Superannuation schemes (SASS, SSS and SANCS) are entitled to benefits on retirement, disability or death from the Group's superannuation plan. The Group has a defined benefit section and a defined contribution section within its plan. The defined benefit section provides defined lump sum benefits based on years of service and final average salary. The defined contribution section receives fixed contributions from Group companies and the Group's legal or constructive obligation is limited to these contributions. The employees of the parent entity are all members of the defined contribution section of the Group's plan.

Refer to note 38 for specific treatment and policies on defined benefit superannuation plans.

(v) Termination benefits

Termination benefits are payable when employment is terminated before the normal retirement date, or when an employee accepts an offer of benefits in exchange for the termination of employment. The Group recognises the expense and liability for termination benefits either when it can no longer withdraw the offer of those benefits or when it has recognised costs for restructuring within the scope of AASB137 that involves the payment of termination benefits. The expense and liability are recognised when the Group is demonstrably committed to either terminating the employment of current employees according to a detailed formal plan without possibility of withdrawal or providing termination benefits as a result of an offer made to encourage voluntary redundancy.

Termination benefits are measured on initial recognition and subsequent changes are measured and recognised in accordance with the nature of the employee benefit. Benefits expected to be settled wholly within 12 months are measured at the undiscounted amount expected to be paid. Benefits not expected to be settled before 12 months after the end of the reporting period are discounted to present value.

Make good provisions

The University leases a number of properties which include make good requirements at the expiry of the lease. On initial recognition of the make good provision a leasehold improvement asset is recognised to record the future economic outflows required to perform the restoration. Changes to the estimated future costs of the restoration are recognised in the Statement of financial position by adjusting the cost of the related asset.

Notes to the Financial Statements

For the Year Ended 31 December 2022

26 Other liabilities

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Current				
Deferred income	20,033	22,595	19,909	22,451
Fees received in advance	44,183	28,338	43,476	27,846
Lease incentives	2,219	132	2,219	132
Other	4,765	4,408	4,115	3,651
Total current other liabilities	71,200	55,473	69,719	54,080
Non-current				
Scholarship liabilities	7,350	5,745	7,350	5,745
Deferred income	1,906	2,096	1,906	2,096
Lease incentives	2,464	272	2,464	272
Total non-current other liabilities	11,720	8,113	11,720	8,113
Total other liabilities	82,920	63,586	81,439	62,193

Accounting Policy

Lease incentives under operating leases are recognised as a liability and amortised on a straight-line basis over the life of the lease term.

27 Reserves and retained earnings

(a) Reserves

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Reserves				
Deferred superannuation reserve	(2,427)	(2,146)	(2,427)	(2,146)
Property, plant and equipment revaluation surplus	1,214,233	994,406	1,213,514	993,865
Investment revaluation reserve	7,584	20,454	7,584	20,454
Art collection revaluation reserve	2,926	2,531	2,926	2,531
Livestock revaluation reserve	318	395	318	395
Licences revaluation reserve	250	250	250	250
Total Reserves	1,222,884	1,015,890	1,222,165	1,015,349

(b) Nature and purpose of reserves

The asset held-for-sale revaluation reserve represents the gain on revaluation of land held for sale at date of transfer. The gain on revaluation will be transferred to retained earnings when the sale is completed, and the asset is de-recognised.

Notes to the Financial Statements

For the Year Ended 31 December 2022

27 Reserves and retained earnings (continued)

(b) Nature and purpose of reserves (continued)

The asset revaluation reserve for property, plant and equipment reflects revaluation of all Group land, buildings and the rare library collection. The reserve is the difference between the valuation and the book value as at valuation date.

The deferred superannuation reserve represents an emerging liability for the University in respect of any excess salary component relating to continuing members of SASS or SSS State Superannuation Fund. Such a liability will arise where a continuing member of SASS or SSS has received a salary increase that causes their actual salary to be greater than their notional salary. The Commonwealth and State will guarantee to fund the State Superannuation Fund defined benefit obligation of each university, except to the extent that there is an excess salary component.

The investment revaluation reserve is equal to the unrealised gains/(losses) on investments with the University's Fund managers and unlisted securities for 2022 together with accumulated prior years unrealised gains/(losses).

The asset revaluation reserve for art collection reflects the revaluation of all Group artworks. The reserve is the difference between the valuation and the book value at the valuation date.

The livestock revaluation reserve reflects the revaluation of Group livestock at fair (market) value. The reserve is the difference between the revaluation and the book value at the valuation date. See note 22.

The licence revaluation reserve reflects the revaluation of the University's water licence. The reserve is the difference between the valuation and the book value at the valuation date.

Notes to the Financial Statements

For the Year Ended 31 December 2022

27 Reserves and retained earnings (continued)

(c) Movements in Reserves

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Property, plant and equipment revaluation surplus				
Balance at 1 January	994,406	959,455	993,865	958,914
Revaluation - gross	219,827	40,754	219,649	40,754
Write back on reclassification of ROU asset	-	(5,400)	-	(5,400)
Write back on disposal of revalued assets	-	(403)	-	(403)
Balance at 31 December	1,214,233	994,406	1,213,514	993,865
Asset held-for-sale revaluation surplus				
Balance at 1 January	-	-	-	-
Revaluation - gross	-	9,014	-	9,014
Write back on disposal of revalued assets	-	(9,014)	-	(9,014)
Balance 31 December	-	-	-	-
State superannuation funds revaluation reserve				
Balance at 1 January	(2,146)	(2,796)	(2,146)	(2,796)
Revaluation - gross	(281)	650	(281)	650
Balance at 31 December	(2,427)	(2,146)	(2,427)	(2,146)
Investment revaluation reserve				
Balance at 1 January	20,454	62,791	20,454	62,791
Revaluation - gross	(11,682)	44,937	(11,682)	44,937
Write back on disposal of revalued assets	(1,188)	(4,448)	(1,188)	(4,448)
Write back on divestment of Education Australia share	-	(82,826)	-	(82,826)
Balance at 31 December	7,584	20,454	7,584	20,454
Art collection revaluation reserve				
Balance at 1 January	2,531	2,531	2,531	2,531
Revaluation - gross	395	-	395	-
Balance at 31 December	2,926	2,531	2,926	2,531
Livestock revaluation reserve				
Balance at 1 January	395	464	395	464
Revaluation - gross	(77)	(69)	(77)	(69)
Balance at 31 December	318	395	318	395
Licences revaluation reserve				
Balance 1 January	250	250	250	250
Balance at 31 December	250	250	250	250
Total Reserves	1,222,884	1,015,890	1,222,165	1,015,349

Notes to the Financial Statements

For the Year Ended 31 December 2022

28 Key Management Personnel Disclosures

(a) Names of responsible persons and executive officers

The following persons were responsible persons and executive officers of Western Sydney University during the financial year:

(i) Names of Responsible Persons

'Responsible person' is defined to mean a member of the University's Board of Trustees who had authority and responsibility for planning, directing and controlling activities of the University in 2022.

Peter Shergold, AC - ceased 31 December 2022

Barney Glover, AO

Joseph Carrozzi, AM

Lee Pinder

Kerry Stubbs

Natalia Centellas

Georgia Lee

Elizabeth Dibbs

Linda O'Brien, AM

Holly Kramer

Simon Hickey - commenced 1 January 2022

James Christian, PSM - commenced 1 January 2022

Coralie Properjohn - commenced 1 January 2022

Bob Sahota - ceased 3 August 2022

Amanda Larkin - commenced 4 August 2022

Geir Henning Presterudstuen - commenced 1 January 2022, ceased 1 April 2022

Jennifer Mensch - commenced 11 April 2022

Christopher Youness - commenced 1 January 2022, ceased 12 April 2022

Fiona Pacey - commenced 8 June 2022

Robert Mailhammer - commenced 1 January 2022, ceased 22 July 2022

Yixia (Sarah) Zhang - commenced 25 July 2022, ceased 31 December 2022

Rayaca Tayabally - commenced 1 January 2022, ceased 31 December 2022

Notes to the Financial Statements

For the Year Ended 31 December 2022

28 Key Management Personnel Disclosures (continued)

(a) Names of responsible persons and executive officers (continued)

(ii) Names of Executive Officers

'Executive' is defined to mean the Chief Executive Officer plus the members of the Executive Committee of the University. In February 2022, the terms of reference was reviewed and a consolidated Executive Committee established as follows:

Barney Glover, AO
Clare Pollock
Simon Barrie
Deborah Sweeney
Angelo Kourtis
Peter Pickering
Michelle Trudgett
Anna Cody
Annemarie Hennessy, AM
Brian Stout
Gregory Kolt
Michail (Mike) Kagioglou
Kate Stevens
Linda Taylor - ceased 28 February 2022
Simon Bedford - ceased 28 February 2022
Alphia Possamai-Inesedy - ceased 28 February 2022
Kevin Dunn - ceased 28 February 2022
Deborah Hatcher - ceased 28 February 2022
Michele Simons - ceased 28 February 2022
Matt McGuire - ceased 28 February 2022
Simeon Simoff - ceased 28 February 2022
Amir Mahmood - ceased 28 February 2022
Gary Dennis - ceased 28 February 2022
Tanya Meade - ceased 28 February 2022
Michael Burgess - ceased 28 February 2022
Kerry Holling - ceased 28 February 2022
Andy Marks - ceased 28 February 2022
Bill Parasiris - ceased 28 February 2022
Amy Morris - ceased 28 February 2022
Darren Greentree - ceased 28 February 2022
Clive Baldock - ceased 28 February 2022

Notes to the Financial Statements

For the Year Ended 31 December 2022

28 Key Management Personnel Disclosures (continued)

(b) Remuneration of Board Members and Executives

	Consolidated		Parent	
	2022	2021	2022	2021
Remuneration of Board Members				
Nil to \$14,999	6	6	-	-
\$15,000 to \$29,999	1	1	1	1
\$30,000 to \$44,999	1	1	-	-
	8	8	1	1

	Consolidated		Parent	
	2022	2021	2022	2021
Remuneration of executive officers				
\$160,000 to \$169,999	-	1	-	-
\$170,000 to \$179,999	-	1	-	1
\$180,000 to \$189,999	1	1	-	-
\$250,000 to \$259,999	-	1	-	-
\$260,000 to \$269,999	2	1	-	1
\$270,000 to \$279,999	-	1	-	1
\$280,000 to \$289,999	1	-	1	-
\$290,000 to \$299,999	-	3	-	3
\$300,000 to \$309,999	-	4	-	4
\$310,000 to \$319,999	4	6	3	5
\$320,000 to \$329,999	5	-	5	-
\$330,000 to \$339,999	-	5	-	5
\$340,000 to \$349,999	1	1	1	1
\$350,000 to \$359,999	3	1	2	1
\$360,000 to \$369,999	1	1	1	1
\$370,000 to \$379,999	-	1	-	1
\$380,000 to \$389,999	1	-	1	-
\$390,000 to \$399,999	1	2	1	2
\$410,000 to \$419,999	3	1	3	1
\$420,000 to \$429,999	2	3	2	3
\$430,000 to \$439,999	1	1	1	1
\$440,000 to \$449,999	2	-	2	-
\$450,000 to \$459,999	1	1	1	1
\$480,000 to \$489,999	-	1	-	1
\$500,000 to \$509,999	1	1	1	1
\$510,000 to \$519,999	1	1	1	1
\$520,000 to \$529,999	1	-	1	-
\$540,000 to \$549,999	-	1	-	1
\$570,000 to \$579,999	1	1	1	1
\$580,000 to \$589,999	-	1	-	1
\$600,000 to \$609,999	1	-	1	-
\$610,000 to \$619,999	1	-	1	-
\$980,000 to \$989,999*	-	1	-	1
\$1,000,000 to \$1,009,999*	1	-	1	-
	36	43	31	39

Notes to the Financial Statements

For the Year Ended 31 December 2022

28 Key Management Personnel Disclosures (continued)

(b) Remuneration of Board Members and Executives (continued)

* The Vice-Chancellor's total remuneration included paid salary, PAYG withholding tax, expense-of-office allowance, employee and employer superannuation contributions, a salary-sacrificed motor vehicle, Fringe Benefits Tax and housing allowance. No additional bonus is payable.

Remuneration is reflective of an annualised total remuneration package (TRP) for those key management personnel who were members of the Executive for a part of any year. TRP also includes any contractual payment made to a member of the Executive that ceased during the year.

(c) Key management personnel compensation

Key management personnel include Board Members and Executives.

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Short-term employee benefits	7,559	11,594	6,760	10,827
Post-employment benefits	1,005	1,578	923	1,511
Total key management personnel compensation	8,564	13,172	7,683	12,338

(d) Loans to key management personnel

No loans were made to key management personnel during the financial year (2021: Nil).

29 Remuneration of Auditors

During the year, the following fees were paid for services provided by the auditor of the entity:

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Audit and review of the Financial Statements				
Fees paid to the Audit Office of New South Wales	511	461	348	321
Total paid for audit and review	511	461	348	321

Fees shown are exclusive of Goods and Services Tax.

Notes to the Financial Statements

For the Year Ended 31 December 2022

30 Contingencies

Contingent liabilities

It is the University's current policy to provide Western Sydney University International College Pty Ltd with such support and assistance as may be required to allow them to meet their financial obligations in conformity with generally accepted standards of commercial and financial prudence for the period 1 July 2022 up until approximately twelve months from the date of the signed financial statements to the expected date of the auditor's report for the next annual reporting period.

31 Commitments

Capital commitments

Capital expenditures contracted for at the reporting date but not recognised as liabilities are:

	Consolidated		Parent	
	2022	2021	2022	2021
	\$'000	\$'000	\$'000	\$'000
Property, plant and equipment				
- Within one year	38,772	50,391	38,671	43,447
- Between one year and five years	-	-	-	-
- Later than five years	-	-	-	-
Total	38,772	50,391	38,671	43,447

The above amounts included commitments for capital expenditure on joint operations of \$6.4M (2021: \$6.7M) payable within one year.

Notes to the Financial Statements

For the Year Ended 31 December 2022

32 Related Parties

(a) Parent entities

The ultimate parent entity within the Group is Western Sydney University.

(b) Subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1(b).

Name of Entity	Principal place of business/Country of Incorporation	Ownership interest	
		2022 %	2021 %
Western Sydney University Enterprises Pty Limited trading as Western Sydney University The College (formerly UWS Enterprises Pty Limited)	Australia	100	100
Western Sydney University Early Learning Limited (formerly UWS Early Learning Limited)	Australia	100	100
Whitlam Institute (within Western Sydney University) Limited and Trust	Australia	100	100
Western Growth Developments (Westmead) Pty Ltd	Australia	100	100
Western Growth Developments (Innovation Hub Parramatta) Pty Ltd	Australia	100	100

There are no significant restrictions on the Group's ability to access or use the assets and settle the liabilities of the Group.

(c) Key management personnel

Disclosures relating to directors and specified executives are set out in note 28.

(d) Transactions with related parties

The following transactions occurred with related parties:

Note	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Sale of goods and services				
Royalty payments to University	-	-	27,525	35,854
Expense recoveries from controlled entities	-	-	4	-
Total sales of goods and services	-	-	27,529	35,854
Purchase of goods				
Services to University	-	-	8	9
Funding to controlled entities	-	-	51,170	61,843
Total purchase of goods	-	-	51,178	61,852

Notes to the Financial Statements

For the Year Ended 31 December 2022

32 Related Parties (continued)

(e) Loans to/from related parties

Note	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Loans to subsidiaries				
Beginning of the year	-	-	190	108
Loans advanced	-	-	39	80
Interest charged	-	-	6	2
End of year	-	-	235	190
Loans from subsidiaries				
Beginning of the year	-	-	20,745	15,641
Loans advanced	-	-	15,957	12,373
Loan repayments paid	-	-	(11,763)	(7,289)
Interest charged	-	-	257	20
End of year	-	-	25,196	20,745

The University has loans of \$218M available to its subsidiaries to pay for all costs and expenses in connection with the acquisition and development of land and leasing of constructed buildings. The balance of the loans outstanding as at 31 December 2022 was \$0.235M (2021: \$0.190M). The unused facilities as at 31 December 2022 was \$217.765M (2021: \$217.810M).

(f) Outstanding balances

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Non-current receivables (loans)				
- Subsidiaries	-	-	235	190
Current payables (loans)				
- Parent entity	-	-	25,196	20,745

No provisions for doubtful debts was raised in 2022 in relation to the outstanding balances from related parties.

Notes to the Financial Statements

For the Year Ended 31 December 2022

33 Financial Risk Management

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group. The Group uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate, foreign exchange and other price risks, ageing analysis for credit risk.

The Group's principal financial instruments are cash and cash equivalents, as well as investments in units in managed investment funds and held to maturity investments.

The main purpose of the managed investment funds and held to maturity investments is to earn an income stream and provide long term growth to support objectives of the Western Sydney University Foundation Fund and Corpus, and the University's teaching, learning and research initiatives.

The Group also has various other financial instruments such as receivables, payables and finance leases.

Treasury Risk Management

The University only invests funds with fund managers that were approved by NSW Treasury under the previous requirements of the Western Sydney University Act or are now approved by the Finance and Investment Committee and the Board of Trustees. Approved fund managers use a wide range of diversified strategic asset allocations. The performance of the fund managers is closely monitored by the University's Finance and Investment Committee. The Finance and Investment Committee has a number of external members with a high level of experience and expertise in funds management. The Committee provides written principles for overall risk management, as well as policies covering specific areas, such as investment of excess liquidity. The Finance and Investment Committee also evaluates Treasury management strategies in the context of the most recent economic conditions and forecasts and the Group's activities. The Finance and Investment Committee reports regularly to the Board of Trustees.

(a) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising return.

(i) Foreign exchange risk

Foreign exchange risk is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group is primarily exposed to foreign exchange risk on purchases that are denominated in a currency other than the Australian dollar (AUD). The Group undertakes a minor level of hedging associated with regular purchases for the Library, and specific one off purchases. The Group also ensures that its exposure is kept to an acceptable level by buying foreign currencies at spot rates when necessary to address any short term imbalances. The Group has no overseas investment operations likely to affect its statement of financial position by movement in exchange rates.

(ii) Price risk

Price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices. This arises from investments held by the University and classified on the Statement of Financial Position as fair value through profit or loss. To manage price risk from investments in managed investment funds the University has contracted out the management of the portfolio to external fund managers. These fund managers are mandated to diversify investments of the portfolio under their management. A market price movement of 10% on our growth fund investments may affect the investment value by \$36.365M.

Notes to the Financial Statements

For the Year Ended 31 December 2022

33 Financial Risk Management (continued)

(a) Market risk (continued)

The quantum of funds under management per external fund manager and the investment objectives of each external fund manager are in accordance with limits / policies set by the Finance and Investment Committee.

(iii) Cash flow and fair value interest rate risk

Fair value interest rate risk is the risk that the fair value of a financial instrument will fluctuate because of changes in interest rates. The Group's exposure to interest rate risk is relatively small.

(iv) Summarised sensitivity analysis

Sensitivity analysis was produced by altering the relevant balance for +/-10% change in the foreign exchange and other price risk and +/-0.25% in the interest rate risk identified. The results of this analysis did not give rise to any material change in the balances affected by the risks for interest rate and foreign exchange. The results of sensitivity analysis for other price risks resulted in a +/-10% risk balance of \$48.759M for the consolidated or parent entity.

(b) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises primarily from receivables from customers and investment securities.

Receivables

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Receivables are mainly attributable to sales transactions with a single customer. Apart from the Government deferred debtor, the Group does not have any material risk exposure to any other single debtor or group of debtors.

Investments

The Group limits its exposure to credit risk through its Credit Risk Policy which establishes eligible counterparties with credit limits based upon counterparty credit ratings and accessible shareholder funds. An eligible counterparty must be rated from Standard and Poors or Moodys at a minimum level equivalent to BBB+ (Standard and Poors long term) or Baa1(Moodys long term), and have accessible shareholder funds of at least \$100M. Given these high credit ratings, management does not expect any counterparty to fail to meet its obligations. Fund managers are closely monitored to ensure adherence to the Credit Risk Policy.

(c) Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due under both normal and stressed conditions, without incurring unacceptable losses or reputational risk.

The Group reviews its immediate and short term cash requirements on a daily basis with a three year rolling cash flow forecast regularly provided to management, Finance and Investment Committee and the Board of Trustees.

Notes to the Financial Statements

For the Year Ended 31 December 2022

33 Financial Risk Management (continued)

(c) Liquidity risk (continued)

The following tables summarise the maturity of the Group's financial assets and financial liabilities:

	Average		Variable interest rate		Within 1 Year		1 to 5 Years		Over 5 Years		Non-Interest Bearing		Total	
	Interest rate													
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
			\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial Assets														
Cash and cash equivalents	1.09	0.20	158,724	234,317	219,856	108,023	-	-	-	-	1,615	905	380,195	343,245
Receivables (a)	-	-	-	-	-	-	-	-	-	-	44,637	48,039	44,637	48,039
Other Financial Assets														
Fair value through profit or loss (Mercer)	-	-	-	-	-	-	-	-	-	-	465,615	432,254	465,615	432,254
Fair value through other comprehensive income (Unlisted securities)	-	-	-	-	-	-	-	-	-	-	21,980	73,264	21,980	73,264
Total Financial Assets			158,724	234,317	219,856	108,023	-	-	-	-	533,847	554,462	912,427	896,802
Financial Liabilities														
Payables	-	-	-	-	-	-	-	-	-	-	(85,872)	(67,200)	(85,872)	(67,200)
Borrowings	1.61	1.61	-	-	-	-	(200,000)	-	-	(200,000)	-	-	(200,000)	(200,000)
Other financial liabilities	-	-	-	-	-	-	-	-	-	-	(14,439)	(8,519)	(14,439)	(8,519)
Total Financial Liabilities			-	-	-	-	(200,000)	-	-	(200,000)	(100,311)	(75,719)	(300,311)	(275,719)

(a) The University's deferred government contribution for superannuation included in note 18 is not included in the above analysis as the timing of the cash flows cannot be determined.

Notes to the Financial Statements

For the Year Ended 31 December 2022

34 Fair Value Measurement

(a) Fair value measurements

The carrying value of financial assets and liabilities at balance date materially approximates their fair value.

Due to the short-term nature of the cash and cash equivalents and current receivables, their carrying value approximates their fair value and based on credit history it is expected that the receivables that are neither past due nor impaired will be received when due.

The Group measure and recognise the following assets at fair value on a recurring basis:

- Financial assets at fair value through profit or loss
- Financial assets at fair value through other comprehensive income
- Available-for-sale financial assets
- Land and buildings

The Group has also measured assets and liabilities as fair value on a non-recurring basis.

(b) Fair value hierarchy

Western Sydney University categorises assets and liabilities measured at fair value into a hierarchy based on the level of inputs used in measurements.

Level 1	quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2	inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
Level 3	inputs for the asset or liability that are not based on observable market data (unobservable inputs)

(i) Recognised fair value measurements

Fair value measurements recognised in the statement of financial position are categorised into the following levels at 31 December 2022.

Notes to the Financial Statements

For the Year Ended 31 December 2022

34 Fair Value Measurement (continued)

(b) Fair value hierarchy (continued)

Fair value measurements at 31 December 2022

	Note	2022 \$'000	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000
Recurring fair value measurements					
Financial assets					
Financial assets at fair value through profit or loss		465,615	465,615	-	-
Financial assets at fair value through other comprehensive income (Listed)		12,667	12,667	-	-
Financial assets at fair value through other comprehensive income (Unlisted)		9,313	-	9,009	304
Total financial assets	21	487,595	478,282	9,009	304
Non-financial assets					
Property, plant and equipment	19				
Land		679,385	-	1,120	678,265
Buildings		1,227,158	-	-	1,227,158
Infrastructure		117,381	-	-	117,381
Artwork		5,275	-	5,275	-
Rare book collection		2,533	-	2,533	-
Total non-financial assets		2,031,732	-	8,928	2,022,804

Fair value measurements at 31 December 2021

Recurring fair value measurements					
Financial assets					
Financial assets at fair value through profit and loss		432,254	432,254	-	-
Financial assets at fair value through other comprehensive income (Listed)		63,466	63,466	-	-
Financial assets at fair value through other comprehensive income (unlisted)		9,798	-	9,494	304
Total financial assets	21	505,518	495,720	9,494	304
Non-financial assets					
Property, plant and equipment	19				
Land		573,681	-	980	572,701
Buildings		1,132,686	-	-	1,132,686
Infrastructure		115,073	-	-	115,073
Artwork		4,880	-	4,880	-
Rare book collection		2,233	-	2,233	-
Total non-financial assets		1,828,553	-	8,093	1,820,460

Notes to the Financial Statements

For the Year Ended 31 December 2022

34 Fair Value Measurement (continued)

(b) Fair value hierarchy (continued)

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year. For details of transfers in and out of level 3 measurements, see (d) below.

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

(ii) Disclosed fair values

The fair value of assets or liabilities traded in active markets (such as publicly traded derivatives, and trading and available-for-sale securities) is based on quoted market prices for identical assets or liabilities at the end of the reporting period (level 1). This is the most representative of fair value in the circumstances.

The carrying value less impairment provision of trade receivables and payables is a reasonable approximation of their fair values due to the short-term nature of trade receivables. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments (level 3).

The fair value of non-current borrowings disclosed in note 24 is estimated by discounting the future contractual cash flows at the current market interest rates that are available to the group for similar financial instruments. For the period ending 31 December 2022, the borrowing rates averaged 1.61% during the year. The fair value of current borrowings approximates the carrying amount, as the impact of discounting is not significant (level 2).

(c) Valuation techniques used to derive level 2 and level 3 fair values

(i) Recurring fair value measurements

The fair value of the bonds disclosed in Note 24(a) are based on observable price quotations at the reporting date (Level 1).

The fair value of financial instruments that are not traded in an active market are determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities.

The Group uses a variety of methods and makes assumptions that are based on market conditions existing at each balance date. Specific valuation techniques used to value financial instruments include the use of quoted market prices or dealer quotes for similar instruments.

All of the resulting fair value estimates are included in level 2 except for unlisted equity securities explained in (d) below.

Land and buildings (classified as property, plant and equipment) are calculated independently, at least every three years. At the end of each reporting period, the Group updates their assessment of the fair value of each property, taking into account the most recent independent valuations. The Group determines the property's value within a range of reasonable fair value estimates.

Notes to the Financial Statements

For the Year Ended 31 December 2022

34 Fair Value Measurement (continued)

(c) Valuation techniques used to derive level 2 and level 3 fair values (continued)

The best evidence of fair value is current prices in an active market for similar properties. Where such information is not available, the Group considers information from a variety of sources, including discounted replacement cost - the cost to construct improvements as new is estimated and that amount depreciated, after taking into consideration the nature and design of the improvements, their age and current condition.

All resulting fair value estimates for properties are included in level 3 except for vacant land. The level 2 fair value of vacant land has been derived using the sales comparison approach. Sale prices of comparable land in close proximity are adjusted for differences in key attributes such as property size. The most significant input into this valuation approach is price per square metre.

(ii) Non-recurring fair value measurement

Land and non-current assets (or disposal groups) classified as held for sale during the reporting period were measured at the lower of its carrying amount and fair value less cost to sell at the time of the reclassification. The fair value of the land was also determined using the sales comparison approach as described in (i) above.

(d) Fair value measurements using significant unobservable inputs (level 3)

The following table is a reconciliation of level 3 items for the periods ended 31 December 2022 and 2021.

Level 3 Fair Value Measurement 2022	Unlisted equity securities \$'000	Buildings \$'000	Infrastructure \$'000	Land \$'000	Total \$'000
Opening balance	304	1,132,686	115,073	572,701	1,820,764
Acquisitions	-	10,882	1,258	2,787	14,927
Recognised in profit or loss*	-	(27,826)	(4,104)	-	(31,930)
Recognised in other comprehensive income	-	111,416	5,154	102,777	219,347
Closing balance	304	1,227,158	117,381	678,265	2,023,108

Level 3 Fair Value Measurement 2021	Unlisted equity securities \$'000	Buildings \$'000	Infrastructure \$'000	Land \$'000	Total \$'000
Opening balance	317	1,158,347	113,472	594,980	1,867,116
Acquisitions	-	4,242	407	-	4,649
Disposals	-	(19,072)	-	(22,304)	(41,376)
Non-cash adjustments	-	(19,254)	-	-	(19,254)
Recognised in profit or loss*	-	(27,206)	(3,906)	-	(31,112)
Recognised in other comprehensive income	(13)	35,629	5,100	25	40,741
Closing balance	304	1,132,686	115,073	572,701	1,820,764

*This includes gains/(losses) of \$Nil (2021: \$Nil) attributable to the change in unrealised gains/(losses) recognised in profit or loss attributable to unlisted securities, and \$31.931M (2021: \$31.112M) attributable to depreciation recognised in profit or loss.

Notes to the Financial Statements

For the Year Ended 31 December 2022

34 Fair Value Measurement (continued)

(d) Fair value measurements using significant unobservable inputs (level 3) (continued)

(i) Transfers between levels 2 and 3 and changes in valuation techniques

There has been no transfers between 1 and 3 in 2022 or 2021.

(ii) Valuation inputs and relationships to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements. See (c) above for the valuation techniques adopted.

	Fair value at 31 December 2022 \$'000	Unobservable inputs*	Range of inputs (probability weighted average)	Relationship of unobservable inputs to fair value
Buildings	1,227,158	-	-	-
Land	678,265	-	-	-
Infrastructure	117,381	-	-	-
Unlisted equity securities	304	-	-	-

*There were no significant inter-relationship between unobservable inputs that materially affects fair value.

Accounting Policy

The fair values of investments and other financial assets are based on quoted prices in an active market. If the market for a financial asset is not active (and for unlisted securities), the Group establishes fair value by using valuation techniques that maximise the use of relevant data. These include reference to the estimated price in an orderly transaction that would take place between market participants at the measurement date. Other valuation techniques used are the cost approach and the income approach based on the characteristics of the asset and the assumptions made by market participants. The Group classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

The fair value of assets or liabilities traded in active markets (such as publicly traded derivatives, and equity investments) is based on quoted market prices for identical assets or liabilities at the end of the reporting period (level 1). This is the most representative of fair value in the circumstances. The fair value of held-to-maturity investments was determined by reference to published price quotations in an active market.

The fair value of non-current borrowings disclosed in note 24 is estimated by discounting the future contractual cash flows at the current market interest rates that are available to the group for similar financial instruments. The fair value of current borrowings approximates the carrying amount, as the impact of discounting is not significant (level 2).

Fair value measurement of non-financial assets is based on the highest and best use of the asset. The Group considers market participants use of, or purchase of, the asset to use it in a manner that would be highest and best use.

The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Group for similar financial instruments (level 3).

Notes to the Financial Statements

For the Year Ended 31 December 2022

35 Joint Operations

Joint operations with Urban Growth at Campbelltown

The project is for the development of a residential subdivision comprising of 966 lots over 122 hectares located on the south west portion of the Campbelltown property. Land sales commenced in 2014 and extended through a number of stages throughout 2022, subject to market demand. The development is located in a desirable south western portion of Campbelltown's Macarthur region, adjacent to the University campus, suburban shopping facilities, parks, and in close proximity to both a railway station and the Hume Highway. The infrastructure being built will also improve access to the University campus with a much needed second major entry road as part of the development.

The University and Urban Growth each have a 50% interest in the operation, and share equally in the costs of development, and proceeds from sale of the developed lots. Due to decision making being shared equally, and the equal sharing of costs and output, the University has determined this to be a jointly controlled operation.

Name of joint operation	Nature of relationship	Principal place of business	Ownership interest/ voting rights held	
			2022 %	2021 %
Campbelltown residential development	Jointly controlled operation with Urban Growth for the residential subdivision of land	Australia	50.00	50.00

The assets and liabilities employed in the above jointly controlled operations, including Western Sydney University's share of any assets and liabilities held jointly, are detailed below:

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Statement of Financial Position				
Construction in Progress	(12,568)	(11,771)	(12,568)	(11,771)
Statement of Comprehensive Income				
Proceeds from sale of assets	5,825	37,746	5,825	37,746
Carrying amount of assets sold	(1,513)	(13,544)	(1,513)	(13,544)
Gain on disposal of assets	4,312	24,202	4,312	24,202
Other expenses	(111)	(735)	(111)	(735)
Interest revenue	-	3	-	3

Accounting Policy

Cost of goods sold has been calculated on a percentage of completion basis, taking into account lot area sold and total costs to completion of the development. Under AASB11 investments in joint arrangements are classified as either joint operations or joint ventures depending on the contractual rights and obligations each investor has, rather than the legal structure of the joint arrangement. As a joint operation, Western Sydney University's share of assets, liabilities, revenue and expenses of a joint operation have been incorporated in the financial statements under the appropriate headings.

The assets of the Joint Operation are classified as Construction in Progress under Property, Plant and Equipment (note 19) and are recorded at cost. The gain on disposal of assets represents the difference between the proceeds of the sale of these assets and the carrying amount of these assets. Cost of goods sold has been calculated on a percentage of completion basis, taking into account lot area sold and total costs to completion of the development.

Notes to the Financial Statements

For the Year Ended 31 December 2022

36 Reconciliation of Net Result after income tax to net cash provided by / (used in) operating activities

	Consolidated		Parent	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Net result for the period	(10,565)	143,167	(15,368)	122,638
Net (gain)/loss on disposal of property, plant and equipment	(10,754)	(30,048)	(10,792)	(30,032)
Depreciation and amortisation	93,539	87,482	92,967	86,533
Impairment of receivables	(171)	(475)	(151)	(546)
Cost of goods sold - livestock	39	(203)	39	(203)
Fair value (gains)/losses on other financial assets at fair value through profit or loss	50,882	(17,950)	50,882	(17,950)
(Increase)/decrease in trade debtors	69,699	(9,684)	69,729	1,909
Increase/(decrease) in other operating liabilities	29,316	7,023	28,236	3,436
(Increase)/decrease in other non-financial assets	(3,960)	1,036	(3,960)	1,036
Increase/(decrease) in trade creditors	18,819	(15,593)	19,191	(10,519)
Increase/(decrease) in provisions	(70,811)	(17,702)	(70,742)	(17,866)
Net cash provided by / (used in) operating activities	166,033	147,053	160,031	138,436

Notes to the Financial Statements

For the Year Ended 31 December 2022

37 Acquittal of Australian Government Financial Assistance

(a) Education - CGS and other Education grants

	Note	Commonwealth Grants Scheme #1		Indigenous, Regional and Low-SES Attainment Fund		National Priorities and Industry Linkage Fund		Higher Education Partnership and Participation Program		Disability Performance Funding #2	
		2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Parent Entity (University) Only		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		289,483	311,165	2,608	2,553	8,829	8,750	9,019	10,251	242	290
Net accrual adjustments		1,953	(11,095)	-	-	(1,587)	(4,439)	1,583	(2,273)	-	-
Revenue for the period	2	291,436	300,070	2,608	2,553	7,242	4,311	10,602	7,978	242	290
Surplus/(deficit) from the previous year		-	-	-	-	-	-	-	64	1,466	1,842
Total revenue including accrued revenue		291,436	300,070	2,608	2,553	7,242	4,311	10,602	8,042	1,708	2,132
Less expenses including accrued expenses		(291,436)	(300,070)	(2,608)	(2,553)	(7,242)	(4,311)	(10,602)	(8,042)	(543)	(666)
Surplus/(deficit) for reporting period		-	-	-	-	-	-	-	-	1,165	1,466

	Note	National Priorities Pool		Promotion of Excellence in Learning and Teaching		Other		Total	
		2022	2021	2022	2021	2022	2021	2022	2021
Parent Entity (University) Only		\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		-	-	-	-	13,771	14,140	323,952	347,149
Net accrual adjustments		-	-	-	-	-	(175)	1,949	(17,982)
Revenue for the period	2	-	-	-	-	13,771	13,965	325,901	329,167
Surplus/(deficit) from the previous year		29	49	67	67	-	-	1,562	2,022
Total revenue including accrued revenue		29	49	67	67	13,771	13,965	327,463	331,189
Less expenses including accrued expenses		-	(20)	(12)	-	(13,771)	(13,965)	(326,214)	(329,627)
Surplus/(deficit) for reporting period		29	29	55	67	-	-	1,249	1,562

Notes to the Financial Statements

For the Year Ended 31 December 2022

37 Acquittal of Australian Government Financial Assistance (continued)

(a) Education - CGS and other Education grants (continued)

#1 Basic CGS grant amount, CGS – Regional Loading, CGS – Enabling Loading, CGS - Medical Student Loading, Allocated Places, Non Designated Courses and CGS - Special Advances from Future Years.

#2 Disability Performance Funding includes Additional Support for Students with Disabilities and Australian Disability Clearinghouse on Education & Training.

(b) Higher education loan programs (excl OS-HELP)

	Note	HECS-HELP (Australian Government payments only)		FEE-HELP		SA-HELP		Total	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Parent Entity (University) Only									
Cash Payable/(Receivable) at the beginning of the year		938	(6,856)	1,159	(425)	138	(623)	2,235	(7,904)
Financial assistance received in Cash during the reporting period		222,591	222,209	21,120	23,710	7,058	7,686	250,769	253,605
Cash available for period		223,529	215,353	22,279	23,285	7,196	7,063	253,004	245,701
Revenue earned	2	211,157	214,415	20,137	22,126	6,656	6,925	237,950	243,466
Cash Payable/(Receivable) at end of year		12,372	938	2,142	1,159	540	138	15,054	2,235

Notes to the Financial Statements

For the Year Ended 31 December 2022

37 Acquittal of Australian Government Financial Assistance (continued)

(c) Department of Education and Training Research

Parent Entity (University) Only

Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)

Revenue for the period

Surplus/(deficit) from the previous year

Total revenue including accrued revenue

Less expenses including accrued expenses

Surplus/(deficit) for reporting period

Note	Research Training Program		Research Support Program		Total	
	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
	14,151	12,467	8,170	17,594	22,321	30,061
2	14,151	12,467	8,170	17,594	22,321	30,061
	2,346	-	8,271	-	10,617	-
	16,497	12,467	16,441	17,594	32,938	30,061
	(12,885)	(10,121)	(11,227)	(9,323)	(24,112)	(19,444)
	3,612	2,346	5,214	8,271	8,826	10,617

Total Higher Education Provider Research Training Program expenditure

Research Training Program Fees offsets

Research Training Program Stipends

Research Training Program Allowances

Total for all types of support

Total domestic students \$'000	Total overseas students \$'000
-	-
2,528	1,034
8,150	-
10,678	1,034

Notes to the Financial Statements

For the Year Ended 31 December 2022

37 Acquittal of Australian Government Financial Assistance (continued)

(d) Other Capital Funding

	Note	Linkage Infrastructure, Equipment and Facilities Grant		Total	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Parent Entity (University) Only					
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		1,432	265	1,432	265
Net adjustments		(1,394)	275	(1,394)	275
Revenue for the period	2	38	540	38	540
Surplus/(deficit) from the previous year		40	315	40	315
Total revenue including accrued revenue		78	855	78	855
Less expenses including accrued expenses		1,355	(815)	1,355	(815)
Surplus/(deficit) for reporting period		1,433	40	1,433	40

(e) Australian Research Council Grants

	Note	Discovery		Linkages		Networks and Centres		Special Research Initiatives		Total	
		2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000	2022 \$'000	2021 \$'000
Parent Entity (University) Only											
Financial assistance received in CASH during the reporting period (total cash received from the Australian Government for the program)		7,845	6,157	1,874	1,464	933	754	196	297	10,848	8,672
Net adjustments		(1,530)	(723)	(539)	(448)	94	181	(210)	(49)	(2,185)	(1,039)
Revenue for the period	2	6,315	5,434	1,335	1,016	1,027	935	(14)	248	8,663	7,633
Surplus/(deficit) from the previous year		9,244	8,521	1,286	838	830	1,012	219	171	11,579	10,542
Total revenue including accrued revenue		15,559	13,955	2,621	1,854	1,857	1,947	205	419	20,242	18,175
Less expenses including accrued expenses		(4,784)	(4,711)	(795)	(568)	(1,119)	(1,117)	224	(200)	(6,474)	(6,596)
Surplus/(deficit) for reporting period		10,775	9,244	1,826	1,286	738	830	429	219	13,768	11,579

Notes to the Financial Statements

For the Year Ended 31 December 2022

37 Acquittal of Australian Government Financial Assistance (continued)

(f) OS-HELP

		2022	2021
	Note	\$'000	\$'000
Parent Entity (University) Only			
Cash received during the reporting period		5	-
Cash spent during the reporting period		(1,210)	-
Net cash received		(1,205)	-
Cash surplus/(deficit) from the previous period		2,072	2,072
Cash surplus/(deficit) for reporting period	23	867	2,072

(g) Higher Education Superannuation Program

		2022	2021
		\$'000	\$'000
Parent Entity (University) Only			
Cash received from Commonwealth Government during the reporting period		14,790	10,410
Cash received from State Government during the reporting period		4,172	2,936
Cash available		18,962	13,346
Cash surplus / (deficit) from the previous period		-	-
Cash available for current period		18,962	13,346
Contributions to specified defined benefit funds		(18,962)	(13,346)
Cash surplus/(deficit) this period		-	-

(h) Student Services and Amenities Fee

		2022	2021
	Note	\$'000	\$'000
Parent Entity (University) Only			
SA-HELP revenue earned	37(b)	6,656	6,925
Student Services and Amenities Fees direct from students	4	3,918	3,909
Total revenue expendable in period		10,574	10,834
Student services expenses during period		(10,574)	(10,834)
Unspent/(overspent) student services revenue		-	-

Notes to the Financial Statements

For the Year Ended 31 December 2022

38 Defined Benefits Plans

(a) Fund specific disclosure

The Pooled Fund holds in trust the investments of the closed NSW public sector superannuation schemes, namely State Authorities Superannuation Scheme (SASS), State Superannuation Scheme (SSS) and State Authorities Non Contributory Superannuation Scheme (SANCS), which are State schemes and subject to reimbursement rights. These three schemes are all defined benefit schemes - at least a component of the final benefit is derived from a multiple of member salary and years of membership.

These unfunded liabilities recorded in the Statement of Financial Position under provisions have been determined by independent actuaries.

During 2015, University of Sydney on behalf of the NSW Universities, led a project to finalise the negotiation of an agreement between the Commonwealth and New South Wales Government to provide certainty in respect to the funding of the defined benefits superannuation funds managed by the State Authorities Superannuation Trustees Corporation (STC). These discussions have now culminated in a memorandum of understanding being reached between the Commonwealth and the State Government. This memorandum has now been executed with the effect that the Commonwealth and New South Wales Government are taking on all of the risk of the liabilities of the three funds (SASS, SANCS and SSS) for the next seventy years.

The significant elements of the agreement are that:

- the agreement allows for funding of the SANCS accounts that were previously not eligible under the scheme;
- in future, the Commonwealth will not contribute to costs associated with excess salary increases. Future fund liabilities deemed to be the result of excess salary increases will be recouped from each relevant university in the form of 'top-up' payments.

The amount receivable from the Commonwealth or State in respect of the three funds as at 31 December 2022 was \$324.076M (2021: \$394.615M) and this is reflected in note 18 as Non-current receivables. This receivable is net of the University's accrued and forecasted excess salary liability as at 31 December 2022 totalling \$2.427M (2021: \$2.146M) as the liability is treated as a reduction of the Commonwealth and State reimbursement right. The amount owing to members of the three funds as at 31 December 2022 was \$333.354M (2021: \$405.042M), including the University's accrued and forecasted excess salary liability, and is recognised in the statement of financial position under provisions.

The Group expects to make a contribution of \$0.50M (2021: \$0.50M) to the defined benefit plan during the next financial year.

The weighted average duration of the defined benefit obligation is 9.2 years (2021: 10.5 years). The expected maturity analysis of undiscounted benefit payments is as follows:

	Less than 1 year \$'000	Between 1 and 2 years \$'000	Between 2 and 5 years \$'000	Over 5 years \$'000	Total \$'000
Defined benefit obligations - 31 December 2022	21,287	21,173	63,164	297,259	402,883
Defined benefit obligations - 31 December 2021	21,873	21,834	64,574	320,522	428,803

Notes to the Financial Statements

For the Year Ended 31 December 2022

38 Defined Benefits Plans (continued)

Accounting Policy

Defined Benefit Plans

A liability or asset in respect of defined benefit superannuation plans is recognised in the statement of financial position, and is measured as the present value of the defined benefit obligation at the reporting date less the fair value of the superannuation fund's assets at that date. The present value of the defined benefit obligation is based on expected future payments which arise from membership of the fund to the reporting date, calculated annually by independent actuaries using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service.

Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the statement of financial position.

Past service costs are recognised in profit or loss immediately.

Deferred government benefit for superannuation

In accordance with the 1998 instructions issued by the Department of Education, Training and Youth Affairs (DETYA) now known as the Department of Education and Training (Education), the effects of the unfunded superannuation liabilities of Western Sydney University and its controlled entities were recorded in the income statement and the statement of financial position for the first time in 1998. The prior years' practice had been to disclose liabilities by way of a note to the financial statements.

The unfunded liabilities recorded in the statement of financial position under Provisions have been determined by Mercer Human Resource Consulting Ltd and relate to the State Superannuation Scheme, the State Authorities Superannuation Scheme and the State Authorities Non Contributory Scheme. This assessment was based on the full requirements of AASB119.

Deferred government benefits for superannuation are the amounts recognised as reimbursement rights as they are the amounts expected to be received from the Australian Government for the emerging costs of the superannuation funds for the life of the liability.

Notes to the Financial Statements

For the Year Ended 31 December 2022

38 Defined Benefits Plans (continued)

(b) Categories of plan assets

The analysis of the plan assets at the end of the reporting period is as follows:

	2022 (%)		2021 (%)	
	Active Market	No Active Market	Active Market	No Active Market
Equity instruments	69	6	73	1
Property	-	2	-	6
Alternatives	4	19	7	13
Total	73	27	80	20

The principal assumptions used for the purposes of the actuarial valuations were as follows (expressed as weighted averages):

	2022	2021
	%	%
Discount rate(s)	4.09	1.68
Expected rate of plan assets	7.00	6.50
Expected return on reimbursement rights	(3.24)	1.61
Expected rate(s) of salary increase	3.20	3.20
Expected rate of CPI increase	7.00	2.00

(c) Actuarial assumptions and sensitivity

The sensitivity of the defined benefit obligation to change in the significant assumptions is:

	Change in assumption	Impact on defined benefit obligation	
		Increase in assumption	Decrease in assumption
Discount rate	0.50 %	Decrease by 4.3%	Increase by 4.6%
Salary growth rate	0.50 %	Increase by 0.1%	Decrease by 0.1%

The above sensitivity analyses are based on a change in an assumption while holding all the other assumptions constant. In practice this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method has been applied as when calculating the defined benefit liability recognised in the statement of financial position.

The methods and types of assumptions used in the preparation of the sensitivity analysis did not change compared to the prior period.

Notes to the Financial Statements

For the Year Ended 31 December 2022

38 Defined Benefits Plans (continued)

(d) Statement of financial position amounts

		SASS	SANCS	SSS	Total
	Note	\$'000	\$'000	\$'000	\$'000
Net liability reconciliation - 2022					
Defined benefit obligation		18,766	3,138	337,331	359,235
Fair value of plan assets		(5,354)	(965)	(26,413)	(32,732)
Payroll tax oncost estimate on net liability		281	46	6,524	6,851
Net liability	25	13,693	2,219	317,442	333,354
Reimbursement right	18	(11,683)	(1,751)	(310,642)	(324,076)
Total net liability/(asset)		2,010	468	6,800	9,278
Reimbursement rights - 2022					
Opening value of reimbursement right		12,005	2,424	380,186	394,615
Emerging liability for excess salaries		(1,729)	(423)	(275)	(2,427)
Expected return on reimbursement rights		649	(136)	(11,455)	(10,942)
Remeasurements		758	(114)	(57,814)	(57,170)
Closing value of reimbursement right	18	11,683	1,751	310,642	324,076
Present value of obligation - 2022					
Opening defined benefit obligation		20,118	3,414	409,019	432,551
Current service cost		199	91	-	290
Interest expense		321	53	6,690	7,064
		20,638	3,558	415,709	439,905
Remeasurements					
Actuarial losses/(gains) arising from changes in financial assumptions		(1,335)	(374)	(71,433)	(73,142)
Experience (gains)/losses		1,843	260	13,458	15,561
		508	(114)	(57,975)	(57,581)
Contributions					
Plan participants		189	-	29	218
Payments from plan					
Benefits paid		(2,353)	(289)	(17,556)	(20,198)
Taxes, premium and expenses paid		(216)	(17)	(2,876)	(3,109)
		(2,569)	(306)	(20,432)	(23,307)
Closing defined benefit obligation		18,766	3,138	337,331	359,235

Notes to the Financial Statements

For the Year Ended 31 December 2022

38 Defined Benefits Plans (continued)

(d) Statement of financial position amounts (continued)

		SASS	SANCS	SSS	Total
	Note	\$'000	\$'000	\$'000	\$'000
Present value of plan assets - 2022					
Opening fair value of plan assets		6,596	629	28,565	35,790
Interest expense/(income)		105	12	449	566
		6,701	641	29,014	36,356
Remeasurements					
Actual Return on Fund assets interest income		(251)	-	(160)	(411)
		(251)	-	(160)	(411)
Contributions					
Employers		1,284	630	17,962	19,876
Plan participants		189	-	29	218
		1,473	630	17,991	20,094
Payments from plan					
Benefits paid		(2,353)	(289)	(17,556)	(20,198)
Taxes, premiums and expenses paid		(216)	(17)	(2,876)	(3,109)
		(2,569)	(306)	(20,432)	(23,307)
Closing fair value of plans assets		5,354	965	26,413	32,732
Net liability reconciliation - 2021					
Defined benefit obligation		20,118	3,414	409,019	432,551
Fair value of plan assets		(6,596)	(629)	(28,565)	(35,790)
Payroll tax oncost estimate on net liability		282	58	7,941	8,281
Net liability	25	13,804	2,843	388,395	405,042
Reimbursement right	18	(12,005)	(2,424)	(380,186)	(394,615)
Total net liability/(asset)		1,799	419	8,209	10,427
Reimbursement rights - 2021					
Opening value of reimbursement right		13,193	3,190	399,964	416,347
Emerging liability for excess salaries		(1,518)	(362)	(266)	(2,146)
Expected return on reimbursement rights		758	34	(7,297)	(6,505)
Remeasurements		(428)	(438)	(12,215)	(13,081)
Closing value of reimbursement right	18	12,005	2,424	380,186	394,615

Notes to the Financial Statements

For the Year Ended 31 December 2022

38 Defined Benefits Plans (continued)

(d) Statement of financial position amounts (continued)

	Note	SASS \$'000	SANCS \$'000	SSS \$'000	Total \$'000
Present value of obligation - 2021					
Opening defined benefit obligation		23,564	4,074	433,409	461,047
Current service cost		356	113	-	469
Interest expense		215	37	4,107	4,359
		<u>24,135</u>	<u>4,224</u>	<u>437,516</u>	<u>465,875</u>
Remeasurements					
Actuarial losses/(gains) arising from changes in demographic assumptions		352	62	(2,378)	(1,964)
Actuarial losses/(gains) arising from changes in financial assumptions		(431)	(122)	(15,527)	(16,080)
Experience (gains)/losses		433	(380)	5,648	5,701
		<u>354</u>	<u>(440)</u>	<u>(12,257)</u>	<u>(12,343)</u>
Contributions					
Plan participants		256	-	29	285
Payments from plan					
Benefits paid		(4,231)	(446)	(18,477)	(23,154)
Taxes, premiums and expenses paid		(396)	76	2,208	1,888
		<u>(4,627)</u>	<u>(370)</u>	<u>(16,269)</u>	<u>(21,266)</u>
Closing defined benefit obligation		<u>20,118</u>	<u>3,414</u>	<u>409,019</u>	<u>432,551</u>
Present value of plan assets - 2021					
Opening fair value of plan assets		8,062	340	33,171	41,573
Interest expense/(income)		75	4	280	359
		<u>8,137</u>	<u>344</u>	<u>33,451</u>	<u>41,932</u>
Remeasurements					
Actual Return on Fund assets interest income		782	(2)	(42)	738
		<u>782</u>	<u>(2)</u>	<u>(42)</u>	<u>738</u>
Contributions					
Employers		2,048	657	11,396	14,101
Plan participants		256	-	29	285
		<u>2,304</u>	<u>657</u>	<u>11,425</u>	<u>14,386</u>
Payments from plan					
Benefits paid		(4,231)	(446)	(18,477)	(23,154)
Taxes, premiums and expenses paid		(396)	76	2,208	1,888
		<u>(4,627)</u>	<u>(370)</u>	<u>(16,269)</u>	<u>(21,266)</u>
Closing fair value of plans assets		<u>6,596</u>	<u>629</u>	<u>28,565</u>	<u>35,790</u>

Notes to the Financial Statements
For the Year Ended 31 December 2022

39 Events Occurring After the Reporting Date

In January 2023, the University entered into a 40 year property lease of 74 Rickard Road, Bankstown NSW (site of the University's Bankstown City Campus). This lease will be accounted for under AASB 16 commencing the financial year ending 31 December 2023. The opening Lease Liability balance of this lease as at 16 January 2023 is \$589.0M.

End of Audited Financial Statements.



INDEPENDENT AUDITOR'S REPORT

Western Sydney University

To Members of the New South Wales Parliament

Opinion

I have audited the accompanying financial statements of Western Sydney University (the University), which comprise the Statement by the Members of the Board of Trustees, the Income Statement and Statement of Comprehensive Income for the year ended 31 December 2022, the Statement of Financial Position as at 31 December 2022, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Summary of Significant Accounting Policies and other explanatory information of the University and the consolidated entity. The consolidated entity comprises the University and the entities it controlled at the year's end or from time to time during the financial year.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the *Government Sector Finance Regulation 2018* (GSF Regulation)
- presents fairly, the financial position, financial performance and cash flows of the University and the consolidated entity.

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the University in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I have fulfilled my other ethical responsibilities in accordance with APES 110.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in my audit of the financial statements for the year ended 31 December 2022. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, I do not provide a separate opinion on these matters.

Key Audit Matter	How my audit addressed the matter
Fair Value Assessment of Property, Plant and Equipment	
<p>At 31 December 2022, the University reported \$2.7 billion in property, plant and equipment.</p> <p>In 2022, the University:</p> <ul style="list-style-type: none"> revalued land, buildings and infrastructure assets with a closing balance of \$2 billion recorded a net revaluation increment of \$220 million at 31 December 2022. <p>I considered this to be a key audit matter because of the:</p> <ul style="list-style-type: none"> financial significance of property, plant and equipment to the Statement of Financial Position extent of significant management judgements underpinning key assumptions used in the valuation process judgement and complexities associated with the application of AASB 13 'Fair Value Measurement' requirements. <p>Further information on the fair value measurement of property, plant and equipment is included in Note 19 'Property, plant and equipment', and Note 34 'Fair value measurement'.</p>	<p>Key audit procedures included the following:</p> <ul style="list-style-type: none"> assessed the competence, capability and objectivity of management's independent valuer assessed the accuracy and completeness of assets included in the valuation assessed the appropriateness of the methodology used and the key assumptions and judgements adopted assessed material changes to useful lives agreed valuation amounts to the reported financial statement balances assessed the sufficiency and appropriateness of management's fair value assessment against the requirements of applicable Australian Accounting Standards assessed the adequacy of the financial statement disclosures against the requirements of applicable Australian Accounting Standards.
Valuation of defined benefit superannuation and long service leave liabilities	
<p>At 31 December 2022, the University reported:</p> <ul style="list-style-type: none"> defined benefit superannuation liabilities totalling \$333 million employee long service leave liabilities totalling \$82 million. <p>I considered this to be a key audit matter because:</p> <ul style="list-style-type: none"> the defined benefit superannuation and long service leave liabilities are financially significant to the University's financial position there is a risk the data used in the defined benefit superannuation and long service leave liability valuation models (the models) is not accurate and / or complete the underlying models used to value the liabilities are complex due to a high level of judgement and estimation involved in the valuation assumptions, including discount rates, salary inflation and other assumptions the total value of the liabilities is sensitive to small changes in key valuation inputs. 	<p>Key audit procedures included the following:</p> <ul style="list-style-type: none"> obtained an understanding of the processes and key controls in place for defined benefit superannuation liabilities supporting the: <ul style="list-style-type: none"> membership data used in the model defined benefit superannuation liability calculation obtained an understanding of the processes and assessed key controls for long service leave liabilities assessed completeness and mathematical accuracy of the data used in the models obtained management's actuarial reports and year-end adjustments, and for defined benefit superannuation liabilities, engaged a qualified actuary ('auditor's expert') to assess the: <ul style="list-style-type: none"> competence, capability and objectivity of management's independent experts appropriateness of the models reasonableness of key assumptions used

Key Audit Matter	How my audit addressed the matter
Further information on the valuation of defined benefit superannuation and long service leave liabilities is included in Note 25 'Provisions' and Note 38 'Defined Benefit Plans'.	<ul style="list-style-type: none"> – reasonableness of the reported liability balances • assessed the adequacy of the financial statement disclosures against the requirements of applicable Australian Accounting Standards.

Board of Trustees' Responsibilities for the Financial Statements

The Board of Trustees is responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act, GSF Regulation and the 'Financial Statement Guidelines for Australian Higher Education Providers for the 2022 Reporting Period', issued by the Australian Government Department of Education, pursuant to the *Higher Education Support Act 2003* and the *Australian Research Council Act 2001*. The Board of Trustees' responsibilities also includes such internal control as the Board of Trustees determine is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Trustees is responsible for assessing the University's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar5.pdf. The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the University carried out its activities effectively, efficiently and economically
- as to the appropriateness of the certifications in the Statement by the Board of Trustees that the:
 - amount of Australian Government financial assistance expended during the reporting period was for the purpose(s) for which it was intended, and the University has complied with applicable legislation, contracts, agreements and program Guidelines in making the expenditure
 - University charged Student Services and Amenities Fees strictly in accordance with the *Higher Education Support Act 2003* (HES Act) and the Administration Guidelines made under the HES Act. Revenue from the fee was spent strictly in accordance with the HES Act and only on services and amenities specified in subsection 19-38(4) of the HES Act
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.



David Daniels
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

14 April 2023
SYDNEY

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Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College

ABN: 44 003 474 468

Financial Statements

For the Year Ended 31 December 2022

These financial statements are of Western Sydney University Enterprises Pty Limited as an individual entity. The financial statements are presented in Australian currency.

Western Sydney University Enterprises Pty Limited (the Company) is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Nirimba Education Precinct

Eastern Road, Quakers Hill NSW 2763

A description of the nature of the Company's operations and its principal activities is included in the directors' report on pages 88 to 91, which is not part of these financial statements.

The financial statements were authorised for issue by the directors on 24 March 2023. The directors have the power to amend and reissue the financial statements.

Directors' Report

31 December 2022

The directors present their report on Western Sydney University Enterprises Pty Limited trading as Western Sydney University The College (the Company) for the financial year ended 31 December 2022.

1. General information

Information on directors

The name and qualification of each person who has been a director during the year and to the date of this report are:

Ms Belinda Robinson	BA, MEnvLaw, FAICD - (Chair)
Mr Angelo Kourtis	BA (Deputy Chair)
Mr Ramy Aziz	BBus, FCPA, FGIA
Professor Simon Barrie	BAppSc, PhD
Ms Caroline Hutchinson	BEc, LLB, Spec Acc (Comm Lit), GAICD
Professor Clare Pollock	BA(Hons), PhD, GAICD
Mr Robin Shreeve	BA(Hons), MA
Professor Michele Simons	BSocSc, PhD
Associate Professor Simon Bedford	BSc(Hons), PhD - (Alternate Director)
Mr Michael Burgess	BAgrSc, GradDipMkt - (Alternate Director)

Directors have been in office since the start of the financial year to the date of this report.

Principal activities and significant changes in nature of activities

The principal activities of the Company during the financial year were:

- Provision of educational services

There were no significant changes in the nature of the Company's principal activities during the financial year.

Directors' Report

31 December 2022

2. Operating results and review of operations for the year

The net result of the Company for the year ended 31 December 2022 was \$ NIL (2021: nil) which included the revenue from fees and charges of \$57,721,546 (2021: \$66,234,759) and a royalty payment to the parent entity of \$27,525,554 (2021: \$35,853,988).

Academic Pathway Programs transitioned back to on campus delivery during 2022. Enrolments continued to soften during the year due to increased competition for domestic student load and the strong employment market. Undergraduate Certificates, developed in 2020 in support of the Federal Governments COVID-19 Higher Education Relief Package, continued in 2022. Areas of the business exposed to the international market, such as English Language Programs, study tours, English proficiency testing and international student cohorts showed strong recovery throughout 2022 as borders opened and international travel resumed.

3. Other items

Significant changes in state of affairs

No significant changes in the nature of the Company's activities occurred during the year.

Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Future developments and results

Likely developments in the operations of the Company and the expected results of those operations in future financial years have not been included in this report as the inclusion of such information is likely to result in unreasonable prejudice to the Company.

Environmental issues

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory of Australia.

Dividends paid or recommended

No dividend was paid or payable since the commencement of the financial year and up to and including the date of signing the report (2021: nil).

Company secretary

Ms Wendy Barker held the position of Company Secretary for the whole of the financial year and to the date of this report.

Directors' Report
31 December 2022

Indemnification and insurance of officers

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

Proceedings on behalf of company

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

The Company was not a party to any such proceedings during the year.

This report is made in accordance with a resolution of the Board of Directors.

Director:

Mr Ramy Aziz

Director:

Mr Angelo Kourtis

Dated at Sydney 24 March 2023

Directors' Declaration

For the Year Ended 31 December 2022

In accordance with a resolution of the Board of Directors, pursuant to section 7.6 of the *Government Sector Finance Act 2018*, we state that to the best of our knowledge and belief:

- (a) The Western Sydney University Enterprises Pty Limited (the Company) financial statements present fairly the Company's financial position as at 31 December 2022 and the financial performance and cash flows for the year ended.
- (b) The financial statements have been prepared in accordance with the provisions of the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*, and other mandatory professional reporting requirements.
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosure Requirements, which include Australian Accounting Interpretations.
- (d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate.
- (e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

Director



Mr Ramy Aziz

Director



Mr Angelo Kourtis

Dated at Sydney 24 March 2023

Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College

ABN: 44 003 474 468

Statement of Comprehensive Income
For the Year Ended 31 December 2022

	Note	2022 \$	2021 \$
Revenue			
Fees and charges	2(a)	57,721,546	66,234,759
Interest revenue		281,240	77,555
Gain/(loss) on disposal of assets		(37,402)	(2,521)
Share of net profit/(loss) on investments accounted for using the equity method	3,19(c)	(400,000)	-
Other revenue	2(b)	666,969	2,198,759
Total revenue		58,232,353	68,508,552
Expenses			
Royalty to parent	19(b)	(27,525,554)	(35,853,988)
Employee related expenses	4	(27,183,279)	(29,198,530)
Fees for service	5	(1,640,145)	(940,368)
Depreciation and amortisation expense	6	(550,651)	(910,506)
Impairment of assets	7	64,250	(137,743)
Other expenses	8	(1,396,974)	(1,467,417)
Total expenses		(58,232,353)	(68,508,552)
Surplus / (deficit) for the year		-	-
Other comprehensive income		-	-
Total comprehensive income for the year		-	-
Comprehensive income for the year attributable to			
Non - controlling interest		-	-
Western Sydney University (The Parent)		-	-
Total comprehensive income for the year		-	-

The accompanying notes form part of these financial statements.

Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College

ABN: 44 003 474 468

Statement of Financial Position

As At 31 December 2022

	Note	2022 \$	2021 \$
ASSETS			
Current Assets			
Cash and cash equivalents	10	13,360,062	12,835,113
Trade and other receivables	11	217,867	413,405
Receivables from joint venture	19(d)	279,602	281,818
Prepayments		54,868	-
Total Current Assets		13,912,399	13,530,336
Non-Current Assets			
Property, plant and equipment	12(a)	340,836	933,923
Total Non-Current Assets		340,836	933,923
Total Assets		14,253,235	14,464,259
LIABILITIES			
Current Liabilities			
Trade payables		143,904	127,837
Tuition fees advance receipts		601,178	371,891
Amounts due to joint venture	19(d)	172,600	293,869
Accrued expenses	13	1,299,691	1,597,111
Provisions	14	3,922,127	3,605,363
Other liabilities	15	251,286	270,739
Total Current Liabilities		6,390,786	6,266,810
Non-Current Liabilities			
Provisions	14	1,097,000	1,432,000
Total Non-Current Liabilities		1,097,000	1,432,000
Total Liabilities		7,487,786	7,698,810
Net Assets		6,765,449	6,765,449
EQUITY			
Issued capital	16	1	1
Retained earnings		6,765,448	6,765,448
Total Equity		6,765,449	6,765,449

The accompanying notes form part of these financial statements.

Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College

ABN: 44 003 474 468

Statement of Changes in Equity

For the Year Ended 31 December 2022

	Issued capital \$	Retained earnings \$	Total \$
Balance at 1 January 2022	1	6,765,448	6,765,449
Surplus / (deficit) for the year	-	-	-
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	-	-
Balance at 31 December 2022	1	6,765,448	6,765,449

	Issued capital \$	Retained earnings \$	Total \$
Balance at 1 January 2021	1	6,765,448	6,765,449
Surplus / (deficit) for the year	-	-	-
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	-	-
Balance at 31 December 2021	1	6,765,448	6,765,449

The accompanying notes form part of these financial statements.

Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College

ABN: 44 003 474 468

Statement of Cash Flows

For the Year Ended 31 December 2022

	Note	2022 \$	2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from student fees and other customers		58,296,368	66,890,257
Payments to suppliers and employees		(58,511,230)	(68,874,551)
Receipts from JobKeeper Payment Scheme	2(b)	-	1,825,900
Interest received		279,856	77,555
Other receipts		666,969	372,859
GST recovered		187,951	192,104
Net cash provided (used) by operating activities		919,914	484,124
CASH FLOWS FROM INVESTING ACTIVITIES:			
Proceeds from sale of plant and equipment		5,035	-
Loan advance to joint venture	19(c)	(400,000)	(150,000)
Net cash used in investing activities		(394,965)	(150,000)
CASH FLOWS FROM FINANCING ACTIVITIES:			
Net cash provided by financing activities		-	-
Net increase / (decrease) in cash and cash equivalents held		524,949	334,124
Cash and cash equivalents at beginning of year		12,835,113	12,500,989
Cash and cash equivalents at end of financial year	10	13,360,062	12,835,113

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies

Western Sydney University Enterprises Pty Limited trading as Western Sydney University The College (the Company) is a registered Company limited by shares and is a not-for-profit controlled entity of Western Sydney University. The Company is incorporated and domiciled in Australia.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years reported, unless otherwise stated.

The registered office of the Company is Nirimba Education Precinct, Eastern Road, Quakers Hill NSW 2763.

(a) Basis of Preparation

The financial statements are general purpose financial statements which have been prepared on an accrual basis and in accordance with Australian Accounting Standards and Interpretations, the *Government Sector Finance Act 2018*, and *Government Sector Finance Regulation 2018*.

These financial statements comply with Australian Accounting Standards - Simplified Disclosure Requirements as issued by the Australian Accounting Standards Board.

The financial statements were authorised for issue by the Directors of the Company on 24 March 2023.

(i) Critical accounting estimates and judgements

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. All significant estimates or assumptions made in preparation of the financial statements have been explained in the accounting policy notes or subsequent notes.

(ii) Foreign currency transactions and balances

The functional currency of the Company is measured using the currency of the primary economic environment which is Australian dollars. The financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

(b) Principles of Consolidation

Joint Arrangements

The Company determined that the Joint Arrangement with Navitas Pty Ltd for the establishment of the Western Sydney University International College Pty Ltd ("the International College") is a Joint Venture equally controlled by the Company and Navitas Pty Ltd.

The Company's interest in the Joint Venture is accounted for in the financial statements using the equity method in accordance with AASB 11 Joint Arrangements and AASB 128 Investments in Associates and Joint Ventures. Details of equity accounted investments are set out in note 3.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

(c) Income Tax

The Company is exempt from the payment of tax by virtue of section 50-5 of the *Income Tax Assessment Act 1997*. Accordingly, no provision for income tax liability or future income tax benefit has been included in the accounts.

(d) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

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

The Company is grouped with the parent entity for GST purposes and therefore the net GST receivable or GST payable is not reflected within these statements.

(e) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2022 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

Standard	Application date	Description
AASB2020-1	1 January 2023	Amendments to Australian Accounting standards - Classification of Liabilities as Current or Non-current
AASB2021-2	1 January 2023	Amendments to Australian Accounting standards - Disclosure of Accounting Policies and Definition of Accounting Estimates

(f) Comparative Amounts

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

The following items have been adjusted to conform with the current year's presentation.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

		2021 Reported \$	Reclassification \$	2021 Revised \$
	Note			
Statement of Comprehensive Income				
Revenue				
Gain/(loss) on disposal of assets		-	(2,521)	(2,521)
Expenses				
Impairment of assets	5	(140,264)	2,521	(137,743)
Net total		(140,264)	-	(140,264)

2 Revenue

(a) Fees and charges

	2022 \$	2021 \$
Course fees and charges		
Domestic students undergraduate	50,872,894	61,520,710
Onshore overseas students undergraduate	3,173,194	2,089,531
Continuing education	984,239	650,372
Total course fees and charges	55,030,327	64,260,613
Non-course fees and charges		
Student test fees	2,299,023	1,815,212
Student service fees	392,196	158,934
Total non-course fees and charges	2,691,219	1,974,146
Total fees and charges	57,721,546	66,234,759

(b) Other revenue

	2022 \$	2021 \$
JobKeeper Payment Scheme	-	1,825,900
Service fee from joint venture	665,802	372,552
Other income	1,167	307
Total other revenue	666,969	2,198,759

Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Revenue (continued)

Accounting Policy

All revenue is stated net of the amount of goods and services tax (GST).

(a) Course fees and charges

The course fees and charges revenue relates to undergraduate programs and continuing education programs. The revenue is recognised over time as and when the course is delivered.

When tuition fees have been paid in advance, the Company recognises a contract liability until the services are delivered. These amounts are presented as Tuition fees advance receipts in the statement of financial position. There is no significant financing component as the period from when the student pays and the service is provided is less than 12 months and the consideration is not variable.

(b) Non-course fees and charges

Non-course fees and charges revenue relates to student test fees and service fees. Revenue is recognised either at a point in time or over time when the service is provided over a period.

(c) JobKeeper Payment Scheme

The Company treats operating grants received from the Australian Government entities as income when the Company has complied with all the eligibility criteria for the subsidy which includes payment of requisite salaries to the employees have been met at the reporting date.

(d) Other revenue

Other revenue relates to income from on-campus non-academic services. Revenue is recognised over time as and when the service is provided.

3 Investments accounted for using the equity method

In April 2015, the Company entered into a Joint Venture Agreement with Navitas Pty Ltd to form Western Sydney University International College Pty Ltd to operate an international college at Parramatta, New South Wales. The Company owns 50% of the entity.

(a) Commitment and Contingent liability from joint venture entities

There are no capital expenditure commitments and contingent liabilities arising from the Company's interest in the joint venture. There are no events identified after the reporting date that would have a material impact on the financial statements (2021: nil).

(b) Unrecognised share of losses of joint venture or associate

Following \$400,000 recognised share of losses, the Company has \$1,495,739 unrecognised share of losses from the joint venture with Navitas Pty Ltd (2021:\$1,314,916).

Notes to the Financial Statements

For the Year Ended 31 December 2022

3 Investments accounted for using the equity method (continued)

Accounting Policy

Under the equity method of accounting, the Company recognises its share of the profits and losses in the International College in the statement of comprehensive income.

The initial recognition of the investment in joint venture is recognised at cost, which includes the purchase price and any directly attributable expenditures necessary to obtain it. The carrying amount is adjusted to recognise the Company's share of the profit or loss of the International College after the date of acquisition.

Any shareholder loans, in substance, form a part of the Company's net investment in the joint venture and are taken into account when assessing the amount of any profits and losses recognised by the Company relating to its interest in the International College. Distributions received from the International College reduce the carrying amount of the investment. If the Company's share of losses from the joint venture equals or exceeds its interest in the joint venture, the Company discontinues recognising its share of further losses.

Details of loans and share of profits and losses from the joint venture are disclosed in note 19(c).

4 Employee related expenses

	2022	2021
	\$	\$
Academic and non academic		
Salaries and wages	21,254,142	22,743,420
Superannuation	2,597,394	2,702,344
Leave	1,858,211	1,808,179
Payroll tax	1,315,530	1,285,712
Workers Compensation	158,002	239,009
Redundancies	-	419,866
Total employee related expenses, including deferred government employee benefits for superannuation	27,183,279	29,198,530

5 Fees for service

	2022	2021
	\$	\$
Testing fees	871,215	755,220
Temporary contract staff	275,651	230,497
Agent's commission	131,338	(326,180)
Consultants	125,724	171,879
Study tours	63,203	18,079
Other*	173,014	90,873
Total fees for service	1,640,145	940,368

*Audit remuneration included in amount and disclosed under note 9

Notes to the Financial Statements

For the Year Ended 31 December 2022

5 Fees for service (continued)

Change in estimates

The Company has continued the improved methodology and policies which were adopted in 2020 for agent's commission accrual process. Historically, a blanket accrual was levied across all international students. This revised process resulted in a decrease in agent's commission liability and the release of prior year accruals of which \$356,481 is reflected in the current year's expense (2021: \$659,577). Agent's commission liability is disclosed in note 13.

6 Depreciation and amortisation

	2022	2021
	\$	\$
Depreciation		
Fixtures and Fittings	380,148	717,973
Plant and equipment	170,503	192,533
Total depreciation and amortisation	550,651	910,506

7 Impairment of assets

	Note	2022	2021
		\$	\$
Impairment losses - Financial assets			
Loans to joint venture	19(c)	-	150,000
Reversal of impairment losses - Financial assets			
Trade and other receivables		(64,250)	(12,257)
Total impairment of assets		(64,250)	137,743

The Company assesses impairment of the loan to the joint venture at the end of each reporting period. An impairment loss of \$NIL was recognised for the year ended 31 December 2022 (2021: \$150,000). Debtor impairment accounting policy is disclosed under note 11 for trade and other receivables and note 19(d) for loans.

8 Other expenses

	2022	2021
	\$	\$
Advertising, marketing and promotional expenses	707,948	845,406
Lease of low-value assets	202,252	258,114
Student expenses	187,047	159,747
Consumables and supplies	125,501	30,790
Postage, printing, telephone & internet	80,041	83,866
Travel and related staff development and training	18,239	24,029
Minor equipment and furniture	15,503	8,058
Motor vehicle expenses	12,331	9,933
Utilities and cleaning	3,994	25,151
Relocation expenses	2,818	4,805
Sundry expenses	41,300	17,518
Total other expenses	1,396,974	1,467,417

Notes to the Financial Statements

For the Year Ended 31 December 2022

8 Other expenses (continued)

Accounting Policy

Leases

Lease payments, relating to short-term leases and low-value assets, are charged as expenses on a straight-line basis over the life of the lease term.

9 Auditors' Remuneration

	2022	2021
	\$	\$
The Audit Office of New South Wales		
- Audit of the financial statements	52,550	48,000
Total audit fees	52,550	48,000

10 Cash and cash equivalents

		2022	2021
	Note	\$	\$
Cash at bank and on hand		137,225	26,875
Deposits held at call		434,260	430,220
Short term loan to parent entity	19(c)	12,788,577	12,378,018
Total cash and cash equivalents in the statement of financial position and statement of cash flows		13,360,062	12,835,113

Accounting Policy

For statement of cash flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Included in the cash and cash equivalents above is a short term loan to parent which is payable at call and used for operating cash flow purposes.

Notes to the Financial Statements

For the Year Ended 31 December 2022

11 Trade and other receivables

	2022	2021
Note	\$	\$
Trade receivables	148,832	309,677
Student receivables	38,252	78,259
Less: allowance for expected credit losses	11(a) (9,084)	(27,619)
Net student and trade receivables	178,000	360,317
Accrued revenue	38,483	53,088
Accrued interest	1,384	-
Total current trade and other receivables	217,867	413,405

Accounting Policy

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for expected credit losses. The Company's standard terms of trade receivables is 14 days from the date of recognition. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

For trade receivables the Company applies a simplified approach in calculating expected credit losses (ECL). Therefore, the Company does not track changes in credit risk but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience which is adjusted for forward-looking factors specific to the debtors and the economic environment. The amount of provision is recognised in the statement of comprehensive income.

Refer to note 19(d) for policies on the classification of loans and receivables.

(a) Provision for impairment of receivables

Set out below is the movement in the allowance for expected credit losses of trade receivables:

	2022	2021
	\$	\$
Opening balance as at 1 January	27,619	104,419
Provision / (recovery) for expected credit losses	(18,535)	(76,800)
Balance as at 31 December	9,084	27,619

The creation and release of the provision for impaired receivables have been included in the statement of comprehensive income. Amounts charged to the provision account are generally written off when there is no expectation of recovering additional cash.

Notes to the Financial Statements

For the Year Ended 31 December 2022

12 Property, plant and equipment

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the financial year:

	Fixtures and Fittings \$	Plant and Equipment \$	Artwork \$	Total \$
At 1 January 2021				
Cost	8,145,728	1,565,354	6,882	9,717,964
Accumulated depreciation	(7,014,100)	(856,914)	-	(7,871,014)
Net book amount	1,131,628	708,440	6,882	1,846,950
Year ended 31 December 2021				
Opening net book amount	1,131,628	708,440	6,882	1,846,950
Disposals	-	-	(2,521)	(2,521)
Depreciation expense	(717,973)	(192,533)	-	(910,506)
Closing net book amount	413,655	515,907	4,361	933,923
At 31 December 2021				
Cost	8,145,728	1,565,354	4,361	9,715,443
Accumulated depreciation	(7,732,073)	(1,049,447)	-	(8,781,520)
Net book amount	413,655	515,907	4,361	933,923
Year ended 31 December 2022				
Opening net book amount	413,655	515,907	4,361	933,923
Disposals	-	(42,436)	-	(42,436)
Depreciation expense	(380,148)	(170,503)	-	(550,651)
Closing net book amount	33,507	302,968	4,361	340,836
At 31 December 2022				
Cost	6,981,302	1,471,051	4,361	8,456,714
Accumulated depreciation	(6,947,795)	(1,168,083)	-	(8,115,878)
Net book amount	33,507	302,968	4,361	340,836

Notes to the Financial Statements

For the Year Ended 31 December 2022

12 Property, plant and equipment (continued)

(b) Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities is \$NIL (2021:nil)

Accounting Policy

(a) Measurement by Asset Class

Each class of property, plant and equipment is carried at cost as indicated less, where applicable, any accumulated depreciation and impairment losses.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

(b) Depreciation

Artwork is non-depreciable asset. Depreciation on other assets is calculated on a straight-line basis over the asset's useful life to the Company commencing from the time the asset is held ready for use.

The estimated useful lives used for each class of depreciable asset are:

Class of Fixed Asset	Useful life
Audio Visual	3-10 years
Computer Equipment	3-4 years
Fixtures and Fittings	2-6 years
Other Equipment	3-10 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income.

Notes to the Financial Statements

For the Year Ended 31 December 2022

13 Accrued expenses

	2022	2021
	\$	\$
Current		
Salary	680,350	731,310
Agents' commissions	476,470	723,185
Non-salary overheads	142,871	142,616
Total accrued expenses	1,299,691	1,597,111

Accounting Policy

Trade and other payables are carried at amortised cost and due to their short term nature these are not discounted. These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year, which are unpaid. The Company's standard terms of payment are 30 days from date of recognition.

14 Provisions

	2022	2021
	\$	\$
Current provisions expected to be settled within 12 months		
Annual leave	1,382,667	1,265,890
Long service leave	442,000	357,000
	1,824,667	1,622,890
Current provisions expected to be settled after more than 12 months		
Annual leave	611,460	701,473
Long service leave	1,486,000	1,281,000
	2,097,460	1,982,473
Total current provisions	3,922,127	3,605,363
	2022	2021
	\$	\$
Non-Current		
Long service leave	1,097,000	1,432,000

Amounts expected to be settled after more than 12 months

The current provision for employee benefits includes accrued leave. The entire amount of the provision is presented as current since the Company does not have an unconditional right to defer settlement of any of these obligations. However, based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. The amounts reported above reflect leave that is not expected to be taken or paid within the next 12 months.

Notes to the Financial Statements

For the Year Ended 31 December 2022

14 Provisions (continued)

Accounting Policy

Liabilities for short-term employee benefits including wages and salaries and non-monetary benefits are measured at the amount expected to be paid when the liability is settled, if it is expected to be settled wholly before 12 months after the end of the reporting period, and is recognised in other payables.

Sick leave is cumulative but not vesting and therefore is not recognised in employee provisions. Liabilities for sick leave are recognised when the leave is taken and measured at the rates paid or payable.

The liability for long service leave and annual leave which is not expected to be settled wholly before 12 months after the end of the annual reporting period, is recognised in the provision for employee benefits and measured at the present value of expected future payments to be made when the liability is settled. Consideration is given to expected future wages and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash flows.

Regardless of the expected timing of settlements, provisions made in respect of employee benefits are classified as a current liability, unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case it be classified as a non-current liability.

15 Other liabilities

	2022	2021
	\$	\$
Current		
Accrued taxes	130,139	91,844
Unearned revenue	121,147	178,895
Total other liabilities	251,286	270,739

Accrued taxes include Fringe Benefits Tax, PAYG withholding tax and Payroll Tax.

16 Issued Capital

	2022	2021
	\$	\$
	1	1
Total contributed equity	1	1

Notes to the Financial Statements

For the Year Ended 31 December 2022

17 Contingencies

Contingent Liabilities

Claims

The Directors of the Company are not aware of the existence of any legal claims as at 31 December 2022 (2021: nil).

Guarantees

The Directors of the Company are not aware of any guarantees that are in place as at 31 December 2022 (2021: nil).

18 Key management personnel disclosures

(a) Responsible persons and executive officers

The following persons were responsible persons and executive officers of Western Sydney University Enterprises Pty Limited during the financial year unless otherwise stated.

Dr Nicolene Murdoch - CEO (resigned 01 July 2022)

Anthony Mitri - Acting CEO (commenced 02 July 2022)

(b) Board of Directors

The following persons were Non-Executive Directors of Western Sydney University Enterprises Pty Limited during the financial year.

Ms Belinda Robinson (Chair - Independent)

Mr Angelo Kourtis (Deputy Chair)

Mr Ramy Aziz (Independent)

Professor Simon Barrie

Ms Caroline Hutchinson (Independent)

Professor Clare Pollock

Mr Robin Shreeve (Independent)

Professor Michele Simons

Associate Professor Simon Bedford (Alternate Director)

Mr Michael Burgess (Alternate Director)

Notes to the Financial Statements

For the Year Ended 31 December 2022

18 Key management personnel disclosures (continued)

(c) Key management personnel compensation

The total remuneration of independent Board members and Executives of the Company during the year are as follows:

	2022	2021
	\$	\$
Short-term employee benefits	377,766	363,294
Post-employment benefits	31,528	30,008
Total key management personnel compensation	409,294	393,302

(d) Other key management personnel transactions

No other transactions were made with key management personnel during the year (2021: nil).

19 Related Parties

(a) The Company's main related parties are as follows:

(i) Entities exercising control over the Company:

The parent entity, which exercises control over the Company, is Western Sydney University which wholly owns the Company.

(ii) Joint Venture with Navitas Pty Ltd:

Interests in the joint venture are set out in note 3.

(b) Transactions with related parties

The following transactions occurred with related parties:

	2022	2021
	\$	\$
Funding from parent entity	(50,830,972)	(61,527,251)
Royalty to parent entity	27,525,554	35,853,988
Payment of management fee to joint venture	830,004	1,059,873
Recoupment of commissions, salaries and other expenses from joint venture	(233,750)	(786,323)
Service fee from joint venture	(665,802)	(372,552)
Interest received on loan to joint venture	(114,061)	(73,092)
Total	(23,489,027)	(25,845,357)

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Related Parties (continued)

Accounting Policy

The Company has been appointed by the parent entity to deliver the Academic Pathway Programs (APP) for articulation into University degrees. The Company receives a yearly allocation from the parent entity of the Commonwealth Grants Scheme (CGS), student fees from the Higher Education Contribution Scheme (HECS) and Student Services and Amenities Fee (SSAF).

The Company pays a royalty to the parent entity for access to the parent entity's intellectual property, infrastructure, premises and business services. The royalty is determined as 100% of the Company's operating surplus before royalty.

The Company remits to the joint venture a management fee which represents the tuition fees collected by the parent entity. The parent entity has appointed the joint venture as a third party provider and the Company acts as an agent to transfer funds to the joint venture. The Company recovers the associated agents' commissions, teaching and other expenses at full cost from the joint venture. The Company receives a service fee from the joint venture for other services provided under the Third-Party and License Fee agreements. It also earns interest for the outstanding loan drawdown provided under Shareholders Deed. The service fee and loan interest are included in the statement of comprehensive income.

(c) Loans to/from related parties

	Note	2022 \$	2021 \$
Loans to Parent			
Beginning of the year		12,378,018	12,040,998
Loans advanced		8,723,641	9,617,758
Loan repayments received		(8,474,425)	(9,285,097)
Interest charged		161,343	4,359
End of year	10	12,788,577	12,378,018
Loans to Joint Venture			
Beginning of the year		-	-
Loans advanced		400,000	150,000
Share of profit/(loss) of joint venture		(400,000)	-
Provision for expected credit loss		-	(150,000)
End of year		-	-

The Company has provided interest-bearing loans to related parties. The loan to the parent entity is included in Cash and cash equivalents in the statement of financial position. It is held to meet short-term cash commitments and redeemable on demand.

Included in the loans to joint venture above is a total loan drawdown of \$2,900,000 as of 31 December 2022 (2021:\$2,500,000). These are not payable until all other debts and obligations of the joint venture are paid or adequately provided for out of existing and liquid assets. Interest is payable on the loans at the rate of the Reserve Bank of Australia's cash rate plus a margin of 3% and is payable quarterly in arrears.

Notes to the Financial Statements

For the Year Ended 31 December 2022

19 Related Parties (continued)

(c) Loans to/from related parties (continued)

The carrying amount of the loan to joint venture is adjusted to recognise the company's share of the profit or loss of the International College after the date of acquisition and provision for expected credit losses. The Company's assessment of expected credit losses considers the effects of changes in circumstances post-COVID-19.

(d) Outstanding balances

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2022	2021
	\$	\$
Current receivables (loans)		
Western Sydney University	12,788,577	12,378,018
Current receivables (provision of services)		
Western Sydney University International College Pty Ltd	279,602	281,818
Total current receivables	13,068,179	12,659,836
Current payables (purchase of services)		
Western Sydney University International College Pty Ltd	172,600	293,869
Total current payables	172,600	293,869

Accounting Policy

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Loans and receivables are included in current assets, except for those with maturities greater than 12 months after the end of the reporting period, which are classified as non-current assets.

Impairment

Impairment is determined using the expected credit loss model in AASB 9. On initial recognition of the asset, an estimate of the expected credit losses for the next 12 months is recognised. Where the asset has experienced significant increase in credit risk then the lifetime losses are estimated and recognised.

20 Events Occurring After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

End of Audited Financial Statements



INDEPENDENT AUDITOR'S REPORT

Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College

To Members of the New South Wales Parliament

Opinion

I have audited the accompanying financial statements of Western Sydney University Enterprises Pty Limited Trading as Western Sydney University The College (the Company), which comprises the Directors' Declaration, the Statement of Comprehensive Income for the year ended 31 December 2022, the Statement of Financial Position as at 31 December 2022, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Statement of Significant Accounting Policies, and other explanatory information.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act), and the Government Sector Finance Regulation 2018 (GSF Regulation)
- present fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I have fulfilled my other ethical responsibilities in accordance with APES 110.

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

Other Information

The Company's annual report for the year ended 31 December 2022 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Directors of the Company are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprises the Directors' Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

Directors' Responsibilities for the Financial Statements

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulations. The Directors' responsibility also includes such internal control as the Directors determines is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.

A handwritten signature in dark ink, appearing to read 'D Daniels'.

David Daniels
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

29 March 2023
SYDNEY

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Financial Statements

For the Year Ended 31 December 2022

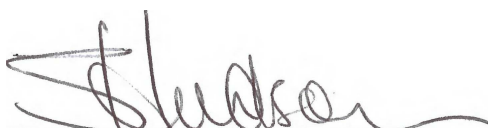
Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Directors' Declaration

In accordance with a resolution of the Board of Directors, pursuant to Section 7.6 of the *Government Sector Finance Act 2018*, we state that to the best of our knowledge and belief:

- (a) The Western Sydney University Early Learning Limited (the Company) financial statements presents fairly the Company's financial position as at 31 December 2022 and the financial performance and cash flows for the year then ended
- (b) The financial statements have been prepared in accordance with the provisions of the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*, and other mandatory professional reporting requirements
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures, which include Australian Accounting Interpretations
- (d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate
- (e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.



Susan Hudson
Director



Darren Greentree
Director

Dated 23 March 2023

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Statement of Comprehensive Income

For the year ended 31 December 2022

	Notes	2022 \$	2021 \$
Revenue			
Child Care Services	2	8,404,333	8,084,046
Interest	2	96,336	15,777
Other Income	2	215,680	272,308
Total revenue		8,716,349	8,372,131
Expenses			
Employee related expenses	3	(6,747,107)	(6,255,034)
Consumables and supplies	3	(301,795)	(243,845)
Depreciation	3	(21,074)	(21,074)
Other expenses	3	(432,141)	(456,049)
Total expenses		(7,502,117)	(6,976,002)
Surplus / (deficit) for the year		1,214,232	1,396,129
Other comprehensive income for the year		-	-
Total comprehensive income for the year		1,214,232	1,396,129

The accompanying notes form part of these financial statements.

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Statement of Financial Position

As at 31 December 2022

	Notes	2022 \$	2021 \$
Assets			
Current assets			
Cash and cash equivalents	4	6,600,924	5,434,722
Trade and other receivables	5	6,038	16,339
Total current assets		6,606,962	5,451,061
Non-current assets			
Property, plant and equipment	6	170,088	147,518
Total non-current assets		170,088	147,518
Total assets		6,777,050	5,598,579
Liabilities			
Current liabilities			
Trade and other payables	7	771,435	706,494
Contract liabilities		214,644	264,209
Employee benefit provisions	8	592,612	600,749
Total current liabilities		1,578,691	1,571,452
Non-current liabilities			
Employee benefit provisions	8	107,000	150,000
Total non-current liabilities		107,000	150,000
Total liabilities		1,685,691	1,721,452
Net assets		5,091,359	3,877,127
Equity			
Retained earnings	9	5,091,359	3,877,127
Total equity		5,091,359	3,877,127

The accompanying notes form part of these financial statements.

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Statement of Changes in Equity

For the year ended 31 December 2022

	Notes	Retained earnings \$	Total equity \$
Balance at 1 January 2022		3,877,127	3,877,127
Comprehensive income for the year			
Surplus / (deficit) for the year		<u>1,214,232</u>	<u>1,214,232</u>
Total comprehensive income for the year		<u>1,214,232</u>	<u>1,214,232</u>
Balance at 31 December 2022	9	<u>5,091,359</u>	<u>5,091,359</u>

		Retained earnings \$	Total equity \$
Balance at 1 January 2021		2,480,998	2,480,998
Comprehensive income for the year			
Surplus / (deficit) for the year		<u>1,396,129</u>	<u>1,396,129</u>
Total comprehensive income for the year		<u>1,396,129</u>	<u>1,396,129</u>
Balance at 31 December 2021	9	<u>3,877,127</u>	<u>3,877,127</u>

The accompanying notes form part of these financial statements.

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Statement of Cash Flows

For the year ended 31 December 2022

	Notes	2022 \$	2021 \$
Cash flows from operating activities:			
Receipts for services		8,486,315	7,864,638
Receipts from Government		207,391	493,858
Payments to suppliers and employees (inclusive of GST)		(7,580,196)	(7,142,278)
Interest received		96,336	15,777
Net cash provided by operating activities		1,209,846	1,231,995
Cash flows from investing activities:			
Payment for property, plant and equipment		(43,644)	-
Net cash used in investing activities		(43,644)	-
Cash flows from financing activities:			
Net cash used in financing activities		-	-
Net increase in cash and cash equivalents held		1,166,202	1,231,995
Cash and cash equivalents at the beginning of the year		5,434,722	4,202,727
Cash and cash equivalents at the end of the financial year	4	6,600,924	5,434,722

The accompanying notes form part of these financial statements.

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Notes to the Financial Statements

For the year ended 31 December 2022

1 Summary of significant accounting policies

Western Sydney University Early Learning Limited (the Company) is a not-for-profit company limited by guarantee and is a controlled entity of Western Sydney University. The Company was incorporated on 2 March 2012 and domiciled in Australia.

Its registered office is:

Western Sydney University Early Learning Limited
Office of Governance Services, Building K10, Cnr Bourke Street and Londonderry Road, Richmond NSW 2753.

The principal place of business is:

Western Sydney University, Building K8 College Drive, Richmond NSW 2753.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years reported, unless otherwise stated.

The financial statements for the year ended 31 December 2022 were authorised for issue by the Board of Directors on 23 March 2023.

(a) Basis of preparation

The annual financial statements represent the audited general purpose financial statements of Western Sydney University Early Learning Limited. They have been prepared on an accrual basis and are based on historical costs, modified where applicable, by the measurement at fair value of selected non-current assets and financial liabilities. They have been prepared in accordance with:

- Australian Accounting Standards, Australian Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board

- *The Government Sector Finance Act 2018, and Government Sector Finance Regulation 2018*

These financial statements comply with Australian Accounting Standards - Simplified Disclosures as issued by the Australian Accounting Standards Board.

(i) Critical accounting estimates and judgements

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. All significant estimates or assumptions made in the financial statements have been explained in the accounting policy or subsequent notes.

(ii) Functional and presentation currency

The financial statements are presented in Australian dollars.

Notes to the Financial Statements

For the year ended 31 December 2022

1 Summary of significant accounting policies (continued)

(b) Income tax exemption

The Company is exempt from the payment of income tax by virtue of section 50-B of the Income Tax Assessment Act 1997. Accordingly, no provision for income tax liability or future income tax benefit has been included in the financial statements.

(c) Comparatives

Comparative information is presented consistent with the previous year unless otherwise stated.

(d) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, except where the amount of GST incurred is not recoverable from the taxation authority. In these circumstances, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable.

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

The Company is grouped with the parent entity for GST purposes and therefore the net GST receivable or GST payable is not reflected within these statements.

(e) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2022 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

Standard	Application date	Description
AASB 2020-1	1 Jan 2023	Amendments to Australian Accounting Standards - Classification of Liabilities as current or non-current
AASB 2021-2	1 Jan 2023	Amendments to Australian Accounting Standards - Disclosure of Accounting Policies and Definition of Accounting Estimates

Notes to the Financial Statements

For the year ended 31 December 2022

2 Revenue

	2022	2021
	\$	\$
Child care services		
Family fee revenue	8,404,333	7,858,586
Government payments	-	225,460
Total child care services	8,404,333	8,084,046
Interest		
Interest income	96,336	15,777
Total interest	96,336	15,777
Other income		
Government child care grants	92,081	160,393
Government traineeship funding	115,310	108,005
Related party services	8,289	3,910
Total other revenue	215,680	272,308
Total revenue	8,716,349	8,372,131

Accounting policy

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the Company and specific criteria have been met for each of the Company's activities as discussed below. The Company bases its estimates on historical results, taking into consideration the type of customer, the type of transaction and the specifics of each arrangement.

Revenue is recognised for the major business activities as follows:

(i) Child care services

Revenue from child care services is recognised when services have been provided to the customer, the customer has accepted the services and collectability of the related receivables is probable.

During 2021 the Company received government support payments totalling \$225,460 as part of the COVID-19 support plan. There were no such payments in 2022.

(ii) Interest income

Interest income is recognised using the effective interest method.

(iii) Other income

The Company recognises Government child care grants and Government traineeship funding from the Australian Government as income to the extent that performance obligations have been met at reporting date.

Notes to the Financial Statements

For the year ended 31 December 2022

3 Expenses

	2022	2021
	\$	\$
Employee related expenses		
Salaries and wages	5,337,874	4,945,151
Superannuation	543,328	502,695
Payroll tax	289,519	245,326
Worker's compensation	157,352	206,975
Annual and long service leave	408,280	351,668
Other	10,754	3,219
Total employee related expenses	6,747,107	6,255,034
 Depreciation		
Plant and equipment	21,074	21,074
Total depreciation	21,074	21,074
 Consumables and supplies		
Consumables	288,329	229,295
Centre resources and supplies	13,466	14,550
Total consumables and supplies	301,795	243,845
 Other expenses		
Cleaning	204,552	190,501
Consulting	50,925	53,810
Staff development	41,495	37,589
Repairs and maintenance	22,728	104,103
Non-capitalised equipment	21,657	22,048
Advertising, marketing and promotional	21,247	1,546
Printing	10,941	12,213
Sundry expenses	58,596	34,239
Total other expenses	432,141	456,049

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Notes to the Financial Statements

For the year ended 31 December 2022

4 Cash and cash equivalents

	2022	2021
	\$	\$
Cash at bank	730,763	262,332
Loan to parent entity	5,870,161	5,172,390
Total cash and cash equivalents in the statement of financial position and statement of cash flows	6,600,924	5,434,722

For presentation purposes, Cash and cash equivalents include cash at bank and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

5 Trade and other receivables

	2022	2021
	\$	\$
Current		
Trade receivables	6,048	17,894
less: allowance for credit loss	(10)	(1,555)
Total receivables	6,038	16,339

Accounting Policy

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are due for settlement no more than 30 days for debtors. They are presented as current assets unless collection is not expected for more than 12 months after reporting date.

For trade receivables the Company applies a general approach in calculating expected credit losses. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, provision is made for credit losses from default events that are possible within the next 12 months.

Notes to the Financial Statements

For the year ended 31 December 2022

6 Property, plant and equipment

(a) Movements in Carrying Amounts

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year:

	Construction in Progress	Plant and equipment \$	Total \$
Year ended 31 December 2022			
Balance at the beginning of the year	-	147,518	147,518
Additions	43,644	-	43,644
Depreciation	-	(21,074)	(21,074)
Balance at the end of the year	43,644	126,444	170,088

(b) Measurement by Asset Class

Each class of property, plant and equipment is carried at cost less any accumulated depreciation and impairment losses.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

(c) Depreciation

Depreciation on plant and equipment is calculated on a straight-line basis over the asset's useful life to the Company commencing from the time the asset is held ready for use.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. These gains and losses are included in the statement of comprehensive income.

7 Trade and other payables

	2022 \$	2021 \$
Current		
Trade payables	66,720	18,720
Enrolment deposits	355,832	331,434
Accrued expenses	138,205	74,445
Other payables	210,678	281,895
Total trade and other payables	771,435	706,494

Accounting Policy

Trade and other payables are carried at amortised cost and due to their short term nature they are not discounted. These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial period, which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

Notes to the Financial Statements

For the year ended 31 December 2022

8 Employee benefit provisions

	2022	2021
	\$	\$
Current		
Employee benefits		
Annual leave	299,612	298,749
Long service leave	293,000	302,000
Total current provisions	592,612	600,749
Non-current		
Employee benefits		
Long service leave	107,000	150,000
Total non-current provisions	107,000	150,000
Total employee benefit provisions	699,612	750,749

Accounting Policy

Liabilities for short-term employee benefits such as wages and salaries including non-monetary benefits, expected to be settled wholly within 12 months after the end of the reporting period, are measured at the amounts expected to be paid when the liabilities are settled, and are recognised in other payables.

Sick leave is cumulative but not vesting and therefore is not recognised in employee provisions. Liabilities for sick leave are recognised when the leave is taken and measured at the rates paid or payable.

The liability for long service leave and annual leave which is not expected to be settled within 12 months after the end of the reporting period, is recognised in the provision for employee benefits and measured at the present value of expected future payments to be made when the liability is settled. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Regardless of the expected timing of settlements, provisions made in respect of employee benefits are classified as a current liability, unless there is an unconditional right to defer the settlement of the liability for at least 12 months after the reporting date, in which case, it would be classified as a non-current liability.

9 Retained earnings

	2022	2021
	\$	\$
Retained earnings at 1 January	3,877,127	2,480,998
Surplus / (deficit) for the year	1,214,232	1,396,129
Balance at 31 December	5,091,359	3,877,127

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Notes to the Financial Statements

For the year ended 31 December 2022

10 Key management personnel disclosures

(a) Responsible persons and executive officers

The following persons were responsible persons and executive officers of Western Sydney University Early Learning Limited during the financial period.

Mrs Angie Atkinson - General Manager

(b) Board of Directors

The following persons were non-executive directors of Western Sydney University Early Learning Limited during the financial period.

Susan Hudson - Chair

Ellen Brackenreg

Darren Greentree

Michele Simons

Jane McMaster

Linda Newman

Anna Cody

(c) Remuneration of Board Members

	2022 Number	2021 Number
Remuneration of Board Members		
Nil to \$9,999	3	3
Total number of board members remunerated	3	3

Total Board member remuneration for the financial period was \$16,800 (2021: \$13,200).

11 Auditors' Remuneration

During the year, the following fees were paid/payable for services provided by the auditor of the Company.

	2022 \$	2021 \$
The Audit Office of New South Wales		
Audit of the financial statements	34,550	31,500
Total audit fees	34,550	31,500

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Notes to the Financial Statements

For the year ended 31 December 2022

12 Commitments

Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities are:

	2022	2021
	\$	\$
- no later than 1 year	92,296	-
Total	92,296	-

13 Related Parties

(a) Entities exercising control over the Company

The ultimate parent entity of the Company is Western Sydney University.

(b) Transactions with related parties

Transactions are between the Company and the ultimate parent entity unless otherwise stated.

	2022	2021
	\$	\$
Related party income		
Discount funding	321,187	333,995
Interest received	96,336	15,777
Other services	8,289	3,910
Total related party income	425,812	353,682
Related party expenses		
Resources	3,640	-
Catering charges	-	374
Total related party expenses	3,640	374
Related party loans		
Loan to parent entity	5,870,161	5,172,390
Total related party loans	5,870,161	5,172,390

Accounting policy

Loans are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The loan to parent entity is included in Cash and Cash equivalents in the Statement of Financial Position.

Western Sydney University Early Learning Limited

ABN: 39 155 993 445

Notes to the Financial Statements

For the year ended 31 December 2022

14 Economic dependency

The Company is economically dependent on Western Sydney University for the provision of accommodation for each centre and operational support activities.

15 Contingencies

The Company had no contingent liabilities at 31 December 2022.

16 Events occurring after the reporting date

No matters or circumstances have arisen since the end of the financial period which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.



INDEPENDENT AUDITOR'S REPORT

Western Sydney University Early Learning Limited

To Members of the New South Wales Parliament

Opinion

I have audited the accompanying financial statements of Western Sydney University Early Learning Limited (the Company), which comprise the Directors' Declaration, the Statement of Comprehensive Income for the year ended 31 December 2022, the Statement of Financial Position as at 31 December 2022, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Statement of Significant Accounting Policies, and other explanatory information.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act), and the Government Sector Finance Regulation 2018 (GSF Regulation)
- presents fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I have fulfilled my other ethical responsibilities in accordance with APES 110.

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

Directors' Responsibilities for the Financial Statements

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulations. The Directors' responsibility also includes such internal control as the Directors determines is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.



David Daniels
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

27 March 2023
SYDNEY

Whitlam Institute within Western Sydney University Limited

ABN: 50 100 342 309

Financial statements

For the year ended 31 December 2022

These financial statements of the Whitlam Institute within Western Sydney University Limited (the Company) are presented as an individual entity. The financial statements are presented in Australian currency.

The registered office and principal place of business of the Company is:
Whitlam Institute within Western Sydney University Limited
Western Sydney University
Building EZ, Parramatta Campus
Cnr James Ruse Dr & Victoria Rd
Rydalmere NSW 2116

Registered postal address is:
Whitlam Institute within Western Sydney University Limited
Locked Bag 1797
Penrith NSW 2751

A description of the nature of the Company's operations and its principal activities is included in the director's report which is not part of these financial statements.

These financial statements were authorised for issue by the directors on 24 February 2023. The directors have the power to amend and reissue the financial statements.

Whitlam Institute within Western Sydney University Limited

ABN: 50 100 342 309

Director's report

For the year ended 31 December 2022

The directors present their report on Whitlam Institute Within Western Sydney University Limited (the Company) for the financial year ended 31 December 2022.

Directors

The names of each person who has been a director during the year and to the date of this report are:

The Hon. John Faulkner
Ms Patricia Amphlett OAM
Prof. Barney Glover AO
Ms Gabrielle Trainor AO - ceased 25 May 2022
Ms Catherine Dovey
Mr Cameron Clyne
The Hon. Peter Collins AM QC
Mr Kim Williams AM
The Hon. Rose Jackson
The Hon. Justice Michael Lee

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Company secretary

Ms Shubha Devadasen held the position of Company Secretary for the whole of the financial year and to the date of this report.

Principal activities and significant changes in nature of activities

The principal activity of the Company is to manage the Company and to act as Trustee of the Whitlam Institute Within Western Sydney University Trust. The main function of the Company is fundraising in support of the University, and the effective management control of all Trust funds held within the Whitlam Institute Trust account.

The Whitlam Institute works as an educator, policy influencer and research institute. The Institute bridges the historical legacy of the late Gough Whitlam's years in public life and the contemporary relevance of the Whitlam Program to public discourse and policy. It links policies with people - connecting communities with the decisions and policies that affect their lives. The Whitlam Institute is guided by the 'three great aims' that drove the Whitlam Program of 1972. They are to promote equality, to involve the people of Australia in the decision-making processes of our land, and to liberate the talents and uplift the horizons of the Australian people.

The Whitlam Institute supports Western Sydney University development by working with schools to bring knowledge to life in the community. In a range of practical ways we make scholarship relevant to everyday lives. We are inspired by the E.G Whitlam Prime Ministerial Collection which represents the life's work of an Australian statesman who has pursued his convictions with a constant commitment to community engagement and a determination to put words into action.

No significant changes in the nature of the Company's activity occurred during the financial year.

Review of operations

The surplus of the Company amounted to \$ NIL (2021: \$ NIL).

Dividends

No dividend is paid or payable since the commencement of the financial year and up to and including the date of signing this report (2021: \$ nil).

Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Future developments

Future developments are not expected to significantly affect the future operations of the Company.

Environmental matters

The Company's operations are not regulated by any significant environmental regulations under a law of the Commonwealth or of a state or territory.

Director's report

For the year ended 31 December 2022

Information on directors

The Hon. John Faulkner

Experience

BA, DipEd (Macquarie). Chair.

Appointed as Director 8 March 2011. Senator the Hon. John Faulkner was a Labor Senator for New South Wales from 1989 to 2015. Since his election to the Senate in 1989, Senator Faulkner has held a number of ministries, serving as Minister for Veterans' Affairs, Minister for Defence Science and Personnel, Minister for the Environment, Sport and Territories, Cabinet Secretary, Special Minister of State and Minister for Defence. He served as Leader of the Opposition in the Senate from 1996 to 2004. He has also held a range of senior positions within the Australian Labor Party, including National President of the party, twenty years as a member of its National Executive and nine years as Assistant General Secretary of the New South Wales Branch. Senator Faulkner is well versed in, and passionate about the history of the Australian Labor Party. Prior to his political career, Senator Faulkner worked as a teacher of children with severe disabilities.

Ms Patricia Amphlett OAM

Experience

Non-Executive.

Appointed as Director 29 June 2010. Patricia Amphlett OAM was until recently the Federal President of the Media, Entertainment and Arts Alliance, a position she has held since 2002. With a succession of hits and as a long standing member of the Bandstand Family, she established herself as a prominent force in the Australian music industry. Her musical talents are credited with many industry awards including Best Female Singer, Most Popular Female Performer, TV Logie for Best Teenage Personality and a succession of Gold Records. A definite 'all rounder' in the music and entertainment industry, Ms Amphlett's talent spans a broad spectrum from writing, producing and performing shows for children, and hosting charity and corporate events. She maintains a high profile in the music industry, with many live performances at Festivals, Corporate Events, Clubs and Television shows. Ms Amphlett has a strong commitment to music education. She is a consultant for the NSW Government's Talent Development Project. She is a member of the Board of the National Film & Sound Archives.

Prof. Barney Glover AO

Experience

PhD (Applied Mathematics), MSc, BSc (Honours), Dip Ed (Melbourne), MAICD. Non-Executive.

Appointed as Director 1 Jan 2014. Professor Barney Glover has been the Vice-Chancellor and President of Western Sydney University since he commenced in this role on 1 January 2014. Professor Glover is an accomplished academic leader and experienced Vice-Chancellor. Previously Vice-Chancellor at Charles Darwin University from 2009 to 2013, he has a long record of success in university management and leadership, particularly in research, intellectual property management and major capital development projects. Before relocating to the Northern Territory in 2009 Professor Glover was the Deputy Vice-Chancellor, Research at the University of Newcastle. Prior to this, he held several positions at Perth's Curtin University of Technology including Pro Vice-Chancellor, Research and Development. He has a strong research publication record and has co-authored four texts in mathematics education. Before his appointment at Curtin Professor Glover held a number of positions at the University of Ballarat in Victoria. Professor Glover holds a PhD in Applied Mathematics and has worked on both the east and west coasts of Australia. In January 2019, Professor Glover was appointed an Officer of the Order of Australia (AO) for distinguished service to tertiary education, to professional associations, and to cultural organisations.

Director's report

For the year ended 31 December 2022

Information on directors (continued)

Ms Gabrielle Trainor AO

Experience

LLB (Melbourne). Non-Executive.

Appointed as Director 29 June 2010. Ms Gabrielle Trainor is a non-executive director and advisor. Her chair and director roles have spanned organisations in urban development, transport, education, public interest law, tourism, culture and sport. She was a founding partner and co-owner of specialist consultancy John Connolly & Partners and over 25 years advised large listed companies on the management of major transactions and significant issues across stakeholder groups including in capital markets, government, NGO's and other influencers. Ms Trainor is a member of the board of Leighton Contractors (advisory board), a director of the Barangaroo Delivery Authority, Business Events Sydney, Cape York Group, the Aurora Education Foundation and is a trustee of the Charlie Perkins Education Trust. She is a member of the board of trustees of Western Sydney University. She is Chair of the National Film and Sound Archive and Chair of Barnardo's Australia. She co-chaired the 2012 Federal Government review of the Australia Council for the Arts. She has had a long term involvement in indigenous affairs, including as director of Cape York Partnerships and a member of the Victorian Government's Aboriginal Economic Development Group which reported in 2010. Ms Trainor was educated as LLB at the University of Melbourne and was awarded a 1986 Churchill Fellowship. She studied in the USA and UK, including as a visiting scholar at Stanford University. She is an Honorary Associate in the Graduate School of Government at Sydney University and a Fellow of the Australian Institute of Company Directors.

Ms Catherine Dovey

Experience

BA (UNSW), Dip Ed (Sydney Teacher College). Non-Executive.

Catherine Dovey worked in the New South Wales public service in public policy formulation and administration. Her roles include an early period as a probation and parole officer with the NSW Corrections system and later as a member of the parole Board of NSW. In the interim she served in a variety of positions at Sydney Water. Catherine graduated from the University of New South Wales as a Bachelor of Arts and with a Diploma of Education from the then Sydney Teachers' College. Catherine has always reflected a spirited engagement with community and education issues which included serving a decade as a Board member of the International Grammar School.

Mr Cameron Clyne

Experience

BA (Sydney). Non-Executive.

Cameron Clyne is currently Chairman of Camel Partners, a private advisory firm and the Camel Foundation. He is a director of SANZAAR Pty Ltd; Western Sydney University Foundation; Camp Quality; a Patron of Western Sydney Leadership Dialogue, and an Adjunct Professor at the WSU Business School. Cameron was Group Chief Executive Officer of National Australia Bank (NAB) from January 2009 until August 2014. He was also Chairman of Clydesdale Bank in the United Kingdom and a Director of the Bank of New Zealand. Prior to NAB Cameron was a Partner at PricewaterhouseCoopers (PwC). He worked in their Sydney, Melbourne, San Francisco and New York offices. In 2008 he was named a Young Global Leader by the World Economic Forum.

Director's report

For the year ended 31 December 2022

Information on directors (continued)

The Hon. Peter Collins AM QC

Experience

BA, LLB (SYD) FAIST. Non-Executive.

Peter Collins was Leader of the Opposition (and leader of the Parliamentary Liberal Party) for more than three years from April 1995, having previously been a senior Minister in the Greiner/Fahey Coalition Government. He delivered two budgets as Treasurer of NSW in 1993 and 1994 and served terms as the Minister for Health, Attorney General, Minister for State Development, Minister for the Arts and Minister for Consumer Affairs between 1988 and 1993. He was a member of the NSW Parliament for more than 22 years. Prior to entering Parliament, Peter was a Barrister and founding member of Edmund Barton Chambers. During the Whitlam Government, he was an ABCTV Journalist with This Day Tonight (now 7.30 Report); following which he was Policy Research Manager for the NSW Liberal Party. A keen Army and later Navy Reserve officer, he is the only former Minister - Federal or State- to see Active Service since 1945 with a 3 month deployment to IRAQ in 2007. He left the Navy as a Captain in 2012. Peter established and chaired Barton Deakin Government Relations 2009-17; has chaired several public sector boards; and, is Chairman of Industry Super Australia and Director of HOSTPLUS.

Mr Kim Williams AM

Experience

B. Mus. (SYD), D. Litt. (H.C., Macquarie). Non-Executive.

Mr. Williams is currently on the University's Foundation Council and is an executive with a long association in the media industry. He was formerly the Chief Executive of News Corp Australia, FOXTEL, Fox Studios Australia, the Australian Film Commission, Southern Star Entertainment and Musica Viva Australia. He was also a former Senior Executive at the ABC. Mr. Williams has also held number of board positions and includes the Australian Film finance Corporation and the Sydney Opera house Trust. Mr. Williams applies his professional experience to advisory and teaching assignments. He was appointed as a member of in the Order of Australia in June 2006 for his services to the arts and public policy formulation in the film and television industries. He is a recipient of numerous awards and honours for his contribution to the arts and music community in Australia. Mr. Williams holds various Directorships and Chair positions with other organisations.

The Hon. Rose Jackson

Experience

BEc, LLB (SYD). Non-Executive.

Member of the Legislative Council Shadow Minister for Water, Housing and Homelessness Member of the Australian Labor Party Term of service expires 57th Parliament (03 Mar 2023). Ms. Rose Jackson is a serving Australian Labor Party politician for over 15 years and was appointed as a Member of the NSW Legislative Council in May 2019. Ms Jackson is a staunch unionist and prior to becoming the NSW Labor Assistant General Secretary in 2016, she worked as the national political coordinator for the United Voice trade union. Ms. Jackson's first political actions was as a high school student in the late 1990s, participating in walkouts and protests over the appalling racism of Pauline Hanson. She was the Women's officer of the University of Sydney SRC. Ms. Jackson claims to value social justice, equality and democracy. She is passionate about women's issues and feminist organising, actively participating in calling out sexism and sexual harassment. Ms. Jackson is a graduate from the University of Sydney with degrees in Law and Economics. Ms. Jackson claims to be a politician who 'challenges cynicism and apathy and wants to build trust and engagement in our political systems. Ms. Jackson's is President of Evatt foundation and National Executive member of Australian Labor Party.

Director's report
For the year ended 31 December 2022

Information on directors (continued)

The Hon. Justice Michael Lee
Experience

BA, LLB (SYD). Non-Executive.
Justice Michael Bryan Joshua Lee is a graduate in arts (political science) and law from the University of Sydney. He commenced work as a solicitor in 1989, was made a senior associate of the firm in 1992 and was appointed its youngest partner, in 1995. He eventually became a senior litigation partner and national practice group leader before coming to the New South Wales Bar in 2002. Justice Lee developed a nationwide and eclectic practice and acted in a very broad range of superior court matters. He took silk in 2011. His work includes both civil proceedings and in criminal matters and a number of high profile cases in the areas of building and construction disputes, insurance cases and employment law and workplace safety prosecutions. Additionally, he was briefed as leading counsel in a number of the most significant commercial actions in Australia. In this role, he was at the forefront of all of the developments with regard to class actions in recent years. He has been a regular presenter at seminars involving issues relating to class actions and litigation funding. He was also actively involved in a number of legally aided matters, pro bono and public interest cases. Justice Lee was appointed to the Federal Court of Australia in 2017 and is also an Additional Judge of the Supreme Court of the Australian Capital Territory. His Honour deals with matters at both first instance and on appeal. He is also a National Coordinating Judge in the Federal Court's Commercial and Corporations National Practice Area and also of the defamation work of the Court. His Honour is the section editor for the Australian Law Journal section on class actions and is a Fellow of the University of Melbourne. Justice Lee has also been long involved in the arts and was a director of the Bell Shakespeare Company.

Director's report

For the year ended 31 December 2022

Meetings of directors

During the financial year, 4 meetings of directors (including committees of directors) were held. Attendances by each director during the year were as follows:

	Directors' Meetings	
	Number eligible to attend	Number attended
The Hon. John Faulkner	4	4
Ms Patricia Amphlett OAM	4	4
Prof. Barney Glover AO	4	3
Ms Gabrielle Trainor AO	2	2
Ms Catherine Dovey	4	4
Mr Cameron Clyne	4	4
The Hon. Peter Collins AM QC	4	3
Mr Kim Williams AM	4	4
The Hon. Rose Jackson	4	4
The Hon. Justice Michael Lee	4	4

Indemnification of Directors and Officers

Whitlam Institute within Western Sydney University Limited is insured externally and in line with Western Sydney University policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

Proceedings on behalf of company

No person has applied for leave of court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

Signed in accordance with a resolution of the Board of Directors'.

Director:
The Hon. John Faulkner

Director:
Ms Catherine Dovey

Dated 24 February 2023

Whitlam Institute within Western Sydney University Limited

ABN: 50 100 342 309

Start of audited financial statements

Statement of comprehensive income

For the year ended 31 December 2022

	2022	2021
	\$	\$
Revenue		
Other revenue	-	-
Total revenue	-	-
Expenses		
Finance costs	-	-
Total expenses	-	-
Surplus/(deficit) for the year	-	-
Other comprehensive income for the year	-	-
Total comprehensive income for the year	-	-

The accompanying notes form part of these financial statements.

Whitlam Institute within Western Sydney University Limited

ABN: 50 100 342 309

Statement of financial position**As at 31 December 2022**

	Note	2022 \$	2021 \$
ASSETS			
Current assets			
Cash and cash equivalents	5	1	1
Total current assets		<u>1</u>	<u>1</u>
Total assets		<u>1</u>	<u>1</u>
LIABILITIES			
Current liabilities			
Trade and other payables		-	-
Total current liabilities		<u>-</u>	<u>-</u>
Total liabilities		<u>-</u>	<u>-</u>
Net assets		<u>1</u>	<u>1</u>
EQUITY			
Contributed equity	6	1	1
Retained earnings		-	-
Total equity		<u>1</u>	<u>1</u>

The accompanying notes form part of these financial statements.

Statement of changes in equity

For the year ended 31 December 2022

	Contributed equity \$	Retained earnings \$	Total equity \$
Balance at 1 January 2022	1	-	1
Surplus / (deficit) for the year	-	-	-
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	-	-
Balance at 31 December 2022	1	-	1

	Contributed equity \$	Retained earnings \$	Total equity \$
Balance at 1 January 2021	1	-	1
Surplus / (deficit) for the year	-	-	-
Other comprehensive income	-	-	-
Total comprehensive income for the year	-	-	-
Balance at 31 December 2021	1	-	1

The accompanying notes form part of these financial statements.

Statement of cash flows

For the year ended 31 December 2022

	2022	2021
Note	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	-	-
Net cash inflow/(outflow) from operating activities	-	-
Cash flows from investing activities		
Net cash (outflow)/inflow from investing activities	-	-
Cash flows from financing activities		
Net cash inflow/(outflow) from financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	-	-
Cash and cash equivalents at beginning of year	1	1
Cash and cash equivalents at end of year	1	1

5

The accompanying notes form part of these financial statements.

Notes to the financial statements

For the year ended 31 December 2022

Whitlam Institute within Western Sydney University Limited (the Company) is a not-for-profit controlled entity of Western Sydney University. The Company is a public company limited by guarantee, and is incorporated and domiciled in Australia.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied to all the years reported, unless otherwise stated.

The financial statements were authorised for issue by the Directors on 24 February 2023

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

The financial statements are general purpose - simplified disclosure financial statements which have been prepared on an accrual basis and in accordance with Australian Accounting Standards and Interpretations, the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*.

These financial statements comply with Australian Accounting Standards - Simplified Disclosures as issued by the Australian Accounting Standards Board.

(b) Revenue recognition

The Company recognises revenue when it satisfies a performance obligation by transferring ownership of asset through sale of goods or satisfies the performance obligation by transferring the promised service. The payment is typically due when an invoice is generated and credit terms calculated.

(c) Income tax exemption

The Company is exempt from the payment of tax by virtue of section 50 B of the *Income Tax Assessment Act 1997*.

(d) Foreign currency transactions and balances

The functional currency of the Company is measured using the currency of the primary economic environment which is Australian dollars. The financial statements are presented in Australian dollars which is the ultimate parent entity's functional and presentation currency.

Notes to the financial statements

For the year ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

(e) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included with other receivables or payables in the statement of financial position.

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

(f) Comparative amounts

Comparative figures have been reclassified and repositioned in the financial statements, where necessary, to conform with the basis of preparation and classification used in the current year.

(g) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for 31 December 2022 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

(h) Critical accounting estimates and judgments

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires Management to exercise its judgement in the process of applying the Company's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.

There are no areas which involve a high degree of judgement or complexity or where assumptions and estimates are significant to the financial statements of the Company.

(i) Adoption of new and revised accounting standards

The Company has adopted all standards which became effective for the first time for the financial year beginning 1 January 2022. The adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Company:

2 Expenses

No expenses were paid by the ultimate parent entity on behalf of the Company during 2022 (2021: NIL).

3 Remuneration of Auditors

Full audit fees for 2022 are reflected in the books of the Whitlam Institute within Western Sydney University Trust and will be paid by the ultimate parent entity (2021: NIL).

Notes to the financial statements

For the year ended 31 December 2022

4 Fair Value Measurement

Fair value measurements of balance sheet items are not categorised given the lack of any assets or liabilities as at 31 December 2022.

5 Cash and cash equivalents

	2022 \$	2021 \$
Cash at bank and in hand	1	1
Total cash and cash equivalents in statement of financial position & statement of cash flows	1	1

(a) Accounting policy

For the statement of cash flow presentation purposes cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

6 Contributed equity

	Shares		Total	
	2022 \$	2021 \$	2022 \$	2021 \$
Ordinary shares				
Fully paid	1	1	1	1
Total contributed equity	1	1	1	1

(a) Movements in ordinary share capital

There were no movements in contributed equity during the financial year.

7 Commitments

The Company had no commitments at 31 December 2022 (31 December 2021: nil).

8 Contingencies

The Company did not have any contingencies as at 31 December 2022 (31 December 2021: nil).

9 Key Management Personnel Disclosures

No remuneration has been paid to the key management personnel of the Company during the year (2021: nil).

10 Related party transactions

(a) Parent entity

The ultimate parent entity of the Company is Western Sydney University.

(b) Transactions with related parties

There were no transactions with related parties in 2022 (2021: nil).

11 Economic dependency

The Company is economically dependent on Western Sydney University for the provision of office accommodation and support activities.

Whitlam Institute within Western Sydney University Limited

ABN: 50 100 342 309

Notes to the financial statements

For the year ended 31 December 2022

12 Events occurring after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years (2021: nil).

End of audited financial statements

Director's declaration

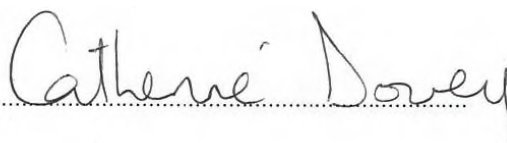
In accordance with a resolution of the Board of Directors, pursuant to Section 7.6 of the Government Sector Finance Act 2018 (the Act), we state that to the best of our knowledge and belief:

- (a) The financial statements of Whitlam Institute within Western Sydney University Limited (the Company) present a true and fair view of the Company's financial position as at 31 December 2022 and the financial performance for the year ended.
- (b) The financial statements have been prepared in accordance with the provisions of the Act, the Government Sector Finance Regulation 2018, and other mandatory professional reporting requirements.
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures, which include Australian Accounting Interpretations.
- (d) We are not aware of any circumstances which would render any particulars in the financial statements to be misleading or inaccurate.
- (e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due.



Director

The Hon. John Faulkner



Director

Ms Catherine Dovey

Dated 24 February 2023



INDEPENDENT AUDITOR'S REPORT

Whitlam Institute within Western Sydney University Limited

To Members of the New South Wales Parliament

Opinion

I have audited the accompanying financial statements of the Whitlam Institute within Western Sydney University Limited (the Company), which comprise the Statement of comprehensive income for the year ended 31 December 2022, the Statement of financial position as at 31 December 2022, the Statement of changes in equity and the Statement of cash flows for the year then ended, notes comprising a Summary of Significant Accounting Policies and other explanatory information, and the Director's Declaration.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the Government Sector Finance Regulation 2018 (GSF Regulation)
- present fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I have fulfilled my other ethical responsibilities in accordance with APES 110.

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

Other Information

The Company's annual report for the year ended 31 December 2022 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Directors of the Company are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprises the Director's Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

Directors' Responsibilities for the Financial Statements

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulation. The Directors responsibility also includes such internal control as the Directors determines is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.

A handwritten signature in dark ink, appearing to read 'D Daniels'.

David Daniels
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

7 March 2023
SYDNEY

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Whitlam Institute Within Western Sydney University Trust

ABN: 42 247 216 279

Financial Statements

For the Year Ended 31 December 2022

These financial statements of the Whitlam Institute within Western Sydney University Trust (the Trust) are presented as an individual entity. The financial statements are presented in Australian currency.

The registered office and principal place of business of the Whitlam Institute Within Western Sydney University Trust is:

Whitlam Institute within Western Sydney University Trust
Western Sydney University
Building EZ, Parramatta Campus
Cnr James Ruse Dr & Victoria Rd
Rydalmere NSW 2116

Registered postal address is:

Whitlam Institute within Western Sydney University Trust
Locked Bag 1797
Penrith NSW 2751

A description of the nature of the Trust's operations and its principal activities is included in the Trustees' report which is not part of these financial statements.

These financial statements were authorised for issue by the directors on 24 February 2023. The Trustees have the power to amend and reissue the financial statements.

Whitlam Institute Within Western Sydney University Trust

ABN: 42 247 216 279

Trustees' report

For the year ended 31 December 2022

The Trustees present their report on Whitlam Institute Within Western Sydney University Trust for the financial year ended 31 December 2022.

Trustees

The Whitlam Institute Within Western Sydney University Limited (referred to hereafter as the Trustee Company) has been appointed as the Trustee of the Trust. The following persons have been directors of the Trustee Company during the financial year and to the date of this report:

The Hon. John Faulkner
Ms Patricia Amphlett OAM
Prof. Barney Glover AO
Ms Gabrielle Trainor AO - ceased 25 May 2022
Ms Catherine Dovey
Mr Cameron Clyne
The Hon. Peter Collins AM QC
Mr Kim Williams AM
The Hon. Rose Jackson
The Hon. Justice Michael Lee

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Principal Activities and significant changes in nature of activities

There were no significant changes in the nature of the Trust's activities during the year.

The Whitlam Institute Within Western Sydney University Trust exists to support (through the provision of money, property or benefits) Western Sydney University, specifically the work of the Whitlam Institute with respect to the Whitlam Prime Ministerial Collection and the Institute's research, educational and policy activity.

Trustees' report
For the year ended 31 December 2022

Meetings of trustees

During the financial year, 4 meetings of trustees (including committees of trustees) were held. Attendances by each trustee during the year were as follows:

	Trustees Meetings	
	Number eligible to attend	Number attended
The Hon. John Faulkner	4	4
Ms Patricia Amphlett OAM	4	4
Prof. Barney Glover AO	4	3
Ms Gabrielle Trainor AO	2	2
Ms Catherine Dovey	4	4
Mr Cameron Clyne	4	4
The Hon. Peter Collins AM QC	4	3
Mr Kim Williams AM	4	4
The Hon. Rose Jackson	4	4
The Hon. Justice Michael Lee	4	4

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

Trustee:

The Hon. John Faulkner

Trustee:

Ms Catherine Dovey

Dated 24 February 2023

Statement of comprehensive income
For the Year Ended 31 December 2022

	Notes	2022 \$	2021 \$
Revenue			
Donations	2	574,092	454,000
Other income	2	56,718	39,597
Total revenue		630,810	493,597
Expenses			
Contribution to ultimate parent entity	3	(158,966)	(145,026)
Bank charges	3	(3)	(63)
Loss from investments	3	(88,473)	-
Total expenses		(247,442)	(145,089)
Surplus for the year		383,368	348,508
Other comprehensive income for the year			
Items that will not be reclassified subsequently to profit or loss			
Revaluation changes for property, plant and equipment		178,495	-
Total other comprehensive income for the year		178,495	-
Total comprehensive income for the year		561,863	348,508
Comprehensive income for the year attributable to			
Non - controlling interest		-	-
The parent		561,863	348,508
Total comprehensive income for the year		561,863	348,508

The accompanying notes form part of these financial statements.

Statement of financial position

As at 31 December 2022

	Notes	2022 \$	2021 \$
ASSETS			
Current assets			
Cash and cash equivalents	5	1,276,835	10,807
Amount owed from ultimate parent entity		324,766	322,290
Other assets		3,213	-
Total current assets		1,604,814	333,097
Non-current assets			
Property, plant and equipment	6	1,431,200	1,244,900
Other financial assets		-	896,154
Total non-current assets		1,431,200	2,141,054
Total assets		3,036,014	2,474,151
LIABILITIES			
Current liabilities			
Total current liabilities		-	-
Non-current liabilities			
Total non-current liabilities		-	-
Total liabilities		-	-
Net assets		3,036,014	2,474,151
TRUST FUNDS			
Settled fund		1	1
Reserves	7	719,635	541,140
Retained earnings	8	2,316,378	1,933,010
Total trust funds		3,036,014	2,474,151

The accompanying notes form part of these financial statements.

Whitlam Institute Within Western Sydney University Trust**ABN: 42 247 216 279****Statement of changes in equity****For the Year Ended 31 December 2022**

	Settled fund	Retained earnings	Reserves	Total Equity
	\$	\$	\$	\$
Balance at 1 January 2022	1	1,933,010	541,140	2,474,151
Surplus / (deficit) for the year	-	383,368	-	383,368
Revaluation of property, plant and equipment	-	-	178,495	178,495
Total comprehensive income for the year	-	383,368	178,495	561,863
Balance at 31 December 2022	1	2,316,378	719,635	3,036,014

	Settled fund	Retained earnings	Reserves	Total Equity
	\$	\$	\$	\$
Balance at 1 January 2021	1	1,584,502	541,140	2,125,643
Surplus / (deficit) for the year	-	348,508	-	348,508
Total comprehensive income for the year	-	348,508	-	348,508
Balance at 31 December 2021	1	1,933,010	541,140	2,474,151

The accompanying notes form part of these financial statements.

Statement of cash flows

For the Year Ended 31 December 2022

	2022	2021
Notes	\$	\$
Cash flows from operating activities		
Receipts from customers	563,811	139,307
Payments to suppliers and employees	(158,969)	(229,243)
Interest received	1,775	-
Net cash provided by operating activities	406,617	(89,936)
Cash flows from investing activities		
Proceeds from sale of investments	1,169,411	417,100
Purchase of investments	(310,000)	(328,000)
Net cash provided by investing activities	859,411	89,100
Cash flows from financing activities		
Net cash provided by financing activities	-	-
Net increase/(decrease) in cash and cash equivalents	1,266,028	(836)
Cash and cash equivalents at beginning of year	10,807	11,643
Cash and cash equivalents at end of year	1,276,835	10,807

5

The accompanying notes form part of these financial statements.

Notes to the financial statements

For the Year Ended 31 December 2022

Whitlam Institute Within Western Sydney University Trust (the Trust) is a not-for-profit controlled entity of Western Sydney University. The Trustee of the Trust is Whitlam Institute within Western Sydney University Limited (the Trustee). The Company is incorporated and domiciled in Australia.

Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied to all the years reported, unless otherwise stated.

The financial statements were authorised for issue by the Directors on 24 February 2023.

1 Summary of Significant Accounting Policies

(a) Basis of Preparation

The financial statements are general purpose - simplified disclosure financial statements which have been prepared on an accrual basis and in accordance with Australian Accounting Standards and Interpretations, the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*.

These financial statements comply with Australian Accounting Standards - Simplified Disclosures as issued by the Australian Accounting Standards Board.

(b) Income tax exemption

The Trust is exempt from the payment of tax by virtue of section 50 B of the Income Tax Assessment Act 1997. Accordingly no provision for income tax liability or future income tax benefit has been included in the accounts.

(c) Government grants

Income from government grants is recognised when the Trust satisfies its obligations under the grant.

Income from grants without sufficiently specific performance obligations is recognised when the Trust obtains control over the grant.

(d) Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment. Trade receivables are generally due for settlement within 30 days. They are presented as current assets unless collection is not expected for more than 12 months after the reporting date.

Collectability of trade receivables is reviewed on an ongoing basis. For trade receivables the Trust applies a simplified approach in calculating expected credit losses ("ECLs"). Therefore, the Trust does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Trust has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors specific to the debtors and the economic environment. Cash flows relating to short-term receivables are not discounted if the effect of discounting is immaterial.

(e) Goods and Services Tax (GST)

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

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the Australian Taxation Office is included with other receivables or payables in the statement of financial position.

Notes to the financial statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

(e) Goods and Services Tax (GST) (continued)

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

(f) Comparative amounts

The T-Corp investments which were classified as Cash and cash equivalents in the 2021 financial statements have been reclassified to Other financial assets in the comparative balances. The cash flow statement has been updated as a result of this reclassification in the statements of financial position. There has been no changes to the comparative surplus or net assets balances.

Comparative information is presented consistent with the previous year unless otherwise stated.

(g) Critical accounting estimates and judgments

The preparation of financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Trust's accounting policies. Estimates and judgements are continually evaluated and are based on historic experience and other factors, including expectations of future events that may have a financial impact on the Trust and that are believed to be reasonable under the circumstances.

The areas involving significant estimations and assumptions are disclosed in note 6 Property, Plant and Equipment. The Trust measures the carrying value of the Whitlam Collection at fair value with changes in fair value going through other comprehensive income. The Trust engages an independent valuation specialist to estimate fair value.

(h) New Accounting Standards and Interpretations

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2022 reporting periods and have not been applied in the financial statements. The Trust's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Trust.

Standard	Application date	Description
AASB 2020-1	1 Jan 2023	Amendments to Australian Accounting Standards – Classification of Liabilities as current or non-current
AASB 2021-2	1 Jan 2023	Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates

Notes to the financial statements

For the Year Ended 31 December 2022

2 Revenue

	2022	2021
	\$	\$
Revenue recognised under AASB 1058		
Donations	566,287	454,000
Contribution of assets	7,805	-
Total revenue	574,092	454,000
Other income/(loss)		
Interest	4,988	-
Distributions from T-Corp	51,730	39,597
Total other income/(loss)	56,718	39,597
Total revenue and other income/(loss)	630,810	493,597

(a) Accounting policy

The Trust recognises revenue when it satisfies a performance obligation by transferring ownership of asset through sale of goods or satisfies the performance obligation by transferring the promised service. The payment is typically due when an invoice is generated and credit terms are calculated.

Revenue is recognised for the major business activities as follows:

(i) Donations, Scholarships and Prizes

Donations with no restrictions are recognised in income immediately when the Trust is entitled to the funds in accordance with AASB 1058.

Contributions of assets other than cash are valued by an independent valuer to determine the fair value before they are recorded as revenue.

Donations with donor-imposed restrictions to deliver cash scholarship payments to third parties are recognised as financial liabilities on the statement of financial position in accordance with AASB9.

(ii) Investment income

Income is recognised as (a) the interest income is earned and is recorded using the effective interest method (b) distribution income is recognised when right to receive payment is established.

All other material revenue is accounted for on an accrual basis.

Notes to the financial statements

For the Year Ended 31 December 2022

3 Expenses

	2022 \$	2021 \$
Contribution to ultimate parent entity	158,966	145,026
Loss from investments	88,473	-
Bank charges	3	63
Total expenses	247,442	145,089

4 Remuneration of Auditors

Audit fees of \$32,456 (including GST) for 2022 (2021: \$18,040) will be paid by the ultimate parent entity.

5 Cash and cash equivalents

	2022 \$	2021 \$
Cash at bank and on hand	476,835	10,807
Term deposits	800,000	-
Total cash and cash equivalents in statement of financial position & statement of cash flows	1,276,835	10,807

(a) Accounting Policy

For the statement of cash flows presentation purposes cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Cash at bank is interest bearing and cash on hand is non-interest bearing. The Trust held investments via T-Corp in the prior year. During the year, the Trust realised a loss of \$88,473 as it disposed its T-Corp investments and transferred the cash to term deposits

Notes to the financial statements

For the Year Ended 31 December 2022

6 Property, plant and equipment

	Library \$	Total \$
At 1 January 2021		
Valuation	1,244,900	1,244,900
Net book amount	1,244,900	1,244,900
Year ended 31 December 2021		
Opening net book amount	1,244,900	1,244,900
Revaluation surplus	-	-
Additions	-	-
Closing net book amount	1,244,900	1,244,900
At 31 December 2021		
Valuation	1,244,900	1,244,900
Net book amount	1,244,900	1,244,900
Year ended 31 December 2022		
Opening net book amount	1,244,900	1,244,900
Revaluation surplus	178,495	178,495
Additions	7,805	7,805
Closing net book amount	1,431,200	1,431,200
At 31 December 2022		
Valuation	1,431,200	1,431,200
Net book amount	1,431,200	1,431,200

(a) Accounting policy

Property, plant and equipment consists only of the Whitlam Collection and is not depreciated given the nature of its contents.

The assets' residual values and useful lives are reviewed and adjusted, if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the statement of comprehensive income.

Whitlam Collection

Assets comprising books, documents, AV materials, images (usually photos), artworks, personal items and ephemera form the Whitlam Collection. These assets have been donated to the Trust. Market valuations have been obtained from an independent valuer to determine the fair value of the collection in accordance with AASB 13 Fair Value Measurement and AASB116 Property, Plant and Equipment. The Whitlam Collection was revalued in 2022 in accordance with the ultimate parent entity three year revaluation cycle.

Increases in the carrying amounts arising on revaluation of the Whitlam Collection are recognised in other comprehensive income and accumulated in equity under the heading of revaluation surplus. To the extent that the increase reverses a decrease previously recognised in profit or loss, the increase is first recognised in profit or loss. Decreases that reverse previous increases of the same asset class are also recognised in other comprehensive income to the extent of the remaining reserve attributable to the asset class. All other decreases are charged to the income statement.

Notes to the financial statements

For the Year Ended 31 December 2022

7 Reserves

	2022	2021
	\$	\$
Revaluation surplus - property, plant and equipment	719,635	541,140
	<u>719,635</u>	<u>541,140</u>

Movements

	2022	2021
	\$	\$
Revaluation surplus - property, plant and equipment		
Balance 1 January	541,140	541,140
Revaluation - gross	178,495	-
Balance 31 December	<u>719,635</u>	<u>541,140</u>

(a) Nature and purpose of reserves

(i) Revaluation surplus - property, plant and equipment

The property, plant and equipment revaluation reserve is used to record increments and decrements on the revaluation of non-current assets, as described in note 6(a).

8 Retained earnings

Movements in retained earnings were as follows:

	2022	2021
	\$	\$
Balance as at 1 January	1,933,010	1,584,502
Surplus for the year	383,368	348,508
Trust distributions for the year	-	-
Balance as at 31 December	<u>2,316,378</u>	<u>1,933,010</u>

9 Commitments

The Trust had no commitments at 31 December 2022 (31 December 2021: nil).

10 Contingent assets or liabilities

As a Public Ancillary Fund, the Trust was required to comply with the Public Ancillary Funds Guidelines 2011 for the 2021 year and Taxation Administration (Public Ancillary Fund) Guidelines 2022 for the 2022 year (the Guidelines). During the year, the Trustees identified that the Trust has not fully complied with its obligations under the Guidelines.

The following matters of non-compliance were identified:

- By reference to clause 38 of Public Ancillary Funds Guidelines 2011 for the 2021 year and clause 21.10 of Taxation Administration (Public Ancillary Fund) Guidelines 2022 for the 2022 year, the fund must not acquire an asset (except by way of gift) if the asset is capable of being a collectable. If the fund acquires such an asset by way of gift, it must sell or distribute the asset within 12 months after acquiring it. Collectible assets held by the Trust have been acquired by way of a gift. Collectible assets have not been sold nor is there an intention by the Trust to sell or distribute the collectible assets.

Notes to the financial statements

For the Year Ended 31 December 2022

10 Contingent assets or liabilities (continued)

- By reference clause 24 of Taxation Administration (Public Ancillary Fund) Guidelines 2022 for the 2022 year, the fund must issue a receipt for every gift it receives and include on the receipt the name and ABN of the fund, the name of the donor and a statement that the receipt is for a gift received by the fund. Receipts were not issued for gifts received by the Trust's ultimate parent entity, Western Sydney University.

The Trust has been corresponding with the Australian Taxation Office (ATO) regarding the Trust's legal status and compliance obligations and has obtained legal advice indicating that the ATO will not impose penalties for the contravention of the Guidelines in relation to the specific issues identified by the Trust.

In addition to the above, the Trust has not lodged its 2021 Annual Information Statement as required per its obligations under the Australian Charities and Not-for-profits Commission Act 2012. The deadline for this submission was 30 June 2022. The Trust will execute this submission following the completion of the 2021 audit under Public Ancillary Funds Guidelines 2011 in February 2023.

The Trust did not have any other matters to note in respect of contingencies at 31 December 2022 (31 December 2021: nil).

Notes to the financial statements

For the Year Ended 31 December 2022

11 Key Management Personnel Disclosures

(a) Names of management personnel and trustees

The following persons were responsible persons and executive officers of Whitlam Institute Within Western Sydney University Trust during the financial year:

(i) Names of Management Personnel

Mr Eric Sidoti - ceased 30 April 2022

Mr John Juriansz - commenced 2 May 2022

All responsible persons of the Trust are employees of Western Sydney University (parent entity) and are not remunerated by either the parent entity or the Trust for their executive responsibilities for the Trust.

(ii) Names of Trustees

The Hon. John Faulkner (Chair)

Ms Patricia Amphlett OAM

Prof. Barney Glover AO

Ms Gabrielle Trainor AO - ceased 25 May 2022

Ms Catherine Dovey

Mr Cameron Clyne

The Hon. Peter Collins AM QC

Mr Kim Williams AM

The Hon. Rose Jackson

The Hon. Justice Michael Lee

All Trustees of the Trust are not employees of Western Sydney University (parent entity) except for Prof. Barney Glover and are not remunerated by either the parent entity or the Trust for their role as Trustees of the Trust.

Notes to the financial statements

For the Year Ended 31 December 2022

12 Related party transactions

(a) Parent entity

The Trustee of the Trust is Whitlam Institute within Western Sydney University Limited. The ultimate parent entity of the Trustee and the Trust is Western Sydney University.

(b) Transactions with related parties

	2022	2021
	\$	\$
Donations from Ultimate Parent Entity	(316,275)	(324,274)
Payment to Ultimate Parent Entity	98,966	85,026

(c) Receivables and (payables) with related parties

	2022	2021
	\$	\$
Amount owed from ultimate parent entity	324,766	322,290

13 Economic dependency

The Trust is economically dependent on the Western Sydney University for the provision of office accommodation and support activities.

14 Events occurring after the reporting date

Subsequent to the reporting date, the \$325k receivable was received from the parent on 18 January 2023.

On 14 February 2023 Whitlam Institute within Western Sydney University requested endorsement from the ATO as a public museum deductible gift recipient and for revocation of PAF endorsement effective from 1 January 2023. Whitlam Institute awaits ATO's endorsement.

No other matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Trust, the results of those operations, or the state of affairs of the Trust in future financial years.

END OF AUDITED FINANCIAL STATEMENTS

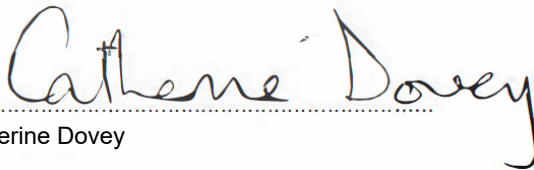
Trustees' declaration

In accordance with a resolution of the Trustee Company, the Whitlam Institute within Western Sydney University Limited, pursuant to section 7.6 of the Government Sector Finance Act 2018 (the Act), we state that to the best of our knowledge and belief:

- (a) The financial statements of Whitlam Institute Within Western Sydney University Trust (the Trust) present a true and fair view of the Trust's financial position as at 31 December 2022 and the financial performance and cash flows for the year ended.
- (b) The financial statements have been prepared in accordance with the provisions of the Act, the Government Sector Finance Regulation 2018, and other mandatory professional reporting requirements.
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures, which include Australian Accounting Interpretations.
- (d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate.
- (e) There are reasonable grounds to believe that the Trust will be able to pay its debts as and when they become due.



Trustee
The Hon. John Faulkner



Trustee
Ms Catherine Dovey

Dated 24 February 2023



INDEPENDENT AUDITOR'S REPORT

Whitlam Institute within the Western Sydney University Trust

To Members of the New South Wales Parliament

Report on the audit of the financial statements

Opinion

I have audited the accompanying financial statements of the Whitlam Institute within the Western Sydney University Trust (the Trust), which comprise the Statement of Comprehensive Income for the year ended 31 December 2022, the Statement of Financial Position as at 31 December 2022, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Summary of Significant Accounting Policies and other explanatory information, and the Trustees' Declaration.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act) and the *Government Sector Finance Regulation 2018* (GSF Regulation)
- presents fairly the Trust's financial position, financial performance and cash flows
- have been prepared in accordance with clause 18 of the Taxation Administration (Public Ancillary Fund) Guidelines 2022 (the Guidelines).

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements' section of my report.

I am independent of the Trust in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I have fulfilled my other ethical responsibilities in accordance with APES 110.

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

Other Information

The Trust's annual report for the year ended 31 December 2022 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Trustees of the Trust are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprise the Trustees' Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

Trustees' Responsibilities for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act, and the GSF Regulation. The Trustees' responsibility also includes such internal control as the Trustees determine is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Trust's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Trust carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.

Report on compliance with the Taxation Administration (Public Ancillary Fund) Guidelines 2022

Qualified Opinion

In addition, I have undertaken an audit to provide reasonable assurance on the Trust's compliance, in all material respects, with the requirements of the Guidelines for the year ended 31 December 2022.

In my opinion, except for the matters described in the Basis for Qualified Opinion paragraph, the Trust has complied, in all material respects, with the requirements of the Guidelines for the year ended 31 December 2022.

My qualified opinion should be read in conjunction with the rest of this report, including the inherent limitations.

Basis for Qualified Opinion

I identified the following instances of material non-compliance by the Trust with the requirements of the Guidelines as disclosed in to Note 10 of the financial statements:

- the Trust acquired collectible assets by way of a gift which have not been sold within 12 months of acquisition as required by clause 21(10) of the Guidelines. Per clause 21(10), a Public Ancillary Fund (fund) must not acquire an asset (except by way of gift) if the asset is a collectible (or would be a collectable but for the asset not being used or kept mainly for an entity's personal use of enjoyment). If the fund acquires such an asset by way of gift, it must sell or distribute the asset within 12 months of acquisition
- the Trust did not issue receipts for gifts received by the Trust's ultimate parent entity, Western Sydney University as required by clause 24 of the Guidelines. Per clause 24, a fund must issue a receipt for every gift it receives and include on the receipt the name and ABN of the fund, the name of the donor and a statement that the receipt is for a gift received by the fund.

I conducted my engagement in accordance with the Standard on Assurance Engagements, ASAE 3100 'Compliance Engagements', issued by the Auditing and Assurance Standards Board.

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

The Trustees' Responsibilities under the Guidelines

The Trustees are responsible for:

- complying with the requirements of the Guidelines
- identification of risks that threaten compliance with requirements identified above being met and controls which will mitigate those risks and monitor ongoing compliance.

Independence and Quality Control

In conducting this audit, I have:

- complied with the independence and other relevant ethical requirements relating to assurance engagements
- applied ASQM 1 'Quality Management for firms that Perform Audits or Reviews of Financial Reports and Other Financial Information or Other Assurance Engagements or Related Service Engagements'.

Auditor's Responsibilities under the Guidelines

My responsibility is to express an opinion on the Trust's and its Trustees' compliance, in all material respects, with the Guidelines. ASAE 3100 requires that I plan and perform procedures to obtain reasonable assurance whether the Trust and its Trustees have, in all material respects, complied with the Guidelines for the year ended 31 December 2022.

This audit involved performing procedures to obtain audit evidence about the Trust's compliance with the Guidelines. The procedures selected depend on my judgement, including the identification and assessment of the risks of material non-compliance with the Guidelines.

My procedures included:

- understanding the requirements of the Guidelines
- understanding key elements of the compliance program at the Trust to address the requirements of the Guidelines
- understanding key elements of the internal control framework at the Trust to address the requirements of the Guidelines
- identifying the intended users and their needs
- considering materiality and risk
- performing evidence gathering procedures including testing all transactions for compliance with the Guidelines.

Inherent Limitations

Because of the inherent limitations of any compliance procedures, together with the Trust's internal control structure, it is possible that fraud, error or non-compliance with the Guidelines may occur and not be detected. My procedures have not been performed continuously throughout the period and were not designed to detect all instances of non-compliance.

An audit for the year ended 31 December 2022 does not provide assurance on whether compliance with the Guidelines will continue in the future.

Use of Report

The 'Report on compliance with the Taxation Administration (Public Ancillary Fund) Guidelines 2022' section of my report was prepared for the purpose of fulfilling the Trust's reporting obligations under the Guidelines. I disclaim any assumption of responsibility for any reliance on this section of the report for any other purpose other than for which it was prepared.



David Daniels
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

7 March 2023
SYDNEY

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Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Financial Statements

For the Year Ended 31 December 2022

These financial statements are of Western Growth Developments (Westmead) Pty Ltd as an individual entity. The financial statements are presented in the Australian currency.

Western Growth Developments (Westmead) Pty Ltd (referred to hereafter as the Company) is a company limited by shares, incorporated and domiciled in Australia.

Its principal place of business is:
Hawkesbury Rd, Westmead NSW 2155

Its registered office is:
Western Sydney University
Building R1 Hawkesbury Campus
Londonderry Road, Richmond NSW 2753

A description of the nature of the Company's operations and its principal activities are included in the directors' report on pages 176 - 177, which is not part of these financial statements.

The financial statements were authorised for issue by the directors on 12 April 2023. The directors have the power to amend and reissue financial statements.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Directors' Report

31 December 2022

The directors present their report on Western Growth Developments (Westmead) Pty Ltd for the financial year ended 31 December 2022.

1 General information

Directors

Mr Peter Pickering (Chair)
Professor Barney Glover

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Meetings of directors

During the financial year four meetings of directors were held.

Company secretary

The following person held the position of Company Secretary at the end of the financial year:

Ms Shubha Devadasen

Principal activities

Western Growth Developments (Westmead) Pty Ltd was incorporated on 5 April 2018 to pursue its charitable purpose of promoting scholarship, research, free inquiry, the interaction of research and teaching, and academic excellence, beginning in Greater Western Sydney.

The principal activities of the Company for the promotion of its object are:

- a) act as a co-developer in respect of the Westmead Project;
- b) use and operate its interest in the completed Westmead Project to generate rental income;
- c) undertake other development activities in Greater Western Sydney in the furtherance of Western Sydney University's strategic plan for its campuses for future sustainability and growth.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Directors' Report

31 December 2022

2 Other items

Significant changes in state of affairs

During 2020, the Company divested its 50% interest in the lease of Stage 1 of Lot 2 under the joint arrangement with Bieson Pty Limited. The development reached practical completion during March 2022. The Company remains a party to the joint arrangement as developer of Stage 1 of Lot 2 as further tenants are secured for remaining unleased space.

The Company has not divested any of its rights in relation to Stage 2 of Lot 2 or to Lot 3 of the development.

There have been no significant changes in the state of affairs of the Company during the current financial year.

Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Future developments and results

Future developments are not expected to significantly affect the future operations of the Company.

Environmental issues

The Company is subject to environmental regulations in respect of its land and building development activities.

Insurance

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

Signed in accordance with a resolution of the Board of Directors:

Director: 

Mr Peter Pickering (Chair)

Director: 

Professor Barney Glover (Director)

Dated 12 April 2023

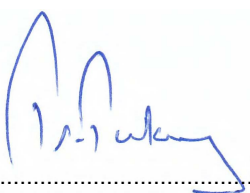
Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Directors' Declaration
For the Year Ended 31 December 2022


In accordance with a resolution of the Board of Directors, pursuant to Section 7.6 of the *Government Sector Finance Act 2018*, we state that to the best of our knowledge and belief:

- (a) The Western Growth Developments (Westmead) Pty Ltd (the Company) financial statements presents fairly the Company's financial position as at 31 December 2022 and the financial performance and cash flows for the year then ended
- (b) The financial statements have been prepared in accordance with the provisions of the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*, and other mandatory professional reporting requirements
- (c) The financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosure Requirements, which include Australian Accounting Interpretations
- (d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate
- (e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.



Director

Mr Peter Pickering (Chair)



Director

Professor Barney Glover (Director)

Dated 12 April 2023

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Statement of Comprehensive Income For the Year Ended 31 December 2022

	Note	2022 \$	2021 \$
Revenue			
Revenue from contracts with customers		7,124,690	29,369,393
Interest revenue		33,974	-
Total revenue	2	<u>7,158,664</u>	<u>29,369,393</u>
Expenses			
Development costs		(4,829,373)	(24,078,958)
Finance cost		(5,784)	(2,232)
Other expenses		(42,112)	(103,118)
Total expenses	3	<u>(4,877,269)</u>	<u>(24,184,308)</u>
Surplus / (deficit) for the period		<u>2,281,395</u>	<u>5,185,085</u>
Other comprehensive income		-	-
Total comprehensive income for the period		<u>2,281,395</u>	<u>5,185,085</u>
Comprehensive income attributable to:			
Western Sydney University (the Parent)		<u>2,281,395</u>	<u>5,185,085</u>
Total comprehensive income for the period		<u>2,281,395</u>	<u>5,185,085</u>

The accompanying notes form part of these financial statements.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Statement of Financial Position

As At 31 December 2022

	Note	2022 \$	2021 \$
ASSETS			
Current Assets			
Cash and cash equivalents	4	10,760	634,084
Trade and other receivables	5	8,846	288,484
Contract asset	6	7,759,724	4,619,004
Total Current Assets		7,779,330	5,541,572
Non-Current Assets			
Total Non-Current Assets		-	-
Total Assets		7,779,330	5,541,572
LIABILITIES			
Current Liabilities			
Trade and other payables	8	75,280	166,133
Accrued expenses	9	31,585	29,750
Total Current Liabilities		106,865	195,883
Non-Current Liabilities			
Loan from parent entity	12(c)	235,106	189,725
Total Non-Current Liabilities		235,106	189,725
Total Liabilities		341,971	385,608
Net Assets		7,437,359	5,155,964
EQUITY			
Retained earnings		7,437,359	5,155,964
Total Equity		7,437,359	5,155,964

The accompanying notes form part of these financial statements.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Statement of Changes in Equity

For the Year Ended 31 December 2022

	Retained Earnings \$	Total \$
Balance at 1 January 2022	5,155,964	5,155,964
Surplus / (deficit) for the period	2,281,395	2,281,395
Other comprehensive income	-	-
Total comprehensive income for the period	2,281,395	2,281,395
Balance at 31 December 2022	7,437,359	7,437,359

	Retained Earnings \$	Total \$
Balance at 1 January 2021	(29,121)	(29,121)
Surplus / (deficit) for the period	5,185,085	5,185,085
Other comprehensive income	-	-
Total comprehensive income for the period	5,185,085	5,185,085
Balance at 31 December 2021	5,155,964	5,155,964

The accompanying notes form part of these financial statements.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Statement of Cash Flows

For the Year Ended 31 December 2022

	2022	2021
Note	\$	\$
Cash flows from operating activities		
Receipts from customers	972,731	2,605,890
Payments to suppliers including GST	(5,350,809)	(30,437,962)
Advances received for development project	3,754,754	27,558,102
Net cash provided by / (used in) operating activities	(623,324)	(273,970)
Cash flows from investing activities		
Net cash used in investing activities	-	-
Cash flows from financing activities		
Net cash used in financing activities	-	-
Net increase / (decrease) in cash and cash equivalents held	(623,324)	(273,970)
Cash and cash equivalents at beginning of year	634,084	908,054
Cash and cash equivalents at end of financial year	10,760	634,084

4

The accompanying notes form part of these financial statements.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies

Western Growth Developments (Westmead) Pty Ltd is a not-for-profit company limited by shares and is a controlled entity of Western Sydney University. The Company is incorporated and domiciled in Australia.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied for all years reported unless otherwise stated.

(a) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosure Requirements, Accounting Interpretations, the *Government Sector Finance Act 2018* and the *Government Sector Finance Regulation 2018*.

The financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue by the Directors of the Company on 12 April 2023

i. Critical accounting estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. All significant estimates or assumptions made in preparation of the financial statements have been explained in the accounting policy notes or subsequent notes.

ii. Foreign currency translations and balances

The functional currency of the Company is measured using the currency of the primary economic environment which is Australian dollars. The financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

(b) Basis for consolidation

Interest in Joint Arrangements

AASB 11 *Joint Arrangements* defines a joint arrangement as an arrangement of which two or more parties have joint control and classifies these arrangements as either joint ventures or joint operations.

Western Growth Developments (Westmead) Pty Ltd has determined that it has joint operations.

Joint operations

The Company's share of assets, liabilities, revenue and expenses of a joint operation have been incorporated into the financial statements under the appropriate headings. Details of the joint operations are set out in note 11.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies

(c) Income tax exemption

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(d) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the financial statements are shown inclusive of GST.

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

The Company has been grouped with the parent entity for GST purposes effective 1 January 2019 and therefore the net GST receivable or GST payable as of 31 December 2022 is not reflected with these statements.

(e) Insurance

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

(f) New Accounting Standards and Interpretations

Certain new accounting standards and interpretations have been published but are not mandatory for 31 December 2022 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

Standard	Application date	Description
AASB 2020-1	1 January 2023	Amendments to Australian Accounting Standards - Classification of Liabilities as current or non-current
AASB 2021-2	1 January 2023	Amendments to Australian Accounting Standards - Disclosure of Accounting Policies and Definition of Accounting Estimates

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies

(g) Comparative amounts

Where necessary, comparative information has been reclassified to enhance comparability in respect of changes in presentation adopted in the current year.

The prior year comparatives have been updated to amend a misclassification between construction costs and lease incentives. There is no net impact from this restatement.

Statement of Comprehensive Income

	Note	2021 reported \$	Reclassification \$	2021 Revised \$
Revenue				
Revenue from contracts with customers		31,923,937	(2,554,544)	29,369,393
Total Revenue	2	31,923,937	(2,554,544)	29,369,393
Development costs		(26,633,502)	2,554,544	(24,078,958)
Finance costs		(2,232)	-	(2,232)
Other expenses		(103,118)	-	(103,118)
Total Expenses	3	(26,738,852)	2,554,544	(24,184,308)
Total Surplus for the period		5,185,085	-	5,185,085

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Revenue

	2022	2021
	\$	\$
Revenue from contracts with customers		
Development services	7,124,690	29,369,393
Total revenue from contracts with customers	7,124,690	29,369,393
Interest		
Interest revenue	33,974	-
Total interest	33,974	-
Total Revenue	7,158,664	29,369,393

Accounting Policy

(i) Development services

Development services revenue is recognised under AASB 15 Revenue from Contracts with Customers. The Company has enforceable rights to payment arising from the progress of development services, and the properties have no alternative use due to contractual restrictions.

The Company has elected to adopt the input method to recognise revenue to the extent of expenditure incurred based upon percentage of completion.

Management reviews information including progress towards completion, risks and opportunities and the related changes in estimates of revenues and costs.

Our estimation of variable consideration and inclusion of estimated costs in the determination of transaction price are based on anticipated performance and historical, current and forecast information that is reasonably available. We estimate transaction price to the extent it is probable that a significant reversal of cumulative revenue recognised will not occur when the uncertainty associated with the variable consideration is resolved.

(ii) Interest revenue

Revenue is recognised as the interest is earned and is recorded using the effective interest method.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements

For the Year Ended 31 December 2022

3 Expenses

	2022	2021
	\$	\$
Development costs		
Construction costs	4,829,373	24,078,958
Total development costs	4,829,373	24,078,958
Finance costs		
Interest on loan from parent	5,784	2,232
Total finance costs	5,784	2,232
Other expenses		
External audit costs	23,835	35,293
Consulting fees	17,598	37,772
Legal fees	-	30,053
Sundry expenses	679	-
Total other expenses	42,112	103,118
Total expenses	4,877,269	24,184,308

Accounting Policy

Construction costs are recognised in the accounting period in which the services are rendered, and is in line with revenue recognition.

4 Cash and cash equivalents

	2022	2021
	\$	\$
Cash at bank and on hand	10,760	634,084
Total cash and cash equivalents in statement of financial position and statement of cash flows	10,760	634,084

Accounting Policy

For Statement of Cash Flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements

For the Year Ended 31 December 2022

5 Trade and other receivables

	2022	2021
	\$	\$
Other receivables	8,846	288,484
Total trade and other receivables	8,846	288,484

Accounting Policy

Trade and other receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

6 Contract asset

	2022	2021
	\$	\$
Amounts due from customers for construction contracts	7,759,724	4,619,004
Total current contract assets	7,759,724	4,619,004

Accounting Policy

Calculated as the difference between cash received and total revenue recognised for the period.

Collectability of contract assets is reviewed on an ongoing basis. The Company measures the loss allowance at an amount equal to lifetime expected credit loss (ECL). The ECL is estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

When a contract asset is uncollectable the amount of the loss is recognised in the statement of comprehensive income within impairment of assets. Subsequent recoveries of amounts previously written off are credited to other revenue in the statement of comprehensive income.

Notes to the Financial Statements

For the Year Ended 31 December 2022

7 Commitments

Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities is as follows:

	2022	2021
	\$	\$
Within one year	-	6,944,665
Total capital commitments	-	6,944,665

The above amounts are for capital expenditure on joint operations.

8 Trade and other payables

	2022	2021
	\$	\$
Trade payables	75,280	166,133
Total trade and other payables	75,280	166,133

Accounting policy

Trade and other payables are carried at amortised cost and due to their short term nature, they are not discounted. These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial period, which are unpaid.

9 Accrued expenses

	2022	2021
	\$	\$
External audit costs	23,835	22,000
Consulting fees	7,750	7,750
Total accrued expenses	31,585	29,750

Accounting Policy

Accrued expenses represent liabilities for goods and services provided to the Company prior to the end of the financial year. Due to their short-term nature, the effect of the time value of money on their measurement is considered to be immaterial.

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements For the Year Ended 31 December 2022

10 Contingent liabilities

The Company had no contingent liabilities at 31 December 2022.

11 Joint operations

Joint operations

In 2018 the Company entered into a project management agreement with Bieson Pty Limited (as Charter Hall Developer), The Trust Company (Australia) Limited (as Custodian) and Charter Hall Development Services Pty Ltd (as Development Manager) to develop land and building on Lots 2 and 3 at Westmead. The Company and Bieson Pty Limited (Bieson) were granted a 125-year ground lease by Western Sydney University to carry out the development.

During 2020 the Company and Bieson divested their interests in the lease of Stage 1 of Lot 2 and appointed Charter Hall Nominees Pty Limited (as Trustee for the PFA Westmead Trust) (PFA) to take the lease on practical completion of the development of Stage 1 of Lot 2. Per the development agreement PFA is to fund the costs of development up to \$100,021,095 which is the development amount and loan facility limit. The development reached practical completion during March 2022. The Company continues to be a party to the joint arrangement as developer of Stage 1 of Lot 2 as further tenants are secured for remaining unleased space.

The Company has not divested any of its rights in relation to Stage 2 of Lot 2 or to Lot 3 of the development.

The Company and Bieson each have a 50% interest in the development and will share equally in the project expenses, assets, liabilities and income. Due to decision making being shared equally, and the equal sharing of costs and output, the Company has determined this to be a jointly controlled operation.

Name of joint operation	Nature of relationship	Principal place of business	Ownership interest/ voting rights held	
			2022 %	2021 %
Westmead land and building development	Jointly controlled operation with Bieson Pty Limited	Westmead NSW	50.00	50.00

The assets and liabilities employed in the above jointly controlled operations, including the Company's share of any assets and liabilities held jointly, are detailed below. The amounts are included in the financial statements under their respective categories.

	2022 \$	2021 \$
Statement of Financial Position		
Cash and cash equivalents	10,760	634,084
Trade and other receivables	8,846	288,484
Trade and other payables	(75,280)	(166,133)
Total assets and liabilities	(55,674)	756,435

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements

For the Year Ended 31 December 2022

12 Related Parties

(a) **Parent entity**

The ultimate parent entity of the Company is Western Sydney University.

(b) **Other related parties**

During 2021 a member of the parent entity Board of Trustees also chaired a number of subsidiaries of the Charter Hall Group. In particular, property related transactions involving the Company have occurred where the counterparty is a subsidiary of the Charter Hall Group for which the Board member was chair. The member resigned from the parent entity Board of Trustees effective 31 December 2021.

(c) **Loans to/from related parties**

	2022	2021
	\$	\$
Loan from Parent		
Beginning of the year	(189,725)	(108,418)
Loan advanced	(39,597)	(79,075)
Interest charged	(5,784)	(2,232)
End of year	(235,106)	(189,725)

Accounting Policy

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

(d) **Outstanding balances**

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2022	2021
	\$	\$
Non-current liabilities (loans)		
Western Sydney University	(235,106)	(189,725)
Total non-current liabilities	(235,106)	(189,725)

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements

For the Year Ended 31 December 2022

13 Key Management Personnel Disclosures

Names of responsible persons and board members

The following persons were both responsible persons and board members of Western Growth Developments (Westmead) Pty Ltd during the financial year.

Mr Peter Pickering (Chair)
Professor Barney Glover

All responsible persons and board members are employees of the parent entity and are not remunerated by the Company for their executive responsibilities of this Company.

14 Auditors' Remuneration

During the year, the following fees were paid/payable for services provided by the auditor of the Company.

	2022	2021
	\$	\$
The Audit Office of New South Wales		
Audit of the financial statements	23,835	22,000
Total audit fees	23,835	22,000

15 Cash Flow Information

Non-cash financing and investing activities

The Company had non-cash investing and financing transactions during the financial year that are not reflected in the statement of cash flows. These are included in the statement of financial position.

	2022	2021
	\$	\$
Loan from parent	(45,382)	(81,307)
Total non-cash financing and investment activities	(45,382)	(81,307)

Western Growth Developments (Westmead) Pty Ltd

ABN: 93 625 406 411

Notes to the Financial Statements

For the Year Ended 31 December 2022

16 Events Occurring After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Western Growth Developments (Westmead) Pty Ltd, the results of those operations, or the state of affairs of the Company in future financial years.



INDEPENDENT AUDITOR'S REPORT

Western Growth Developments (Westmead) Pty Ltd

To Members of the New South Wales Parliament

Opinion

I have audited the accompanying financial statements of Western Growth Developments (Westmead) Pty Ltd (the Company), which comprise the Directors' Declaration, the Statement of Comprehensive Income for the year ended 31 December 2022, the Statement of Financial Position as at 31 December 2022, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Summary of Significant Accounting Policies and other explanatory information.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act), and the *Government Sector Finance Regulation 2018* (GSF Regulation)
- present fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements'[Status] section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I have fulfilled my other ethical responsibilities in accordance with APES 110.

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

Other Information

The Company's annual report for the year ended 31 December 2022 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Directors of the Company are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprises the Directors' Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

Directors' Responsibilities for the Financial Statements [Status]

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulations. The Directors' responsibility also includes such internal control as the Directors determines is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements[Status]

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.



David Daniels
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

14 April 2023
SYDNEY

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Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Financial Statements

For the Year Ended 31 December 2022

These financial statements are of Western Growth Developments (Innovation Hub Parramatta) Pty Ltd as an individual entity. The financial statements are presented in the Australian currency.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd (referred to hereafter as the Company) is a company limited by shares, incorporated and domiciled in Australia.

Its principal place of business is:

6 Hassall Street
Parramatta NSW 2150

Its registered office is:

Western Sydney University
Building R1 Hawkesbury Campus
Londonderry Road, Richmond NSW 2753

A description of the nature of the Company's operations and its principal activities are included in the directors' report on pages 198 - 199, which is not part of these financial statements.

The financial statements were authorised for issue by the directors on 12 April 2023. The directors have the power to amend and reissue financial statements.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Directors' Report

31 December 2022

The directors present their report on Western Growth Developments (Innovation Hub Parramatta) Pty Ltd for the financial year ended 31 December 2022.

1. General information

Directors

Mr Peter Pickering (Chair)
Professor Barney Glover

Directors have been in office since the start of the financial year to the date of this report unless otherwise stated.

Meetings of directors

During the financial year three meetings of directors were held.

Company secretary

The following person held the position of Company Secretary during the financial year:

Ms Shubha Devadasen

Principal activities

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd was incorporated on 4 June 2018 to pursue its charitable purpose of promoting scholarship, research, free inquiry, the interaction of research and teaching, and academic excellence, beginning in Greater Western Sydney.

The principal activities of the Company for the promotion of its object are:

- a) act as a co-developer in respect of the Parramatta Project;
- b) use and operate its interest in the completed Parramatta Project to generate rental income;
- c) sell, lease, license, mortgage, charge or otherwise deal with the Land; and
- d) undertake other development activities in Greater Western Sydney in the furtherance of Western Sydney University's strategic plan for its campuses for future sustainability and growth.

2. Other items

Significant changes in state of affairs

In September 2020, the Company divested its 50% interest in land under the joint arrangement with Bieson Pty Limited to Ausco Unity 2 Pty Limited (Ausco). The Company remains a party to the joint arrangement in a development capacity.

The development achieved practical completion in June 2021, following which in October 2021 Ausco settled the remainder of the development amount.

There have been no significant changes in the state of affairs of the Company during the current financial year.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Directors' Report

31 December 2022

2. Other items (continued)

Events after the reporting date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

Future developments and results

Future developments are not expected to significantly affect the future operations of the Company.

Environmental issues

The Company is subject to environmental regulations in respect of its land and building development activities.

Insurance

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

Signed in accordance with a resolution of the Board of Directors:

Director: 

Mr Peter Pickering (Chair)

Director: 

Professor Barney Glover (Director)

Dated 12 April 2023

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Directors' Declaration

For the Year Ended 31 December 2022

In accordance with a resolution of the Board of Directors, pursuant to Section 7.6 of the *Government Sector Finance Act 2018*, we state that to the best of our knowledge and belief:

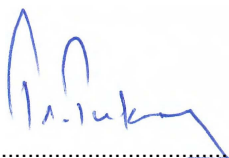
(a) The Western Growth Developments (Innovation Hub Parramatta) Pty Ltd (the Company) financial statements presents fairly the Company's financial position as at 31 December 2022 and the financial performance and cash flows for the year then ended

(b) The financial statements have been prepared in accordance with the provisions of the *Government Sector Finance Act 2018*, *Government Sector Finance Regulation 2018*, and other mandatory professional reporting requirements

(c) The financial statements have been prepared in accordance with Australian Accounting Standards - Simplified Disclosures, which include Australian Accounting Interpretations

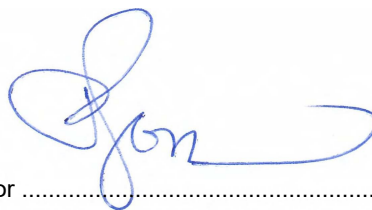
(d) We are not aware of any circumstances which would render any particulars included in the financial statements to be misleading or inaccurate

(e) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.



Director

Mr Peter Pickering (Chair)



Director

Professor Barney Glover (Director)

Dated 12 April 2023

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Statement of Comprehensive Income For the Year Ended 31 December 2022

	Note	2022 \$	2021 \$
Revenue			
Revenue from contracts with customers	2	<u>1,254,818</u>	46,901,122
Total revenue		<u>1,254,818</u>	46,901,122
Expenses			
Property and development costs	3	(19,091)	(32,825,844)
Other expenses	3	<u>(311,540)</u>	(476,249)
Total expenses		<u>(330,631)</u>	(33,302,093)
Surplus / (deficit) for the period		<u>924,187</u>	13,599,029
Total comprehensive income for the period		<u>924,187</u>	13,599,029
Comprehensive income attributable to:			
Western Sydney University (the Parent)		<u>924,187</u>	13,599,029
Total comprehensive income for the period		<u>924,187</u>	13,599,029

The accompanying notes form part of these financial statements.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Statement of Financial Position

As At 31 December 2022

	Note	2022 \$	2021 \$
ASSETS			
Current Assets			
Cash and cash equivalents	4	201,702	22,232
Trade and other receivables	5	6,542,086	3,228,076
Contract asset	6	6,307,433	9,014,616
Total Current Assets		13,051,221	12,264,924
Non-Current Assets			
Total Non-Current Assets		-	-
Total Assets		13,051,221	12,264,924
LIABILITIES			
Current Liabilities			
Trade and other payables	7	-	139,725
Accrued expenses	8	70,784	68,949
Total Current Liabilities		70,784	208,674
Non-Current Liabilities			
Total Non-Current Liabilities		-	-
Total Liabilities		70,784	208,674
Net Assets		12,980,437	12,056,250
EQUITY			
Retained earnings		12,980,437	12,056,250
Total Equity		12,980,437	12,056,250

The accompanying notes form part of these financial statements.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Statement of Changes in Equity

For the Year Ended 31 December 2022

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2022	12,056,250	12,056,250
Surplus / (deficit) for the period	924,187	924,187
Other comprehensive income	-	-
Total comprehensive income for the period	924,187	924,187
Balance at 31 December 2022	12,980,437	12,980,437

	Retained Earnings	Total
	\$	\$
Balance at 1 January 2021	(1,542,779)	(1,542,779)
Surplus / (deficit) for the period	13,599,029	13,599,029
Other comprehensive income	-	-
Total comprehensive income for the period	13,599,029	13,599,029
Balance at 31 December 2021	12,056,250	12,056,250

The accompanying notes form part of these financial statements.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Statement of Cash Flows

For the Year Ended 31 December 2022

	Note	2022 \$	2021 \$
Cash flows from operating activities			
Receipts from customers		209,050	4,524,051
Payment of development costs		(1,682,713)	(42,621,871)
Advances received for development project		1,653,133	37,592,801
Net cash provided by / (used in) operating activities		179,470	(505,019)
Cash flows from investing activities			
Net cash used in investing activities		-	-
Cash flows from financing activities			
Net cash used in financing activities		-	-
Net increase / (decrease) in cash and cash equivalents held		179,470	(505,019)
Cash and cash equivalents at beginning of year		22,232	527,251
Cash and cash equivalents at end of financial year	4	201,702	22,232

The accompanying notes form part of these financial statements.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd is a not-for-profit company limited by shares and is a controlled entity of Western Sydney University. The Company is incorporated and domiciled in Australia.

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied for all years unless otherwise stated.

(a) Basis of Preparation

The financial statements are general purpose financial statements that have been prepared in accordance with Australian Accounting Standards - Simplified Disclosure Requirements, Australian Accounting Interpretations, the *Government Sector Finance Act 2018* and *Government Sector Finance Regulation 2018*.

The financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements were authorised for issue by the Directors of the Company on 12 April 2023.

i. Critical accounting estimates

The preparation of financial statements in conformity with Australian Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis. All significant estimates or assumptions made in preparation of the financial statements have been explained in the accounting policy notes or subsequent notes.

ii. Foreign currency translations and balances

The functional currency of the Company is measured using the currency of the primary economic environment which is Australian dollars. The financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

(b) Basis for consolidation

Interest in Joint Arrangements

AASB 11 *Joint Arrangements* defines a joint arrangement as an arrangement of which two or more parties have joint control and classifies these arrangements as either joint ventures or joint operations.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd has determined that it has joint operations.

Joint operations

The Company's share of assets, liabilities, revenue and expenses of a joint operation have been incorporated into the financial statements under the appropriate headings. Details of the joint operations are set out in note 10.

Notes to the Financial Statements

For the Year Ended 31 December 2022

1 Summary of Significant Accounting Policies (continued)

(c) Comparative amounts

Comparative information is presented consistent with the previous year unless otherwise stated.

(d) Income tax exemption

The Company is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*.

(e) Goods and services tax (GST)

Revenue, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the financial statements are shown inclusive of GST.

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

The Company has been grouped with the parent entity for GST purposes effective 1 January 2019 and therefore the net GST receivable or GST payable as of 31 December 2022 is not reflected within these statements.

(f) Insurance

The Company is insured externally and in line with the parent entity's policies for all significant areas of risk exposure and accordingly, is not a self-insurer and makes no provision in its financial statements for internal coverage.

(g) New Accounting Standards and Interpretations

Certain new accounting standards and interpretation have been published but are not mandatory for 31 December 2022 reporting periods and have not yet been applied in the financial statements. The Company's assessment of the impact of these new standards and interpretations is that they will not materially affect any of the amounts recognised in the financial statements or significantly impact the disclosures in relation to the Company.

Standard	Application date	Description
AASB 2020-1	1 January 2023	Amendments to Australian Accounting Standards - Classification of Liabilities as current or non-current
AASB 2021-2	1 January 2023	Amendments to Australian Accounting Standards - Disclosure of Accounting Policies and Definition of Accounting Estimates

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Notes to the Financial Statements

For the Year Ended 31 December 2022

2 Revenue

	2022	2021
	\$	\$
Revenue from contracts with customers		
Development services	1,254,818	46,901,122
Total Revenue	1,254,818	46,901,122

Accounting Policy

Revenue is recognised under AASB 15 Revenue from Contracts with Customers. The Company has identified that the transfer of land and capital works in progress and providing development services are two separate performance obligations. The revenue was measured at the transaction price agreed under the contract and was allocated to each performance obligation based on standalone selling prices.

Legal title and control of the land and capital works in progress have passed to the customer on settlement, therefore revenue is recognised at a point in time when control over the property has been transferred to the customer.

The Company has elected to adopt the input method to recognise revenue to the extent of expenditure incurred based upon percentage of completion.

Management reviews information including progress towards completion, risks and opportunities and the related changes in estimates of revenues and costs.

Our estimation of variable consideration and inclusion of estimated costs in the determination of transaction price are based on anticipated performance and historical, current and forecast information that is reasonably available. We estimate transaction price to the extent it is probable that a significant reversal of cumulative revenue recognised will not occur when the uncertainty associated with the variable consideration is resolved.

Notes to the Financial Statements

For the Year Ended 31 December 2022

3 Expenses

	2022 \$	2021 \$
Property and development costs		
Construction costs	19,091	32,825,844
Total property and development costs	19,091	32,825,844
Finance costs		
Other		
External audit costs	23,835	31,520
Consulting and professional fees	287,705	444,729
Total other expenses	311,540	476,249
Total expenses	330,631	33,302,093

Accounting Policy

Legal title of land has passed to the customer upon sale. Expenses are recognised at the point in time when control passed to the customer.

Construction costs are expensed in the accounting period in which the services are rendered.

4 Cash and cash equivalents

	2022 \$	2021 \$
Cash at bank and on hand	201,702	22,232
Total cash and cash equivalents in statement of financial position and statement of cash flows	201,702	22,232

Accounting Policy

For Statement of Cash Flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Notes to the Financial Statements

For the Year Ended 31 December 2022

5 Trade and other receivables

	2022	2021
	\$	\$
Trade receivables	4,419	33,910
Related party receivables	6,537,667	3,194,166
Total trade and other receivables	6,542,086	3,228,076

Accounting Policy

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are classified as current assets, except for those which are not expected to be realised within 12 months after the end of the reporting period, which are classified as non-current assets.

6 Contract asset

	2022	2021
	\$	\$
Amounts due from customers for construction contracts	6,307,433	9,014,616
Total current contract assets	6,307,433	9,014,616

Accounting Policy

Calculated as the difference between cash received and total revenue recognised for the period.

Collectability of contract assets is reviewed on an ongoing basis. The Company measures the loss allowance at an amount equal to lifetime expected credit loss (ECL). The ECL is estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

When a contract asset is uncollectable the amount of the loss is recognised in the statement of comprehensive income within impairment of assets. Subsequent recoveries of amounts previously written off are credited to other revenue in the statement of comprehensive income.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Notes to the Financial Statements

For the Year Ended 31 December 2022

7 Trade and other payables

	2022	2021
	\$	\$
Trade payables	-	139,725
Total trade and other payables	-	139,725

Accounting Policy

Trade and other payables are carried at amortised cost and due to their short-term nature they are not discounted. These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial period, which are unpaid.

8 Accrued expenses

	2022	2021
	\$	\$
External audit costs	23,835	22,000
Consulting and professional fees	46,949	46,949
	70,784	68,949

Accounting Policy

Accrued expenses represent unpaid liabilities for goods and services provided to the Company prior to the end of the financial year.

Due to their short-term nature, the effect of the time value of money on their measurement is considered to be immaterial.

9 Contingent Liabilities

The Company had no contingent liabilities at 31 December 2022.

Notes to the Financial Statements

For the Year Ended 31 December 2022

10 Joint Operations

Joint operations

In 2018 the Company entered into a co-owners agreement and joint venture agreement (JVA) with Bieson Pty Limited (as Charter Hall Developer), The Trust Company (Australia) Limited (as Charter Hall Landowner) and Charter Hall Holdings Pty Limited (as Charter Hall Guarantor) to acquire land and construct a building at Hassall St., Parramatta NSW to create an Engineering Innovation Hub that will accommodate teaching and research, strategic partners and commercial tenants. The parties also entered into an agreement for lease (WSU AFL) with Western Sydney University.

In September 2020, the Company divested its interest as landowner under the co-owners agreement, JVA and WSU AFL to Ausco Unity 2 Pty Limited (Ausco). The Company still remains a party to the JVA and WSU AFL in its capacity as developer to develop the land jointly with Bieson Pty Limited.

As owner of the land Ausco agreed to provide funding up to the development amount of \$98,254,843. Under the sale and divestment arrangements, Ausco paid \$45,000,000 to WSU and funded the remainder of the development costs progressively during construction. The development achieved practical completion on 25 June 2021, following which Ausco settled the remainder of the development amount.

This settlement was reduced by a vacancy provision totalling \$29,108,035 in line with the original sale arrangements whereby the Company must provide a rental guarantee on any unleased space for five years after practical completion. During the financial year, the Company received \$4,302,792 from this provision, and will continue to recoup further funds as and when further tenants are secured for any remaining unleased space.

The Company and Bieson Pty Limited each share 50% of the project revenue, expenses, assets and liabilities during development. Due to the equal sharing of costs, the Company has determined this to be a jointly controlled operation.

Name of joint operation	Nature of relationship	Principal place of business	Development interest	
			2022 %	2021 %
Parramatta land development	Jointly controlled operation with Bieson Pty Limited	Parramatta NSW	50.00	50.00

The assets and liabilities employed in the above jointly controlled operations, including the Company's share of any assets and liabilities held jointly, are detailed below. The amounts are included in the financial statements under their respective categories.

	2022 \$	2021 \$
Statement of Financial Position		
Cash and cash equivalents	201,702	22,232
Trade and other receivables	4,419	33,910
Trade and other payables	-	(21,152)
Total assets and liabilities	206,121	34,990

Notes to the Financial Statements

For the Year Ended 31 December 2022

11 Related Parties

(a) Parent entity

The ultimate parent entity of the Company is Western Sydney University.

(b) Transactions with related parties

The following transactions occurred with related parties:

	2022	2021
	\$	\$
Contract asset		
Joint operation funding paid via parent	1,650,000	110,000
Total Contract asset	1,650,000	110,000

(c) Outstanding balances

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2022	2021
	\$	\$
Current receivables		
Western Sydney University	6,537,667	3,194,166
Total current receivables	6,537,667	3,194,166

(d) Other related parties

During 2021 a member of the parent entity Board of Trustees also chaired a number of subsidiaries of the Charter Hall Group. In particular, property related transactions involving the Company have occurred where the counterparty is a subsidiary of the Charter Hall Group for which the Board member was chair. The member resigned from the parent entity Board of Trustees effective 31 December 2021.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Notes to the Financial Statements

For the Year Ended 31 December 2022

12 Key Management Personnel Disclosures

Names of responsible persons and board members

The following persons were both responsible persons and board members of Western Growth Developments (Innovation Hub Parramatta) Pty Ltd during the financial year.

Mr Peter Pickering (Chair)
Professor Barney Glover

All responsible persons and board members are employees of the parent entity and are not remunerated by the Company for their executive responsibilities of this Company.

13 Auditors' Remuneration

During the year, the following fees were paid/payable for services provided by the auditor of the Company.

	2022	2021
	\$	\$
The Audit Office of New South Wales		
Audit of the financial statements	23,835	22,000
Total audit fees	23,835	22,000

14 Cash Flow Information

Non-cash financing and investing activities

The Company had non-cash investing and financing transactions during the financial year that are not reflected in the statement of cash flows. These are included in the statement of financial position.

	2022	2021
	\$	\$
Proceeds from development deposited in WSU bank account	5,420,803	3,180,864
Total non-cash financing and investing activities	5,420,803	3,180,864

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

ABN: 36 626 590 029

Notes to the Financial Statements

For the Year Ended 31 December 2022

15 Events Occurring After the Reporting Date

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Company, the results of those operations, or the state of affairs of the Company in future financial years.



INDEPENDENT AUDITOR'S REPORT

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

To Members of the New South Wales Parliament

Opinion

I have audited the accompanying financial statements of Western Growth Developments (Innovation Hub Parramatta) Pty Ltd (the Company), which comprise the Directors' Declaration, the Statement of Comprehensive Income for the year ended 31 December 2022, the Statement of Financial Position as at 31 December 2022, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, notes comprising a Summary of Significant Accounting Policies and other explanatory information.

In my opinion, the financial statements:

- have been prepared in accordance with Australian Accounting Standards and the applicable financial reporting requirements of the *Government Sector Finance Act 2018* (GSF Act), and the Government Sector Finance Regulation 2018 (GSF Regulation)
- presents fairly the Company's financial position, financial performance and cash flows.

My opinion should be read in conjunction with the rest of this report.

Basis for Opinion

I conducted my audit in accordance with Australian Auditing Standards. My responsibilities under the standards are described in the 'Auditor's Responsibilities for the Audit of the Financial Statements'[Status] section of my report.

I am independent of the Company in accordance with the requirements of the:

- Australian Auditing Standards
- Accounting Professional and Ethical Standards Board's APES 110 'Code of Ethics for Professional Accountants (including Independence Standards)' (APES 110).

Parliament promotes independence by ensuring the Auditor-General and the Audit Office of New South Wales are not compromised in their roles by:

- providing that only Parliament, and not the executive government, can remove an Auditor-General
- mandating the Auditor-General as auditor of public sector agencies
- precluding the Auditor-General from providing non-audit services.

I have fulfilled my other ethical responsibilities in accordance with APES 110.

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

Other Information

The Company's annual report for the year ended 31 December 2022 includes other information in addition to the financial statements and my Independent Auditor's Report thereon. The Directors of the Company are responsible for the other information. At the date of this Independent Auditor's Report, the other information I have received comprise the Directors' Report.

My opinion on the financial statements does not cover the other information. Accordingly, I do not express any form of assurance conclusion on the other information.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work I have performed, I conclude there is a material misstatement of the other information, I must report that fact.

I have nothing to report in this regard.

Directors' Responsibilities for the Financial Statements [Status]

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with Australian Accounting Standards, the GSF Act and GSF Regulations. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements[Status]

My objectives are to:

- obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error
- issue an Independent Auditor's Report including my opinion.

Reasonable assurance is a high level of assurance, but does not guarantee an audit conducted in accordance with Australian Auditing Standards will always detect material misstatements. Misstatements can arise from fraud or error. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions users take based on the financial statements.

A description of my responsibilities for the audit of the financial statements is located at the Auditing and Assurance Standards Board website at: www.auasb.gov.au/auditors_responsibilities/ar4.pdf. The description forms part of my auditor's report.

The scope of my audit does not include, nor provide assurance:

- that the Company carried out its activities effectively, efficiently and economically
- about the security and controls over the electronic publication of the audited financial statements on any website where they may be presented
- about any other information which may have been hyperlinked to/from the financial statements.

A handwritten signature in dark ink, appearing to read 'D Daniels'.

David Daniels
Director, Financial Audit

Delegate of the Auditor-General for New South Wales

14 April 2023
SYDNEY

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Appendices

Western Sydney University

2022 Actual to Budget Comparative Analysis

	2022 BUDGET \$'000	2022 ACTUAL \$'000	2022 VARIANCE \$'000	2022 VARIANCE %
INCOME FROM CONTINUING OPERATIONS				
GOVERNMENT	594,340	576,355	(17,985)	(3.0%)
ACADEMIC ACTIVITIES				
International Onshore	106,605	142,435	35,830	33.6%
International Offshore	1,681	1,055	(626)	(37.2%)
Local fee-paying	30,102	25,676	(4,427)	(14.7%)
External Research Grants	39,748	43,437	3,688	9.3%
Consulting, Contracting & Royalties	913	568	(346)	(37.8%)
Other Academic	53,634	59,185	5,550	10.3%
Sub Total	232,684	272,355	39,671	17.0%
OTHER INCOME ACTIVITIES				
Leases & Other Commercial	13,780	11,639	(2,140)	(15.5%)
Investment Income	16,792	(17,888)	(34,680)	(206.5%)
Land/Property Development Projects	47,741	25,840	(21,902)	(45.9%)
Capital Grants	0	5,512	5,512	
Other Incidental	12,041	17,318	5,277	43.8%
Sub Total	90,354	42,422	(47,933)	(53.0%)
ENTITIES				
The College	64,947	58,182	(6,764)	(10.4%)
Whitlam Institute	54	542	488	904.5%
Early Learning Limited	8,488	8,717	229	2.7%
Western Growth Developments (Westmead)	22,276	7,159	(15,117)	(67.9%)
Western Growth Developments (Innovation Hub Parramatta)	0	1,255	1,255	
Adjustments on Consolidation				
Sub Total	95,765	75,855	(19,910)	(20.8%)
TOTAL SELF-GENERATED INCOME	418,803	390,632	(28,172)	(6.7%)
TOTAL INCOME	1,013,143	966,986	(46,157)	(4.6%)
EXPENSES FROM CONTINUING OPERATIONS				
Schools	242,852	231,227	11,625	4.8%
Research	100,016	95,153	4,863	4.9%
Divisions	186,626	181,198	5,428	2.9%
Entities	95,747	71,052	24,695	25.8%
Consulting & Innovation	1,717	1,362	355	20.7%
University Wide	211,352	207,352	4,000	1.9%
Strategic Initiatives	32,422	34,267	(1,845)	(5.7%)
Minor Works (Expensed)	6,000	7,772	(1,772)	(29.5%)
External Trust & Tied Grants	22,353	23,311	(958)	(4.3%)
Corpus Fund Initiatives	3,641	4,067	(427)	(11.7%)
Strategic Transformation Projects	10,000	5,001	4,999	50.0%
Depreciation	86,099	92,828	(6,729)	(7.8%)
Land/Property Development Projects	8,756	22,961	(14,204)	(162.2%)
Adjustments on Consolidation				
TOTAL EXPENDITURE	1,007,582	977,551	30,031	3.0%
NET OPERATING RESULT	5,561	(10,565)	(16,126)	(290.0%)

Budget and Performance Indicators

Western Sydney University 2023 Budget

	2023
	BUDGET
	\$'000
INCOME FROM CONTINUING OPERATIONS	
GOVERNMENT	587,806
ACADEMIC ACTIVITIES	
International Onshore	171,619
International Offshore	1,899
Local fee-paying	32,538
External Research Grants	43,943
Consulting, Contracting & Royalties	678
Other	55,290
Sub Total	305,967
OTHER INCOME ACTIVITIES	
Leases & Other Commercial	16,363
Investment Income	43,994
Land/Property Development Projects	15,522
Capital Grants	21,755
Other Incidental	12,336
Sub Total	109,969
ENTITIES	
The College	57,802
Whitlam Institute	204
Early Learning Limited	9,121
Western Growth Developments (Westmead)	8,402
Western Growth Developments (Innovation Hub Parramatta)	0
Sub Total	75,530
TOTAL SELF-GENERATED INCOME	491,466
TOTAL INCOME	1,079,272
EXPENSES FROM CONTINUING OPERATIONS	
Schools	253,945
Research	102,400
Divisions	193,123
Entities	72,324
Consulting & Innovation	1,393
University Wide	275,647
Strategic Initiatives	38,796
Minor Works (Expensed)	6,000
External Trust & Tied Grants	27,683
Corpus Fund Initiatives	2,304
Strategic Transformation Projects	15,308
Depreciation	111,045
Land/Property Development Projects	12,404
TOTAL EXPENDITURE	1,112,371
NET REPORTED RESULT	(33,100)

Accounts Payable Performance Indicators – 2022

The University's payment terms to creditors is 30 days. Any variation to these terms with due justification must be approved by the University Treasurer. University payment runs are fortnightly. The majority of payments are made via electronic transfer with the remainder being settled by cheque.

Accounts Payable Performance Indicators - 2022

Category	First Quarter \$	Second Quarter \$	Third Quarter \$	Fourth Quarter \$
1. Schedule of Accounts Payable				
Paid within 30 days	59,011,229	54,771,508	40,349,566	75,861,151
Paid between 31-60 days	31,961,217	39,590,564	49,893,260	58,583,244
Paid between 61-90 days	3,203,839	3,894,451	4,592,384	4,621,473
Paid between 91-120 days	2,338,265	1,454,884	2,710,344	1,374,624
Paid more than 120 days	1,939,612	870,351	6,835,173	851,202
Total	98,454,161	100,581,758	104,380,728	141,291,693
2. Accounts Paid on Time				
Target percentage of accounts paid on time	100.0%	100.0%	100.0%	100.0%
Actual percentage of accounts paid on time [#]	59.9%	54.5%	38.7%	53.7%
Total dollar amount of accounts paid on time	59,011,229	54,771,508	40,349,566	75,861,151
Total dollar amount of accounts paid	98,454,161	100,581,758	104,380,728	141,291,693

[#] based on invoice date, not date received in Accounts Payable.

Investment Portfolio Performance – 2022

The University had \$487.6 million in investments at 31 December 2022 (\$505.5 million at 31 December 2021).

The Mercer Multi Manager Fund for Estate Development has returned 6.2% annualised, after fees and rebates since inception i.e. August 2018. For the 12 months to December 2022 the return has been -3.5% compared to benchmark of -4.6%. Distributions received during the year were re-invested in the respective funds.

The Mercer Multi Manager Fund for Foundation Fund has returned 4.2% annualised, after fees and rebates since inception i.e. December 2019. For the 12 months to December 2022 the return has been -5.0% compared to benchmark of -5.4%. Distributions received during the year were re-invested in the respective funds.

Fund	2022		2021		2020		2019	
	Actual Return %	Benchmark Return %	Actual Return %	Benchmark Return %	Actual Return %	Benchmark Return %	Actual Return %	Benchmark Return %
Other Financial Assets - Non-current								
Mercer Multi Manager Funds - Estate Development ¹	-3.50%	-4.60%	13.04%	12.88%	5.42%	3.19%	17.00%	17.40%
Mercer Multi Manager Funds - Foundation Fund ²	-5.00%	-5.40%	13.03%	12.88%	5.44%	2.52%	-0.77%	-
Unlisted Securities ³	-	-	-	-	-	-	-	-

1 - Mercer Multi Manager Funds - Estate Development: full year performance. The funds are invested in thirteen diversified investment funds.

2 - Mercer Multi Manager Funds - Foundation Fund: full year performance. The funds are invested in thirteen diversified investment funds.

3 - The University had \$22.0 million in unlisted securities as at 31 December 2022 (\$73.3 million at 31 December 2021) which are not measured for performance.

Promotion and Travel

For the 2022 year the total University expenditure for overseas travel was \$2,927,232. Travel was for a variety of University related purposes including research collaboration, university promotion and development of new partnerships, presentation of papers at conferences, overseas joint university projects, academic development program, student practicums and International study exchange and tours.

All Travel was in accordance with the University Travel Policy <https://policies.westernsydney.edu.au/document/view.current.php?id=268> which complies with regulations and guidelines of NSW Treasury.

Credit Card Certification

Credit card use within Western Sydney University is in accordance with the University's corporate credit card policy <https://policies.westernsydney.edu.au/document/view.current.php?id=65> which complies with regulations and guidelines of NSW Treasury.

Credit card usage is acquitted via the online Travel and Expense Management System and checked and authorised by the appropriate senior delegated officer.

The University conducts regular reviews of credit card usage and where a cardholder is found to be in contravention of the policy regulations by either misuse or non-acquittal in a timely manner, the credit card will be cancelled.

Funds Granted to Non-Government Community Organisations

During 2022 the University provided \$5,560 in funding to non-government community organisations:

Name of recipient organisation	Program area as per budget	Nature and purpose of project including aims and target clients	Amount \$
Ngaramura Indigenous Corporation	Community Engagement	The Ngaramura Project provides a supportive pathway assisting young people to re-engage with education through a cultural learning framework. Ngaramura is a Dharawal word meaning "see the way".	4,960
National Heart Foundation	Community Engagement	The Heart Foundation has been the trusted peak body working to improve heart disease prevention, detection, and support for all Australians.	600

Controlled Entities

Western Sydney University Early Learning Limited

Principal Objectives

The principal objective of the Company is to provide affordable, high quality early childhood care and education for the children of Western Sydney University staff, students and the local community.

Principal Activities and Strategic Projects

The Company strives to provide an innovative research-based education and care service delivering the highest quality care and education for children in their early years and providing a strong foundation for a lifetime of learning. The provision of this service is campus based to enable staff, students and the local community the greatest opportunity to balance work and study commitments with childrearing.

Performance Measures

The performance measures of the company are both financial and non-financial. The Company has adopted the following key performance indicators

- Ensure all services meet and where possible exceed Education and Care National Quality Standards
- Utilisation rates at all Centres increasing and stabilising
- Centralisation of the Financial and Administrative functions
- Financial operations of the Company consolidated into the University's financial reporting and budgeting cycle
- Continuing to explore ways of offering casual care in addition to permanent placement
- Community Engagement

Category	FY 2022 Actual	Annual 2022 Budget	% Full year achieved
Revenue	\$8,716,349	\$8,488,461	103%
Expenses	\$7,502,117	\$8,404,565	89%
Operating Surplus	\$1,214,232	\$83,896	
Accumulated Retained Earnings	\$5,091,359		

Management and Operations

Western Sydney University Early Learning Limited is a wholly owned entity of the Western Sydney University. An independent Board of Directors is responsible for the overall operations of the Company.

Western Sydney University Enterprises Pty Limited (trading as Western Sydney University The College)

Principal Objectives

The principal objective of the Company is to provide students high quality academic pathways to study at the University through its comprehensive range of University Foundation Studies and Diploma programs, English language training and testing services. Vocational programs are offered by The College's Registered Training Organisation (RTO). The College strives to continuously be aligned with Western Sydney University imperatives.

Principal Activities and Strategic Projects

The principal activities of the Company are structured into the following three key areas:

- Academic Pathway Programs which encompass Foundation Studies and a variety of Diploma programs for students transitioning to a bachelor's degree at Western Sydney University. The College continues to offer the Extended Diploma in addition to the existing University Foundation Studies and Integrated Diploma courses (which are equivalent to first year degree studies). Pathways for international students are also offered through Western Sydney University International College (WSUIC) which is a joint venture between The College and Navitas Pty Ltd located in Parramatta.
- English Language Programs enable international students to gain the academic English skills essential for University entrance. This unit also provides a diversity of programs for international study groups,

including industry visits and cultural immersion. The English Language Centre also conducts IELTS and other English language proficiency tests.

- The Registered Training Organisation (RTO) provides a suite of vocational courses in areas such as Training and Assessment, Leadership and Management and First Aid.

During the 2022 financial year, the Company undertook a number of strategic projects in accordance with its overall objectives and principal activities.

Performance Measures

The performance measures of the Company are both financial and non-financial:

- To transition the WSUIC to being an independent Higher Education Provider (HEP) for international pathways in the midst of a recovery of international enrolments post COVID-19.
- To sustain the English Language Centre through its post COVID-19 recovery phase, following to the relaxation on international travel restrictions.
- To provide a positive financial return to Western Sydney University.
- To provide alternative pathways options for students of Western Sydney.
- To operate a Registered Training Organisation with a VET offering.
- To develop and offer an inaugural suite of online Undergraduate Certificate courses to support the Federal Government's COVID-19 Higher Education Relief Package

Category	FY 2022 Actual	Annual 2022 Budget	% Full year achieved
Revenue	\$58,232,353	\$64,854,527	90%
Expenses	\$58,232,353	\$64,854,527	90%
Operating Surplus	\$0	\$0	
Accumulated Retained Earnings	\$6,765,448		

Management and Operations

Western Sydney University Enterprises Pty Limited (trading as Western Sydney University The College) is a wholly owned entity of Western Sydney University. An independent Board of Directors is responsible for the overall operations of the Company and the day to day activities are managed by a Chief Executive Officer. The Board has oversight of the Academic Pathway Programs Academic Committee, English Language Committee and Registered Training Organisation (RTO) Committee. The Finance Audit and Risk Committee of the Board has made a significant contribution to financial monitoring and reporting within the organisation.

Whitlam Institute within Western Sydney University Limited

Principal Objectives

The Whitlam Institute is a trustee of the Whitlam Institute within Western Sydney University Trust which was established by agreement between Western Sydney University and the Hon EG Whitlam in 2000. Its spirit is best captured in Gough's own words when signing the Deed of Gift:

'The greatest contribution that I hope to bestow is inspiration. That the work and causes championed in my parliamentary career and the statesman service that followed, will provide the basis for ongoing research and advocacy from this university into the contemporary challenges that confront and can improve the quality of life for all Australians.' [December 2003]

Principal Activities and Strategic Projects

The Whitlam Institute works as an educator, policy influencer and research institute. It is also home to the Whitlam Prime Ministerial Collection and the Whitlam Reading Room which houses selected books and papers donated by Mr. Whitlam. The collection provides on-line access to papers held both at the Institute and in the National Archives. It maintains an active public education program.

The Institute's strategic program continues to expand in accordance with the intentions outlined in its current Strategic Plan 2021-2023 and subsequently amended in the mid-term review. The strategic priorities focus on:

- The historical legacy;
- Contemporary relevance through public policy development;
- The education and outreach program;
- Governance;

- Organisation; and
- Resourcing.

Performance Measures

The performance measures of the Company are primarily of a non-financial nature and are driven by the philanthropic nature of the trust and the role of the trustee.

The Whitlam Institute is guided by the 'three great aims' that drove the Whitlam Program of 1972. They are

- to promote equality
- to involve the people of Australia in the decision-making processes of our land, and
- to liberate the talents and uplift the horizons of the Australian people.

Category	FY 2022 Actual	Annual 2022 Budget	% Full year achieved
Revenue	\$630,810	\$53,990	1168%
Expenses	\$247,442	\$90,063	275%
Operating Surplus	\$383,368	(\$36,073)	
Accumulated Retained Earnings	\$2,316,378		

Management and Operations

The Whitlam Institute within Western Sydney University Limited is a wholly owned entity of Western Sydney University.

The Whitlam Institute Board is politically bipartisan and consists of leaders in academia, business, and government organisations. The Board participates in the strategic development of the Institute.

The Whitlam Institute is led by its Interim Director Eric Sidoti. Its small secretariat is committed to the highest quality in all its activity whether that might be its policy and research work, outreach activity, public information program or events.

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd

Principal Objectives

The Company's principal objective is to act as a co-developer in respect of the Parramatta Project, 6 Hassall St Parramatta.

Principal Activities and Strategic Projects

The Company's principal activities for the promotion of its object are to:

- act as a co-developer in respect of the Parramatta Project;
- use and operate its interest in the completed Parramatta Project to generate rental income;
- sell, lease, licence, mortgage, charge or otherwise deal with the Land; and
- undertake other development activities in Greater Western Sydney in furtherance of WSU's strategic plan for its campuses for future sustainability and growth.

The Company entered into a co-owner's agreement and joint venture agreement (JVA) with Bieson Pty Limited (as Charter Hall Developer), The Trust Company (Australia) Limited (as Charter Hall Landowner) and Charter Hall Holdings Pty Limited (as Charter Hall Guarantor) to acquire land and construct a building at Hassall St., Parramatta NSW to create an Engineering Innovation Hub that will accommodate teaching and research, strategic partners and commercial tenants. The parties also entered into an agreement for lease (WSU AFL) with Western Sydney University.

In September 2020, the Company divested its interest as landowner under the co-owner's agreement, JVA and WSU AFL to Ausco Unity 2 Pty Limited (Ausco). The Company remains a party to the JVA and WSU AFL in its capacity as developer to develop the land jointly with Bieson Pty Limited.

Performance measures

The performance measures of the company are financial and non-financial related to the co-development of 6 Hassall St, Parramatta.

Category	<i>FY 2022 Actual</i>	<i>Annual 2022 Budget</i>	<i>% Full year achieved</i>
Revenue	\$1,254,818	\$1,310,407	96%
Expenses	\$330,631	\$344,407	96%
Operating Surplus/(Deficit)	\$924,187	\$966,000	
Accumulated Retained Earnings	\$12,980,437		

Financial KPI's ensure that the development is delivered within the parameters established by the approved business case.

Non-financial performance measures are currently centred on the delivery of the development within the approved timeframe.

Management and Operations

Western Growth Developments (Innovation Hub Parramatta) Pty Ltd is a wholly owned entity of Western Sydney University. A Board of Directors is responsible for the overall operations of the Company.

Western Growth Developments (Westmead) Pty Ltd

Principal Objectives

The Company's principal objective is to act as a co-developer in respect of the Westmead commercial building project.

Principal Activities and Strategic Projects

The Company's principal activities are to:

- (i) act as a co-developer in respect of the Westmead Project.
- (ii) use and operate its interest in the completed Westmead Project to generate rental income; and
- (iii) undertake other development activities in Greater Western Sydney in furtherance of WSU's strategic plan for its campuses for future sustainability and growth.

The Company entered into an agreement with Bieson Pty Limited (as Charter Hall Developer), The Trust Company (Australia) Limited (as Custodian) and Charter Hall Development Services Pty Ltd (as Development Manager) to develop land and building at Westmead. The Company and Bieson Pty Limited were granted a 125-year ground lease by Western Sydney University to carry out the development.

During 2020 the Company and Bieson divested their interests in the lease of Stage 1 of Lot 2 and appointed Charter Hall Nominees Pty Limited (as Trustee for the PFA Westmead Trust) (PFA) to take the lease on practical completion of the development of Stage 1 of Lot 2 which was achieved during March 2022. The Company continues to be a party to the joint arrangement as developer of Stage 1 of Lot 2 as further tenants are secured for remaining unleased space.

The Company has not divested any of its rights in relation to Stage 2 of Lot 2 or to Lot 3 of the development.

Performance measures

The performance measures of the company are financial and non-financial related to the co-development of Westmead.

Category	<i>FY 2022 Actual</i>	<i>Annual 2022 Budget</i>	<i>% Full year achieved</i>
Revenue	\$7,158,664	\$22,275,845	32%
Expenses	\$4,877,269	\$21,339,670	23%
Operating Surplus/(Deficit)	\$2,281,395	\$936,175	
Accumulated Retained Earnings	\$7,437,359		

Financial KPI's ensure that the development is delivered within the parameters established by the approved business case.

Non-financial performance measures are currently centred on the delivery of the development within the approved timeframe.

Management and Operations

Western Growth Developments (Westmead) Pty Ltd is a wholly owned entity of Western Sydney University. A Board of Directors is responsible for the overall operations of the Company.

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