

# Annual Report 2013



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Office of the Chancellor

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11 March 2014

Minister of Higher Education and Skills  
2 Treasury Place  
EAST MELBOURNE VIC 3002

Dear Minister,

In accordance with the requirements of regulations under the Financial Management Act 1994,  
I am pleased to submit for your information and presentation to Parliament the La Trobe University  
Annual Report for the year ending 31 December 2013.

The Annual Report was approved by the La Trobe University Council on 7 March 2014.

Yours sincerely,

Adrienne E Clarke AC  
Chancellor

## Message from the Chancellor



Adrienne E Clarke AC, Chancellor

2013 was the second year of Professor John Dewar's tenure and the first year in which he was supported by new senior management appointments. The Council has worked closely with Professor Dewar and his team on the development of the Future Ready strategy for the University.

We are working to ensure that the University is known for its excellence, creativity and innovation in areas of research, scholarship and learning that matter to the Australian community.

During 2013 the development of a new Master Plan was initiated. This will be designed to guide the University for several decades into the future. We plan to integrate the University into the local community and anticipate that the precinct will evolve into a true University town for Northern Melbourne.

Our recognition and commitment to supporting Indigenous culture and values at La Trobe was strengthened by the Council's appointment of Aunty Joy Wandin Murphy, senior elder of the Wurundjeri people as the first 'La Trobe University Elder'.

The Education Legislation Amendment (Governance) Act 2012 came into effect from January 1 2013. As a result we farewelled the elected staff and student representatives and acknowledged their important input to Council deliberations.

The Council also farewelled Emeritus Professor John McKenzie AM and Mr Jeffery Rosewarne.

Professor McKenzie was appointed to Council in 2008. He served as Deputy Chancellor and Chair of the Finance and Resources Committee from February 2010 until his retirement in June 2013. His long and dedicated service and many contributions were acknowledged. Mr Rosewarne was appointed as the Ministerial appointee in January 2012, retiring in April 2013. His knowledge of agriculture and biotechnology was extremely valuable to the University.

The Council welcomed two new members in 2013. Dr Phil Moors, who is the former Director and Chief Executive of the Royal Botanic Gardens Melbourne and was responsible for the planning and development of the new Australian Garden at the Royal Botanic Gardens Cranbourne. Also, Professor Marilyn Anderson was appointed by the State Government on the basis of her extensive experience in the business sector and her national and international standing in the biotechnology community. She is a Charles La Trobe Professor at La Trobe's School of Molecular Sciences. Both bring skills and experience which expand the expertise of the Council as we enter a phase of change and development.

Adrienne E Clarke AC  
Chancellor

## Message from the Vice-Chancellor



Professor John Dewar, Vice-Chancellor

La Trobe University's *Future Ready: Strategic Plan 2013-2017* sets out clear targets for our university: to be one of the top three universities in Victoria, one of the top dozen nationally and one of the top 300 internationally by 2017. It commits the University to a range of bold plans in teaching and learning, research and engagement.

The University has made considerable progress during the first full year of implementation of our Future Ready strategy, and we have many significant achievements of which to be proud. For example:

- On the research front, we enjoyed significant success this year in the latest ARC round, in which we improved our performance in ARC Discoveries over the previous year, and achieved the highest success rate of any Australian university in the Future Fellowship round.
- This has also been a big year for opening major new research and teaching facilities – specifically, the La Trobe Institute for Molecular Sciences (LIMS) building, opened in February, closely followed by the new Centre for AgriBiosciences and the La Trobe Rural Health buildings at Bundoora and Bendigo respectively.
- Many of our staff and students have been recognised for their outstanding work through external prizes and awards.
- In March 2013, we launched the La Trobe Art Institute, based in Bendigo but linked to all our regional communities. The Institute is already becoming an important platform for our engagement with the arts in regional Victoria, building on our existing support for the Bendigo Writers Festival and the Mildura Palimpsest.

- Our staff giving campaign, the Golden Lanyard, became the most successful staff giving campaign ever mounted by an Australian university, measured by the number of staff who donated money to the cause of supporting financially disadvantaged students.

The following pages contain further information regarding these and many other highlights of what was a very productive year, and demonstrate the very significant contributions that we make to our communities.

This has been an important year for higher education, and the sector has faced considerable challenges, including Federal Government budget cuts, increased volatility and competition for students both domestically and internationally, and significant increases in uncontrollable costs.

In order to ensure that we are well positioned to respond to these challenges and to realise our Future Ready strategy by 2017, in 2013 the University established a program known as Funding Future Ready to make certain we are able to re-invest in research, teaching and infrastructure.

Professor John Dewar  
Vice-Chancellor



# La Trobe at a glance



The Agora, Melbourne Campus

## PURPOSE/MISSION

**The purpose of La Trobe University is set out in the La Trobe University Act 2009.**

*La Trobe's founding mission was, and remains, to serve the community of Victoria for the purposes of higher education, for the education, economic, social and cultural benefit of Victorians and for wider Australian and international communities.*

*From inception, La Trobe has been particularly focused on providing access to quality higher education to those from disadvantaged backgrounds and has become an internationally recognised leader in this field.*

*Innovation in teaching and research was, and remains, central to its mission.*

*Through this re-enactment of its foundation legislation, La Trobe University reaffirms its commitment to the pursuit of excellence and innovation, providing for the needs of the Victorian, Australian and international communities.*

## OUR VISION

La Trobe will be a university known for its excellence and innovation in relation to the big issues of our time, and for its enthusiasm to make a difference.

La Trobe will be one of the top three Universities in Victoria, one of the top dozen nationally and one of the top 300 internationally.

## OUR VALUES

La Trobe University's values are outlined in *Future Ready: Strategic Plan 2013-2017*. Five values guide everything we do.

At La Trobe University we:

- Take a world view
- Pursue ideas and excellence with energy
- Treat people with respect and work together
- Are open, friendly and honest
- Hold ourselves accountable for making great things happen.

## QUICK FACTS

- Established in 1964
- First enrolments in 1967 – 552
- Provisional student load (EFTSL) in 2013 – 26,550
- Staff (full-time equivalent – provisional) in 2013 – 2,040
- More than 167,000 alumni
- Campuses in Melbourne (Bundoora and CBD), Bendigo, Albury-Wodonga, Mildura and Shepparton
- Faculties: Business, Economics and Law; Education; Health Sciences; Humanities and Social Sciences; and Science, Technology and Engineering.

## ACKNOWLEDGEMENT

La Trobe University proudly acknowledges the traditional custodians of the lands on which its campuses are located in Victoria.

We recognise that Indigenous Australians have an ongoing connection to the land and the University values their unique contribution both to the University and the wider Australian society.

# Becoming Future Ready

## OUR UNIQUE CHARACTER AND PURPOSE

*"The true measure of a university's greatness is the total effect it has on human welfare and progress."*

*Professor David Myers, 1967 – First Vice-Chancellor of LTU*

We believe that higher education is transformative. It shapes people and transforms societies. Our purpose has always been to serve our communities through higher education, for their social, economic and cultural benefit.

La Trobe University, through the *Future Ready: Strategic Plan 2013-2017*, aspires to become a university known for its excellence, creativity and innovation in relation to the big issues of our time, and for its enthusiasm in providing the leadership needed to make a difference.

We will do this by equipping our graduates to deal with some of our most significant challenges and conducting research that addresses our most pressing issues including climate change, the ageing of our population, disease, resource scarcity and equitable social development.

Today, as in the past, we seek knowledge and are not afraid to challenge accepted thinking. Our success is driven by people who are committed to making a difference.

We aim to ensure that we attract the very best minds in teaching and research, continue to be a university that welcomes and supports students who are the first in their family to attend university, provide state-of-the-art teaching and research facilities and make a strong social, economic and intellectual contribution.

In order to ensure the sustainable delivery of this strategy in 2013 the University began a renewal process known as Funding Future Ready. This will enable revitalisation of research output, alignment of our staffing skills and expertise to our strategic requirements, boosting of our teacher quality and modernising of internal structures to make the organisation more modern and agile.

Much of the scoping and evaluation work was undertaken in 2013, with progressive implementation scheduled over 2014.

## CREATING FUTURE READY GRADUATES

We take great pride in producing graduates who make meaningful contributions in their chosen fields.

To date, more than 167,000 students have graduated from La Trobe and among them are some of the most influential people their generations have produced.

As part of La Trobe University's *Future Ready: Strategic Plan 2013-2017*, we are reimagining learning and teaching to create graduates who will meet the demands of our collective future.



Research in agriculture

## ADDRESSING THE BIG ISSUES THROUGH RESEARCH

La Trobe University is committed to conducting research that addresses the most significant issues of our time.

Our research strengths are widely known. The Australian Government's Excellence in Research for Australia (ERA) 2012 (the latest data available) recognised La Trobe as Australia's top-ranked university for research in Microbiology equal top in Biochemistry and Cell Biochemistry and Veterinary Science. Nine fields of research at the four-digit level rated 'well above' world standard and a further seven rated 'above' world standard.

The University has set ambitious research goals in Future Ready, including doubling research income by 2017; developing more significant game-changing partnerships and focusing investment on a small number of research focus areas to raise the quality, impact and volume of research activity across all campuses and further enhance the international reputation of the University.

Five cross-disciplinary Research Focus Areas (RFAs) have now been established, building on our existing and potential research strengths and bringing together a broad range of cross-disciplinary expertise, to address some of the most pressing questions affecting the future of human societies and their environments. The RFAs are:

- Securing food, water and the environment
- Sport, exercise and rehabilitation
- Understanding disease
- Building healthy communities
- Transforming human societies

To find out more about our RFAs please visit:

[latrobe.edu.au/research](http://latrobe.edu.au/research)





Clinical students

## REIMAGINING CURRICULUM: THE LA TROBE FRAMEWORK

We are changing what we teach and how we teach to ensure that our graduates are renowned for their employability, for their deep understanding of the most pressing challenges facing the global community, and for their ability to address those challenges intelligently and decisively.

The new La Trobe Framework emphasises breadth of learning and systematic exposure to the major challenges students will face in their lifetimes.

Extensive work has been undertaken in 2013 so that from 2014 our coursework degrees will have embedded in them three La Trobe Essentials: Global Citizenship, Innovation and Entrepreneurship, and Sustainability Thinking. These are vital areas of learning that will foster the skills and knowledge needed to become future ready.

Our students will be given every opportunity to enrich their learning by applying themselves in workplaces, as part of project teams, and by studying abroad.

La Trobe already offers professional degrees in health sciences, education, engineering, business and law that require the completion of clinical placements, practicum or industry experience. Our work-ready degrees in arts and science recognise co-curricular activities including volunteering, internships, cadetships and employment.

We are making these opportunities available to more students and improving opportunities for innovation and entrepreneurship by working closely with partners in business and industry and our communities.

We believe education should be globally relevant. Through our Study Abroad Program we offer overseas study opportunities at more than 100 universities in over 30 countries in Asia, Europe and North and South America.

The new La Trobe Hallmark Program allows our students to join teams of ground-breaking researchers to work on some of the world's most pressing issues. Being the best in these areas will simply mean studying at La Trobe.

And we are redefining student experience through our Radical Learning Project. We are employing new pedagogical approaches, rich educational technologies, online educational resources and blended learning to change the way we teach and learn.

These changes will give our graduates the knowledge they need to understand and resolve some of the most complex issues facing our communities and the experience they need to make a difference. Our graduates will be work ready, world ready and future ready.

## NEW FACILITIES

We have invested significantly, with the support of State and Federal Governments, in expanding our research capacity with more than \$450 million of new research facilities.

The \$100 million La Trobe Institute for Molecular Science (LIMS) complex was opened in February 2013 and is set to position La Trobe as an international research leader in molecular science, biotechnology and nanotechnology.

LIMS already has an international reputation for its research into the basis of human, plant and animal disease, and for driving technological approaches to combating disease.

The \$288 million AgriBio, Centre for AgriBioscience was opened by Victorian Premier Denis Napthine in April 2013. Research conducted at the Centre will contribute to the protection of Victoria's \$11.8 billion agricultural sector from disease threats and address some of our most significant challenges including climate change and drought.

In May 2013 the Federal Minister for Higher Education and Skills, Sharon Bird, opened the new La Trobe Rural Health School at the University's Bendigo Campus. As a result Bendigo is now home to some of Victoria's newest and best health education facilities, as part of a \$75.9 million investment.

Ours is a vibrant research culture – a culture that values academic freedom, attracts exceptional staff and students, brings disciplines together to address global problems, attracts game-changing partners and fosters the very best research.

## INTERNATIONAL EDUCATION AND EXCHANGES

Since its inception, La Trobe has adopted an international perspective.

Our campuses have a great international feel, thanks to an increased presence of students from across the world. Most hail from Asia and the Middle East; and there are growing numbers from countries in Latin America and Africa.

In 2013, 6,078 international students were studying on La Trobe's Victorian campuses from overseas, representing 17.5 per cent of total enrolments.

As well as bringing international students to Australia, La Trobe is sending increasing numbers of Australian students on student exchange and outbound programs across the world.

In 2013, 792 La Trobe students undertook a semester exchange, short course program, clinical placement, internship or volunteering experience overseas – a 25 per cent increase over 2012.

## COMMUNITY PARTNERSHIPS

La Trobe worked hard in 2013 to build stronger partnerships with regional communities, including formalising an agreement with the Bendigo and Adelaide Bank to work more closely in areas of common interest, as well as the ongoing sponsorship and support of the Bendigo Writers Festival. The University also announced in 2013 that it would create Australia's premier regional art school – to be known as the La Trobe Art Institute – and appointed five respected community and artistic leaders as Adjunct Professors.

In July the University hosted a summit of community, education, government and industry leaders and produced a strategic plan for Melbourne's northern suburbs. It also signalled a commitment to build on the University's existing strengths to become Australia's leading sports university, catering to elite athletes as well as study and research.

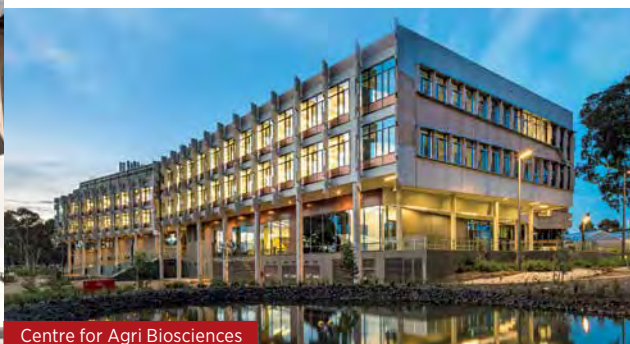
# The year in review – 2013 highlights



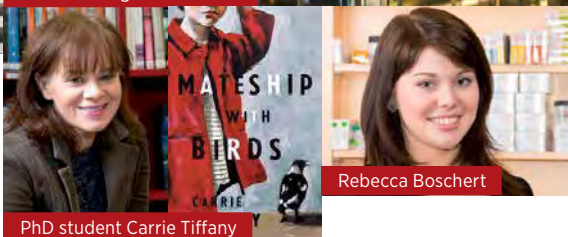
La Trobe Institute for Molecular Sciences

## EXCELLENCE IN KEY WORLD ISSUES

- The \$288 million Centre for Agri Biosciences officially opened.
- The \$100 million La Trobe Institute for Molecular Sciences officially opened.
- La Trobe is named as a core partner in the new \$100 million Co-operative Research Centre for Living with Autism Spectrum Disorders.
- La Trobe University is the only institution outside America selected to take part in a five-year \$12.5 million science program (Extracellular RNA atlas) by the peak United States' medical science funding body, the National Institutes of Health (NIH).
- The development of La Trobe Asia which will play a key role in supporting the aims of Future Ready by building key partnerships with Asian universities in teaching and research and expanding public understanding of Australia's engagement with Asia.



Centre for Agri Biosciences



PhD student Carrie Tiffany

Rebecca Boschert

## OUTSTANDING STUDENTS

- Six civil engineering students at the Bendigo Campus received scholarships worth more than \$50,000.
- PhD student Carrie Tiffany won the Miles Franklin and Stella Prize Literary Award for her book *Mateship with Birds*.
- Rebecca Boschert is named as Australia's top pharmacy student.
- Law graduate Catherine Eglezos is awarded the 2013 Victoria Law Foundation Chief Justice's Medal for Excellence and Community Service.



Autism research



Science research





\$75.9 million La Trobe University Rural Health School

## EXCEPTIONAL STAFF

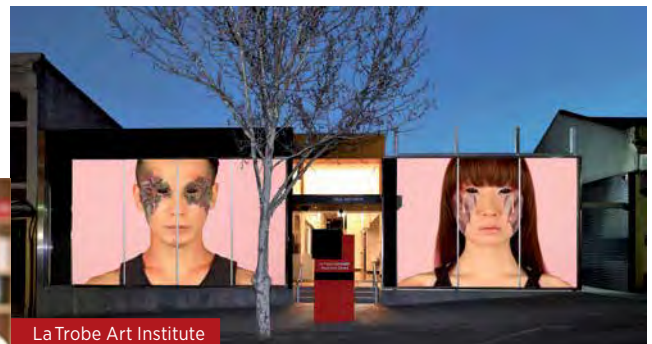
- Professor Robert Manne, Professor Dennis Altman and Dr Elizabeth Finkel appointed Vice-Chancellor's Fellows and Ms Rosa Storelli appointed as Adjunct Professor.
- Academic Dr Rhiannon Evans is named one of the world's 20 leading University Instructors on iTunesU.
- Historian and author Dr Janet Butler wins the 2013 NSW Premier's Australian History Prize.
- Dr Warwick Grant receives Grand Challenges Explorations grant from the Bill and Melinda Gates Foundation to pursue an innovative global health and development research project, and address river blindness.
- The University is awarded more than \$1.8 million in NHMRC grants for projects commencing in 2014.
- La Trobe also received almost \$8 million in Australian Research Council (ARC) grants; ten research projects funded by more than \$3m worth of Discovery Grants (up 25 per cent on last year); one of only 17 Outstanding Researcher Awards nationally; plus seven prestigious Future Fellowships valued at \$4.8 million.



Newly appointed Fellow, Prof. Robert Manne

## LIVELY CONNECTED CAMPUSES

- The \$75.9 million La Trobe University Rural Health School was officially opened in Bendigo.
- The La Trobe Art Institute, Australia's premier regional art school is created.
- Melbourne's North Summit was attended by 250 people from local municipalities to discuss how key stakeholders in the region could be part of the educational, economic and cultural renewal of the area.
- Our relationship with Melbourne Heart Football Club was strengthened, providing outreach to local schools and assisting with the development of our playing fields to FIFA standards.
- The La Trobe Vision for the Melbourne Campus was developed to encapsulate our past and future direction and to ensure our University evolves from a university campus to a university town.



La Trobe Art Institute



Harry Kewell in the podiatry clinic

## GAME CHANGING PARTNERS

- A new government-funded Food Industry Innovation Precinct is established and hosted by La Trobe University at its Melbourne Campus, in conjunction with RMIT.
- A \$418,183 National Health and Medical Research Council grant will allow La Trobe Rural Health School and its partners to test an innovative community participation model that will change the way health services are delivered to rural communities.
- La Trobe University and the Hanoi University of Science and Technology signed a renewed five-year agreement during a celebration of HUST's School of International Education's 10th anniversary.
- A new partnership with Northern Metropolitan Institute of Technology led to the creation of Melbourne Polytechnic.
- La Trobe was the National Gallery of Victoria learning partner for the Melbourne Now exhibition.
- La Trobe University announces a new partnership with the AFL Players' Association and launches La Trobe Sport which will drive the University's vision to be the leading Australian university for sport, the best place to study sport, the best at sport research, and the best at working with the sport industry and community partners.
- There were continued and expanded partnerships with the Charles La Trobe Teaching School and the Koorie Academy of Excellence.

## NATIONAL AND INTERNATIONAL RANKING

- We are ranked in the top 100 universities under 50 years old by the Times Higher Education Ranking.
- We are also ranked in the top 500 universities in the world by the influential Shanghai Jiao Tong University Academic Ranking of World Universities.
- Sociology at La Trobe is ranked 43rd in the world and 5th in Australia by the QS World University Rankings by Subject. Communication and Media Studies, Education and Training, History and Archaeology, and Linguistics were all ranked in the top 100.
- We are in the top 250 for Social Science in the rigorous National Taiwan University's Performance Ranking of Scientific Papers for World Universities.
- La Trobe Business School's MBA was ranked number two in Victoria by the Australian Financial Review's important 2013 BOSS MBA rankings, and given a 5 Star rating for a third successive year by the Graduate Management Association of Australia.



Christopher Davey with Professor Tim Murray from Archaeology





La Trobe's sustainable efforts are recognised

## SUSTAINABLE AND ETHICAL

- An Honorary Degree was bestowed on Dr Bob Brown, former leader of the Australian Greens Party for his commitment to environmental protection, human rights and social justice.
- La Trobe's sustainability efforts were recognised, alongside corporate giants Nike, Intel, Coca-Cola and Marks & Spencer, at the annual Corporate Register Reporter Awards in London in late April 2013.
- La Trobe University was ranked first in Australia – and 63rd internationally – in the Universitas Indonesia Greenmetric Ranking of World Universities. More than 215 universities from 49 countries took part in the survey, which is now in its third year.
- The La Trobe Award in Sustainability was introduced to recognise all students who volunteer in events or projects which focus on sustainability and sustainable living. Students who are successful in attaining the award will be rewarded with formal recognition on their academic transcript and the La Trobe Award in Sustainability Certificate.



Wildlife Sanctuary tour



Dr Bob Brown



Prof. Marilyn Anderson

## ALUMNI

- Dr Tony Radford, a La Trobe University distinguished Alumni Award winner, was among a group of leading innovators who received the prestigious Clunies Ross Award from the Australian Academy of Technological Sciences and Engineering.
- La Trobe University recognised its distinguished alumni in the 2013 Alumni Awards, including the Director and Chief Executive of the Royal Botanic Gardens Professor Tim Entwistle, Australian Director of the Nature Conservancy Dr Michael Looker and triple Paralympian Tim Matthews OAM. Also honoured were La Trobe University Professor Marilyn Anderson, Professor Antony Bacic and Professor David Craik, all of whom are Fellows of the Australian Academy of Science. Miriam Fathalla, a community arts organiser, won the Young Achiever Award.



Inaugural Indigenous Strategy and Education Dinner



Alumni Award winner, triple Paralympian Tim Matthews OAM.



# Our organisation

## SENIOR OFFICERS AND EXECUTIVE DEANS 2013



**Adrienne E Clarke AC**  
Chancellor

### La Trobe University Council



**Professor John Dewar**  
Vice-Chancellor



**Professor John Rosenberg**  
Senior Deputy Vice-Chancellor and Vice-President (Global Relations)

- student load planning and management
- market research and analysis; marketing, communication and engagement
- international and domestic student recruitment
- educational partnerships and student pathways
- postgraduate program leadership.



**Professor Jane Long**  
Deputy Vice-Chancellor and Vice-President (Academic)

- reform and renewal
- university library
- academic staffing
- educational quality
- curriculum, teaching and learning centre
- equity and participation.



**Professor Keith Nugent**  
Deputy Vice-Chancellor (Research)

- research partnerships and commercialisation
- research development and services
- graduate research
- research education and development
- e-research
- human ethics
- research centres and institutes.



**Ms Natalie MacDonald**  
Vice-President (Administration)

- ICT
- systems and process improvement
- student services and administration
- risk and safety
- people and culture
- infrastructure and operations
- business planning and reporting
- legal and governance.



**Ms Perry Sperling**  
Chief of Staff

- strategy and projects
- alumni and advancement
- government relations
- strategic partnerships.



**Professor Brian McGaw**  
Deputy Vice-Chancellor (Future Ready)  
(Former Executive Dean Faculty STE)

- leading and funding the implementation of La Trobe University's strategic plan, Future Ready.



**Mr Pranay Lodhiya**  
Vice-President: Finance/  
Chief Financial Officer

- financial operations
- budgeting and reporting
- finance and faculty operations
- financing.



**Professor Lorraine Ling**  
Executive Dean:  
Faculty of Education



**Professor Karen Dodd**  
Executive Dean:  
Faculty of Health Sciences



**Professor Timothy Murray**  
Executive Dean:  
Faculty of Humanities and Social Sciences



**Professor Leigh Drake**  
Executive Dean:  
Faculty of Business, Economics and Law



**Dr Elizabeth Johnson**  
Acting Executive Dean:  
Faculty of Science, Technology and Engineering

**Professor Tim Brown**  
Former Deputy Vice-Chancellor and Vice-President: Research  
Until January 2013

**Mr David Ensor**  
Former Chief of Staff:  
External Relations  
Until April 2013

## MEMBERSHIP OF LA TROBE UNIVERSITY COUNCIL 2013

Total meetings in 2013: eleven (11)



**Adrienne E Clarke AC**  
**Chancellor**

*BSc(Hons), PhD Melbourne*

Distinguished career in education, research and innovation and public service; Laureate Professor, School of Botany (University of Melbourne); Board Member – The Nature Conservancy; Board Member – Victorian Curriculum and Assessment Authority. Appointment to Council: 24/08/2010 Meetings attended in 2013: eleven (11)



**Mr Tony De Domenico**  
**Governor-in-Council appointment**

*Fellow of Australian Institute of Management*

Member of Australian Institute of Company Directors; Deputy Chief Minister, ACT 1995-1997; Currently Executive Director, Urban Development Institute (Vic). Appointment to Council: 8/09/2009 Reappointed: 13/06/2012 Appointed Deputy Chancellor: August 2013 Meetings attended in 2013: nine (9)



**Mr Andrew Eddy**  
**Governor-in-Council appointment**

*BComm Melbourne*

Fellow of the Institute of Chartered Accountants in Australia (FCA), Australian Society of Certified Practising Accountants (FCPA) and Australian Institute of Company Directors (FAICD). Appointment to Council: 19/10/2010 Reappointed: 01/01/2013 Appointed Deputy Chancellor: August 2013 Meetings attended in 2013: eleven (11)



**Mr Richard Guy OAM**  
**Governor-in-Council appointment**

*BAppSc Melb, MSc London*

Former Chairman Bendigo Bank (1986-2006); former Director Elders Rural Bank (1998 - 2005); MD Crystal Industries; Director Girtton Grammar School. Appointment to Council: 10/02/2009 Reappointed: 01/01/2012 Appointed Deputy Chancellor (Regional): August 2013 Meetings attended in 2013: seven (7)



**Professor John Dewar**  
**Ex officio Vice-Chancellor**

*BCL, MA Oxon, PhD Griffith*

Commenced as Vice-Chancellor in January 2012. Meetings attended in 2013: ten (10)



**Professor Simon Crowe**  
**Ex officio (Chair, Academic Board)**

*BBS (Hons), BSc, PhD La Trobe; MSc Melbourne; Grad Dip Bus Deakin*

Commenced as Chair, Academic Board in March 2012. Meetings attended in 2013: ten (10)



**Ms Jennifer Williams**  
**Governor-in-Council appointment**

*BEC La Trobe, MSc Washington DC; FAICD*

Chief Executive of Australian Red Cross Blood Service (2009 - current); Chief Executive of Alfred Health (2004 - 2009); Chief Executive of Austin Health (1997 - 2004); Commissioner Australian Commission on Safety and Quality in Health Care (2006 - 2008); Director Mental Health Research Institute (2002 - 09); 1995 Victorian Business Woman of the Year - Public Sector Category. Appointment to Council: 01/01/2009 Reappointed: 01/01/2012 Meetings attended in 2013: ten (10)



**Ms Jamila Gordon**  
**Council appointment**

*BBus&IT La Trobe; AssocDipAcc Bendigo TAFE; Graduate of the Australian Institute Company Directors (GAICD)*

Substantial experience in multinational IT environments; former Director of Société Internationale de Telecommunication Aeronautiques (SITA); former Qantas Group Chief Information Officer; Currently Leighton Holdings Group Chief Information Officer. Appointment to Council: 01/10/2009 Reappointed: 01/01/2012 Meetings attended in 2013: eight (8)



**Mr William Kelty AC**  
**Council appointment**

*BEC La Trobe*

Industrial relations (former ACTU Secretary); economic policy, wage and superannuation reforms. Appointment to Council: 02/06/08 Reappointed: 01/01/2012 Meetings attended in 2013: ten (10)



**Mr Peter McDonald**  
**Council appointment**

*BA, MA of Professional Accounting*

Fellow CPA Australia, Fellow Australian Health Services Financial Management Association, Member Australian Institute of Company Directors. Appointment to Council: 13/09/2012 Meetings attended in 2013: nine (9)



**Professor Marilyn Anderson**  
**Governor-in-Council appointment (part year)**

*BSc Hons Melb, PhD in Biochemistry La Trobe*

Founding Scientist and Chief Science Officer Hexima Ltd, Fellow of the Australian Academy of Science (FAA); Fellow of the Australian Academy of Technological Sciences and Engineering (FTSE); Fellow of the Australian Institute of Company Directors. Appointed to Council: 01/08/2013 Meetings attended in 2013: four (4)

**Mr Jeff Rosewarne**

Ministerial appointee member (part year); Appointment to Council: 01/01/2012; Meetings attended in 2013: two (2); Term concluded: 19/4/2013



**Dr Philip Moors AO**  
**Council appointment**

*BSc (Hons) Australian National University, PhD University of Aberdeen, Scotland*

Previous roles include Director and Chief Executive of Royal Botanic Gardens Melbourne. Appointed to Council: 01/03/2013 Meetings attended in 2013: nine (9)

**Emeritus Professor John McKenzie AM FAA**

Council appointment (Deputy Chancellor) (part year) Appointment to Council: 01/01/2009; Appointed Deputy Chancellor: 13/02/2010; Meetings attended in 2013: four (4); Term concluded: 11/06/2013

# Operating framework

## GOVERNANCE AND ACCOUNTABILITY

La Trobe University was established under the *Victorian La Trobe University Act 1964* and was Victoria's third University when it was officially opened by the Premier of Victoria on 8 March 1967.

The University continues to operate under the La Trobe University Act 2009 (the Act) which was assented to on 1 December 2009 and came into operation on 1 July 2010.

Section 6 of the Act provides that the University is a body politic and corporate with perpetual succession and that it is capable of doing all acts and suffering all things that a body corporate can do and suffer at law. This includes suing and being sued and acquiring, holding and dealing with real and personal property for the purposes of the Act.

The University is committed to quality and accountability in its operations, ensuring that there are appropriate processes in place to maintain and improve the quality of its research, teaching and learning, and how it engages with the communities it serves.

## RELEVANT MINISTER

The relevant minister in the current Victorian government is the Minister for Higher Education and Skills, the Hon Peter Hall MLC.

## OBJECTIVES, FUNCTIONS, POWERS AND DUTIES

### Objectives

The objectives of the University set out in section 5 of the Act are:

- (a) to provide and maintain a teaching and learning environment of excellent quality offering higher education at an international standard
- (b) to provide vocational education and training, further education and other forms of education determined by the University to support and complement the provision of higher education by the University
- (c) to undertake scholarship, pure and applied research, invention, innovation, education and consultancy of international standing and to apply those matters to the advancement of knowledge and to the benefit of the wellbeing of the Victorian, Australian and international communities
- (d) to equip graduates of the University to excel in their chosen careers and to contribute to the life of the community
- (e) to serve the Victorian, Australian and international communities and the public interest by:
  - (i) enriching cultural and community life
  - (ii) elevating public awareness of educational, scientific and artistic developments
  - (iii) promoting critical and free enquiry, informed intellectual discourse and public debate within the University and in the wider society

- (f) to use its expertise and resources to involve Aboriginal and Torres Strait Islander people of Australia in its teaching and learning, research and advancement of knowledge activities and thereby contribute to:
  - (i) realising Aboriginal and Torres Strait Islander aspirations, and
  - (ii) the safe guarding of the ancient and rich Aboriginal and Torres Strait Islander cultural heritage
- (g) to provide programs and services in a way that reflects principles of equity and social justice
- (h) to confer degrees and grant other awards
- (i) to utilise or exploit its expertise and resources, whether commercially or otherwise.

### Powers and duties

The Act provides the broad framework for the governance and organisation of the University:

- (a) Section 8 prescribes the Council as the principal governing body of the University.
- (b) Sections 9 and 10 set out the key powers and functions of the Council, including the power to confer any degree or grant any diploma or other award to a student of the University.
- (c) Section 15 sets out the responsibilities of Council members.
- (d) Section 18 provides that the Council may, by instrument, delegate its powers or functions under the Act to any member or committee of the Council, a member of the staff of the University, the Academic Board or any other entity prescribed in a University Statute.
- (e) Section 20 provides for the establishment of the Academic Board.
- (f) Section 26 provides for the appointment of the Vice-Chancellor by the Council.
- (g) Section 28 gives the Council power to make Statutes and Regulations for or with respect to all matters governing the University.
- (h) Sections 35 to 38 regulate the acquisition and disposal of property, including land, by the University.
- (i) Sections 44 to 47 deal with the application and auditing of funds of the University.
- (j) Sections 48 to 51 regulate the formation and auditing of joint ventures and companies.
- (k) Sections 52 to 60 deal with the development and application of Ministerial Guidelines for University commercial activities.



## LA TROBE'S CODE OF CONDUCT

The University, in its policies and actions, must adhere to the highest standards of professional integrity.

We promote critical enquiry and the rational evaluation of evidence, even if turning that critical focus on some of our own actions and practices may cause some discomfort.

We support, and where appropriate lead action to mitigate social harm from environmental degradation, social exclusion, and political and cultural discord.

The purpose of this Code of Conduct is to provide members of LaTrobe University with an understanding of the standards required of them in their dealings with both national and international communities.

The Code is applicable to all staff, conjoiners, volunteers, Members of the Council of the University and external members of University committees, who are to uphold the values and comply with the code in the performance of their duties and in their endeavours. Partners, contractors and visitors are to acknowledge and observe the code in their dealings with the University.

### Trust and respect

Trust is reliance on another person's integrity, confidentiality and fairness; and demonstrating those principles personally.

#### We will:

- know when it is appropriate to share information with others inside and outside the University
- be reliable and maintain the integrity, confidentiality and privacy of official University information
- maintain appropriate confidentiality in our dealings with our colleagues
- acknowledge the responsibility of our positions and that we are regarded as having expertise, knowledge and skills in our field and area of work.

Respect is recognising the importance of diversity and difference and promoting a culture that does not tolerate bullying, discrimination or harassment.

#### We will:

- acknowledge Aboriginal culture and heritage and the traditional custodianship of the lands on which the University is situated
- treat everyone with respect and courtesy and without discrimination or harassment and encourage intellectual freedom
- seek approval and guidance from our colleagues where appropriate
- ensure that our conduct does not harm others
- value difference and diversity and others' opinions, choices and approaches.

## Honesty and fairness

Honesty is being sincere and fair and acting with integrity in day-to-day dealings in the University community and ensuring that actions are clear, transparent and accountable.

#### We will:

- behave honestly and with integrity in our dealings with our colleagues and community
- comply with any relevant legislative, industrial or administrative requirements
- act with care and diligence in the course of our employment and use University resources in a proper manner
- politely decline personal gifts or benefits unless permissible under University policies or procedures
- show transparency when conflicts of interest arise
- refrain from improper use of privileged information or position.

Fairness is treating others equally regardless of personal differences and making judgements that do not discriminate against individuals.

#### We will:

- comply with principles of natural justice and procedural fairness when making decisions or when resolving grievances
- be committed to the principle of academic freedom as essential to the proper conduct of teaching, research and scholarship
- recognise not only our rights, but the rights of our colleagues and those in our community.

## About the Code

### LaTrobe University:

- provides a workplace that is free from discrimination and recognises and utilises the diversity of its employees
- has the highest ethical standards
- is accountable for its actions
- establishes workplace relations that value communication, consultation, cooperation and input from employees on matters that affect their workplace
- provides a fair, flexible, safe and rewarding workplace
- focuses on achieving results and managing performance
- provides a fair system of review of decisions taken in respect of employees
- encourages staff to exercise their rights to intellectual freedom on matters relevant to areas of specialist knowledge and expertise.

# Human resources

## EQUAL OPPORTUNITY REQUIREMENTS

La Trobe University promotes full and equal participation in the University for all students and staff. We strive to meet all current state and federal human rights, anti-discrimination and equal opportunity legislation in all of our University practices.

We have policies, procedures and measures in place to continuously monitor and initiate efforts towards a work and study environment that values equality of opportunity, cultural diversity and one which is free from sexual harassment, harassment and discrimination.

Our Equality and Diversity Awareness Program is delivered to staff to give them an understanding of harassment and discrimination legislation at both State and Commonwealth levels, and the skills to implement good practices in their workplaces including equitable recruitment, promotion and reclassification for staff and selection and assessment of students based on merit.

The program promotes the use of established procedures and raises awareness of the dangers of personal bias and discrimination based on characteristics such as sex, race, disability, age and religious belief. Current case law is utilised to provide a deep understanding of acceptable practices.

La Trobe University provides and promotes well established services and support for students and staff with disabilities and ongoing medical conditions. We regularly develop and review initiatives that support students from equity groups such as students from non-English speaking backgrounds, rural and isolated areas and low socioeconomic status backgrounds.

We also provide specific services and support for Aboriginal and Torres Strait Islander students and develop additional diversity initiatives for students and staff such as a recent program to support the gay, lesbian, bisexual, transgender and intersex communities.

The University has in place an Equal Opportunity for Women in the Workplace Strategic Plan to develop and promote equal opportunity for women across the organisation and to address gender pay equity issues.

La Trobe University has been successful in being awarded 'Employer of Choice for Women' by the Equal Opportunity in the Workplace Agency (EOWA) whose role it is to administer the Equal Opportunity for Women in the Workplace Act 1999. It has received this citation every year since the inception of the awards in 2001.



Sarah Hale, Recruitment Advisor, Employment Services



Robert Nyamori, Associate Professor of Accounting



Melinda Price, School Manager, Nursing and Midwifery

# Key statistics

STUDENTS	2010	2011	2012	PROVISIONAL 2013
Total students (persons)	32,373	33,448	33,726	34,073
Commencing enrolments	13,907	14,198	13,885	13,908
Rural/remote*	7,724	8,068	8,001	8,257
Non-English speaking background	666	649	674	663
Low socio-economic status	3,927	4,239	4,417	4,617
Students with a disability	1,182	1,362	1,456	1,482
Indigenous	117	138	157	118
<b>Student load (EFTSL)</b>				
Total student load (includes International)	25,107.2	25,988.7	26,158.0	26,550.5
Undergraduate	19,860.2	21,045.0	21,380.7	21,637.6
Postgraduate coursework	4,188.2	3,828.8	3,649.2	3,826.0
Research higher degree	1,058.8	1,114.8	1,128.1	1,086.9
International	6,358.7	6,622.1	6,078.5	5,689.2
STAFF	2010	2011	2012	PROVISIONAL 2013
<b>(2013 STAFF DATA EXCLUDES CASUALS)</b>				
<b>Work contract (FTE)</b>				
Full-time continuing staff	2,005.0	2,107.0	2,066.0	2,040.0
Part-time continuing staff	535.9	524.4	534.6	574.0
Casual staff	700.6	589.5	537.9	Available Q3 2014
<b>Classification (FTE)</b>				
Academic	1,675.0	1,600.1	1,495.4	1,123.8
Professional	1,566.5	1,620.8	1,643.1	1,490.1
<b>Gender (persons)</b>				
Female	4,188	4,157	4,030	**1,799
Male	2,708	2,673	2,562	**1,151
<b>Function (FTE)</b>				
Teaching only	433.0	300.6	275.0	Available Q3 2014
Research only	316.4	326.1	317.2	250.7
Teaching and Research	876.3	925.5	901.3	888.6
Other	1,615.7	1,668.7	1,645.0	1,474.6
TEACHING AND LEARNING PERFORMANCE	2010	2011	2012	PROVISIONAL 2013
Market share of Victorian Tertiary Admission Centre first preferences	11.5%	12.4%	12.6%	12.6%
Retention rate	0.78	0.79	Provisional: 0.78	Available Q4 2014
Overall graduate satisfaction mean score (Course Experience Questionnaire)	La Trobe: 44.2 National: 47.5	La Trobe: 49.2 National: 48.9	La Trobe: 49.7 National: 49.6	Available Q2 2014
Percent of graduates in full-time employment (Graduate Destination Survey)	La Trobe: 76.7% National: 76.2%	La Trobe: 76.5% National: 76.3%	La Trobe: 76.5% National: 76.1%	Available Q2 2014
Percent of graduates in full-time study (Graduate Destination Survey)	La Trobe: 21.4% National: 19.0%	La Trobe: 21.9% National: 19.4%	La Trobe: 22.4% National: 20.8%	Available Q2 2014
RESEARCH PERFORMANCE	2010	2011	2012	PROVISIONAL 2013
Research income (Higher Education Research Data Collection)	\$41,726,485	\$42,835,168	\$49,919,561	Available Q3 2014
Research publications (Higher Education Research Data Collection)	1,083	1,101	1,068	Available Q3 2014
Research higher degree load (EFTSL)	1,058.8	1,114.8	1,128.1	1,086.2
Research degree completions	152	174	185	231

\* Figures reported this year subject to exclusions previously not used \*\* Provisional staff data for 2013 does not include casual staff

Notes: EFTSL: Equivalent full-time student load; FTE: Full-time equivalent



# Risk management

## DETAILS OF INDEMNITY FOR MEMBERS OF COUNCIL AND SENIOR OFFICERS

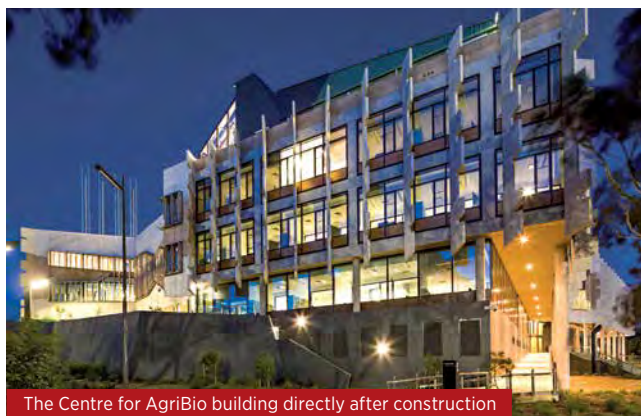
Key Protections are maintained for 'Professional Liability' and for 'Directors and Officers Liability'.

### Professional Liability Protection

- The University maintains professional liability cover for its Council Members and senior officers through Unimutual Limited: AFS Licence Number 241142.
- The protection period is 1 November 2012 to 31 October 2013 (Protection number: UL LTU13, and 1 November 2013 to 31 October 2014 (LTU 14 PL).
- Extension to the standard cover is endorsed for infringement of rights of intellectual property or breach of confidentiality.

### Directors and Officers Liability Protection

- The protection period is 1 November 2012 to 31 October 2013 (Policy number: 93306133) and 1 November 2013 to October 2014 (Policy number: 93306133). Previously this protection has been maintained with Unimutual from 2 January 2003 to 31 October 2010. Since 1 November 2011 Directors and Officers Liability Insurance has been obtained from Chubb Insurance Company of Australia (AFS Licence Number: 239778).



The Centre for AgriBio building directly after construction

## UNIVERSITY'S RISK MANAGEMENT STRATEGY

The University Council promotes a major emphasis on risk management as a key platform of corporate governance and a vital component of effective decision making. The Council's Corporate Governance, Audit and Risk Committee (CGARC) provides a strong oversight of risk management and compliance activities throughout the University. Activities in 2013 included examinations of the adequacy of, and compliance with legislative requirements and the University's controls with respect to:

- continuing examination of strategic and operational risk
- ongoing analysis of budget risk
- ongoing analysis of fraud and corruption risk
- conduct of management assurance of all budget centres
- financial audits of budget centres
- legislative and regulatory compliance audits
- compliance audits of University financial policies, procedures and practices
- departmental spot audits
- reviews of tender and contract probity

### Specific audit reviews of:

- |  |   |
|--|---|
| » Purchasing card use                                | » FBT                                       |
| » Overseas travel                                    | » Student visas                             |
| » System of safety compliance                        | » Security of exam papers                   |
| » Financial compliance of the Maintenance Department | » OHS Act 2004                              |
| » Electronic information                             | » Corporate governance                      |
| » Conflict of interest                               | » Clinical placement safety                 |
| » Employment screening                               | » Major projects post implementation review |
| » Records management                                 | » Research integrity                        |
| » Business and private travel                        |   |

- Continuous control monitoring for accounts payable
- Control and fraud self-assessment
- Probity advice and audits for major tenders
- Special investigations
- Legislative compliance framework.

The University's Risk Management Office has responsibility for the delivery of key strategic and operational risk management programs. This includes:

### Risk Management Office and activities:

- Conduct of strategic, operational, and major projects risk management
- Ongoing development of the University Risk Profile and individual functional and project risk management, focusing on safety, financial, regulatory, reputational, business performance, people, stakeholder and technology risks
- Development and implementation of complex and multidisciplinary risk treatment solutions
- Development of improved governance frameworks for the University
- Management of the University's legislative and regulatory compliance framework
- Provision of probity advice



La Trobe Institute for Molecular Science building under construction

- Conduct of investigations into alleged corruption
- Development of new risk management tools
- High-risk behaviour threat assessment and behavioural intervention
- Research into emerging risk methodologies, causal relationships in critical infrastructure failures and characteristics of organisational and community resilience.

#### **Critical Incident and Emergency Management:**

- Critical incident and emergency management planning, training and exercising, including pandemic preparedness
- Critical incident and emergency response, on campuses, for staff and students working at remote locations within Australia or at overseas locations
- Development and coordination of business continuity management arrangements for over one hundred critical business functions.

#### **Internal Audit Office:**

- Management of the annual Internal Audit Plan undertaken using co-sourced arrangements with private accounting and audit firms
- Conduct of special investigations and forensic audits
- Conduct of the fraud risk management program
- Conduct of probity audits.

#### **Insurance Office:**

- Annual review of insurable assets and liabilities
- Purchasing of general insurance covers
- Management of self-insurance provisions
- Claims management
- Liability reduction advisory service
- Management of the TravelSafe@Latrobe service for assistance in safe and secure overseas travel for staff and students.

## **RISK MANAGEMENT APPROACH**

- Risk management is undertaken using a University customised approach consistent with the Australian and New Zealand Standard (AS/NZS ISO 31000:2009). Critical incident management and business continuity management is undertaken according to Australian Standard's HB292:2006 and the Australian & New Zealand Standard for Business Continuity: management of disruption related risk AS/NZS 5050:2010.
- Identification, assessment and progress on treatment of risk is reported to relevant management and to the Corporate Governance, and Audit and Risk Committee at its quarterly meetings.
- Risk management principles are also applied to controlled entities and to the appointment of directors to companies in which the University holds an investment.

## HEALTH AND SAFETY STATEMENT

La Trobe University is committed to ensuring that we meet our legal, ethical and moral duties of care with respect to the health, safety and wellbeing of our staff, students and visitors. To this end the University has in place an OHS management system, a system of regular reporting on health, safety and wellbeing indicators to management and the University Council, and have established Staff Consultative Committees to ensure that issues are brought to management attention and are actioned.

An annual compliance audit is conducted to provide assurance that the requirements of the OHS Act 2004 are being met and to identify opportunities for further improvement

## HEALTH AND SAFETY PERFORMANCE INDICATORS 2013

PERFORMANCE INDICATOR	PERFORMANCE RESULT
Number of lost time workers compensation claims	16 claims for 2013 compared with 10 claims for 2012 and 16 claims for 2011.
Number of days lost due to compensable injury	516 days lost in 2013, compared with 203 days lost in 2012 and 500 days lost in 2011.
Number of notifiable injuries or occurrences	There were two notifiable incidents in 2013: 23 August 2013 – gas leak resulting from fracture of gas mains during construction works. 25 September 2013 – student's hair entangled in a grinder.
WorkCover Premium	The WorkCover Premium for 2012/13 was \$1,408,877 The Premium for 2013/14 is \$1,421,224.
OHS Consultative committee meetings	Each of the 14 committees met the required number of times during the year.

## ASSOCIATES AND COMMERCIAL VENTURES

ASSOCIATE/COMMERCIAL VENTURE	PRINCIPAL OBJECTIVES	LEVEL OF FINANCIAL RISK	LEVEL OF REPUTATIONAL RISK
Residential Services	Provision of student accommodation	Low	Medium/Significant
Medical Centre Developments Pty Ltd	Owner and landlord of Medical Centre Building	Medium	Low
La Trobe University Children's Centre	Provision of child-minding services	Low	Medium
Campus Graphics	Printing services	Low	Low
LTU Cogeneration Plant	Production of electricity	Low	Low

Risk management strategy in relation to associates and commercial ventures – summary table

## SUSTAINABILITY REPORTING

The University produces an annual Sustainability Report in line with the GRI G3.1 and AA1000 series standards, which covers a 'summary of environmental performance' and reporting of office-based environmental impacts. The 2013 report will be available in early May 2014 from: [latrobe.edu.au/sustainability/report](http://latrobe.edu.au/sustainability/report)





Risk Management Unit

**Mailing address**  
Victoria 3086 Australia  
T +61 3 9479 3626  
latrobe.edu.au

20 January 2014

**(Attestation on compliance with the Australian/New Zealand Risk Management Standard)**

I, Dr Carl A. Gibson certify that La Trobe University has risk management processes in place consistent with the Australian/New Zealand Risk Management Standard and an internal control system is in place that enables the executive to understand, manage and satisfactorily control risk exposures.

The Corporate Governance, Audit and Risk Committee verifies this assurance and that the risk profile of La Trobe University has been critically reviewed within the last 12 months.

Dr Carl A. Gibson  
Director Risk Management Unit  
La Trobe University

# External reporting obligations

## FREEDOM OF INFORMATION

During 2013, the University received twelve (12) applications under the Victorian FOI legislation. Of these applications, one (1) was provided with the full documents requested, seven (7) were provided in part with edited documents which withheld personal information that did not pertain to the applicant, two (2) had all documents withheld and no documents existed in one (1) application. There is also a decision pending on one (1) application.

## INFORMATION PRIVACY

### Information Privacy Act 2000

During 2013, the University did not receive any complaints under the Information Privacy Act 2000 (Victoria).

## WHISTLEBLOWERS, GRIEVANCE AND COMPLAINTS

### Investigation of complaints

The Ombudsman Statute 2009 empowers the University Ombudsman to conduct mediations and investigate grievances and complaints by staff and students. The Ombudsman is not subject to the direction of the University Council or the Vice-Chancellor.

Any member of the University may approach the Ombudsman for a matter to be investigated.

The Ombudsman usually receives complaints only after a party or parties have already sought to have the matter dealt with by other parts of the grievance procedures system, at the faculty level or by the Students Complaints Office.

The Statute requires parties with a complaint to cooperate with the Ombudsman.

After a complaint has been dealt with by the Ombudsman the parties are notified in writing of the outcome.

Non-identifying information on the nature, type, origin and number of complaints dealt with is contained in the Ombudsman's Annual Report to the University Council. During the calendar year 2013, the Ombudsman dealt with 257 complaints from members of the University.

Further information regarding the student grievance and complaints processes can be found at:

[latrobe.edu.au/students/complaints/resolution-avenues](http://latrobe.edu.au/students/complaints/resolution-avenues)

### Whistleblowers Protection Act 2001

This Act was repealed and replaced by 'Protected Disclosure Act 2012' on 10/2/2013. In 2013, no matters were reported.

## NATIONAL COMPETITION POLICY

The University's Research Contracts, Grants, Consultancies, Collaborations and Joint Ventures Policy and Procedure, and Outside Work Policy and Procedure provide for central University review of all tenders and proposals so that they are adequately costed and that appropriate pricing decisions are made in compliance with competitive neutrality principles.

The University does this via a costing template designed to ensure competitive neutrality. The University recovers the central costs on an aggregate basis at the faculty level through a special provision in the budgetary mechanism. The University's Competition and Consumer Act (Trade Practices) Compliance Guide, Policies and Procedure and procedural guidelines are available at:

[latrobe.edu.au/legalservices/competition-consumer-law](http://latrobe.edu.au/legalservices/competition-consumer-law)

## CONFORMITY WITH THE BUILDING ACT 1993

The La Trobe Infrastructure and Operations (I&O) Group is responsible for providing a safe, fit-for-purpose, amenable built and natural environment within which the University community lives and works in pursuit of its teaching, learning and research objectives.

In 2013, the I&O Group delivered 29 projects that were valued over \$50,000 each and included:

- Four (4) major projects including refurbishment and services upgrades.
- Five (5) capital projects comprising of refurbishments and engineering upgrades.
- Twelve (12) capital maintenance projects comprising of engineering upgrades and building services upgrades.
- Eight (8) minor works projects comprising of refurbishments.

The I&O Group ensures that all works requiring building approval have permits issued and plans certified. On completion, I&O engages independent registered building surveyors to conduct Final Inspections and issue Certificates of Occupancy.

Works such as engineering infrastructure upgrades, capital building maintenance, equipment replacements, site civil works and landscaping are examples of projects exempt from the ten year liability cap.

The I&O Group are independently audited by internal and external customers to ensure compliance with legislation obligations. Mechanisms are in place for continual inspecting, reporting, scheduling, rectifying and maintaining existing buildings.

The I&O Group checks the accreditation and licenses of surveyors, consultants and contractors before engagement and ensures that registration is maintained during the engagement.

## La Trobe Infrastructure and Operations (I&O) Group list of projects

PROJECT NAME	PROJECT BUDGET	2013 ACTUAL SPEND
Chancellory-David Myers Building Level 3 Refurbishment	\$3.0M	\$2.4M
Hydraulics Bundoora	\$5.21M	\$3.74M
La Trobe Rural Health School	\$75.2M	\$2.81M
City Teaching Campus	\$3.1M	\$1.33M
Glenn Bistro Refurbishment	\$290K	\$253K
Agora Expansion	\$1.14M	\$885K
John Scott Flood Mitigation	\$150K	\$113K
LTU Walking and Cycles Paths	\$264K	\$237K
Palynology Lab	\$200K	\$131K
Stage 1 Mechanical Plant Audit and Repair	\$434K	\$80K
Multiple Bathroom Upgrade (Regional)	\$759K	\$658K
Applied Sciences Upgrades (Regional)	\$192K	\$39K
Bendigo Climate Control Gym	\$346K	\$296K
Replace backflow Prevention Device	\$82K	\$82K
NE4 Level 3 Bathroom Refurb and Painting	\$358K	\$267K
FFH Finalise Existing Balaustrade	\$683K	\$683K
George Singer Bathroom Refurbishment	\$416K	\$262K
Capital Maintenance Bendigo	\$606K	\$84K
Disability Compliance (Bendigo)	\$584K	\$88K
Capital Maintenance Melbourne	\$1.36M	\$452K
Residential Services Funded Capital Projects	\$452K	\$105K
Bendigo Sports Centre Level 2 Teaching Space	\$81K	\$67K
Bendigo Library Level 3 Offices	\$110K	\$57K
Faculty Health Sciences 2 Level 4 Rooms	\$52K	\$42K
La Trobe Health School Clinic Courtyard	\$130K	\$120K
Albury-Wodonga Demountable	\$102K	\$94K
Outdoor Flexible Learning Space	\$430K	\$375
Bendigo Sports Centre Extension	\$280K	\$236K
Education 2 Level 3 Learning Space	\$542K	\$220K

## CONSULTANCIES OVER \$100,000

In 2013 there were 11 consultants paid over \$100,000. These consisted of:

CONSULTANT	AMOUNT	FUTURE COMMITMENTS	PARTICULARS OF CONSULTANCY
Price Waterhouse Coopers	1,948,335.06	1,875,845.82	Financial Consultancy
Godden Mackay Logan	727,794.23	0.00	Archeological Investigation
Chisholm Institute Of Tafe	316,300.00	0.00	Academic Programs
Ernst & Young	279,929.25	0.00	Budget, Financial Reporting and Sustainability reporting advice
Battelle Memorial Institute	264,568.43	0.00	External Partnerships Proposition
Aaa International Education Service	202,410.76	7,900	International Academic Programs
Chelgrave Contracting Australia Pty	128,272.82	147,000	Occupational Health and Safety advice
Mercer Consulting (Australia ) Pty	127,150.00	0.00	Strategic Workforce Planning advice
Ralph Ashton	125,719.26	76,000	Australian Futures Project
Butcher & Co Pty Ltd	121,000.00	0.00	Strategic communications advice
Nous Group	111,024.38	0.00	Regional TAFE Partnership Review
Voice Project Pty Ltd	105,890.00	0.00	Staff Engagement advice
<b>TOTAL</b>	<b>4,458,394.19</b>	<b>2,106,745.82</b>	

## CONSULTANCIES UNDER \$100,000

The number of consultancies under \$100,000 engaged during 2013 was 162 costing a total of \$1,870,596.56.



## STATEMENT ON COMPULSORY NON-ACADEMIC FEES, SUBSCRIPTIONS AND CHARGES

### Tertiary Education (Amendment) Act 1994 – Compulsory Fees

#### Student Services and Administration Fee – 2013

CAMPUS	STUDY LOAD	2012	2013	% +/-
Albury/Wodonga	Full-time	\$263.00	\$273.00	100
	Part-time	\$197.00	\$204.00	100
Bendigo	Full-time	\$263.00	\$273.00	100
	Part-time	\$197.00	\$204.00	100
Melbourne (Bundoora)	Full-time	\$263.00	\$273.00	100
	Part-time	\$197.00	\$204.00	100
City	Full-time	\$263.00	\$273.00	100
	Part-time	\$197.00	\$204.00	100
Mildura	Full-time	\$263.00	\$273.00	100
	Part-time	\$197.00	\$204.00	100
Shepparton	Full-time	\$263.00	\$273.00	100
	Part-time	\$197.00	\$204.00	100

#### Compulsory non-academic fees

The total amounts of student services and administration fees collected by La Trobe University from students is detailed below by campus.

CAMPUS	TOTAL NON ACADEMIC FEES TOTAL 2013
Albury-Wodonga	\$191,410.50
Bendigo	\$1,128,990.00
Melbourne (Bundoora)	\$4,233,075.00
City	\$43,225.50
Mildura	\$103,062.00
Shepparton	\$122,571.00

Purposes for fees: The University made available the total compulsory non-academic fee collected (refer part 18.1) for the purposes of providing facilities, service or activities of direct benefit to the institution or students at the institution.

#### Names of organisations of students to which fees are available

The names of organisations of students to which the general service fee was made available are detailed below by campus:

CAMPUS	STUDENT ORGANISATIONS
Albury-Wodonga	Wodonga Student Association Inc.
Bendigo	Bendigo Student Association Inc.
Melbourne (Bundoora)	La Trobe University Student Union Inc.

Purposes for which the organisations spend the money available: All organisations listed above are required to spend the money made available in accordance with the provisions of the Tertiary Education Act. No money was made available to other bodies.

## Register of Significant Commercial Activities – as at 31 October 2013

SIGNIFICANT COMMERCIAL ACTIVITY	BEECHWORTH CAMPUS DIVESTMENT	BENDIGO SURPLUS PROPERTY DIVESTMENT	MELBOURNE CAMPUS AND OTHER SURPLUS PROPERTIES DIVESTMENT
<b>Council approval under section 8(3)(h) of the Act and significant commercial activities of controlled entities</b>	<p>Council endorsed the Finance and Resources Committee recommendation (December 2010) to close the Beechworth Hotel and divest the Beechworth Campus. Reference: Council Minute 405.9, 12 February 2011</p> <p><b>Status:</b> Council approved the EOI process to proceed subject to separate approval to sell. Reference: Council Minute 420.7.3, 13 August 2012. The Council authorized the Vice Chancellor to sign a contract of sale (Council Minute # 425 – C13/1 18 March 2013, 9); contracts were exchanged 7 March 2013. The contract is conditional upon rezoning being concluded by the Purchaser within 18 months. The preparation of the planning scheme amendment has been approved by the Minister of Planning and is pending public exhibition.</p>	<p>Council approved that the Bendigo Surplus Property Divestment PCG commence divestment of 11 properties in Friswell Ave Flora Hill, 32 Garsed Street Bendigo and 131 Edwards Road Flora Hill. Reference: Council Minute 407.8.1, 21 May 2011.</p> <p><b>Status:</b> 131 Edwards Road has sold. 28, 30, 32, 34, 36, 38, 46, 48, 50, 52 and 54 Friswell Ave have sold. 32 Garsed St has sold.</p>	<p>Council endorsed the Finance and Resources Committee recommendation to divest properties at 531 Howqua River Road, Howqua; 3 Altmans Road, Tolmie, 255 Camerons Lane, Beveridge; and 1019-1021 Plenty Road Bundoora, Council Minute 409.9.1, 11 July 2011.</p> <p><b>Status:</b> 531 Howqua River Rd and 3 Altmans Rd have sold. 1019-1021 Plenty Rd, Kingsbury has sold. 255 Camerons Lane Beveridge has been withdrawn from sale until structure plans are developed by the Urban Growth Authority. The MOSP Divestment Project PCG has been wound up due to the requirement to review land holdings and uses according to the new Campus Vision (2013) and the development of an Estates Strategy.</p>
<b>Other commercial activities considered sufficiently important or of interest</b>		<p>In addition to the above mentioned Council approved properties to be divested, the BSPD PCG is also endorsed to investigate and undertake works on several other properties being land known as the Hesse Estate Friswell Ave Flora Hill, CVIP and the Osborne Street campus which may ultimately be recommended to Council for divestment.</p>	<p>In addition to the above mentioned properties, Council approved properties to be divested, the MOSPD PCG is also endorsed to investigate and undertake works on several other parcels of land which surround the Melbourne campus. This work is on-hold as noted above.</p>
<b>Participation</b>			
<b>University involvement in this activity:</b>	The University is the vendor to the property transaction.	The University is the vendor to the property transaction(s)	The University is the vendor to the property transaction(s).
<b>University staff or council member that occupy a board seat in connection with this activity and Directors' and Officers' liability insurance or other insurance arrangements that apply to the activity:</b>	Not Applicable	Not applicable.	Not Applicable
<b>Results of any assessment undertaken (if any) to determine whether the activity is meeting its purposes and objectives</b>	Approval of a Business Case. A Project Control Group constituted by the Vice-Chancellor. No assessment to determine the activity is meeting its objectives is warranted.	Approval of a Business Case. A Project Control Group constituted by the Vice-Chancellor. No assessment to determine the activity is meeting its objectives is warranted.	A Project Control Group constituted by the Vice-Chancellor. No assessment to determine the activity is meeting its objectives is warranted.
<b>Whether the activity is ongoing or its anticipated termination date</b>	The University is the vendor to the property transaction.	The PCG will cease once all properties within the divestment project are sold. The target completion date for the sale and settlement of the sites being investigated is beyond 2014 subject to rezoning and the resolution of external stakeholder issues.	No dates have been established pending the outcome of the strategic review/visioning exercise due to multiplicity of options and outcomes.
<b>Whether the activity is ongoing or its anticipated termination date</b>	The activity will cease with the unconditional sale of the property.	The PCG will cease once all properties within the divestment project are sold. The target completion date for the sale and settlement of the sites being investigated is beyond 2014 subject to rezoning and the resolution of external stakeholder issues.	No dates have been established pending the outcome of the strategic review/visioning exercise due to multiplicity of options and outcomes.

# Financial overview

NO.	CLAUSE	DISCLOSURE	PAGE(S)
<b>Standing Directions for the Minister for Finance</b>			
1	SD 4.2(g)	Report of Operations contains general information about the entity and its activities, highlights for reporting period and future initiatives and is prepared on a basis consistent with financial statements pursuant to the Financial Management Act 1994.	1-21
2	SD 4.2(h)	Report of Operations is prepared in accordance with Financial Reporting Directions.	36
3	SD 4.2(j)	Report of Operations is signed and dated by Chancellor or equivalent and includes date of Council Meeting at which Annual Report was approved.	37
4	SD 4.2(a)	Financial Statements are prepared in accordance with: <ul style="list-style-type: none"> <li>Australian Accounting Standards (AAS and AASB standards) and other mandatory professional reporting requirements;</li> <li>Financial Reporting Directions; and</li> <li>Business Rules.</li> </ul>	36 37 43-48
5	SD 4.2(b)	Financial Statements available, including: <ul style="list-style-type: none"> <li>Balance Sheet and income statement;</li> <li>Statement of Recognised Income and Expense;</li> <li>Cash Flows Statement; and</li> <li>Notes to the financial statements.</li> </ul>	29-88
6	SD 4.2(c)	Signed and dated statement by Accountable Officer stating that financial statements: <ul style="list-style-type: none"> <li>Present fairly the financial transactions during reporting period and the financial position at end of the period;</li> <li>Were prepared in accordance with Standing Direction 4.2(c) and applicable Financial Reporting Directions; and</li> <li>Comply with applicable Australian Accounting Standards (AAS and AASB standards) and other mandatory professional reporting requirements.</li> </ul>	36, 37, 43-48
7	SD 4.2(d)	Financial Statements are expressed in the nearest dollar except where the total assets, or revenue, or expenses of the institution are greater than: <ul style="list-style-type: none"> <li>\$10,000,000, the amounts shown in the financial statements may be expressed by reference to the nearest \$1,000; and</li> <li>\$1,000,000,000, the amounts shown in the financial statements may be expressed by reference to the nearest \$100,000.</li> </ul>	48
8	SD 4.2(e)	The financial statements were reviewed and recommended by the Audit Committee or Responsible Body prior to finalisation and submission.	37
9	SD 4.5.5	The financial statements were reviewed and recommended by the Audit Committee or Responsible Body prior to finalisation and submission.	37

## The financial overview section includes the following:

- Explanation of structure of financial statements
- User-friendly explanation of the financial result (including explanation of significant events that impacted on the results)
- Comparative information (5 year preferable)
- Comparison budget/actual results
- Reference to the Standard and Financial Statements for further information.

## COMPLIANCE INDEX

The annual report of La Trobe University is prepared in accordance with:

**FRD** Financial Reporting Directions; available at:

[www.dtf.vic.gov.au/Publications/Government-Financial-Management-publications/Financial-Reporting-Policy/Financial-reporting-directions-and-guidance](http://www.dtf.vic.gov.au/Publications/Government-Financial-Management-publications/Financial-Reporting-Policy/Financial-reporting-directions-and-guidance)



NO.	CLAUSE	DISCLOSURE	PAGE(S)
<b>FINANCIAL REPORTING DIRECTIONS</b>			
10	FRD 03A	Accounting for Dividends	45, 51
11	FRD 07A	Early Adoption of Authoritative Accounting Pronouncements	n/a
12	FRD 9A	Administered assets and liabilities	n/a
13	FRD 10	Disclosure Index	25-26
14	FRD 11	Disclosure of Ex-gratia Payments	n/a
15	FRD 15B	Executive Officer Disclosures	80-81
16	FRD 17A	Long Service Leave Wage Inflation and Discount Rates	47,65
17	FRD 19	Private Provision of Public Infrastructure	n/a
18	FRD 21B	Responsible Person and Executive Officer Disclosure in the Financial Report	80-81
19	FRD 22C	Details of consultancies over \$10,000 (refer to FRD for information required)	21
20	FRD 22C	Details of consultancies under \$10,000 (refer to FRD for information required)	21
21	FRD 22D	Manner of establishment and the relevant Minister	12
22	FRD 22D	Objectives, functions, powers and duties	12
23	FRD 22D	Nature and range of services provided including communities served	12
24	FRD 22D	Organisational structure and chart, including accountabilities	10
25	FRD 22D	Names of Council members	11
26	FRD22 and SD 4.2(k)	Operational and budgetary objectives, performance against objectives and achievements	31-32
27	FRD 22D	Occupational health and safety statement including performance indicator and performance against those indicators	18
28	FRD 22D	Workforce data for current and previous reporting period including a statement on employment and conduct principles	14-15
29	FRD 22D	Summary of the financial results for the year including previous 4 year comparisons	33
30	FRD 22D	Significant changes in financial position during the year	31
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33	FRD 22D	Summary of application and operation of the Freedom of Information Act 1982	20
34	FRD 22D	Statement of compliance with building and maintenance provisions of the Building Act 1993	20
35	FRD 22D	Statement on National Competition Policy	20
36	FRD 22D	Summary of application and operation of the Protected Disclosure Act 2012	20
37	FRD 22D	Summary of Environmental Performance.	18
38	FRD 22D	List of certain other information available on request (as specified in the FRD) – available on request	n/a
39	FRD 24C	Reporting of office based environmental impacts	18
40	FRD 25A	Victorian Industry Participation Policy in the Report of Operations (The University broadly follows the above through its own procurement and tendering policy)	n/a
41	FRD 26A	Accounting for VicFleet Motor Vehicle Lease Arrangements on or after 1 February 2004	n/a
42	FRD 30A	Standard requirements for the design and print of annual reports	n/a
43	FRD 101	First time adoption	n/a
44	FRD 102	Inventories	44, 58
45	FRD 103D	Non-current physical assets	44, 58
46	FRD 104	Foreign currency	74
47	FRD 105A	Borrowing Costs	46, 54
48	FRD 106	Impairment of assets	46
49	FRD 107	Investment properties	n/a
50	FRD 109	Intangible assets	46, 64
51	FRD 110	Cash Flow Statements	40
52	FRD 112C	Defined benefit superannuation obligations	77-78
53	FRD 113	Investments in Subsidiaries, Jointly Controlled Associates and Entities	88
54	FRD 114A	Financial Investments	69-75
55	FRD 115	Non-current physical assets – first time adoption	n/a
56	FRD 119	Contributions by owners	n/a
57	FRD 119A	Transfers through contributed capital	n/a
58	FRD 120G	Accounting and reporting pronouncements applicable to the reporting period	36, 37
59	FRD 121	Infrastructure assets	n/a

NO.	CLAUSE	DISCLOSURE	PAGE(S)
<b>FINANCIAL MANAGEMENT ACT 1994 (FMA)</b>			
60	FMA 1994 49 (a) 49 (b) 49 (c) 49 (d) 49 (e)	<b>Financial Statements:</b> <ul style="list-style-type: none"> <li>Contain such information as required by the Minister;</li> <li>Are prepared in a manner and form approved by the Minister;</li> <li>Present fairly the financial transactions of the university during the relevant financial year to which they relate;</li> <li>Present fairly the financial position of the university as at the end of that year; and</li> <li>Are certified by the accountable officer in the manner approved by the Minister.</li> </ul>	29-88
<b>EDUCATION AND TRAINING REFORM ACT 2006 (ETRA)</b>			
61	ETRA, s. 3.2.8	Statement on compulsory non-academic fees, subscriptions and charges payable in 2013	22
<b>DECISION OF PUBLIC ACCOUNTS AND ESTIMATES COMMITTEE OF PARLIAMENT</b>			
62	PAEC	Financial and other information relating to the university's international operations.	5, 15, 49, 51, 84, 86, 87
<b>UNIVERSITY COMMERCIAL ACTIVITIES</b>			
63	UNIVERSITY COMMERCIAL ACTIVITY GUIDELINES	<ul style="list-style-type: none"> <li>Summary of the university commercial activities</li> <li>If the university has a controlled entity, include the accounts of that entity in the university's Annual Report</li> </ul>	88



Office of the Chancellor

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## FINANCIAL STATEMENTS FOR YEAR ENDING 31 December 2013

### Certification

In our opinion:

- (a) The attached financial statements of La Trobe University and the consolidated entity present fairly the financial transactions during the reporting period and the financial position for the year ended 31 December, 2013.
- (b) The attached financial statements and notes comply with the Financial Management Act 1994 and with Australian equivalents to International Financial Reporting Standards (A-IFRS), Australian Accounting Standards (AAS and AASB standards) and other mandatory reporting requirements, including Urgent Issues Group Consensus Views, the requirements of the Department of Education, Science and Training, Financial Reporting Directions, Standing Directions and Business Rules;
- (c) At the date of this certification, there are reasonable grounds to believe that La Trobe University and the consolidated entity will be able to pay its debts as and when they fall due; and
- (d) The amount of Australian Government financial assistance expended during the reporting period was for the purposes for which it was intended and La Trobe University has complied fully with the requirements of applicable legislation, contracts, agreements and various Programme guidelines that apply to the Australian Government financial assistance identified in these financial statements.

In addition, we are not aware at the date of signing these statements of any circumstances which would render any particulars included in the statements to be misleading or inaccurate.

**Adrienne E Clarke AC**  
Chancellor

11 March 2014  
BUNDOORA

**John Dewar**  
Vice-Chancellor

11 March 2014  
BUNDOORA

**Peter Enlund**  
Chief Financial Officer  
Principal Accounting Officer

11 March 2014  
MELBOURNE





# Financial Statements for La Trobe University Consolidated for the 2013 Reporting Period.

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## REPORT OF OPERATIONS

### For the Year Ended 31 December 2013

La Trobe University and its controlled entities recorded an Operating result after income tax and joint venture expenses of \$45,338,000 for the year ended 31 December 2013 (2012 Surplus \$34,654,000) and an operating margin of 7.5% (2012 5.5%). The underlying result after removing the effect of abnormal one-off items was a surplus of \$48,002,000 (2012 \$32,126,000) and an underlying operating margin of 7.2% (2012 5.3%). This includes the operations of the controlled entities, being Medical Centre Developments Pty Ltd, La Trobe International Pty Ltd and La Trobe Accommodation Services Pty Ltd.

**(a) Reconciliation of Operating result after income tax to underlying result from normal operations:**

NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>Operating result after income tax and joint venture expenses</b>	<b>45,338</b>	<b>34,654</b>	<b>43,147</b>	<b>34,297</b>
Less:				
Capital development grants	(50)	(6,400)	(50)	(6,400)
Unspent research grants/state government grants carried forward	(7,174)	(5,024)	(7,174)	(5,024)
Add:				
AgriBio finance lease interest	34	4,645	4,645	2,607
AgriBio leased asset amortisation	34	1,550	1,550	1,285
La Trobe University Medical centre debt redemption		3,693	3,693	5,004
<b>Underlying result from normal operations</b>	<b>48,002</b>	<b>32,126</b>	<b>45,811</b>	<b>31,769</b>

La Trobe University measures Underlying result from normal operations to assist in the determination of whether it is operating in a sustainable manner. The underlying result is an indicator of the University's long term financial sustainability. Whilst an underlying deficit in one financial year is not significant, the continued recording of deficits from the University's operations over a sustained period gradually erodes the net assets of the University. The underlying result excludes a number of transactions which are either 'non-recurring' or not operational in nature. These items are frequently unpredictable and typically can change from one year to the next. This includes: non-recurring grant revenue for funding future capital and research projects not available to meet other operating activities of the University; assets brought onto the University's Balance Sheet that were previously unaccounted for; profit or loss on sale of significant assets; and unspent research grant balances quarantined for specific research projects. The aim of deriving an underlying result is to determine whether the University's normal operational result is a surplus or deficit outcome. In this way, the University can aim to operate sustainably through long-term financial planning.

**(b) Significant matters of note during 2013:**

- (1) There were no changes of significance impacting the results for 2013.
- (2) The result is favourable in comparison to the net budget operating result of \$25,455,000 surplus. Revenue of \$630,198,000 (excluding deferred superannuation contribution reimbursements and loss on disposal of assets) is 1.6% or \$10,165,000 below the budget of \$640,975,000. Total Expenditure (excluding joint venture expenses, tax, and deferred superannuation contributions) of \$579,568,000 is 8.1% or \$51,111,000 below the budget of \$630,679,000. The University managed to constrain costs across most expenditure categories whilst minimising any drop in revenue.
- (3) On 18 July 2013, Standard & Poor's Ratings Services affirmed its 'AA/A1+' ratings of La Trobe University. The outlook has remained stable. The rating reflects the University's "satisfactory" business risk profile and its "modest" financial risk profile, based on LTU's sound teaching reputation, modest leverage and predictable cash flows.
- (4) Property, plant and equipment purchases decreased from \$143,047,000 in 2012 to \$100,996,000 (refer Statement of Cash Flows) in 2013. The decrease is largely due to capital development, in particular the Education Investment Fund. During 2013, \$68,984,000 was spent on capital projects. Other expenditure on property, plant and equipment included: \$9,419,000 on the library collection, \$14,791,000 on plant and equipment, \$1,331,000 on computer hardware and \$1,031,000 on vehicles; with the balance spent on other equipment. In addition, \$1,707,000 worth of assets were disposed of or written off (refer notes 16 and 22).

## KEY PERFORMANCE INDICATORS

Key performance indicators for the University for the past five years (31 December 2013):

YEAR	LIQUIDITY RATIO	DEBT SERVICE COVERAGE RATIO	DEBT TO EQUITY RATIO %	UNDERLYING OPERATING MARGIN %
2013	1.0	9.1	11.4	7.2
2012	1.2	5.8	12.3	5.3
2011	1.7	10.7	4.4	4.0
2010	1.5	10.7	5.6	4.9
2009	1.5	7.3	7.1	6.5

### Liquidity Ratio

The University's current liquidity ratio has decreased in 2013 to 1.0 due to the decrease in term deposits and the increase in fees received in advance. It should be noted that if leave liabilities expected to be paid longer than 12 months were removed the ratio would be 1.4. With a ratio of 1.0 or more the University is satisfactorily placed to meet its current obligations. The ratio is a measure of short term liquidity, which indicates the University's ability to meet its short term liabilities. It is derived by dividing current assets by current liabilities. The higher the ratio the greater the University's likely ability to cover its short term obligations.

### Debt Service Coverage Ratio

The debt service coverage ratio (based on EBITDA) has increased in 2013 due to the improved underlying result. The University remains satisfactorily placed to service its current debts. The ratio measures the ability of the University to meet its debt servicing obligations.

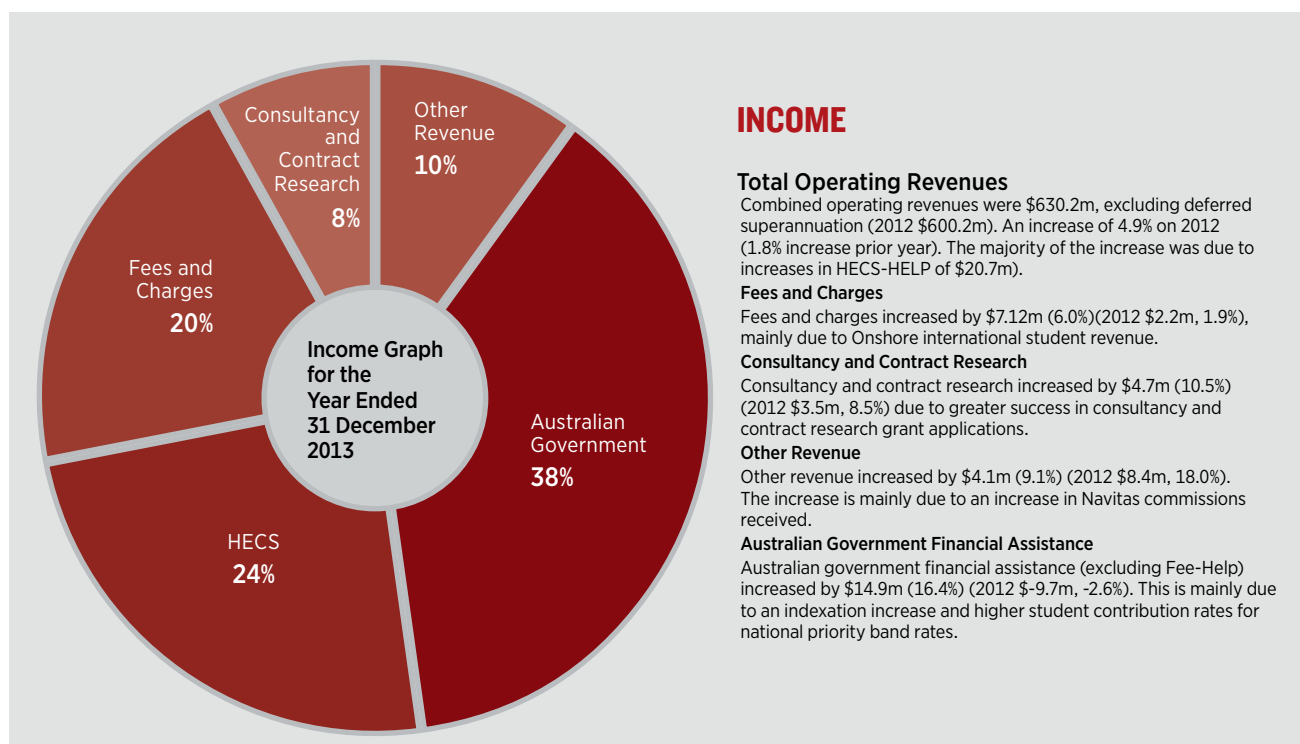
A ratio of more than 1 indicates theoretical full coverage of these obligations from operating results. The ratio is calculated as (Operating Result before tax + Depreciation + Interest expense) divided by (Interest Payments + Principle Repayment on loans + Finance lease payments). The ratio is based on the nominal result not the underlying result.

### Debt to Equity Ratio

The debt to equity is the total interest bearing liabilities as a proportion of total equity. It decreased marginally in 2013 due to advance payments made off the finance lease liability relating to the AgriBio joint venture facility. The ratio measures the proportion of repayable debt funding to retained equity balances. The higher the debt to equity ratio, the greater the proportion of debt funding.

### Underlying Operating Margin

The underlying operating margin has increased in 2013 to 7.2% (2012 5.3%). The operating margin measures the ability of the University to contain its expenditure within the constraints of its available funding. This measure is derived by dividing the Net underlying operating surplus/ (deficit) into the Total underlying revenue (refer income and expenditure graphs below).

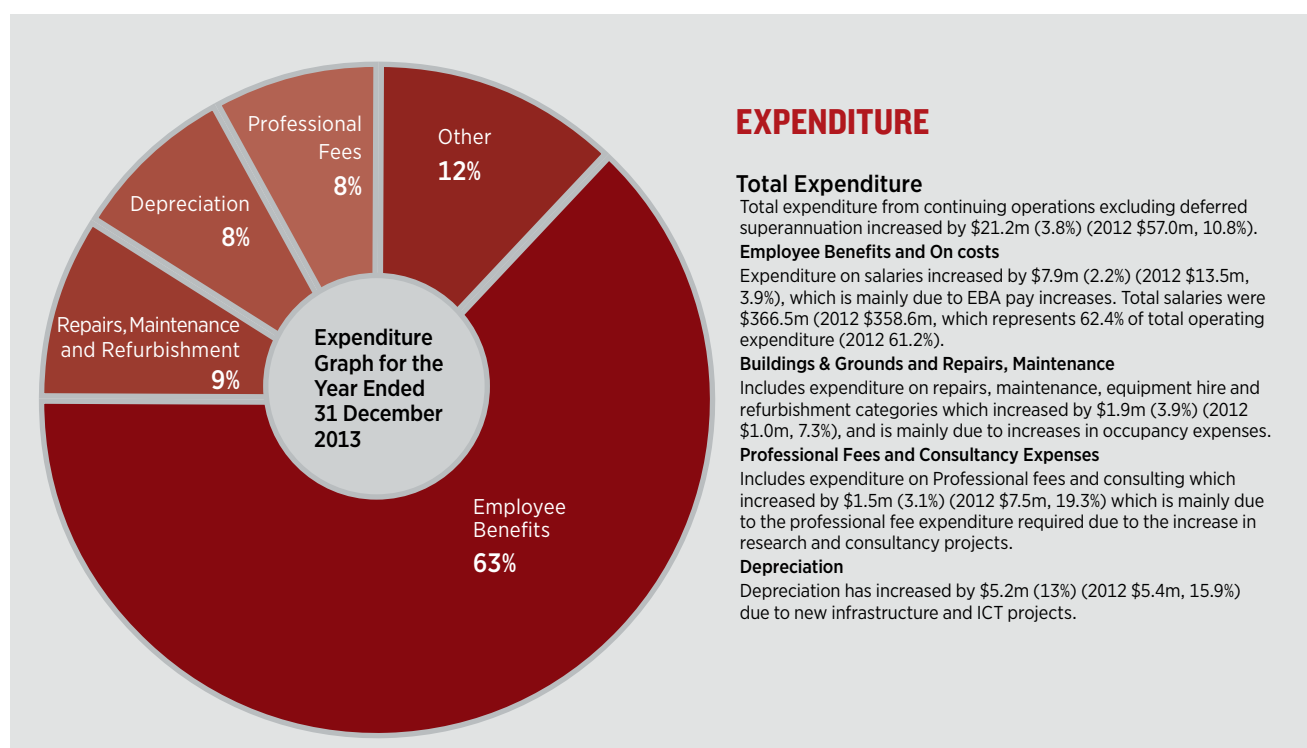


## CONSOLIDATED FIVE YEAR FINANCIAL SUMMARY

Financial Summary for the University for the past five years (31 December 2013):

	2013 \$ 000'S	2012 \$ 000'S	2011 \$ 000'S	2010 \$ 000'S	2009 \$ 000'S
<b>INCOME STATEMENT</b>					
Total revenue and income from continuing operations	599,525	625,167	614,098	627,107	540,265
Total expenses including tax and joint venture	(554,187)	(590,513)	(529,523)	(516,934)	(485,457)
Operating result after income tax and joint venture expenses	45,338	34,654	84,575	110,173	54,808
Abnormal Items*	2,664	(2,528)	(61,729)	(66,220)	(21,121)
<b>Underlying Surplus After Tax And Abnormal Items</b>	<b>48,002</b>	<b>32,126</b>	<b>22,846</b>	<b>43,953</b>	<b>33,687</b>
<b>BALANCE SHEET</b>					
Current assets	134,410	146,257	186,831	176,000	150,554
Non-current assets	1,306,711	1,278,034	1,102,986	1,049,455	964,673
<b>Total Assets</b>	<b>1,441,121</b>	<b>1,424,291</b>	<b>1,289,817</b>	<b>1,225,455</b>	<b>1,115,227</b>
Current liabilities	(135,695)	(126,293)	(122,060)	(107,672)	(100,480)
Non-current liabilities	(202,219)	(243,780)	(126,499)	(135,244)	(133,368)
<b>Total Liabilities</b>	<b>(337,914)</b>	<b>(370,073)</b>	<b>(248,559)</b>	<b>(242,916)</b>	<b>(233,848)</b>
<b>Net Assets</b>	<b>1,103,207</b>	<b>1,054,218</b>	<b>1,041,258</b>	<b>982,539</b>	<b>881,379</b>
Reserves	665,291	661,623	683,354	715,216	714,828
Accumulated funds	437,916	392,595	357,902	267,323	166,551
<b>Total Equity</b>	<b>1,103,207</b>	<b>1,054,218</b>	<b>1,041,256</b>	<b>982,539</b>	<b>881,379</b>
Net cash provided by operating activities	95,314	86,158	123,035	133,301	58,216
Net cash (used in) investing activities	(82,952)	(118,923)	(189,728)	(89,176)	(46,378)
Cash flows provided by (used in) financing activities	(8,703)	16,485	(8,068)	(7,628)	(7,623)
<b>Net Increase/(Decrease) In Cash And Cash Equivalents Held</b>	<b>3,659</b>	<b>(16,280)</b>	<b>(74,761)</b>	<b>36,497</b>	<b>4,215</b>

\*The Abnormal Items for 2009 to 2013 are primarily composed of capital grants, donations of previously unallocated assets, unspent research grant monies and joint venture expenses (refer note 34). The effect of these items has been removed from the Operating Result to provide an underlying result.







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## INDEPENDENT AUDITOR'S REPORT

### To the Council Members, La Trobe University

#### *The Financial Report*

The accompanying financial report for the year ended 31 December 2013 of La Trobe University which comprises income statement, statement of comprehensive income, balance sheet, statement of cash flows, statement of changes in equity, notes comprising a summary of significant accounting policies and other explanatory information and the statement by the Principal Accounting Officer and Chief Financial Officer and statement by the Chancellor and Accountable officer has been audited. The financial report is the consolidated financial statements of the economic entity, comprising La Trobe University and the entities it controlled at the year's end or from time to time during the financial year as disclosed in note 1.2 to the financial statements.

#### *The Council Members' Responsibility for the Financial Report*

The Council Members of La Trobe University are responsible for the preparation and the fair presentation of the financial report in accordance with Australian Accounting Standards, and the financial reporting requirements of the Financial Management Act 1994 and for such internal control as the Council members determine is necessary to enable the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

As required by the *Audit Act 1994*, my responsibility is to express an opinion on the financial report based on the audit, which has been conducted in accordance with Australian Auditing Standards. Those standards require compliance with relevant ethical requirements relating to audit engagements and that the audit be planned and performed to obtain reasonable assurance about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The audit procedures selected depend on judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, consideration is given to the internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of La Trobe University and the consolidated entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used, and the reasonableness of accounting estimates made by the Council Members, as well as evaluating the overall presentation of the financial report.

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

**Independent Auditor's Report (continued)***Independence*

The Auditor-General's independence is established by the *Constitution Act 1975*. The Auditor-General is not subject to direction by any person about the way in which his powers and responsibilities are to be exercised. In conducting the audit, the Auditor-General, his staff and delegates complied with all applicable independence requirements of the Australian accounting profession.


*Opinion*

In my opinion, the financial report presents fairly, in all material respects, the financial position of La Trobe University and the consolidated entity as at 31 December 2013 and of their financial performance and cash flows for the year then ended in accordance with applicable Australian Accounting Standards and the financial reporting requirements of the *Financial Management Act 1994*.

*Matters Relating to the Electronic Publication of the Audited Financial Report*

This auditor's report relates to the financial report of La Trobe University for the year ended 31 December 2013 included both in La Trobe University's annual report and on the website. The Council members of La Trobe University are responsible for the integrity of La Trobe University's website. I have not been engaged to report on the integrity of La Trobe University's website. The auditor's report refers only to the subject matter described above. It does not provide an opinion on any other information which may have been hyperlinked to/from these statements. If users of the financial report are concerned with the inherent risks arising from publication on a website, they are advised to refer to the hard copy of the audited financial report to confirm the information contained in the website version of the financial report.

MELBOURNE  
13 March 2014

  
John Doyle  
Auditor-General



Chief Financial Officer

**Mailing address**  
Victoria 3086 Australia  
T+61 3 9479 1579  
[latrobe.edu.au](http://latrobe.edu.au)

## Statement by Principal Accounting Officer

In my opinion:

- (a) The financial report of La Trobe University and its controlled subsidiaries present a true and fair view of the financial transactions of the University and its controlled subsidiaries during the financial year ended 31 December 2013 and its financial position as at that date;
- (b) Australian Government financial assistance received during the financial year ended 31 December 2013 was expended for the purposes for which it was provided;
- (c) The University has complied in full with the requirements of various program guidelines that apply to the Commonwealth financial assistance identified in this financial report.

The financial report has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and other mandatory professional reporting requirements in Australia, the Financial Management Act 1994 and Guidelines for the Preparation of Annual Financial Reports for the 2013 Reporting Year by Australian Higher Education Institutions as issued by the Commonwealth Department of Industry, Innovation, Science, Research and Tertiary Education. In addition, I am not aware at the date of signing these statements of any circumstances which would render any particulars included in the statements to be misleading or inaccurate and there are reasonable grounds to believe that La Trobe University will be able to pay its debts as and when they fall due.

Peter Enlund

Chief Financial Officer  
and Principal Accounting Officer

11 March 2014  
MELBOURNE



Office of the Chancellor

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Victoria 3086 Australia  
T+61 3 9479 5268  
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## Statement by the Chancellor and Accountable Officer

In our opinion:

- (a) The financial report of La Trobe University and its controlled subsidiaries present a true and fair view of the financial transactions of the University and its controlled subsidiaries during the financial year ended 31 December 2013 and its financial position as at that date;
- (b) Australian Government financial assistance received during the financial year ended 31 December 2013 was expended for the purposes for which it was provided;
- (c) The University has complied in full with the requirements of various program guidelines that apply to the Commonwealth financial assistance identified in this financial report.

The financial report has been prepared in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and other mandatory professional reporting requirements in Australia, the Financial Management Act 1994 and Guidelines for the Preparation of Annual Financial Reports for the 2013 Reporting Year by Australian Higher Education Institutions as issued by the Commonwealth Department of Industry, Innovation, Science, Research and Tertiary Education. In addition, we are not aware at the date of signing this report of any circumstances which would render any particulars included in the report to be misleading or inaccurate and there are reasonable grounds to believe that La Trobe University will be able to pay its debts as and when they fall due. The Chancellor and Vice-Chancellor sign this declaration as delegates of, and in accordance with a resolution of, the Council of La Trobe University.

Professor John Dewar  
Vice-Chancellor and Accountable Officer  
11 March 2014  
BUNDOORA

Adrienne E Clarke AC  
Chancellor  
11 March 2014  
BUNDOORA



STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2013

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>REVENUE FROM CONTINUING OPERATIONS</b>					
<b>Australian Government financial assistance</b>					
Australian Government grants	2.7	238,403	244,353	238,403	244,353
HECS-HELP payments	2.7	131,092	110,380	131,092	110,380
FEE-HELP payments	2.7	11,239	8,495	11,239	8,495
State and local Government financial assistance	3	5,045	6,503	5,045	6,503
Fees and charges	4	124,344	117,253	124,344	117,253
HECS-HELP student payments		12,606	12,222	12,606	12,222
Consultancy and contract research	6	49,569	44,857	49,569	44,857
Other revenue	7	49,030	44,936	49,438	45,467
<b>Subtotal</b>		<b>621,328</b>	<b>588,999</b>	<b>621,736</b>	<b>589,530</b>
Deferred Government superannuation contributions	33.3	(30,673)	24,974	(30,673)	24,974
<b>Total revenue from continuing operations</b>		<b>590,655</b>	<b>613,973</b>	<b>591,063</b>	<b>614,504</b>
Profit/(loss) on sale of assets	16	(612)	(229)	(612)	(229)
Investment income	5	9,482	11,423	11,906	13,298
<b>Total revenue and income from continuing operations</b>		<b>599,525</b>	<b>625,167</b>	<b>602,357</b>	<b>627,573</b>
Cost of goods sold		3,224	3,104	3,224	3,104
Employee benefits and on costs	8	366,524	358,595	366,524	358,595
Depreciation and amortisation (exc. joint venture expense)	11	44,801	39,593	44,516	39,256
Repairs and maintenance	10	10,778	10,870	10,778	10,870
Borrowing costs (exc. joint venture expense)	14	2,525	3,564	2,078	2,796
Buildings and grounds	9	41,764	39,679	46,743	44,656
Bank and investment management charges		647	1,200	647	1,200
Professional fees and consultancy expenses		47,844	46,385	47,844	46,385
Publications		4,944	4,137	4,944	4,137
Staff training and development		3,151	3,263	3,151	3,263
Travel, accommodation and entertainment		8,727	8,731	8,727	8,731
Bad and impaired debts	12	183	587	183	587
Other expenses	13	44,456	40,926	44,329	40,830
<b>Subtotal</b>		<b>579,568</b>	<b>560,634</b>	<b>583,688</b>	<b>564,410</b>
Deferred employee benefits for superannuation	8	(30,673)	24,974	(30,673)	24,974
<b>Total expenses from continuing operations</b>		<b>548,895</b>	<b>585,608</b>	<b>553,015</b>	<b>589,384</b>
<b>Operating result before income tax and joint ventures expenses</b>		<b>50,630</b>	<b>39,559</b>	<b>49,342</b>	<b>38,189</b>
<b>JOINT VENTURE EXPENSES</b>					
Interest expense-finance lease	34	4,645	2,607	4,645	2,607
Amortisation expense-finance lease asset	34	1,550	1,285	1,550	1,285
<b>Total joint ventures expenses</b>		<b>6,195</b>	<b>3,892</b>	<b>6,195</b>	<b>3,892</b>
<b>Operating result before income tax</b>		<b>44,435</b>	<b>35,667</b>	<b>43,147</b>	<b>34,297</b>
Income tax benefit / (expense)	15	903	(1,013)	-	-
<b>Operating result after income tax and joint ventures expenses</b>		<b>45,338</b>	<b>34,654</b>	<b>43,147</b>	<b>34,297</b>
<b>STATEMENT OF COMPREHENSIVE INCOME</b>					
Other comprehensive income, net of income tax items that will not be reclassified to profit or loss					
<b>Profit for the year</b>		<b>45,338</b>	<b>34,654</b>	<b>43,147</b>	<b>34,297</b>
Gain/(loss) on revaluation of assets*	28.2	-	(23,770)	-	(22,621)
Items that maybe reclassified to profit or loss					
Gain/(loss) on value of available-for-sale financial assets		3,649	2,076	3,649	2,076
<b>Total other comprehensive income for the year, net of tax</b>		<b>3,649</b>	<b>(21,694)</b>	<b>3,649</b>	<b>(20,545)</b>
<b>Total comprehensive income for the year</b>		<b>48,987</b>	<b>12,960</b>	<b>46,796</b>	<b>13,752</b>

\* There were no revaluations of assets in 2013. A revaluation of assets was performed in 2012.

		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and cash equivalents	29	62,713	59,054	57,880	54,818
Inventories	20	735	716	735	716
Trade and other receivables	18	14,227	13,862	26,734	22,120
Other financial assets at fair value through profit or loss	19	44,002	60,464	44,002	60,464
Other non-financial assets	24	9,403	8,331	9,403	8,331
Non-current assets held for sale	21	3,330	3,830	3,330	3,830
<b>Total Current Assets</b>		<b>134,410</b>	<b>146,257</b>	<b>142,084</b>	<b>150,279</b>
<b>Non-current Assets</b>					
Trade and other receivables	18	72,856	102,718	72,856	102,718
Other financial assets	19	40,607	35,504	40,607	35,504
Property, plant and equipment	22	1,159,384	1,104,011	1,145,458	1,089,801
Intangible assets	23	33,351	35,077	33,351	35,077
Other non-financial assets	24	513	724	513	724
<b>Total Non-Current Assets</b>		<b>1,306,711</b>	<b>1,278,034</b>	<b>1,292,785</b>	<b>1,263,824</b>
<b>Total Assets</b>		<b>1,441,121</b>	<b>1,424,291</b>	<b>1,434,869</b>	<b>1,414,103</b>
<b>LIABILITIES</b>					
<b>Current Liabilities</b>					
Trade and other payables		49,924	46,296	49,913	46,142
Borrowings	25	8,806	8,131	6,416	3,969
Employee benefits and provisions	26	65,116	64,686	65,116	63,709
Other liabilities	27	11,849	7,180	11,849	7,180
<b>Total Current Liabilities</b>		<b>135,695</b>	<b>126,293</b>	<b>133,294</b>	<b>121,000</b>
<b>Non-Current Liabilities</b>					
Borrowings	25	116,926	127,093	116,926	124,358
Employee benefits and provisions	26	78,593	108,764	78,593	108,764
Other liabilities	27	6,700	7,923	6,700	7,420
<b>Total Non-current Liabilities</b>		<b>202,219</b>	<b>243,780</b>	<b>202,219</b>	<b>240,542</b>
<b>Total Liabilities</b>		<b>337,914</b>	<b>370,073</b>	<b>335,513</b>	<b>361,542</b>
<b>Net Assets</b>		<b>1,103,207</b>	<b>1,054,218</b>	<b>1,099,356</b>	<b>1,052,561</b>
<b>EQUITY</b>					
Reserves	28.1	665,291	661,623	664,142	660,473
Retained surplus	28.3	437,916	392,595	435,214	392,088
<b>TOTAL EQUITY</b>		<b>1,103,207</b>	<b>1,054,218</b>	<b>1,099,356</b>	<b>1,052,561</b>

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2013

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>Cash Flows from Operating Activities:</b>					
Australian Government grants		369,495	354,733	369,495	354,733
State Government grants		5,045	6,503	5,045	6,503
HECS-HELP student payments		12,606	12,222	12,606	12,222
OS-HELP (net)		11,239	8,495	11,239	8,495
Receipts from student fees and other customers		225,032	180,910	221,694	176,541
Investment Income received		7,540	11,249	9,963	13,124
Payments to suppliers and employees		(527,477)	(481,073)	(532,109)	(484,233)
Interest paid		(8,166)	(6,881)	(4,984)	(6,113)
<b>Net cash provided by / (used in) operating activities</b>	<b>30</b>	<b>95,314</b>	<b>86,158</b>	<b>92,949</b>	<b>81,272</b>
<b>Cash Flows from Investing Activities:</b>					
Proceeds from sale of financial assets		57,854	75,537	57,854	75,537
Proceeds from sale of property, plant and equipment		1,095	5,990	1,095	5,990
Payments for property, plant and equipment		(100,996)	(143,047)	(100,996)	(143,048)
Payments for financial assets		(40,905)	(57,403)	(40,905)	(57,316)
<b>Net cash provided by / (used in) investing activities</b>		<b>(82,952)</b>	<b>(118,923)</b>	<b>(82,952)</b>	<b>(118,837)</b>
<b>Cash Flows from Financing Activities:</b>					
Proceeds from borrowings		16,038	28,000	16,038	28,000
Repayment of borrowings		(24,741)	(11,515)	(22,973)	(7,354)
<b>Net cash provided by / (used in) financing activities</b>		<b>(8,703)</b>	<b>16,485</b>	<b>(6,935)</b>	<b>20,646</b>
Net increase (decrease) in cash and cash equivalents held		3,659	(16,280)	3,062	(16,919)
Cash and cash equivalents at beginning of year		59,054	75,334	54,818	71,737
<b>Cash and cash equivalents at end of financial year</b>	<b>29</b>	<b>62,713</b>	<b>59,054</b>	<b>57,880</b>	<b>54,818</b>

STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2013

**2013 Consolidated**

		RETAINED SURPLUS	RESERVES	TOTAL
	Note	\$ 000's	\$ 000's	\$ 000's
Balance at 1 January 2013		392,595	661,623	1,054,218
Total comprehensive income		45,338	3,649	48,987
Transfers to reserves		(60)	60	-
Transfers from reserves		43	(41)	2
<b>Subtotal</b>		<b>437,916</b>	<b>665,291</b>	<b>1,103,207</b>
<b>Balance at 31 December 2013</b>		<b>437,916</b>	<b>665,291</b>	<b>1,103,207</b>

**2012 Consolidated**

		RETAINED SURPLUS	RESERVES	TOTAL
	Note	\$ 000's	\$ 000's	\$ 000's
Balance at 1 January 2012		357,902	683,356	1,041,258
Total comprehensive income		34,654	(21,694)	12,960
Transfers to reserves		(410)	410	-
Transfers from reserves		449	(449)	-
<b>Subtotal</b>		<b>392,595</b>	<b>661,623</b>	<b>1,054,218</b>
<b>Balance at 31 December 2012</b>		<b>392,595</b>	<b>661,623</b>	<b>1,054,218</b>

**2013 La Trobe University**

		RETAINED SURPLUS	RESERVES	TOTAL
	Note	\$ 000's	\$ 000's	\$ 000's
Balance at 1 January 2013		392,088	660,473	1,052,561
Total comprehensive income		43,147	3,649	46,796
Transfers to reserves		(60)	60	-
Transfers from reserves		39	(40)	(1)
<b>Subtotal</b>		<b>435,214</b>	<b>664,142</b>	<b>1,099,356</b>
<b>Balance at 31 December 2013</b>		<b>435,214</b>	<b>664,142</b>	<b>1,099,356</b>

**2012 La Trobe University**

		RETAINED SURPLUS	RESERVES	TOTAL
	Note	\$ 000's	\$ 000's	\$ 000's
Balance at 1 January 2012		357,752	681,057	1,038,809
Total comprehensive income		34,297	(20,545)	13,752
Transfers to reserves		(410)	410	-
Transfers from reserves		449	(449)	-
<b>Subtotal</b>		<b>392,088</b>	<b>660,473</b>	<b>1,052,561</b>
<b>Balance at 31 December 2012</b>		<b>392,088</b>	<b>660,473</b>	<b>1,052,561</b>



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## 1. Summary of significant accounting policies

### 1.1 Basis of preparation

The principal accounting policies adopted in the preparation of this financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial report includes a separate financial report for La Trobe University as an individual entity and the consolidated entity consisting of La Trobe University and its subsidiaries.

The principal address of La Trobe University is:  
La Trobe University, Bundoora, Victoria 3086, Australia.

The annual financial statements represent the audited general purpose financial statements of La Trobe University. They have been prepared on an accrual basis in accordance with Australian Accounting Standards.

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

- Higher Education Support Act 2003 (Financial Statement Guidelines)
- Financial Management Act 1994 and other State/Commonwealth Government legislative requirements.

La Trobe University is a not-for-profit entity and these statements have been prepared on that basis. Some of the requirements for notforprofit entities are inconsistent with the IFRS requirements.

#### Date of authorisation for issue

The financial statements were authorised for issue by the University Council of La Trobe University on 11 March 2014.

#### Historical cost convention

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of available-for-sale financial assets, financial assets and liabilities (including derivative instruments) at fair value through profit or loss and certain classes of property, plant and equipment.

#### Critical accounting estimates and judgments

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 La Trobe University's accounting policies. The estimates and underlying assumptions are reviewed on an ongoing basis.

#### (a) Fair value of land and buildings

The University carries its land and buildings at fair value with changes in the fair value recognised in revaluation reserve. Independent valuations are obtained at least triennially and at the end of each reporting period, management update their assessment of the fair value of each property, taking into account the most recent valuations and movements in the market.

#### (b) Provision for impairment of receivables

The value of the provision for impairment of receivables is estimated by considering the ageing of receivables, communication with the debtors and prior history.

#### (c) Provisions

As described in the accounting policies, provisions are measured at management's best estimate of the expenditure required to settle the obligation at the end of the reporting period. These estimates are made taking into account a range of possible outcomes.

### 1.2 Principles of consolidation

#### (a) Subsidiaries

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of La Trobe University ("parent entity") as at 31 December 2013 and the results of all subsidiaries for the year then ended. La Trobe University and its subsidiaries together are referred to in this financial report as the University or the Consolidated Entity.

Subsidiaries are all those entities (including special purpose entities) over which the University has the ability to govern the financial and operating policies, generally accompanying a shareholding of more than onehalf of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the University controls another entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the University. They are deconsolidated from the date control ceases. The acquisition method of accounting is used to account for the acquisition of subsidiaries by the University.

Intercompany transactions, balances and unrealised gains on transactions between Group entities 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 University.

The subsidiary companies are as follows:

La Trobe International Pty. Ltd. established in 1991. It has \$8 of share capital and is wholly owned by the University. The operations of the company were transferred to the University as at 1 January 2007 and the company is now dormant.

Medical Centre Developments Pty. Ltd. was bought by the University on 2 December 2002, and has a contributed equity of \$3,500,001.

La Trobe Accommodation Services Pty. Ltd. established in 2013. It has \$10 of share capital and is wholly owned by the University. The company is dormant.

These companies will separately produce audited accounts in accordance with the Corporations Act 2001.

#### (b) Joint ventures operations

The proportionate interests in the assets, liabilities and expenses of a joint venture operation have been incorporated into the financial statements under the appropriate headings. Details of the joint venture are set out in note 34.

### 1.3 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns; trade allowances rebates and amounts collected on behalf of third parties.

The University recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the University and specific criteria have been met for each of the University's activities as described below. The amount of revenue is not considered to be reliably measurable until all contingencies relating to the sale have been resolved. The University 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:

**(a) Government grants**

Grants from the government are recognised at their fair value where the University obtains control of the right to receive the grant, it is probable that economic benefits will flow to the university and it can be reliably measured.

**(b) Fees and charges**

Fees and charges revenue is recognised when received or when the University becomes entitled to receive it. Where revenue is received in advance for courses or programs to be delivered in the following year, the nonrefundable portion of fees is treated as revenue in the year of receipt and the balance is treated as revenue in advance.

**(c) Other revenue**

Other revenue is recognised when received or when the University becomes entitled to receive it. Where revenue of a reciprocal nature is received in respect of services to be provided in the following year, such amounts have been deferred and disclosed as Revenue Received in Advance.

**(d) Trading revenue**

Trading revenue is generated from the sale of goods by the commercial and trading bodies.

**(e) Investment income**

Investment income from financial assets is brought to account when earned.

### 1.4 Trade receivables (Refer Note 18)

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 no later than 30 days, unless otherwise agreed.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for impairment of receivables is established when there is objective evidence that the University will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in the income statement.

### 1.5 Inventories (Refer Note 20)

Inventories on hand at balance date are shown at the lower of cost or net realisable value. This includes materials purchased for resale by the commercial and trading bodies and academic services. Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. The basis adopted for inventory measurement is the first-in-first-out basis. A specific provision is made for obsolete stock.

### 1.6 Cash and cash equivalents (Refer Note 29)

For statement of cash flows presentation purposes, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other shortterm, 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, and bank overdrafts. Term deposits with a term of over 90 days are disclosed as Other Financial Assets.

### 1.7 Property, plant and equipment (Refer Note 22)

(a) Freehold land, Buildings, Infrastructure and Works of Art are shown at fair value assessed annually, based on periodic, but at least triennial, valuations by external independent valuers, less subsequent depreciation for Buildings and Infrastructure. Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset. All other Property, Plant and Equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. The minimum value of assets brought to account and depreciated is \$5,000.

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 University 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) Revaluation increments are credited directly to the Property, Plant and Equipment Revaluation Reserve, except that, to the extent that an increment reverses a revaluation decrement in respect of that class of asset previously recognised as an expense in the net result, the increment is recognised in the net result. Revaluation decrements are recognised immediately as expenses in the net result, except that, to the extent that a credit balance exists in the asset revaluation reserve in respect of the same class of assets, they are debited directly to the asset revaluation reserve. Revaluation increments and decrements are offset against each other within a class of non-current assets.

Works of Art owned and/or controlled by the University were independently valued by the following Valuers as at 31 December 2011: Warwick Reeder Fine Art, Anna Mass, Malcolm Davidson and Joseph Leibovic.

Land and buildings owned and/or controlled by the University were independently valued by the ValuerGeneral as at 31 December 2012.

Land and buildings were valued at fair value and in accordance with: The Financial Management Act 1994, Australian Accounting Standards and Victorian Government Policy. The resultant changes have been recorded through the Property, Plant and Equipment Revaluation Reserve.

(c) The Library collections of the University are recorded at cost and depreciated. Donations of library materials are shown at fair value, being the written down replacement value based on an average cost index.

(d) 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 University policy to transfer the amounts included in other reserves in respect of those assets to retained earnings.

- (e) Freehold land and Works of Art are not depreciated. Depreciation on other assets is calculated using the straight line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives, as follows:

#### Depreciation rates

The depreciation rates used for each class of depreciable asset are shown below:

FIXED ASSET CLASS	2013 (%)	2012 (%)
Buildings	2.5 average	2.5 average
Infrastructure	5	5
Plant and Equipment	5-10	5-10
Library Collections	10	10
Motor Vehicles	10-15	10-15
Furniture, Fixtures and Fittings	15	15
Computer Equipment	20	20

### 1.8 Impairment of assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to depreciation or amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use, being written down replacement cost.

### 1.9 Non-current assets (or disposal groups) classified as held for sale (Refer Note 21)

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.

An impairment loss is recognised for any initial or subsequent write down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non-current asset (or disposal group) is recognised at the date of derecognition.

Non-current assets (including those that are part of a disposal group) are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale continue to be recognised.

Non-current assets classified as held for sale and any associated liabilities are presented separately in the balance sheet.

### 1.10 Investments and other financial assets (Refer Note 19)

The University classifies its investments in the following categories: financial assets at fair value through profit or loss, loans and receivables and available-for-sale financial assets. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and reevaluates this designation at each reporting date.

#### (a) Financial assets at fair value through profit or loss

This category has two subcategories: financial assets held for trading, and those designated at fair value through profit or loss on initial recognition. A financial asset is classified as asset held for trading if acquired principally for the purpose of selling in the short term or if so designated by management. The

policy of management is to designate a financial asset if there exists the possibility it will be sold in the short term and the asset is subject to frequent changes in fair value. Assets in this category are classified as current assets if they are either held for trading or are expected to be realised within 12 months of balance date.

#### (b) Loans and receivables

Loans and receivables are nonderivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the University provides money, goods or services directly to a debtor with no intention of selling the receivable. They are included in current assets, except for those with maturities greater than 12 months after the balance sheet date which are classified as non-current assets. Loans and receivables are included in receivables in the balance sheet.

#### (c) Available-for-sale financial assets

Available-for-sale financial assets, comprising principally marketable equity securities, are nonderivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

Regular purchases and sales of financial assets are recognised on trade date – the date on which the University commits to purchase or sell the asset. Investments are initially recognised at fair value plus transactions costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value and transaction costs are expensed in the income statement. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the University has transferred substantially all the risks and rewards of ownership.

When securities classified as available-for-sale are sold, the accumulated fair value adjustments recognised in other comprehensive income are included in the income statement as gains and losses from investment securities.

#### Fair value

The fair values of quoted investments are based on current bid prices. If the market for a financial asset is not active (and for unlisted securities), the University establishes fair value by using valuation techniques. 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.

#### Subsequent measurement

Available-for-sale financial assets and financial assets at fair value through profit and loss are subsequently carried at fair value. Loans and receivables and held-to-maturity investments are carried at amortised cost using the effective interest method. Gains or losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are included in the income statement within Investment income or other expenses in the period in which they arise.

Changes in the fair value of monetary security denominated in a foreign currency and classified as available-for-sale are analysed between translation differences resulting from changes in amortised cost of the security and other changes in the carrying amount of the security. The translation differences related to changes in the amortised cost are recognised in profit or loss, and other changes in carrying amount are recognised in equity. Changes in the fair value of other monetary and nonmonetary securities classified as available-for-sale are recognised in equity.



### Impairment

The University assesses at each balance date whether there is objective evidence that a financial asset or group of financial assets is impaired. In the case of equity securities classified as available-for-sale, a significant or prolonged decline in the fair value of a security below its cost is considered in determining whether the security is impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in profit and loss is removed from equity and recognised in the income statement. Impairment losses recognised in the income statement on equity instruments are not reversed through the income statement.

### 1.11 Fair value measurement

The fair value of assets and liabilities must be measured for recognition and disclosure purposes.

The University 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 trading and available-for-sale securities) is based on quoted market prices for identical assets or liabilities at the reporting date (Level 1). The quoted market price used for assets held by the University is the most representative of fair value in the circumstances within the bidask spread.

The fair value of assets or liabilities that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques. The University uses a variety of methods and makes assumptions that are based on market conditions existing at each balance date. Quoted market prices or dealer quotes for similar instruments (Level 2) are used for long-term debt instruments held. Other techniques that are not based on observable market data (Level 3) such as estimated discounted cash flows, are used to determine fair value for the remaining assets and liabilities. The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows. The fair value of forward exchange contracts is determined using forward exchange market rates at the reporting date. The level in the fair value hierarchy shall be determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

Fair value measurement of non-financial assets is based on the highest and best use of the asset. The University considers market participants use of, or purchase price 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 University for similar financial instruments.

### 1.12 Intangible assets (Refer Note 23)

#### (a) Research and development

Expenditure on research activities, undertaken with the prospect of obtaining new scientific or technical knowledge and understanding, is recognised in the income statement as an expense when it is incurred.

Expenditure on development activities, being the application of research findings or other knowledge to a plan or design for the production of new or substantially improved products or services before the start of commercial production or use, is capitalised if the product or service is technically and

commercially feasible and adequate resources are available to complete development.

The expenditure capitalised comprises all directly attributable costs, including costs of materials, services, direct labour and an appropriate proportion of overheads. Other development expenditure is recognised in the Statement of Comprehensive Income as an expense as incurred. Capitalised development expenditure is stated at cost less accumulated amortisation. Amortisation is calculated using the straightline method to allocate the cost over the period of the expected benefit.

#### (b) Computer Software

Expenditure on software development activities used to enhance business processes that is greater than \$5,000 individually or has a 'total unit' or 'network' cost greater than \$10,000 is capitalised and depreciated over their useful life of 5 or 10 years. Software is treated as an intangible asset in accordance with AASB 138 Intangible Assets. The expenditure that is capitalised comprises all directly attributable costs, including the base cost of the software, consulting services and internal labour costs. Costs associated with the research phase of a software implementation, such as feasibility studies and proof of concept, cannot be treated as an asset/capitalised and are expensed in the year in which they are incurred.

Licences have a finite useful life and are carried at cost less accumulated amortisation and impairment losses. Amortisation is calculated using the straightline method to allocate the cost of trademarks and licences over their estimated useful lives, which vary from 35 years.

### 1.13 Trade and other payables

These amounts represent liabilities for goods and services provided to the University prior to the end of the financial year, which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

### 1.14 Borrowings (Refer Note 25)

Bank loans, debenture loans and commercial bills are carried at their principal amount, and are secured by a charge on the University's revenue. Interest expense is accrued at the contracted rate and included in Trade and other payables.

Medical Centre Developments Pty Ltd bonds are carried at their principal amount. Current Liabilities due within 12 months are carried at their nominal value. Bond commitments are disclosed at their gross (nominal) value in Note 25.

Borrowings are classified as current liabilities unless the University has an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date and does not expect to settle the liability for at least 12 months after the balance sheet date.

### 1.15 Borrowing costs

Borrowing costs incurred for the construction of any qualifying asset are capitalised during the period of time that is required to complete and prepare the asset for its intended use or sale. Other borrowing costs are expensed.

## 1.16 Employee benefits and provisions

### (i) Short-term obligations

Liabilities for shortterm employee benefits including wages and salaries, nonmonetary benefits and profitsharing bonuses are measured at the amount expected to be paid when the liability is settled, if it is expected to be settled wholly before twelve months after the end of the reporting period, and is recognised in other payables. Liabilities for nonaccumulating sick leave are recognised when the leave is taken and measured at the rates payable.

### (ii) Other long-term obligations

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.

### (iii) 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 University recognises 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 AASB 137 that involves the payment of termination benefits. When it 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. Benefits not expected to be settled wholly before 12 months after the end of the reporting period are discounted to present value.

## 1.17 Unfunded superannuation (Refer Note 33)

In accordance with the 1998 instructions issued by the Department of Education, Training and Youth Affairs (DETYA) now known as the Department of Education (Education), the effects of the unfunded superannuation liabilities of the 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.

Accordingly, the unfunded liabilities have been recognised in the Balance Sheet under Employee Benefits and Provisions with a corresponding asset recognised under Trade and Other Receivables. The recognition of both the asset and the liability consequently does not affect the year end net asset position of the University and its controlled entities.

AASB 119 (Employee Benefits) requires that the estimated present value of superannuation obligations recognised in the financial statements should be determined as at balance date. These financial statements recognise the estimated superannuation obligations in respect of the State Superannuation Fund using an actuarial estimate as at 30 June 2013. As there is no net impact on the balance sheet or income statement from these superannuation obligations (due to recognition of a corresponding receivable), the costs of providing an actuarial assessment at balance date (31 December 2013) outweigh the benefits. The University has therefore elected not to obtain an estimate of its superannuation obligations as at balance date. Consequently superannuation obligations (and corresponding receivable) are stated in the financial report based on estimates prepared 6 months in arrears.

## 1.18 Leases (Refer Note 32.1)

Leases of property, plant and equipment where the University, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the lease's inception at the lower of the fair value of the leased property and the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in other shortterm and long-term payables. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property, plant and equipment acquired under finance leases are depreciated over the shorter of the asset's useful life and the lease term.

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases (note 32). Payments made under operating leases (net of any incentives received from the lessor) are charged to the income statement on a straightline basis over the period of the lease.

## 1.19 Income tax

The University and its controlled entities are exempt from income tax in accordance with the provisions of Section 5055 of the Income Tax Assessment Act. In 2013 Medical Centre Developments Pty. Ltd. (MCD) obtained an exemption from the imposition of Income Tax on its profits under section 5055 of the Income Tax Assessment Act 1997, as amended. Therefore in 2013 accounts, tax accounting was not applied in accordance with AASB 112 "Income Taxes".

The income tax expense or revenue for the period is the tax payable on the current period's taxable income based on the income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax bases of assets and liabilities and their carrying amounts in the financial statements, and to unused tax losses.

Deferred tax assets and liabilities are recognised for temporary differences at the tax rates expected to apply when the assets are recovered or liabilities are settled, based on those tax rates which are enacted or substantively enacted at the time. The relevant tax rates are applied to the cumulative amounts of deductible and taxable temporary differences to measure the deferred tax asset or liability. An exception is made for certain temporary differences arising from the initial recognition of an asset or a liability. No deferred tax asset or liability is recognised in relation to these temporary differences if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit or loss.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses, only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Current and deferred tax balances attributable to amounts recognised outside profit and loss are also recognised directly in equity.

## 1.20 Goods and services tax (GST)

The University is registered for, and accounts for, GST on an accrual monthly basis. Revenues, expenses, assets and liabilities are recognised net of GST amounts, with the exception of receivables and payables, which are inclusive of GST. The net amount of GST receivable from or payable to the Australian Tax Office at balance date is recognised in the balance sheet as a current asset within Trade and Other Receivables, or current liabilities within Trade and Other Payables.

## 1.21 Comparative amounts

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

## 1.22 Rounding of amounts

The University satisfies the requirements of Part 4.2(d) of the Directions of the Minister for Finance that accompany the Financial Management Act 1994 and accordingly amounts in the financial statements have been rounded to the nearest thousand dollars.

## 1.23 New Accounting Standards and Interpretations

The AASB has issued new and amended Accounting Standards and Interpretations that have mandatory application dates for future reporting periods.

The University has decided against early adoption of these standards. The following table summarises those future requirements, and their impact on the University:

STANDARD NAME	EFFECTIVE DATE FOR ENTITY	REQUIREMENTS	IMPACT
AASB 9 Financial Instruments and amending standards AASB 20107 / AASB 20126	30 June 2016	Changes to the classification and measurement requirements for financial assets and financial liabilities.  New rules relating to derecognition of financial instruments.	The impact of AASB 9 has not yet been determined as the entire standard has not been released.
AASB 10 Consolidated Financial Statements / AASB 11 Joint Arrangements / AASB 12 Disclosures of Interests in Other Entities, AASB 127 Separate Financial Statements, AASB 128 Investments in Associates and AASB 201210 Amendments to Australian Accounting Standards Transition Guidance and Other Amendments	30 June 2014	AASB 10 includes a new definition of control, which is used to determine which entities are consolidated, and describes consolidation procedures. The Standard provides additional guidance to assist in the determination of control where this is difficult to assess.  AASB 11 focuses on the rights and obligations of a joint venture arrangement, rather than its legal form (as is currently the case). AASB 11 requires equity accounting for joint ventures, eliminating proportionate consolidation as an accounting choice.  AASB 12 includes disclosure requirements for all forms of interests in other entities, including joint arrangements, associates, special purpose vehicles and other off balance sheet vehicles.	The Group will review its controlled entities to determine whether they should be consolidated under AASB 10. No changes are anticipated.  All joint ventures of the group are equity accounted and therefore minimal impact is expected due to the adoption of AASB 11.  Additional disclosures will be required under AASB 12, but there will be no changes to reported position and performance.
AASB 20117 Amendments to Australian Accounting Standards arising from the Consolidation and Joint Arrangements Standards [AASB 1, 2, 3, 5, 7, 9, 200911, 101, 107, 112, 118, 121, 124, 132, 133, 136, 138, 139, 1023 & 1038 and Interpretations 5, 9, 16 & 17]	30 June 2014	This standard provides many consequential changes due to the release of the new consolidation and joint venture standards.	The impact of this standard is expected to be minimal.

		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>2. Australian government financial assistance including HECS-HELP and other Australian government loans</b>					
<b>2.1 Commonwealth Grant scheme and other grants</b>					
Commonwealth grants scheme		188,899	185,374	188,899	185,374
Indigenous support program		659	475	659	475
Partnership and participation program		4,463	5,321	4,463	5,321
Workplace reform program		379	333	379	333
Transitional cost program		-	72	-	72
Superannuation program		5,254	5,165	5,254	5,165
<b>Total Commonwealth Grant scheme and other grants</b>	<b>38.1</b>	<b>199,654</b>	<b>196,740</b>	<b>199,654</b>	<b>196,740</b>
<b>2.2 Higher Education loan programs</b>					
HECS-HELP payments		131,092	110,380	131,092	110,380
FEE-HELP payments		11,239	8,495	11,239	8,495
<b>Total Higher Education loan programs</b>	<b>38.2</b>	<b>142,331</b>	<b>118,875</b>	<b>142,331</b>	<b>118,875</b>
<b>2.3 Scholarships</b>					
Australian postgraduate awards		4,680	4,223	4,680	4,223
International postgraduate research scholarships		383	366	383	366
Commonwealth education costs scholarship		2	302	2	302
Commonwealth accommodation scholarships		89	393	89	393
Indigenous access scholarships		56	54	56	54
<b>Total Scholarships</b>	<b>38.3</b>	<b>5,210</b>	<b>5,338</b>	<b>5,210</b>	<b>5,338</b>
<b>2.4 Education research</b>					
Joint research engagement program		6,051	6,036	6,051	6,036
Research training scheme		11,154	10,985	11,154	10,985
JRE engineering cadetship		26	-	26	-
Research infrastructure block grants		2,114	2,866	2,114	2,866
Sustainable research excellence in universities		1,685	1,854	1,685	1,854
<b>Total Education research</b>	<b>38.4</b>	<b>21,030</b>	<b>21,741</b>	<b>21,030</b>	<b>21,741</b>
<b>2.5 Other capital funding</b>					
Education investment fund		-	6,300	-	6,300
Other capital funding		50	-	50	-
<b>Total Other capital funding</b>		<b>50</b>	<b>6,300</b>	<b>50</b>	<b>6,300</b>
<b>2.6 Australian research council</b>					
<b>(i) Discovery</b>					
Discovery Projects	38.6	3,908	4,475	3,908	4,475
Discovery Fellowships	38.6	2,077	2,968	2,077	2,968
<b>Total Discovery</b>		<b>5,985</b>	<b>7,443</b>	<b>5,985</b>	<b>7,443</b>
<b>(ii) Linkages</b>					
Linkages Infrastructure	38.6	150	1,110	150	1,110
Linkages Projects	38.6	1,154	976	1,154	976
<b>Total Linkages</b>		<b>1,304</b>	<b>2,086</b>	<b>1,304</b>	<b>2,086</b>
<b>Total ARC</b>		<b>7,289</b>	<b>9,529</b>	<b>7,289</b>	<b>9,529</b>



	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>2. Australian government financial assistance including HECS-HELP and other Australian government loans (continued)</b>					
<b>2.7 Other Australian Government financial assistance</b>					
NON-CAPITAL					
Other Australian Government financial assistance		5,170	4,705	5,170	4,705
<b>Total Other Australian Government Financial Assistance</b>		<b>5,170</b>	<b>4,705</b>	<b>5,170</b>	<b>4,705</b>
<b>Total Australian Government Financial Assistance</b>		<b>380,734</b>	<b>363,228</b>	<b>380,734</b>	<b>363,228</b>
RECONCILIATION					
Australian Government Grants		238,403	244,353	238,403	244,353
HECS-HELP payments		131,092	110,380	131,092	110,380
FEE-HELP payments		11,239	8,495	11,239	8,495
<b>Total Australian Government Financial Assistance</b>		<b>380,734</b>	<b>363,228</b>	<b>380,734</b>	<b>363,228</b>
AUSTRALIAN GOVERNMENT GRANTS RECEIVED CASH BASIS					
CGS and other educational grants	38.1	203,145	198,850	203,145	198,850
Higher education loan programmes (exc. OS-HELP)*	38.2	142,858	119,737	142,858	119,737
Scholarships	38.3	5,020	4,748	5,020	4,748
Education research	38.4	21,030	21,741	21,030	21,741
Other Capital Funding		50	6,300	50	6,300
ARC grants Discovery	38.6	5,981	7,102	5,981	7,102
ARC grants Linkages	38.6	1,304	2,086	1,304	2,086
<b>Total Australian Government grants received cash basis</b>		<b>379,388</b>	<b>360,564</b>	<b>379,388</b>	<b>360,564</b>
OS-HELP (Net)	38.7	2,299	2,038	2,299	2,038
Superannuation Supplementation	38.8	5,745	4,803	5,745	4,803
<b>Total Australian Government funding received cash basis</b>		<b>387,432</b>	<b>367,405</b>	<b>387,432</b>	<b>367,405</b>

\*OS-HELP is held in trust for students and is not revenue for the University.

		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>3. State and local government financial assistance</b>					
Specific purpose grants		5,045	6,503	5,045	6,503
<b>Total State and local government financial assistance</b>		<b>5,045</b>	<b>6,503</b>	<b>5,045</b>	<b>6,503</b>
<b>4. Fees and charges</b>					
COURSE FEES AND CHARGES					
Fee-paying overseas students		102,318	97,394	102,318	97,394
Continuing education		1,795	1,441	1,795	1,441
Fee-paying domestic postgraduate students		4,045	4,693	4,045	4,693
Fee-paying domestic undergraduate students		108	215	108	215
Other domestic course fees and charges		387	117	387	117
<b>Total course fees and charges</b>		<b>108,653</b>	<b>103,860</b>	<b>108,653</b>	<b>103,860</b>
OTHER FEES AND CHARGES					
Other services		8,545	7,885	8,545	7,885
General service fees		7,146	5,508	7,146	5,508
<b>Total other fees and charges</b>		<b>15,691</b>	<b>13,393</b>	<b>15,691</b>	<b>13,393</b>
<b>Total fees and charges</b>		<b>124,344</b>	<b>117,253</b>	<b>124,344</b>	<b>117,253</b>
<b>5. Investment income</b>					
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS					
Interest received on funds under management		1,603	1,792	1,603	1,792
Realised loss on investment		(341)	(69)	(341)	(69)
Unrealised gain/(loss) on investment		409	243	409	243
Interest received other		6,626	8,110	6,521	7,976
Dividends		1,185	1,347	3,714	3,356
<b>Total investment income</b>		<b>9,482</b>	<b>11,423</b>	<b>11,906</b>	<b>13,298</b>
<b>6. Consultancy and contract research</b>					
Consultancy		19,512	16,310	19,512	16,310
Contract research		30,057	28,547	30,057	28,547
<b>Total consultancy and contract research</b>		<b>49,569</b>	<b>44,857</b>	<b>49,569</b>	<b>44,857</b>
<b>7. Other revenue</b>					
Sales		4,380	4,364	4,380	4,364
Other trading revenue		9,124	7,453	9,124	7,453
<b>Total trading revenue</b>		<b>13,504</b>	<b>11,817</b>	<b>13,504</b>	<b>11,817</b>
Accommodation revenue		21,846	21,216	22,259	21,747
Donations and bequests		1,747	1,405	1,747	1,405
Scholarships and prizes		639	771	639	771
Other revenue		11,294	9,727	11,289	9,727
<b>Total other revenue</b>		<b>49,030</b>	<b>44,936</b>	<b>49,438</b>	<b>45,467</b>

NOTES TO AND FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>8. Employee benefits and on-costs</b>					
ACADEMIC					
Salaries		159,760	158,841	159,760	158,841
Contributions to superannuation and pension schemes:					
Emerging cost		2,840	2,948	2,840	2,948
Funded		21,906	21,735	21,906	21,735
Payroll tax		8,608	8,251	8,608	8,251
Worker's compensation		956	1,056	956	1,056
Long service leave expense		4,927	5,209	4,927	5,209
Annual leave		(3,125)	993	(3,125)	993
Allowances		4,494	3,640	4,494	3,640
Other		1,304	1,300	1,304	1,300
<b>Total academic</b>		<b>201,670</b>	<b>203,973</b>	<b>201,670</b>	<b>203,973</b>
NON-ACADEMIC					
Salaries		127,967	119,270	127,967	119,270
Contributions to superannuation and pension schemes:					
Emerging cost		2,617	2,366	2,617	2,366
Funded		19,687	18,768	19,687	18,768
Payroll tax		7,343	6,841	7,343	6,841
Worker's compensation		804	891	804	891
Long service leave expense		4,725	3,828	4,725	3,828
Annual leave		(3,752)	(1,941)	(3,752)	(1,941)
Allowances		3,554	2,533	3,554	2,533
Other		1,909	2,066	1,909	2,066
<b>Total non-academic</b>		<b>164,854</b>	<b>154,622</b>	<b>164,854</b>	<b>154,622</b>
<b>Total employee related expenses</b>		<b>366,524</b>	<b>358,595</b>	<b>366,524</b>	<b>358,595</b>
Deferred employee benefits for superannuation		(30,673)	24,974	(30,673)	24,974
<b>Total employee related expenses, including deferred government employee benefits for superannuation</b>		<b>335,851</b>	<b>383,569</b>	<b>335,851</b>	<b>383,569</b>

		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>9. Buildings and grounds</b>					
Occupancy expenses		29,267	25,663	34,246	30,640
Materials and equipment		8,026	6,996	8,026	6,996
Operating rental lease expense		4,471	7,020	4,471	7,020
<b>Total buildings and grounds</b>		<b>41,764</b>	<b>39,679</b>	<b>46,743</b>	<b>44,656</b>
<b>10. Repairs and maintenance</b>					
Repairs and maintenance		10,778	10,870	10,778	10,870
<b>Total repairs and maintenance</b>		<b>10,778</b>	<b>10,870</b>	<b>10,778</b>	<b>10,870</b>
<b>11. Depreciation and amortisation</b>					
DEPRECIATION					
Buildings		11,856	12,719	11,571	12,382
Leasehold improvements		988	1,007	988	1,007
Infrastructure		1,012	821	1,012	821
Plant and equipment		7,873	7,214	7,873	7,214
Furniture, fixtures and office equipment		1,577	859	1,577	859
Motor vehicles		682	623	682	623
Computer hardware		9,085	6,705	9,085	6,705
Library collection		4,781	4,505	4,781	4,505
<b>Total depreciation</b>		<b>37,854</b>	<b>34,453</b>	<b>37,569</b>	<b>34,116</b>
AMORTISATION					
Amortisation of intangible assets		6,736	4,893	6,736	4,893
Amortisation of deferred expenses		211	247	211	247
<b>Total amortisation (excluding finance lease amortisation)</b>		<b>6,947</b>	<b>5,140</b>	<b>6,947</b>	<b>5,140</b>
<b>Total depreciation and amortisation</b>		<b>44,801</b>	<b>39,593</b>	<b>44,516</b>	<b>39,256</b>
<b>12. Bad and impaired debts</b>					
Doubtful debts		30	142	30	142
Bad debts		153	445	153	445
<b>Total bad and impaired debts</b>		<b>183</b>	<b>587</b>	<b>183</b>	<b>587</b>

NOTES TO AND FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>13. Other expenses</b>					
Advertising		7,890	7,993	7,890	7,993
Catering expenses		1,674	1,684	1,674	1,684
Computer expenses		10,886	9,216	10,886	9,216
Telecommunications		3,708	3,890	3,708	3,890
Non-capitalised equipment		2,446	3,292	2,446	3,292
Scholarships, grants and prizes		7,277	6,461	7,277	6,461
Impairment Loss		16	-	16	-
Research participant payments		271	(60)	271	(60)
Examiner fees		276	248	276	248
Student amenities		456	749	456	749
Miscellaneous expense		6,325	3,845	6,198	3,749
Motor vehicle expenses		819	862	819	862
Postage		1,274	1,345	1,274	1,345
Printing and stationery		1,138	1,401	1,138	1,401
<b>Total other expenses</b>		<b>44,456</b>	<b>40,926</b>	<b>44,329</b>	<b>40,830</b>
<b>14. Borrowing costs</b>					
Interest expense (excluding Joint venture interest)		2,525	3,564	2,078	2,796
<b>Total borrowing costs expensed</b>		<b>2,525</b>	<b>3,564</b>	<b>2,078</b>	<b>2,796</b>



		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>15. Income tax expense</b>					
Current tax		-	(1,013)	-	-
Underprovision in respect of prior years		(74)	-	-	-
Deferred tax write-off		977	-	-	-
		<b>903</b>	<b>(1,013)</b>	<b>-</b>	<b>-</b>
NUMERICAL RECONCILIATION OF INCOME TAX EXPENSE TO PRIMA FACIE TAX PAYABLE					
Operating result from continuing operations before income tax expense		-	3,377	-	-
Tax at the Australian tax rate of 30% (2012: 30%)		-	1,013	-	-
Tax effect of amounts which are not deductible / (taxable) in calculating taxable income:					
<b>Income tax expense</b>		<b>-</b>	<b>1,013</b>	<b>-</b>	<b>-</b>
<b>16. Sale of assets</b>					
Proceeds from sale		1,095	5,991	1,095	5,991
Less carrying amount of assets sold		(1,707)	(6,220)	(1,707)	(6,220)
<b>Total profit/(loss) on sale of assets</b>		<b>(612)</b>	<b>(229)</b>	<b>(612)</b>	<b>(229)</b>
<b>17. Remuneration of auditors</b>					
During the year, the following fees were paid for services provided by the auditor of the University, its related practices and nonrelated audit firms:					
AUDIT AND REVIEW OF THE FINANCIAL STATEMENTS					
Fee paid to Victorian Auditor General's Office		161	154	150	148
<b>Total paid for audit and review</b>		<b>161</b>	<b>154</b>	<b>150</b>	<b>148</b>
OTHER AUDIT AND ASSURANCE SERVICES					
Fees paid to other auditors		17	15	17	15
<b>Total paid for audit and assurance</b>		<b>17</b>	<b>15</b>	<b>17</b>	<b>15</b>

NOTES TO AND FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>18. Trade and other receivables</b>					
CURRENT					
Trade receivables		8,651	6,803	21,158	15,061
Deferred government contributions for superannuation	33.3	3,000	3,000	3,000	3,000
GST receivable		2,756	4,213	2,756	4,213
Less provision for doubtful debts		(180)	(154)	(180)	(154)
<b>Total current receivables</b>		<b>14,227</b>	<b>13,862</b>	<b>26,734</b>	<b>22,120</b>
NON-CURRENT					
Trade receivables		1,486	675	1,486	675
Deferred government contributions for superannuation	33.3	71,370	102,043	71,370	102,043
<b>Total non-current receivables</b>		<b>72,856</b>	<b>102,718</b>	<b>72,856</b>	<b>102,718</b>
<b>Total trade and other receivables</b>		<b>87,083</b>	<b>116,580</b>	<b>99,590</b>	<b>124,838</b>
IMPAIRED RECEIVABLES					
As at 31 December 2013 current receivables of the University with a nominal value of \$180,000 (2012: \$154,000) were impaired. The amount of the provision was \$180,000 (2012: \$154,000). The individually impaired receivables relate to debts from students, who are in unexpectedly difficult economic situations. It was assessed that the receivables are not expected to be recovered. The ageing of these receivables is as follows:					
CURRENT RECEIVABLES					
Over 181 days		180	154	180	154
		180	154	180	154
As at 31 December 2013 trade receivables of \$2,759,082 (2012: \$2,291,982) were past due but not impaired. These relate to a number of independent customers for whom there is no recent history of default. The ageing analysis of these receivables is as follows:					
TRADE RECEIVABLES					
Between 15 to 90 days		2,654	1,980	2,654	1,980
Between 91 to 180		80	30	80	30
Over 181 days		25	282	25	282
		<b>2,759</b>	<b>2,292</b>	<b>2,759</b>	<b>2,292</b>
MOVEMENTS IN THE PROVISION FOR IMPAIRED RECEIVABLES ARE AS FOLLOWS:					
At 1 January		154	279	154	279
Provision for impairment recognised during the year		263	142	263	142
Receivables written off during the year as uncollectible		(215)	(267)	(215)	(267)
Debt paid		(22)	-	(22)	-
		<b>180</b>	<b>154</b>	<b>180</b>	<b>154</b>

The movement in the provision for impaired receivables has been included in 'bad and impaired debts' in the income statement. Amounts charged to the provision account are generally written off when there is no expectation of recovering additional cash.

The other amounts within receivables do not contain impaired assets and are not past due. Based on credit history, it is expected that these amounts will be received when due.

		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>19. Other financial assets at fair value through profit or loss</b>					
<b>19.1 Other financial assets current</b>					
CURRENT					
Deposits*		40,047	57,467	40,047	57,467
Debentures		1,416	1,422	1,416	1,422
Units in trusts		983	140	983	140
Listed shares		1,556	1,435	1,556	1,435
<b>Total current other financial assets</b>		<b>44,002</b>	<b>60,464</b>	<b>44,002</b>	<b>60,464</b>
MOVEMENT OF CURRENT OTHER FINANCIAL ASSETS					
Opening net book value		60,464	78,424	60,464	78,424
Additions*		40,905	57,467	40,905	57,467
Disposals and redemptions*		(57,580)	(75,537)	(57,580)	(75,537)
Capital losses		(196)	(135)	(196)	(135)
Unrealised gains/(losses)		409	245	409	245
<b>Closing net book value</b>		<b>44,002</b>	<b>60,464</b>	<b>44,002</b>	<b>60,464</b>
*Consists of term deposits with a term of greater than 90 days.					
<b>19.2 Other financial assets non-current</b>					
NON-CURRENT					
Shares at fair value through profit or loss**		4,866	5,141	4,866	5,141
Available-for-sale financial assets^		35,741	30,363	35,741	30,363
<b>Total non-current other financial assets</b>		<b>40,607</b>	<b>35,504</b>	<b>40,607</b>	<b>35,504</b>
MOVEMENT OF NON-CURRENT OTHER FINANCIAL ASSETS					
Opening net book value		35,504	31,302	35,504	31,577
Disposals		(275)	-	(275)	-
Dividends		1,602	2,067	1,602	1,792
Realised gains/(losses)		127	59	127	59
Unrealised gains/(losses)		3,649	2,076	3,649	2,076
<b>Closing net book value</b>		<b>40,607</b>	<b>35,504</b>	<b>40,607</b>	<b>35,504</b>

\*\* Shares at fair value through profit or loss include: VERNET Pty. Ltd. \$2,282,242; Bendigo Telco \$42,000; IDP Education Aust. Ltd. \$10,000; Australian Synchrotron \$2,500,000 and miscellaneous shares \$31,000.

^ Available-for-sale financial assets comprise long term managed funds.

		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>20. Inventories</b>					
CURRENT					
Commercial and trading activities		735	716	735	716
<b>Total inventories</b>		<b>735</b>	<b>716</b>	<b>735</b>	<b>716</b>
<b>21. Non-current assets classified as held for sale</b>					
Land		3,330	3,610	3,330	3,610
Buildings		-	220	-	220
<b>Total non-current assets classified held for sale</b>		<b>3,330</b>	<b>3,830</b>	<b>3,330</b>	<b>3,830</b>
RECONCILIATION OF NON-CURRENT ASSETS CLASSIFIED AS HELD FOR SALE					
Opening value		3,830	8,415	3,830	8,415
Carrying value of assets sold		(500)	(4,585)	(500)	(4,585)
<b>Closing value</b>		<b>3,330</b>	<b>3,830</b>	<b>3,330</b>	<b>3,830</b>
<b>22. Property, plant and equipment</b>					
Freehold land					
At independent valuation 2012		264,855	264,855	264,855	264,855
		<b>264,855</b>	<b>264,855</b>	<b>264,855</b>	<b>264,855</b>
Buildings					
At independent valuation 2012		480,060	480,145	465,850	465,935
At cost		61,786	-	61,786	-
Accumulated depreciation		(12,278)	(426)	(11,994)	(426)
		<b>529,568</b>	<b>479,719</b>	<b>515,642</b>	<b>465,509</b>
Work in progress					
At cost		78,879	120,944	78,879	120,944
		<b>78,879</b>	<b>120,944</b>	<b>78,879</b>	<b>120,944</b>
Buildings leasehold improvements					
At cost		27,118	25,162	27,118	25,162
Accumulated amortisation		(2,936)	(1,948)	(2,936)	(1,948)
		<b>24,182</b>	<b>23,214</b>	<b>24,182</b>	<b>23,214</b>
Infrastructure					
At fair value		29,023	29,023	29,023	29,023
At cost		24,043	-	24,043	-
Accumulated depreciation		(1,012)	-	(1,012)	-
		<b>52,054</b>	<b>29,023</b>	<b>52,054</b>	<b>29,023</b>

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>22. Property, plant and equipment (continued)</b>					
Plant and equipment					
At cost		112,622	91,100	112,622	91,100
Accumulated depreciation		(48,635)	(41,953)	(48,635)	(41,953)
		<b>63,987</b>	<b>49,147</b>	<b>63,987</b>	<b>49,147</b>
Furniture, fixtures and office equipment					
At cost		17,985	11,038	17,985	11,038
Accumulated depreciation		(3,545)	(2,292)	(3,545)	(2,292)
		<b>14,440</b>	<b>8,746</b>	<b>14,440</b>	<b>8,746</b>
Motor vehicles					
At cost		5,361	5,074	5,361	5,074
Accumulated depreciation		(1,932)	(1,612)	(1,932)	(1,612)
		<b>3,429</b>	<b>3,462</b>	<b>3,429</b>	<b>3,462</b>
Computer hardware					
At cost		40,431	35,846	40,431	35,846
Accumulated depreciation		(24,978)	(19,895)	(24,978)	(19,895)
		<b>15,453</b>	<b>15,951</b>	<b>15,453</b>	<b>15,951</b>
Library collection					
At cost		165,723	156,303	165,723	156,303
Accumulated depreciation		(136,301)	(131,520)	(136,301)	(131,520)
		<b>29,422</b>	<b>24,783</b>	<b>29,422</b>	<b>24,783</b>
Leased buildings					
At cost		71,990	71,990	71,990	71,990
Accumulated depreciation		(2,835)	(1,285)	(2,835)	(1,285)
		<b>69,155</b>	<b>70,705</b>	<b>69,155</b>	<b>70,705</b>
Works of art					
At 2011 valuation		13,960	13,462	13,960	13,462
		13,960	13,462	13,960	13,462
<b>Total property, plant and equipment at cost and valuation</b>		<b>1,159,384</b>	<b>1,104,011</b>	<b>1,145,458</b>	<b>1,089,801</b>

Land, buildings and infrastructure were independently valued by the Valuer-General as at 31 December 2012.

Works of art were independently valued as at 31 December 2011 by specialised valuers for each type of work.

The portion of the land occupied at the Wodonga campus is jointly shared with the Wodonga Institute of Technical and Further Education (TAFE). Title to this land is with the Ministry of Education (valued at \$4,330,000 in 2012) and is recorded in the Wodonga Institute of TAFE's accounts.



## 22.1 Property, plant and equipment movements table

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

Consolidated Year ended 31 December 2013	LAND	BUILDINGS	PLANT AND EQUIPMENT	MOTOR VEHICLES
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	264,855	479,719	49,147	3,462
Additions	-	3,521	14,790	1,031
Disposals written down value	-	-	(466)	(382)
Transfers	-	58,183	8,389	-
Revaluation increase/(decrease)	-	-	-	-
Depreciation expense	-	(11,855)	(7,873)	(682)
<b>Closing net book amount</b>	<b>264,855</b>	<b>529,568</b>	<b>63,987</b>	<b>3,429</b>

	FURNITURE, FIXTURES AND OFFICE EQUIPMENT	COMPUTER HARDWARE	BUILDINGS LEASEHOLD IMPROVEMENTS	LEASED BUILDINGS
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	8,746	15,951	23,214	70,705
Additions	1,088	1,331	1,100	-
Disposals written down value	(9)	(122)	-	-
Transfers	6,192	7,378	856	-
Revaluation increase/(decrease)	-	-	-	-
Depreciation expense	(1,577)	(9,085)	(988)	(1,550)
<b>Closing net book amount</b>	<b>14,440</b>	<b>15,453</b>	<b>24,182</b>	<b>69,155</b>

	WORKS OF ART	LIBRARY COLLECTION	WORKS IN PROGRESS	INFRASTRUCTURE
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	13,462	24,783	120,944	29,023
Additions	434	9,421	63,619	3,544
Disposals written down value	-	-	-	-
Transfers	64	-	(105,684)	20,499
Revaluation increase/(decrease)	-	-	-	-
Depreciation expense	-	(4,782)	-	(1,012)
<b>Closing net book amount</b>	<b>13,960</b>	<b>29,422</b>	<b>78,879</b>	<b>52,054</b>

	TOTAL
	\$ 000's
Opening net book amount	1,104,011
Additions	99,879
Disposals written down value	(979)
Transfers	(4,123)
Revaluation increase/(decrease)	-
Depreciation expense	(39,404)
<b>Closing net book amount</b>	<b>1,159,384</b>

Consolidated  
Year ended 31 December 2012

	LAND	BUILDINGS	PLANT AND EQUIPMENT	MOTOR VEHICLES
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	285,420	460,370	41,256	3,553
Additions	-	12,854	7,505	1,145
Disposals written down value	(277)	(126)	(502)	(635)
Transfers	(28)	31,673	8,102	22
Revaluation increase/(decrease)	(20,260)	(12,332)	-	-
Depreciation expense	-	(12,720)	(7,214)	(623)
<b>Closing net book amount</b>	<b>264,855</b>	<b>479,719</b>	<b>49,147</b>	<b>3,462</b>

	FURNITURE, FIXTURES AND OFFICE EQUIPMENT	COMPUTER HARDWARE	BUILDINGS LEASEHOLD IMPROVEMENTS	LEASED BUILDINGS
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	2,318	17,516	6,130	-
Additions	2,884	1,254	10,546	71,990
Disposals written down value	-	(39)	-	-
Transfers	4,403	3,925	7,545	-
Revaluation increase/(decrease)	-	-	-	-
Depreciation expense	(859)	(6,705)	(1,007)	(1,285)
<b>Closing net book amount</b>	<b>8,746</b>	<b>15,951</b>	<b>23,214</b>	<b>70,705</b>

	WORKS OF ART	LIBRARY COLLECTION	WORKS IN PROGRESS	INFRASTRUCTURE
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	13,386	20,803	100,319	4,803
Additions	75	8,538	87,697	5,306
Disposals written down value	-	(52)	-	-
Transfers	1	(1)	(67,072)	11,407
Revaluation increase/(decrease)	-	-	-	8,328
Depreciation expense	-	(4,505)	-	(821)
<b>Closing net book amount</b>	<b>13,462</b>	<b>24,783</b>	<b>120,944</b>	<b>29,023</b>

	TOTAL
	\$ 000's
Opening net book amount	955,874
Additions	209,794
Disposals written down value	(1,631)
Transfers	(23)
Revaluation increase/(decrease)	(24,264)
Depreciation expense	(35,739)
<b>Closing net book amount</b>	<b>1,104,011</b>

NOTES TO AND FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013

La Trobe University  
Year ended 31 December 2013

	LAND	BUILDINGS	PLANT AND EQUIPMENT	MOTOR VEHICLES
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	264,855	465,509	49,147	3,462
Additions	-	3,521	14,790	1,031
Disposals written down value	-	-	(466)	(382)
Transfers	-	58,183	8,389	-
Revaluation increase/(decrease)	-	-	-	-
Depreciation expense	-	(11,571)	(7,873)	(682)
<b>Closing net book amount</b>	<b>264,855</b>	<b>515,642</b>	<b>63,987</b>	<b>3,429</b>

	FURNITURE, FIXTURES AND OFFICE EQUIPMENT	COMPUTER HARDWARE	BUILDINGS LEASEHOLD IMPROVEMENTS	LEASED BUILDINGS
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	8,746	15,951	23,214	70,705
Additions	1,088	1,331	1,100	-
Disposals written down value	(9)	(122)	-	-
Transfers	6,192	7,378	856	-
Revaluation increase/(decrease)	-	-	-	-
Depreciation expense	(1,577)	(9,085)	(988)	(1,550)
<b>Closing net book amount</b>	<b>14,440</b>	<b>15,453</b>	<b>24,182</b>	<b>69,155</b>

	WORKS OF ART	LIBRARY COLLECTION	WORKS IN PROGRESS	INFRASTRUCTURE
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	13,462	24,783	120,944	29,023
Additions	434	9,421	63,619	3,544
Disposals written down value	-	-	-	-
Transfers	64	-	(105,684)	20,499
Revaluation increase/(decrease)	-	-	-	-
Depreciation expense	-	(4,782)	-	(1,012)
<b>Closing net book amount</b>	<b>13,960</b>	<b>29,422</b>	<b>78,879</b>	<b>52,054</b>

	TOTAL
	\$ 000's
Opening net book amount	1,089,801
Additions	99,879
Disposals written down value	(979)
Transfers	(4,123)
Revaluation increase/(decrease)	-
Depreciation expense	(39,120)
<b>Closing net book amount</b>	<b>1,145,458</b>

NOTES TO AND FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013

La Trobe University  
Year ended 31 December 2012

	LAND	BUILDINGS	PLANT AND EQUIPMENT	MOTOR VEHICLES
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	285,420	444,181	41,256	3,553
Additions	-	12,854	7,505	1,145
Disposals written down value	(277)	(126)	(502)	(635)
Transfers	(28)	31,671	8,102	22
Revaluation increase/(decrease)	(20,260)	(10,689)	-	-
Depreciation expense	-	(12,382)	(7,214)	(623)
<b>Closing net book amount</b>	<b>264,855</b>	<b>465,509</b>	<b>49,147</b>	<b>3,462</b>

	FURNITURE, FIXTURES AND OFFICE EQUIPMENT	COMPUTER HARDWARE	BUILDINGS LEASEHOLD IMPROVEMENTS	LEASED BUILDINGS
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	2,318	17,516	6,130	-
Additions	2,884	1,254	10,546	71,990
Disposals written down value	-	(39)	-	-
Transfers	4,403	3,925	7,545	-
Revaluation increase/(decrease)	-	-	-	-
Depreciation expense	(859)	(6,705)	(1,007)	(1,285)
<b>Closing net book amount</b>	<b>8,746</b>	<b>15,951</b>	<b>23,214</b>	<b>70,705</b>

	WORKS OF ART	LIBRARY COLLECTION	WORKS IN PROGRESS	INFRASTRUCTURE
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Opening net book amount	13,386	20,803	100,319	4,803
Additions	75	8,538	87,697	5,306
Disposals written down value	-	(52)	-	-
Transfers	1	(1)	(67,072)	11,407
Revaluation increase/(decrease)	-	-	-	8,328
Depreciation expense	-	(4,505)	-	(821)
<b>Closing net book amount</b>	<b>13,462</b>	<b>24,783</b>	<b>120,944</b>	<b>29,023</b>

	TOTAL
	\$ 000's
Opening net book amount	939,685
Additions	209,794
Disposals written down value	(1,631)
Transfers	(25)
Revaluation increase/(decrease)	(22,621)
Depreciation expense	(35,401)
<b>Closing net book amount</b>	<b>1,089,801</b>

NOTES TO AND FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013

		CONSOLIDATED		LA TROBE UNIVERSITY	
NOTE		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>23. Intangible assets</b>					
Computer software development					
Cost	1.12	60,893	55,987	60,893	55,987
Accumulated amortisation and impairment		(27,542)	(20,910)	(27,542)	(20,910)
<b>Net carrying value</b>		<b>33,351</b>	<b>35,077</b>	<b>33,351</b>	<b>35,077</b>
<b>Total intangible assets</b>		<b>33,351</b>	<b>35,077</b>	<b>33,351</b>	<b>35,077</b>
MOVEMENT OF INTANGIBLE ASSETS					
Opening net book amount		35,077	36,881	35,077	36,881
Additions Computer software development costs		5,242	3,093	5,242	3,093
Disposals		(232)	(4)	(232)	(4)
Amortisation charge		(6,736)	(4,893)	(6,736)	(4,893)
<b>Closing net book amount</b>		<b>33,351</b>	<b>35,077</b>	<b>33,351</b>	<b>35,077</b>
<b>24. Other non-financial assets</b>					
CURRENT					
Prepayments		9,403	8,331	9,403	8,331
<b>Total current other non-financial assets</b>		<b>9,403</b>	<b>8,331</b>	<b>9,403</b>	<b>8,331</b>
NON-CURRENT					
Prepaid licence fee sports facilities		244	244	244	244
Prepaid licence fee cogeneration plant		399	399	399	399
Austin health centre		2,000	2,000	2,000	2,000
<b>Total</b>		<b>2,643</b>	<b>2,643</b>	<b>2,643</b>	<b>2,643</b>
Less accumulated amortisation		(2,130)	(1,919)	(2,130)	(1,919)
<b>Total non-current other non-financial assets</b>		<b>513</b>	<b>724</b>	<b>513</b>	<b>724</b>
<b>Total other non-financial assets</b>		<b>9,916</b>	<b>9,055</b>	<b>9,916</b>	<b>9,055</b>
<b>25. Borrowings</b>					
CURRENT					
Secured					
Debenture loans		839	847	839	847
Commercial bills		3,297	3,122	3,297	3,122
Business market loan		2,280	-	2,280	-
Bonds		2,390	4,162	-	-
<b>Total current secured borrowings</b>		<b>8,806</b>	<b>8,131</b>	<b>6,416</b>	<b>3,969</b>
NON-CURRENT					
Secured					
Lease liabilities		51,147	68,644	51,147	68,644
Debenture loans		5,341	6,180	5,341	6,180
Commercial bills		17,970	20,797	17,970	20,797
Business market loan		42,468	28,737	42,468	28,737
Bonds		-	2,735	-	-
<b>Total non-current secured borrowings</b>		<b>116,926</b>	<b>127,093</b>	<b>116,926</b>	<b>124,358</b>
<b>Total borrowings</b>		<b>125,733</b>	<b>135,224</b>	<b>123,343</b>	<b>128,327</b>

- (i) The lease liabilities are in relation to Agribio joint venture. They are secured by the AgriBio building. Over the next five years, the loan will be interest only.
- (ii) The debenture loans, business market loan and commercial bills have fixed interest rates and terms. They are secured by a charge over the University's revenue via a security trust deed.
- (iii) The bonds are fixed term, scheduled for maturity on 30 June 2014, have a fixed interest rate and are secured by the assets of Medical Centre Developments Pty Ltd, including the Medical Centre building.



	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>25.1 Assets pledged as security</b>					
The carrying amounts of assets pledged as security for current and non-current debenture loans and commercial bills are:					
Security trust deed		150,000	150,000	150,000	150,000
CURRENT					
Floating charge					
Cash and cash equivalents	29	4,833	4,236	-	-
NON-CURRENT					
First mortgage					
Buildings	22	13,926	14,210	-	-
<b>Total assets pledged as security</b>		<b>168,759</b>	<b>168,446</b>	<b>150,000</b>	<b>150,000</b>
<b>26. Provisions</b>					
CURRENT PROVISIONS EXPECTED TO BE SETTLED WITHIN 12 MONTHS					
Employee benefits					
Deferred benefits for superannuation	33.3	3,000	3,000	3,000	3,000
Deferred tax liabilities		-	977	-	-
Redundancies		2,796	62	2,796	62
Annual leave		17,417	17,759	17,417	17,759
Long service leave		3,587	4,234	3,587	4,234
Short-term provisions					
CURRENT PROVISIONS EXPECTED TO BE SETTLED AFTER MORE THAN 12 MONTHS					
Annual leave		13,254	13,086	13,254	13,086
Long service leave		25,062	25,568	25,062	25,568
<b>Total current provisions</b>		<b>65,116</b>	<b>64,686</b>	<b>65,116</b>	<b>63,709</b>
NON-CURRENT PROVISIONS					
Employee benefits					
Long service leave		7,223	6,721	7,223	6,721
Deferred benefits for superannuation	33.3	71,370	102,043	71,370	102,043
<b>Total non-current provisions</b>		<b>78,593</b>	<b>108,764</b>	<b>78,593</b>	<b>108,764</b>
<b>Total provisions</b>		<b>143,709</b>	<b>173,450</b>	<b>143,709</b>	<b>172,473</b>

		CONSOLIDATED		LA TROBE UNIVERSITY	
NOTE		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>27. Other liabilities</b>					
CURRENT					
Fees and charges received in advance	1.3	4,827	567	4,827	567
Grants and donations received in advance	1.3	4,387	5,534	4,387	5,534
Property lease revenue		63	63	63	63
Medical centre ground lease		297	297	297	297
Australian campus network (ACN)		900	-	900	-
Other		308	18	308	18
Bonds and deposits		1,067	701	1,067	701
<b>Total current other liabilities</b>		<b>11,849</b>	<b>7,180</b>	<b>11,849</b>	<b>7,180</b>
NON-CURRENT					
Property lease revenue		5,382	5,508	5,382	5,508
Medical centre ground lease		1,318	2,415	1,318	1,912
<b>Total non-current other liabilities</b>		<b>6,700</b>	<b>7,923</b>	<b>6,700</b>	<b>7,420</b>
<b>Total other liabilities</b>		<b>18,549</b>	<b>15,103</b>	<b>18,549</b>	<b>14,600</b>
<b>28. Reserves and retained surplus</b>					
<b>28.1 Reserves</b>					
Property, plant and equipment revaluation reserve		653,148	653,149	651,999	651,999
General reserve		7,118	7,098	7,118	7,098
Perpetual funds		1,893	1,893	1,893	1,893
Available-for-sale reserve		3,132	(517)	3,132	(517)
<b>Total reserves</b>		<b>665,291</b>	<b>661,623</b>	<b>664,142</b>	<b>660,473</b>

- (i) The Property, plant and equipment revaluation reserve was created to record the revaluation of assets controlled by the University prior to 1 January 1989. Subsequent revaluations have been recorded against this reserve.
- (ii) The General reserve was established to provide a source of funds for future development. The purposes for which these funds are reserved for includes, but is not limited to: capital development, maintenance and asset acquisition and replacement programs.
- (iii) Perpetual funds include trusts, endowments and bequests that must be held in perpetuity with only the income earned being available for expenditure consistent with the donor's intentions.
- (iv) The Available-for-sale reserve was created to record the unrealised market movements of financial assets classified as available for sale.

		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>28.2 Movements</b>					
Freehold land					
Freehold land as at 1 January		236,735	256,995	236,735	256,995
Revaluation increment/(decrement)		-	(20,260)	-	(20,260)
<b>Freehold land as at 31 December</b>		<b>236,735</b>	<b>236,735</b>	<b>236,735</b>	<b>236,735</b>
Buildings					
Buildings as at 1 January		321,071	324,582	319,922	322,283
Deferred tax on revaluation		-	494	-	-
Revaluation increment/(decrement)		-	(4,004)	-	(2,361)
<b>Buildings as at 31 December</b>		<b>321,071</b>	<b>321,072</b>	<b>319,922</b>	<b>319,922</b>
Works of art					
Works of art as at 1 January		2,781	2,781	2,781	2,781
<b>Works of art as at 31 December</b>		<b>2,781</b>	<b>2,781</b>	<b>2,781</b>	<b>2,781</b>
Non-current assets held for sale					
Non-current assets held for sale as at 1 January		135	135	135	135
<b>Non-current assets held for sale as at 31 December</b>		<b>135</b>	<b>135</b>	<b>135</b>	<b>135</b>
Other classes of assets as at 31 December		92,426	92,426	92,426	92,426
<b>Other classes of assets as at 31 December</b>		<b>92,426</b>	<b>92,426</b>	<b>92,426</b>	<b>92,426</b>
<b>Balance as at 31 December</b>		<b>653,148</b>	<b>653,149</b>	<b>651,999</b>	<b>651,999</b>
General reserves					
Balance as at 1 January		7,098	7,406	7,098	7,406
Transfers from retained surplus		60	141	60	141
Transfers to retained surplus*		(40)	(449)	(40)	(449)
<b>Balance as at 31 December</b>		<b>7,118</b>	<b>7,098</b>	<b>7,118</b>	<b>7,098</b>
Perpetual funds					
Balance as at 1 January		1,893	1,624	1,893	1,624
Transfers from retained surplus		-	269	-	269
<b>Balance as at 31 December</b>		<b>1,893</b>	<b>1,893</b>	<b>1,893</b>	<b>1,893</b>
Available-for-sale reserves					
Balance as at 1 January		(517)	(2,593)	(517)	(2,593)
Net movements in financial assets classified as available-for-sale		3,649	2,076	3,649	2,076
<b>Balance as at 31 December</b>		<b>3,132</b>	<b>(517)</b>	<b>3,132</b>	<b>(517)</b>
<b>Total reserves</b>		<b>665,291</b>	<b>661,623</b>	<b>664,142</b>	<b>660,473</b>

\* The transfers to Retained surplus are in relation to reserves set aside for specific purposes that have been finalised.

<b>28.3 Movements in retained surplus</b>					
Retained surplus at the beginning of the financial year		392,595	357,902	392,087	357,752
Profit for the year		45,338	34,654	43,147	34,297
Transfers in		43	449	40	449
Transfers out		(60)	(410)	(60)	(410)
<b>Retained surplus at end of the financial year</b>		<b>437,916</b>	<b>392,595</b>	<b>435,214</b>	<b>392,088</b>

		CONSOLIDATED		LA TROBE UNIVERSITY	
	NOTE	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>29. Cash and cash equivalents</b>					
Cash at bank and on hand		29,707	17,179	24,874	12,943
Short-term deposits		32,797	40,764	32,797	40,764
Deposits at call		209	1,111	209	1,111
Total cash and cash equivalent		62,713	59,054	57,880	54,818
<b>29.1 Reconciliation to cash at the end of the year</b>					
The above figures are reconciled to cash at the end of the year as shown in the statement of cash flows as follows:					
Balances as above		62,713	59,054	57,880	54,818
<b>Balance as per cash flow statement</b>		<b>62,713</b>	<b>59,054</b>	<b>57,880</b>	<b>54,818</b>
<b>29.2 Cash at bank and on hand</b>					
These are interest-bearing with a weighted average interest rate of 3.39% (2012: 3.03%).					
<b>29.3 Deposits at call</b>					
The deposits are at floating interest rates between 3.31% and 4.50% (2012: between 3.96% and 6.40%).					
Term deposits with a term of greater than 90 days are disclosed in other current financial assets at fair value through profit or loss.					
<b>30. Reconciliation of operating result after income tax to net cash flows from operating activities</b>					
Operating result for the period		45,338	34,654	43,147	34,297
NON-CASH-FLOW ITEMS IN OPERATING RESULT					
Depreciation and amortisation		46,351	40,878	46,067	40,541
Net (gain) / loss on sale of Plant and Equipment	16	612	229	612	229
Bad and doubtful debts		183	570	183	570
Non-cash donations		-	(53)	-	(51)
Capitalised financing costs		(994)	(710)	1,741	(710)
Capital (gain)/loss on investments		(1,942)	134	(1,942)	134
Income tax expense		74	1,013	-	-
Deferred tax write-off		(977)	-	-	-
<b>Net cash inflow from operating activities before change in assets and liabilities</b>		<b>88,645</b>	<b>76,715</b>	<b>89,808</b>	<b>75,010</b>
CHANGE IN OPERATING ASSETS AND LIABILITIES:					
(Increase) / decrease in trade and other receivables		(1,359)	(22,704)	(5,608)	(26,599)
(Increase) / decrease in inventories		(19)	41	(19)	41
(Increase) / decrease in other non-financial assets		(862)	(469)	(862)	(469)
Increase / (decrease) in payables		3,553	6,525	3,771	6,986
Increase / (decrease) in other current liabilities		3,446	(3,381)	3,949	(4,386)
Increase / (decrease) in provision for employee benefits		1,910	29,184	1,910	30,442
Increase / (decrease) in deferred expenses		-	247	-	247
<b>Net cash inflow from operating activities</b>		<b>95,314</b>	<b>86,158</b>	<b>92,949</b>	<b>81,272</b>

	WEIGHTED AVERAGE EFFECTIVE INTEREST RATE		VARIABLE INTEREST RATE		MATURING WITHIN 1 YEAR		MATURING 1 TO 5 YEARS	
NOTE	2013	2012	2013	2012	2013	2012	2013	2012
	% 000's	% 000's	\$ 000's	\$ 000's	\$ 000's	\$ 000's	\$ 000's	\$ 000's

### 31. Financial risk management

#### 31.1. The following table details the economic entities exposure to interest rate risk

##### FINANCIAL ASSETS:

Cash and cash equivalents	29.1	3.39	3.03	62,713	59,054	-	-	-	-
Trade and other receivables	18	-	-	-	-	-	-	-	-
Term Deposits over 90-days	19.1	3.92	4.95	-	-	40,047	57,467	-	-
Debentures	19.1	7.66	3.12	1,416	1,422	-	-	-	-
Units in Unit Trusts	19.1	-	-	-	-	-	-	-	-
Listed shares	19.1	-	-	-	-	-	-	-	-
Shares at fair value through profit or loss	19.2	-	-	-	-	-	-	-	-
Long term managed funds	19.2	-	-	-	-	-	-	-	-
Deferred receivable for superannuation	18	-	-	-	-	-	-	-	-

<b>Total Financial Assets</b>				<b>64,129</b>	<b>60,476</b>	<b>40,047</b>	<b>57,467</b>	<b>-</b>	<b>-</b>
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##### FINANCIAL LIABILITIES:

Trade and other payables		-	-	-	-	-	-	-	-
Fees and charges received in advance	27	-	-	-	-	-	-	-	-
Debentures loans	25	6.12	6.14	-	-	839	847	3,910	839
Grants and donations received in advance	27	-	-	-	-	-	-	-	-
Other revenue received in advance	27	-	-	-	-	-	-	-	-
Bonds and deposits	27	-	-	-	-	-	-	-	-
Commercial bills	25	6.66	6.67	-	-	3,297	3,122	10,931	11,238
Business market loan	25	6.68	-	-	-	2,280	-	9,510	2,841
Lease liabilities	25	8.14	8.14	-	-	-	-	-	-
Bonds	25	7.98	7.98	-	-	2,390	4,162	-	2,735
Deferred benefits for superannuation	26	-	-	-	-	-	-	-	-

<b>Total Financial Liabilities</b>				<b>-</b>	<b>-</b>	<b>8,806</b>	<b>8,131</b>	<b>24,351</b>	<b>17,653</b>
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NOTES TO AND FORMING AN INTEGRAL PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2013

		MATURING OVER 5 YEARS		NON-INTEREST BEARING		TOTAL	
	NOTE	2013	2012	2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>31.1. The following table details the economic entities exposure to interest rate risk (continued)</b>							
FINANCIAL ASSETS:							
Cash and cash equivalents	29.1	-	-	-	-	62,713	59,054
Trade and other receivables	18	-	-	12,713	11,537	12,713	11,537
Term Deposits over 90-days	19.1	-	-	-	-	40,047	57,467
Debentures	19.1	-	-	-	-	1,416	1,422
Units in Unit Trusts	19.1	-	-	983	140	983	140
Listed shares	19.1	-	-	1,556	1,435	1,556	1,435
Shares at fair value through profit or loss	19.2	-	-	4,866	5,141	4,866	5,141
Long term managed funds	19.2	-	-	35,741	30,363	35,741	30,363
Deferred receivable for superannuation	18	-	-	74,370	105,043	74,370	105,043
<b>Total Financial Assets</b>		-	-	<b>130,229</b>	<b>153,659</b>	<b>234,405</b>	<b>271,602</b>
FINANCIAL LIABILITIES:							
Trade and other payables		-	-	52,720	46,296	52,720	46,296
Fees and charges received in advance	27	-	-	4,827	567	4,827	567
Debentures loans	25	1,431	5,341	-	-	6,180	7,027
Grants and donations received in advance	27	-	-	4,387	5,534	4,387	5,534
Other revenue received in advance	27	-	-	8,771	8,301	8,771	8,301
Bonds and deposits	27	-	-	1,067	701	1,067	701
Commercial bills	25	7,039	9,559	-	-	21,267	23,919
Business market loan	25	32,958	25,896	-	-	44,748	28,737
Lease liabilities	25	51,147	68,644	-	-	51,147	68,644
Bonds	25	-	-	-	-	2,390	6,897
Deferred benefits for superannuation	26	-	-	74,370	105,043	74,370	105,043
<b>Total Financial Liabilities</b>		<b>92,575</b>	<b>109,440</b>	<b>146,142</b>	<b>166,442</b>	<b>271,874</b>	<b>301,666</b>

CARRYING AMOUNT		FAIR VALUE	
2013	2012	2013	2012
\$ 000's	\$ 000's	\$ 000's	\$ 000's

### 31.2 Fair value measurements

The fair value financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

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

The carrying amounts and aggregate net fair values of financial assets and liabilities at balance date are:

FINANCIAL ASSETS				
Cash and cash equivalents	62,713	59,054	62,713	59,054
Trade and other receivables	12,713	11,537	12,713	11,537
Term deposits over 90 days	40,047	57,467	40,047	57,467
Debentures	1,416	1,422	1,416	1,422
Units in unit trusts	983	140	983	140
Listed shares	1,556	1,435	1,556	1,435
Shares at fair value through profit or loss	4,866	5,141	4,866	5,141
Long term managed funds	35,741	30,363	35,741	30,363
Deferred receivable for superannuation	74,370	105,043	74,370	105,043
<b>Total financial assets</b>	<b>234,405</b>	<b>271,602</b>	<b>234,405</b>	<b>271,602</b>
FINANCIAL LIABILITIES				
Trade and other payables	52,720	46,296	52,720	46,296
Fees and charges received in advance	4,827	567	4,827	567
Government financial assistance received in advance	4,387	5,534	4,387	5,534
Other revenue received in advance	8,771	8,301	8,065	8,301
Bonds and deposits	1,067	701	1,067	701
Debentures loans	6,180	7,027	6,180	7,027
Commercial bills	21,267	23,919	21,267	23,919
Business market loan	44,748	28,737	44,748	28,737
Bonds	2,390	6,897	2,390	6,897
Finance lease liabilities	51,147	68,644	51,147	68,644
Deferred benefits for superannuation	74,370	105,043	74,370	105,043
<b>Total financial liabilities</b>	<b>271,874</b>	<b>301,666</b>	<b>271,168</b>	<b>301,666</b>

### 31.2 Fair value measurements (continued)

FAIR VALUE MEASURES					
	NOTE	2013 \$ 000's	LEVEL 1 \$ 000's	LEVEL 2 \$ 000's	LEVEL 3 \$ 000's
RECURRING FAIR VALUE MEASUREMENTS					
Financial assets					
Debentures	19	1,416	1,416	-	-
Units in unit trusts	19	983	983	-	-
Listed shares	19	1,566	1,566	-	-
Shares at fair value through profit or loss	19	4,866	73	-	4,793
Long-term managed funds	19	35,741	35,741	-	-
Total financial assets		44,572	39,779	-	4,793
Non-financial assets					
Land and buildings	22	794,143	-	794,143	-
Works of Art	22	13,960	-	-	13,960
<b>Total non-financial assets</b>		<b>808,103</b>	<b>-</b>	<b>794,143</b>	<b>13,960</b>

FAIR VALUE MEASURES					
	NOTE	2012 \$ 000's	LEVEL 1 \$ 000's	LEVEL 2 \$ 000's	LEVEL 3 \$ 000's
RECURRING FAIR VALUE MEASUREMENTS					
Financial assets					
Debentures	19	1,422	1,422	-	-
Units in unit trusts	19	140	140	-	-
Listed shares	19	1,435	1,435	-	-
Shares at fair value through profit or loss	19	5,141	348	4,793	-
Long term managed funds	19	30,363	30,363	-	-
<b>Total financial assets</b>		<b>38,501</b>	<b>33,708</b>	<b>4,793</b>	<b>-</b>

The University measures and recognises the assets and liabilities above at fair value on a recurring basis:

- Financial assets at fair value through profit or loss
- Derivative financial instruments
- Available-for-sale financial assets
- Land and buildings
- Investments properties

The University has also measured assets and liabilities at fair value on a non-recurring basis as a result of the reclassification of assets as held for sale.

The 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 balance sheet are categorised into the following levels at 31 December 2013. Comparative information for non-financial assets has not been provided as permitted by the transitional provisions of the new standard.

There were no transfers between levels 1 and 2 for recurring fair value measurements during the year.

The 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 balance sheet date (level 1). This is the most representative of fair value in the circumstances.

### 31.2 Fair value measurements (continued)

The carrying value less impairment provision of trade receivables and payables is a reasonable approximation of 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).

The fair value of non-current borrowings disclosed in note 25 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 2013, the borrowing rates were determined to be between 6% and 7%, depending on the type of borrowing. The fair value of current borrowings approximates the carrying amount, as the impact of discounting is not significant (level 2).

Derivative contracts classified as held for trading are fair valued by comparing the contracted rate to the current market rate for a contract with the same remaining period to maturity.

#### (iii) Recurring fair value measurements

The fair value of financial instruments that are not traded in an active market (for example, overthecounter derivatives) is 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 University 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
- The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments

### 31.3 Risk management

The University's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The University'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 University. Foreign exchange trades are entered into by the University to hedge certain exposures to foreign currency transactions and the University adopts numerous methods to measure each type of risk to which it is exposed. However the exposure to foreign currencies at any one time is immaterial.

Risk management is carried out by the Finance department under policies approved by the Corporate Governance Audit and Risk Committee of University Council. The University has written policies for overall risk management, as well as specific policies covering financial risk.

#### 31.4 Market risk

##### Price risk

Market risk represents the loss of future cash flows or fair value of a financial instrument due to fluctuations of market prices. The University's investment portfolio is comprised of short, medium and long term funds which include Australian and international shares and unit trusts. The University's investments are susceptible to market volatility which affects the fair value of the investments. The diversity of the investment portfolio adopted by the University minimises its susceptibility to market risk. All investments are held at quoted prices.

### 31.4 Market risk (continued)

#### Interest rate risk

The objective of managing interest rate risk is to minimise and control the risks of loss due to interest rate changes and to take advantage of potential savings. Interest rate risk is managed by fixing borrowings and deposits interest rates for different periods.

The following table summarises the sensitivity of the University's financial assets to interest rate risk and price risk.

31 December 2013	2013		ANNUAL RETURN	INTEREST RATE RISK			
	CARRYING AMOUNT	CURRENT RATE	CURRENT RATE	+/-1% RESULT	+/-2% RESULT	+/-3% RESULT	+/-10% RESULT
	\$	%	\$ 000's	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Listed shares	1,556		-	-	-	-	156
Cash and cash equivalents	62,713	3.39	2,126	627	1,254	1,881	-
Debentures	1,416	7.66	108	14	28	42	-
<b>Total increase/(decrease)</b>	<b>65,685</b>		<b>2,234</b>	<b>641</b>	<b>1,282</b>	<b>1,923</b>	<b>156</b>

The sensitivity analysis has been prepared for the next 12 months. La Trobe University management does not believe that it is possible to reasonably estimate likely interest rates out further than 12 months.

31 December 2012	2012		ANNUAL RETURN	INTEREST RATE RISK			
	CARRYING AMOUNT	CURRENT RATE	CURRENT RATE	+/-1% RESULT	+/-2% RESULT	+/-3% RESULT	+/-10% RESULT
	\$	%	\$ 000's	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Listed shares	1,435		-	-	-	-	144
Cash and cash equivalents	59,054	3.03	1,789	591	1,182	1,773	-
Debentures	1,422	3.12	44	15	30	45	-
<b>Total increase/(decrease)</b>	<b>61,911</b>	<b>-</b>	<b>1,833</b>	<b>606</b>	<b>1,212</b>	<b>1,818</b>	<b>144</b>

#### Foreign exchange risk

The University has minor exposure to foreign exchange movements via foreign purchases of library materials. The University manages material foreign exchange risk by hedging the purchases using participating forward exchange contracts. As at 31 December 2013, the University had no outstanding contracts (2012 \$nil).

### 31.5 Credit risk

Credit risk represents the loss that would be recognized if counterparties failed to perform as contracted. The credit risk on financial assets of the University has been recognized in the Balance Sheet in arriving at their carrying amount. The University adopts an ageing analysis to measure its credit risk and is not materially exposed to any individual debtor.

### 31.6 Liquidity risk

Liquidity risk represents the University's potential to encounter difficulty in meeting obligations associated with financial liabilities. The University minimises its liquidity risk with the existence of a working capital investment portfolio which provides funds for operational needs at call. The balance of the working capital portfolio is maintained at an amount sufficient to meet the University's operational needs for three months.

Liquidity risk is managed by the University through a weekly and a five-year cash flow analysis and monthly analysis of account movements. Analytical procedures such as calculating the current ratio are also used for comparisons to a predetermined satisfactory benchmark ratio range.



### 31.7 Financial facilities

	2013	2012
	\$ 000's	\$ 000's
The University has access to the following lines of credit:		
TOTAL FACILITIES:		
Debenture loans	6,180	7,764
Commercial bills	21,267	23,919
Business market loan	45,000	45,000
Bonds	2,390	6,897
FACILITIES UTILISED AT BALANCE DATE:		
Debenture loans	6,180	7,764
Commercial bills	21,267	23,919
Business market loan*	44,748	28,000
Bonds	2,390	6,897
FACILITIES NOT UTILISED AT BALANCE DATE:		
Business market loan*	252	17,000

\*As at 31 December 2013, the University has fully drawn down the loan for the construction of the La Trobe Melbourne building.

## 32. Commitments

### 32.1 Lease commitments (note 1.17)

#### (i) Operating leases

Commitments for minimum lease payments in relation to non-cancellable operating leases are payable as follows:

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
Within one year		7,205	9,050	4,743	4,126
Between one year and five years		7,373	10,637	7,373	8,176
Later than five years		9,145	8,827	9,145	8,827
<b>Total future minimum lease payments</b>		<b>23,723</b>	<b>28,514</b>	<b>21,261</b>	<b>21,129</b>

#### (ii) Finance leases

Commitments in relation to finance leases are payable as follows:

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
Within one year		-	-	-	-
Between one year and five years		-	-	-	-
Later than five years		51,147	68,644	51,147	68,644
Representing lease liabilities					
Current		-	-	-	-
Non-current		51,147	68,644	51,147	68,644
<b>Total</b>		<b>51,147</b>	<b>68,644</b>	<b>51,147</b>	<b>68,644</b>

### 32.2 Capital commitments

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

PROPERTY, PLANT AND EQUIPMENT					
Within one year	15,404	35,124	15,404	35,124	
Later than one year	3	3,387	3	3,387	
<b>Total</b>	<b>15,407</b>	<b>38,511</b>	<b>15,407</b>	<b>38,511</b>	

### 33. Superannuation plans

The University contributes to a number of employee funds that are not public sector bodies to which the Financial Management Act 1994 applies. These funds exist to provide benefits for employees and their dependents on the employees' retirement, disability or death. The University satisfies the Superannuation Guarantee Charge requirements through employer contributions to the schemes listed below.

	NOTE	CONSOLIDATED		LA TROBE UNIVERSITY	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	\$ 000's	\$ 000's
<b>(a) Summary of superannuation scheme payments</b>					
UniSuper defined benefit division accumulation super (2) (DBD)	33.2	30,716	30,532	30,716	30,532
Unisuper accumulation super (1)	33.2	10,526	9,614	10,526	9,614
Victorian Superannuation board (Unfunded-Emerging)	33.3	5,417	4,803	5,417	4,803
<b>Total</b>		<b>46,659</b>	<b>44,949</b>	<b>46,659</b>	<b>44,949</b>

#### 33.2 UniSuper Limited

UniSuper is a multi-employer superannuation fund operated by UniSuper Limited as the Corporate Trustee. It is administered by UniSuper Management Pty Ltd, a wholly owned subsidiary of UniSuper Limited. The operations of UniSuper are regulated by the Superannuation Industry (Supervision) Act 1993.

##### UniSuper Defined Benefit Division Accumulation Super (2) (DBD)

UniSuper offers eligible members the choice of two schemes known as the Defined Benefit Plan or Investment Choice Plan where the contribution rate is 21% of member's salary, of which the member contributes 7% and the University 14%. Employees appointed to positions classified between Higher Education Worker (HEW) levels 14 have the option of contributing at half rates (i.e. 3.5% from the employee and 7% from the University).

In 2008, the University adopted the multi-employer provisions of AASB 119 Employee Benefits, which allowed for defined benefit obligations to be reported on a defined contribution basis with some additional information. AASB 119 states that this is an appropriate solution where the employer does not have access to the information required or there is no reliable basis for allocating the benefits, liabilities, assets and costs between employers.

Therefore, the University doesn't account for any surpluses or shortfalls in the defined benefit fund in its financial statements. As a consequence of changes to clause 34 of the UniSuper Trust Deed in November 2008, UniSuper have advised that both the Defined Benefit Division and Accumulation 2 are defined as multi-employer defined contribution schemes in accordance with AASB 119 Employee Benefits. Therefore, the University does not have an obligation (legal or constructive) to pay further contributions if the fund does not have sufficient assets to pay all employee benefits under the Trust Deed, and will continue to report on a defined contribution basis.

The employer contribution rate for 2013 is 14% of employee salaries and represents an employer/employee contribution rate of 2:1. These rates are based on the actuarial review completed on 30 June 2013 and comply with the rules governing the Trust Deed. Employer contributions for the year totalled \$30,716,454 (2012 \$30,531,566). It should be noted that effective 1 July 1995 employees had the option of making the equivalent of their 7% contributions from pre-tax income. Therefore the employer paid \$8,204,709 (2012 \$9,173,835) additional contributions on behalf of the employee. Outstanding employer contributions as at 31 December 2013 totalled \$nil (2012 \$nil). There are no loans to fund members.

##### UniSuper Accumulation Super (1)

UniSuper also offers a cash accumulation productivity scheme known as the Award Plus Plan (APP). University employees have no requirement to contribute to the scheme.

The University contributes the equivalent of 3% of base salary in respect of those employees who were members of the Defined Benefit Plan or the Investment Choice Plan. Casual and non-permanent employees who do not qualify for membership of the DBD will have a minimum contribution 9.25% of their annual salary contributed by the University to the APP prescribed under the Superannuation Guarantee Charge Act 1992.

The employer contribution rate is 3% of employee salaries where the staff member is a member of the DBD. Where UniSuper Accumulation Super (1) is the only scheme the current contribution rate is 9.25%. Employer contributions for the year totalled \$10,526,000 (2012 \$9,613,978). There were no outstanding employer contributions as at 31 December 2013 (2012 \$nil). There are no loans to fund members.

### 33.3 Victorian Superannuation Board

La Trobe University has a number of employees who are members of the Emergency Services Superannuation Fund (ESSS) (formerly State Government Superannuation Fund). Amounts reported herein relate to unfunded superannuation liabilities as determined by the above mentioned fund.

Employees contribute to this fund on an ongoing basis, but La Trobe University as the employer is only required to contribute to the fund when employees are paid a pension or receive a lump sum payout. Consequently, an unfunded liability has been created. Please note that the Fund is closed to new members.

The State Grants (General Purposes) Act 1994 Section 14 provides for the Commonwealth and the State Governments to meet the costs of the payments from the scheme as they emerge. Consequently the Commonwealth Government has reimbursed La Trobe University for the payments actually made to the fund for the emerging costs since 1988. La Trobe University has every reason to believe that this arrangement will continue until the liability is fully paid.

The Department of Treasury and Finance has determined the ESSS unfunded superannuation liability is to be included in the financial

statements of all Victorian universities. La Trobe University believes that any disclosure of the unfunded superannuation liability should be matched with the corresponding receivable from the Commonwealth Government as detailed above. Accordingly the current policy of the University is to record the liability and the corresponding receivable from the Commonwealth Government.

The decrease in the liability and the receivable of \$30,673,000 during the 2013 year (2012 increase by \$24,974,000) is taken up in both the Expenditure and Revenue from Continuing Operations. There is no financial impact on the operating result for the year as a result of these changes. While the Net Assets has not altered with these changes, both the Total Assets and Total Liabilities have decreased by \$30,673,000 (2012 increase by \$24,974,000).

During 2013, La Trobe University's contributions to the Fund totalled \$5,417,931 (2012 \$5,297,143). There were no outstanding employer contributions as at 31 December 2013 (2012 \$nil). There are no loans to fund members.

The policy adopted for calculating employer contributions is based on the advice of the Fund's trustees, but generally for 2013 the contribution rate represents 79.2% (2012 79.2%) of pensions payable.

The relevant accounting transactions are detailed below:

VICTORIAN SUPERANNUATION BOARD			
NOTE	2013	2012	
	\$ 000's	\$ 000's	
<b>(i) Statement of Comprehensive Income items</b>			
Salary related expenditure decrease in Superannuation liability	(30,673)	24,974	
Miscellaneous income decrease in amount receivable for Superannuation	(30,673)	24,974	
Amounts relate to the overall decreased in the outstanding superannuation liability and the corresponding receivable from \$105,043,000 at 30 June 2012 to \$74,370,000 at 30 June 2013 as determined by the Fund.			
<b>(ii) Amounts Receivable from the Commonwealth Government</b>			
Current	18	3,000	3,000
Non-current	18	71,370	102,043
<b>Total</b>	<b>74,370</b>	<b>105,043</b>	
The current receivable was determined using the average decrease in employer contributions for the last 10 years.			
<b>(iii) Unfunded Superannuation Liability</b>			
Current	26	3,000	3,000
Non-current	26	71,370	102,043
<b>Total</b>	<b>74,370</b>	<b>105,043</b>	
The current liability was determined using the average decrease in employer contributions for the last 10 years.			

### 34. Jointly controlled operations and assets

La Trobe University has entered into a joint venture with the State, through the Department of Environment and Primary Industries ("DEPI"). The joint venture is in operation to construct, manage and operate a biosciences research centre ("BRC") on the Bundoora campus. The BRC is:

- (i) jointly owned by La Trobe University and DEPI based on 25% and 75% ownership interest respectively;
- (ii) used by both parties to undertake joint collaborative research projects as well as their own projects; and
- (iii) jointly controlled through equal voting rights and equal consent of key decisions.

La Trobe University leases its land upon which the building is located to BRC Co., an incorporated joint venture company to act on behalf of the joint venture. The lease is for 25 years (2012-2037) at a nominal sum of \$1 per annum.

BRC Co. engaged Plenary Research Pty. Ltd., an independent firm to construct, operate and maintain the BRC for 25 years. The University accounts for its 25% ownership interest in the building as a leased asset at amortised cost. Amortisation is charged on a straight line basis over the expected lease term of 25 years (incorporating the residual value of the building after the expiration of the 25 years). The University's 25% share of the lease obligation is accounted for as a lease liability.

The University makes capital and operating contributions to the state through DEPI. The capital contributions are used to make repayments on the lease. The operating contributions relate to the University's share of the operating costs of the BRC facility. During 2012 and 2013 \$23.95m of advance payments have been paid off the finance lease liability.

The University also receives research grant funding for joint research activity undertaken at the BRC and incurs expenditure on these research grant projects. The joint research revenue and expenditure is included below along with the operating expenditure.

Commitments for claims in relation to disputes of a commercial nature in relation to the construction of the facility are ongoing. The University believes that its contribution is capped at the \$50 million in 2007 dollars which was taken up as the Interest Bearing Liability. However there is insufficient information to make a determination as to whether a liability in respect of these disputes will arise in the future.

Biosciences Research Centre Joint Venture – 25%. The principal activity is the management and operation of the AgriBio Research Facility.

	TOTAL	
	2013	2012
	\$ 000's	\$ 000's
<b>INCOME STATEMENT</b>		
Revenue		
Research grants	3,916	1,549
Other revenue	303	-
<b>Total revenue</b>	<b>4,219</b>	<b>1,549</b>
Expenditure		
Interest expense finance lease	4,645	2,607
Amortisation	1,550	1,285
Other categories of expenditure	6,714	2,026
<b>Total Expenditure</b>	<b>12,909</b>	<b>5,918</b>
<b>Net operating loss from jointly controlled operations and assets</b>	<b>(8,690)</b>	<b>(4,369)</b>

	TOTAL	
	2013	2012
	\$ 000's	\$ 000's
<b>BALANCE SHEET</b>		
Non-current assets		
Buildings net book value	69,155	70,705
<b>Total assets</b>	<b>69,155</b>	<b>70,705</b>
Current liabilities		
Non-current liabilities		
Interest bearing liability	51,147	68,644
<b>Total liabilities</b>	<b>51,147</b>	<b>68,644</b>
<b>Net assets</b>	<b>18,008</b>	<b>2,061</b>

### 35. Contingencies

#### 35.1 Contingent liabilities

La Trobe University, being the parent entity, will continue to support La Trobe International Pty. Ltd., Medical Centre Developments Pty. Ltd. and La Trobe Accommodation Services Pty. Ltd. for the foreseeable future to enable the companies to pay their debts as and when they fall due.

#### 35.2 Contingent assets

There were no contingent assets.

### 36. Events occurring after the reporting date

On 28 February 2014 the University announced details of a proposed restructuring of operations. This is being undertaken in order to meet strategic goals and free up to \$65 million for savings and re-investment into University operations by 2015. This will result in approximately 350 FTE less positions being required and the reductions will be phased across 2014. At this stage the financial impact cannot be determined as detailed consultation on the change proposals and determination of savings will be undertaken over the coming months.

### 37. Key management personnel disclosures

#### 37.1 Names of responsible persons and executive officers

In accordance with the directions of the Minister of Finance under the Financial Management Act 1994, the following disclosures are made:

##### (a) Responsible minister

The Hon. Peter Hall, MLC – Minister for Higher Education and Skills

##### (b) Names of Responsible Persons holding the position of Member of Council during the financial year:

A. Clarke, AC, Chancellor	R. Guy, OAM
J. Dewar, Vice-Chancellor	B. Kelty, AC
M. Anderson (Appointed August 2013)	P. McDonald
S. Crowe	J. McKenzie, AM (Term concluded June 2013)
T. De Domenico	P. Moors, AO (Appointed March 2013)
A. Eddy	J. Rosewarne (Term concluded April 2013)
J. Gordon	J. Williams

Unless otherwise stated the responsible persons held their position for the entire year.

##### (c) Other Responsible Persons

There were no other responsible persons

#### 37.2 Remuneration of responsible persons

The total remuneration received, or due and receivable, by responsible persons from the University amounted to \$ 1,364,000 (2012: \$ 1,406,000).

REMUNERATION OF COUNCIL MEMBERS	2013 NUMBER	2012 NUMBER
\$1 to \$9,999	2	3
\$10,000 to \$19,999	3	3
\$20,000 to \$29,999	-	1
\$40,000 to \$49,999	1	1
\$110,000 to \$119,999	-	1
\$180,000 to \$189,999	-	-
\$210,000 to \$219,999	2	2
\$340,000 to \$349,999	-	-
\$720,000 to \$729,999	-	1
\$820,000 to \$829,999	1	-
Responsible Persons who received no remuneration (Community representatives)	5	8

Remuneration paid to the Responsible Minister is reported in the Annual Report of the Department of Premier and Cabinet. Other relevant interests are declared in the Register of Member Interests, which each member of Parliament completes. The University salaries of staff member representatives are included above; staff member representatives do not receive remuneration specifically for University Council membership.

Other relevant interests are declared in the Register of Member Interests, which each Member of Parliament completes. Comparative figures have been adjusted to remove officers who were not responsible persons.



### 37.3 Other transactions of responsible persons and related parties:

Information in relation to transactions with the subsidiary entities, Medical Centre Developments Pty. Ltd. and La Trobe Innovation Pty. Ltd., are as follows:

MEDICAL CENTRE DEVELOPMENTS PTY. LTD.		
Lease payments (GST exclusive)	3,693	5,004
Net Receivable from Medical Centre Developments	12,507	8,263

Administration services provided to the subsidiary entities Medical Centre Developments Pty. Ltd. and La Trobe Innovations Pty. Ltd. are under normal commercial terms and conditions.

### 37.4 Remuneration of key management personnel

The number of University Executive Officers (other than Responsible Persons) whose total remuneration exceeded \$100,000 for 2013 and 2012 are shown in columns two and three in the table below in their relevant income bands. The base remuneration of these Executive Officers is shown in the fourth and fifth columns. Base remuneration is exclusive of bonus payments and allowances. Bonus payments depend on the terms of individual employment contracts. Executive Officers are defined as Senior Executives reporting directly to the ViceChancellor with executive decision making powers.

Remuneration of executive officers	TOTAL REMUNERATION		BASE REMUNERATION	
	2013	2012	2013	2012
	Number	Number	Number	Number
Income Band				
\$0 to \$9,999	-	-	1	-
\$90,000 to \$99,999	-	-	1	-
\$140,000 to \$149,999	-	-	2	-
\$180,000 to \$189,999	-	-	1	-
\$190,000 to \$199,999	2	-	-	6
\$240,000 to \$249,999	-	-	1	1
\$250,000 to \$259,999	1	-	1	-
\$260,000 to \$269,999	-	-	3	-
\$270,000 to \$279,999	-	-	3	1
\$320,000 to \$329,999	1	-	1	1
\$340,000 to \$349,999	1	2	1	1
\$350,000 to \$359,999	1	2	-	-
\$370,000 to \$379,999	-	1	1	1
\$380,000 to \$389,999	2	1	-	-
\$390,000 to \$399,999	1	1	-	-
\$400,000 to \$409,999	3	2	-	-
\$410,000 to \$419,999	1	-	-	-
\$440,000 to \$449,999	1	1	-	-
\$500,000 to \$509,999	1	-	-	-
\$550,000 to \$559,999	1	-	-	-
<b>Total numbers</b>	<b>16</b>	<b>10</b>	<b>16</b>	<b>11</b>
<b>Total annualised employee equivalent (AEE)</b>	<b>11.8</b>	<b>8.9</b>	<b>11.8</b>	<b>8.9</b>
<b>Total Remuneration of Executive Officers for the Year</b>	<b>5,985</b>	<b>4,683</b>	<b>3,744</b>	<b>3,523</b>

### 38 Acquittal of Australian Government Financial Assistance

#### 38.1 Education

##### CGS and Other Education Grants Parent Entity Only

	COMMONWEALTH GRANTS SCHEME #1		INDIGENOUS SUPPORT PROGRAM	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	191,990	187,846	568	475
Net accrual adjustments	(3,091)	(2,472)	91	-
<b>Revenue for the period</b>	<b>188,899</b>	<b>185,374</b>	<b>659</b>	<b>475</b>
Surplus/(deficit) from the previous year	-	-	-	-
<b>Total revenue including accrued revenue</b>	<b>188,899</b>	<b>185,374</b>	<b>659</b>	<b>475</b>
Less expenses including accrued expenses	(188,899)	(185,374)	(659)	(475)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

##### Parent Entity Only

	PARTNERSHIP AND PARTICIPATION PROGRAM #2		WORKPLACE REFORM PROGRAM	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	4,463	5,321	379	333
Net accrual adjustments	-	-	-	-
<b>Revenue for the period</b>	<b>4,463</b>	<b>5,321</b>	<b>379</b>	<b>333</b>
Surplus/(deficit) from the previous year	-	-	-	-
<b>Total revenue including accrued revenue</b>	<b>4,463</b>	<b>5,321</b>	<b>379</b>	<b>333</b>
Less expenses including accrued expenses	(4,463)	(5,321)	(379)	(333)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

##### Parent Entity Only

	TRANSITIONAL COST PROGRAM		SUPERANNUATION PROGRAM	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	-	72	5,745	4,803
Net accrual adjustments	-	-	(491)	362
<b>Revenue for the period</b>	<b>-</b>	<b>72</b>	<b>5,254</b>	<b>5,165</b>
Surplus/(deficit) from the previous year	-	-	-	-
<b>Total revenue including accrued revenue</b>	<b>-</b>	<b>72</b>	<b>5,254</b>	<b>5,165</b>
Less expenses including accrued expenses	-	(72)	(5,254)	(5,165)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

##### Parent Entity Only

	TOTAL	
	2013	2012
	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	203,145	198,850
Net accrual adjustments	(3,491)	(2,110)
<b>Revenue for the period</b>	<b>199,654</b>	<b>196,740</b>
Surplus/(deficit) from the previous year	-	-
<b>Total revenue including accrued revenue</b>	<b>199,654</b>	<b>196,740</b>
Less expenses including accrued expenses	(199,654)	(196,740)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>

#1 Includes basic CGS grant amount, CGS – Regional Loading, CGS – Enabling Loading and CGS Advances for future years

#2 Includes additional support for Student Disabilities, Disability performance funding and the HE Equity Support Program.

38.2 Higher education loan programmes (excluding OS-HELP)

Parent Entity Only

	HECS-HELP (AUSTRALIAN GOVERNMENT PAYMENTS ONLY)		FEE-HELP	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	131,619	111,242	11,239	8,495
Net accrual adjustments	(527)	(862)	-	-
<b>Revenue for the period</b>	<b>131,092</b>	<b>110,380</b>	<b>11,239</b>	<b>8,495</b>
<b>Less expenses including accrued expenses</b>	<b>(131,092)</b>	<b>(110,380)</b>	<b>(11,239)</b>	<b>(8,495)</b>
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Parent Entity Only

	TOTAL	
	2013	2012
	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	142,858	119,737
Net accrual adjustments	(527)	(862)
<b>Revenue for the period</b>	<b>142,331</b>	<b>118,875</b>
<b>Less expenses including accrued expenses</b>	<b>(142,331)</b>	<b>(118,875)</b>
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>

### 38.3 Scholarships

#### Parent Entity Only

	AUSTRALIAN POSTGRADUATE AWARDS		INTERNATIONAL POSTGRADUATE RESEARCH SCHOLARSHIPS	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	4,680	4,223	383	366
Net accrual adjustments	-	-	-	-
<b>Revenue for the period</b>	<b>4,680</b>	<b>4,223</b>	<b>383</b>	<b>366</b>
Surplus/(deficit) from the previous year	2,310	1,382	-	-
<b>Total revenue including accrued revenue</b>	<b>6,990</b>	<b>5,605</b>	<b>383</b>	<b>366</b>
Less expenses including accrued expenses	(6,534)	(3,295)	(383)	(366)
<b>Surplus/(deficit) for the reporting period</b>	<b>456</b>	<b>2,310</b>	<b>-</b>	<b>-</b>

#### Parent Entity Only

	COMMONWEALTH EDUCATION COST SCHOLARSHIPS		COMMONWEALTH ACCOMMODATION SCHOLARSHIPS	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	(29)	67	(5)	38
Net accrual adjustments	31	235	94	355
<b>Revenue for the period</b>	<b>2</b>	<b>302</b>	<b>89</b>	<b>393</b>
Surplus/(deficit) from the previous year	-	-	-	-
<b>Total revenue including accrued revenue</b>	<b>2</b>	<b>302</b>	<b>89</b>	<b>393</b>
Less expenses including accrued expenses	(2)	(302)	(89)	(393)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### Parent Entity Only

	INDIGENOUS ACCESS SCHOLARSHIP		TOTAL	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	(9)	54	5,020	4,748
Net accrual adjustments	65	-	190	590
<b>Revenue for the period</b>	<b>56</b>	<b>54</b>	<b>5,210</b>	<b>5,338</b>
Surplus/(deficit) from the previous year	-	-	2,310	1,382
<b>Total revenue including accrued revenue</b>	<b>56</b>	<b>54</b>	<b>7,520</b>	<b>6,720</b>
Less expenses including accrued expenses	(56)	(54)	(7,064)	(4,410)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>456</b>	<b>2,310</b>

### 38.4 Education Research

#### Parent Entity Only

	JOINT RESEARCH ENGAGEMENT		RESEARCH TRAINING SCHEME	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	6,051	6,036	11,154	10,985
Net accrual adjustments	-	-	-	-
<b>Revenue for the period</b>	<b>6,051</b>	<b>6,036</b>	<b>11,154</b>	<b>10,985</b>
Surplus/(deficit) from the previous year	-	-	-	-
<b>Total revenue including accrued revenue</b>	<b>6,051</b>	<b>6,036</b>	<b>11,154</b>	<b>10,985</b>
Less expenses including accrued expenses	(6,051)	(6,036)	(11,154)	(10,985)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### Parent Entity Only

	JRE ENGINEERING CADETSHIP		RESEARCH INFRASTRUCTURE BLOCK GRANTS	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	26	-	2,114	2,866
Net accrual adjustments	-	-	-	-
<b>Revenue for the period</b>	<b>26</b>	<b>-</b>	<b>2,114</b>	<b>2,866</b>
Surplus/(deficit) from the previous year	-	-	-	-
<b>Total revenue including accrued revenue</b>	<b>26</b>	<b>-</b>	<b>2,114</b>	<b>2,866</b>
Less expenses including accrued expenses	(26)	-	(2,114)	(2,866)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### Parent Entity Only

	COMMERCIALISATION TRAINING SCHEME		SUSTAINABLE RESEARCH EXCELLENCE IN UNIVERSITIES	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	-	-	1,685	1,854
Net accrual adjustments	-	-	-	-
<b>Revenue for the period</b>	<b>-</b>	<b>-</b>	<b>1,685</b>	<b>1,854</b>
Surplus/(deficit) from the previous year	-	5	-	-
<b>Total revenue including accrued revenue</b>	<b>-</b>	<b>5</b>	<b>1,685</b>	<b>1,854</b>
Less expenses including accrued expenses	-	(5)	(1,685)	(1,854)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### Parent Entity Only

	TOTAL	
	2013	2012
	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	21,030	21,741
Net accrual adjustments	-	-
<b>Revenue for the period</b>	<b>21,030</b>	<b>21,741</b>
Surplus/(deficit) from the previous year	-	5
<b>Total revenue including accrued revenue</b>	<b>21,030</b>	<b>21,746</b>
Less expenses including accrued expenses	(21,030)	(21,746)
<b>Surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>

### 38.5 Other Capital Funding

	EDUCATION INVESTMENT FUND		TOTAL	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	-	6,300	-	6,300
Net accrual adjustments	-	-	-	-
<b>Revenue for the period</b>	<b>-</b>	<b>6,300</b>	<b>-</b>	<b>6,300</b>
Surplus/(deficit) from the previous year	(39,564)	39,883	(39,564)	39,883
<b>Total revenue including accrued revenue</b>	<b>(39,564)</b>	<b>46,183</b>	<b>(39,564)</b>	<b>46,183</b>
Less expenses including accrued expenses	-	(85,747)	-	(85,747)
<b>Surplus/(deficit) for the reporting period</b>	<b>(39,564)</b>	<b>(39,564)</b>	<b>(39,564)</b>	<b>(39,564)</b>

### 38.6 Australian Research Council Grants

#### (i) Discovery – Parent Entity Only

	PROJECTS		FELLOWSHIPS	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	3,904	4,134	2,077	2,968
Net accrual adjustments	4	341	-	-
<b>Revenue for the period</b>	<b>3,908</b>	<b>4,475</b>	<b>2,077</b>	<b>2,968</b>
Surplus/(deficit) from the previous year	1,861	848	2,188	1,442
<b>Total revenue including accrued revenue</b>	<b>5,769</b>	<b>5,323</b>	<b>4,265</b>	<b>4,410</b>
Less expenses including accrued expenses	(2,986)	(3,462)	(2,508)	(2,222)
<b>Surplus/(deficit) for the reporting period</b>	<b>2,783</b>	<b>1,861</b>	<b>1,757</b>	<b>2,188</b>

#### (i) Discovery – Parent Entity Only

	INDIGENOUS RESEARCHERS DEVELOPMENT		TOTAL	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	-	-	5,981	7,102
Net accrual adjustments	-	-	4	341
<b>Revenue for the period</b>	<b>-</b>	<b>-</b>	<b>5,985</b>	<b>7,443</b>
Surplus/(deficit) from the previous year	25	25	4,074	2,315
<b>Total revenue including accrued revenue</b>	<b>25</b>	<b>25</b>	<b>10,059</b>	<b>9,758</b>
Less expenses including accrued expenses	-	-	(5,494)	(5,684)
<b>Surplus/(deficit) for the reporting period</b>	<b>25</b>	<b>25</b>	<b>4,565</b>	<b>4,074</b>

#### (ii) Linkages – Parent Entity Only

	INFRASTRUCTURE		INTERNATIONAL	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	150	1,110	-	-
<b>Revenue for the period</b>	<b>150</b>	<b>1,110</b>	<b>-</b>	<b>-</b>
Surplus/(deficit) from the previous year	322	(442)	13	13
<b>Total revenue including accrued revenue</b>	<b>472</b>	<b>668</b>	<b>13</b>	<b>13</b>
Less expenses including accrued expenses	(272)	(346)	-	-
<b>Surplus/(deficit) for the reporting period</b>	<b>200</b>	<b>322</b>	<b>13</b>	<b>13</b>



(ii) Linkages – Parent Entity Only

	INFRASTRUCTURE		INTERNATIONAL	
	2013	2012	2013	2012
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
Financial assistance received in Cash during the reporting period (total cash received from Australian Government for the program)	1,154	976	1,304	2,086
<b>Revenue for the period</b>	<b>1,154</b>	<b>976</b>	<b>1,304</b>	<b>2,086</b>
Surplus/(deficit) from the previous year	383	870	718	441
<b>Total revenue including accrued revenue</b>	<b>1,537</b>	<b>1,846</b>	<b>2,022</b>	<b>2,527</b>
Less expenses including accrued expenses	(959)	(1,463)	(1,231)	(1,809)
<b>Surplus/(deficit) for the reporting period</b>	<b>578</b>	<b>383</b>	<b>791</b>	<b>718</b>

38.7 OS-HELP

Parent Entity Only

OS-Help is held in trust for students and is not revenue to the University.

	TOTAL	
	2013	2012
	\$ 000's	\$ 000's
Cash received during the reporting period	2,299	2,038
Cash spent during the reporting period	(2,299)	(2,038)
<b>Net cash received</b>	<b>-</b>	<b>-</b>
Cash surplus/(deficit) from the previous period	-	-
<b>Cash surplus/(deficit) for the reporting period</b>	<b>-</b>	<b>-</b>

38.8 Superannuation supplementation

Parent Entity Only

	TOTAL	
	2013	2012
	\$ 000's	\$ 000's
Cash received during the reporting period	5,745	4,803
University contribution in respect of current employees	(491)	362
<b>Cash available</b>	<b>5,254</b>	<b>5,165</b>
Cash surplus / (deficit) from the previous period	-	-
<b>Cash available for current period</b>	<b>5,254</b>	<b>5,165</b>
Contributions to specified defined benefit funds	(5,254)	(5,165)
<b>Cash surplus/(deficit) for this period</b>	<b>-</b>	<b>-</b>

### 39. Particulars relating to entities in the economic entity's financial statements

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note1.2:

39.1 Contribution of subsidiary commercial entities to operating surplus	COUNTRY OF INCORPORATION	CONTRIBUTION TO CONSOLIDATED OPERATING SURPLUS		EQUITY HOLDING	
		2013	2012	2013	2012
		\$ 000's	\$ 000's	% 000's	% 000's
La Trobe International Pty Ltd	Australia	-	-	-	100.00
Medical Centre Developments Pty Ltd	Australia	4,720	2,364	-	100.00
La Trobe Accommodation Services Pty Ltd	Australia	-	-	-	100.00
<b>Total</b>		<b>4,720</b>	<b>2,364</b>	<b>-</b>	<b>-</b>

39.2 Financial Performance of Subsidiary Commercial Entities	LA TROBE INTERNATIONAL PTY LTD*	MEDICAL CENTRE DEVELOPMENTS PTY LTD	LA TROBE ACCOMMODATION SERVICES PTY LTD*	2013 TOTAL
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
INCOME STATEMENT				
Total revenue	-	6,166	-	6,166
Total expenditure	-	1,446	-	1,446
Operating result	-	4,720	-	4,720
BALANCE SHEET				
Working capital	-	(9,971)	-	(9,971)
Physical assets	-	13,925	-	13,925
Total assets	-	18,759	-	18,759
External borrowings	-	2,390	-	2,390
Total liabilities	-	14,897	-	14,897
Equity	-	3,862	-	3,862

	LA TROBE INTERNATIONAL PTY LTD*	MEDICAL CENTRE DEVELOPMENTS PTY LTD	LA TROBE ACCOMMODATION SERVICES PTY LTD*	2012 TOTAL
	\$ 000's	\$ 000's	\$ 000's	\$ 000's
INCOME STATEMENT				
Total revenue	-	5,206	-	5,206
Total expenditure	-	1,829	-	1,829
Tax	-	1,013	-	1,013
Operating result	-	2,364	-	2,364
BALANCE SHEET				
Working capital	-	(9,627)	-	(9,627)
Physical assets	-	14,211	-	14,211
Total assets	-	18,891	-	18,891
External borrowings	-	6,896	-	6,896
Total liabilities	-	17,230	-	17,230
Equity	-	1,661	-	1,661

\* Dormant company



The Annual Report 2013 is  
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