

THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
ABN 77 142 270 315

FINANCIAL REPORT
FOR THE YEAR ENDED
31 DECEMBER 2020

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THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
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COUNCIL REPORT

The Council of St John's College presents its report together with the financial report of the Rector and Fellows of St John's College ("the College") for the year ended 31 December 2020 and the audit report thereon.

Mission Statement

St John's College is a Catholic university college which enables young men and women to immerse themselves in university life through:

- a welcoming residential environment with students from different backgrounds;
- an experience of community living and its social, sporting, religious and cultural opportunities;
- assistance to foster academic achievement;
- an opportunity to engage with the Catholic faith and its intellectual tradition;
- supportive pastoral care;
- formation in leadership through service to others.

St John's College Council

The Council of St John's College in the year to 31 December 2020 comprised:

<i>Name</i>	<i>Occupation</i>	<i>Years as Council Member</i>
Mr John Coorey (Chair)	Legal practitioner	2
Dr Bernadette Tobin AO GCSG (Deputy Chair)	University academic	8
Mr Adrian Diethelm	Rector	8
Very Rev Dr Gerald Gleeson VG	Minister of religion	8
Mr Matthew Gordon	Company director	8
Sister Mary Helen Hill OP	Sister of religion	2
Mr Khan Horne	Company executive	6
Mrs Christine Liddy AO	Company director	11
Dr Sandra Lynch	University academic	2
Mr David Pacey	University administrator	4
Judge Gerard Phillips	Judicial officer	2
Mrs Alexandra Winter-Irving	Company executive	2
Most Rev Dr Richard Umbers DD VG	Minister of religion	4

COUNCIL REPORT (Continued)

Principal activities

The principal activity of the College during the course of the financial year was that of a Catholic co-residential college within the University of Sydney. The ancillary activities of the College include the management of an Endowment Fund (which incorporates a Scholarship Fund, a Library Fund and a Building Conservation and Heritage Fund), a car park and a commercial rental property.

There were no significant changes in the nature of activities of the College during the year.

Council and committee meetings

College Council had four formal meetings during 2020.

Several committees and working groups have been constituted in order to support the College in achieving its objectives. A majority of each committee comprises current members of Council, and the Chair and Deputy Chair of Council and the Rector are ex officio members of all committees. Relevant members of College staff are in attendance at committee meetings where appropriate.

For the year ended 31 December 2020 the Council committees and working groups were as follows:

Finance & Risk Committee (Chair – Mr Khan Horne)
Advancement & Alumni Committee (Chair – Judge Gerard Phillips)
Student Relations Committee (Chair – Dr Sandra Lynch)
Nominations & Remuneration Committee (Chair – Mr John Coorey)
Building & Works Advisory Group (Chair – Mr Matthew Gordon)

Result and review of operations

The consolidated operating surplus amounted to \$602,118 (2019: Surplus \$2,760,700). COVID-19 has significantly affected operations of the college in the first half of the year. College was shut down due to COVID-19 in Semester 1 and had to refund 50% of the fees to students. We managed to reopen the college for Semester 2.

State of affairs

In the opinion of the Council there were no significant changes in the state of affairs of the College that occurred during the financial year under review not otherwise disclosed in this report or in the financial statements.

Events subsequent to Reporting Period

In the interval between the end of the financial year and the date of this report, the Council has not become aware of any item, transaction or event of a material and unusual nature that is likely, in the opinion of the Council, to significantly affect the operations of the College, the results of those operations, or the state of affairs of the College in future financial years.

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COUNCIL REPORT (Continued)

Council members' benefits

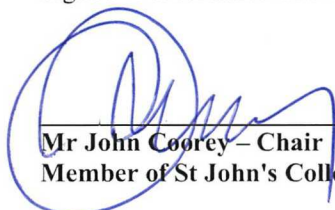
Any transactions between Council members and the College or related organisations are on normal commercial terms. For the year ended 31 December 2020 no such transactions were incurred.

Indemnification and insurance of members of the College Council

Since the end of the previous financial year, the Council has not indemnified or made a relevant agreement for indemnifying against a liability any person who is or has been a member of Council. No agreement or indemnification against a liability has been made to the auditors.

During the financial year, the College has paid insurance premiums (Directors' & Officers' insurance) in respect of members of Council. Such insurance contracts insure against certain liability of persons who are or have been members of Council.

Signed in accordance with a resolution of the Council:



Mr John Coorey – Chair
Member of St John's College Council

Mr Adrian Diethelm - Rector
Member of St John's College Council

Dated at Sydney:

3 June 2021

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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	2020 \$	2019 \$
REVENUE			
Revenue from contracts with customers	2	5,740,215	8,727,141
Other Revenue	2	1,879,160	1,397,103
Net realised & unrealised Gain/(Loss) on financial assets		(89,462)	401,216
		<u>7,529,913</u>	<u>10,525,460</u>
EXPENSES			
Administration Expenses		449,206	452,868
Catering, Cleaning & Outgoings Costs		1,270,206	1,878,045
Depreciation	3	755,492	734,741
Employment Costs		2,413,120	2,456,575
Facility Costs		537,851	589,185
Insurance		162,236	154,613
IT Costs		170,346	172,747
Legal Costs		27,523	54,953
Car Park Related Expenses		148,356	130,062
Professional Fees		158,655	168,483
Other Student Related Expenses		652,631	723,576
Services & Utilities		153,962	219,955
Sundry Expenses		28,211	28,957
		<u>6,927,795</u>	<u>7,764,760</u>
SURPLUS FOR THE PERIOD BEFORE TAX		602,118	2,760,700
Income Tax Expense		-	-
		<u>602,118</u>	<u>2,760,700</u>
OTHER COMPREHENSIVE INCOME		18,257,336	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>18,859,454</u>	<u>2,760,700</u>

The Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the notes to the financial statements.

THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
ABN: 77 142 270 315

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Note	2020 \$	2019 \$
CURRENT ASSETS			
Cash and Cash Equivalents	4	4,963,203	4,023,155
Trade and Other Receivables	5	267,289	294,419
Other Assets	6	<u>133,968</u>	<u>99,710</u>
Total Current Assets		<u>5,364,460</u>	<u>4,417,284</u>
NON-CURRENT ASSETS			
Property, Plant and Equipment	7	114,304,321	96,670,298
Works of Art and Antiques	8	5,242,511	4,822,276
Financial Assets	9	<u>6,442,212</u>	<u>6,448,763</u>
Total Non-Current Assets		<u>125,989,044</u>	<u>107,941,337</u>
Total Assets		<u>131,353,504</u>	<u>112,358,621</u>
CURRENT LIABILITIES			
Trade and Other Payables	10	715,718	455,104
Provisions	11	198,357	396,195
Other Liabilities	12	<u>175,644</u>	<u>252,819</u>
Total Current Liabilities		<u>1,089,719</u>	<u>1,104,118</u>
NON-CURRENT LIABILITIES			
Provisions	11	83,109	61,082
Other Liabilities	12	<u>585,950</u>	<u>458,150</u>
Total Non-Current Liabilities		<u>669,059</u>	<u>519,232</u>
Total Liabilities		<u>1,758,779</u>	<u>1,623,350</u>
Net Assets		<u>129,594,725</u>	<u>110,735,271</u>
EQUITY			
Retained Earnings		39,886,809	39,284,691
Reserves	13	<u>89,707,916</u>	<u>71,450,580</u>
Total Equity		<u>129,594,725</u>	<u>110,735,271</u>

The Statement of Financial Position is to be read in conjunction with the notes to the financial statements.

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	2020 \$	2019 \$
Cash flow from Operating Activities			
Income from Students		4,221,119	6,540,414
Income from Parking Fees & Leased Premises		1,382,726	1,662,935
Income from Other Accommodation & Functions		31,920	237,391
Donations and Bequests		601,010	318,100
Government Grant received		639,400	-
Other Income		6,844	324,819
Payments to Suppliers		(3,121,136)	(3,880,245)
Payments to Employees		(2,582,512)	(2,429,716)
Net Cash Provided by Operating Activities	14	1,179,371	2,772,778
Cash flow from Investing Activities			
Dividends & Interest		328,274	450,731
Distribution from Investments			
Payment for Investments		(82,912)	(371,685)
Payments for Plant and Equipment		(484,684)	(1,905,500)
Net Cash (Used in) Investing Activities		(239,322)	(1,826,454)
Net Increase / (Decrease) in Cash Held		940,048	946,324
Opening Balance 1 January		4,023,155	3,076,831
Closing Balance 31 December	4	4,963,203	4,023,155

The Statement of Cash Flows is to be read in conjunction with the notes to the financial statements.

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Note	Retained Reserves \$	Total Earnings \$	Equity \$
Balance at 1 January 2019		71,450,580	36,523,991	107,974,571
Surplus for the Year		-	2,760,700	2,760,700
Other Comprehensive Income		-	-	-
Balance at 31 December 2019		71,450,580	39,284,691	110,735,271
Surplus for the Year		-	602,118	602,118
Other Comprehensive Income				
Gains on Revaluation of Land & Building		18,257,336	-	18,257,336
Balance at 31 December 2020		89,707,916	39,886,809	129,594,725

The Statement of Changes in Equity is to be read in conjunction with the notes to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The significant policies adopted in the preparation of this financial report are:

(a) **Basis of Preparation**

The members of the College Council have prepared the financial report on the basis that the College is a non-reporting entity because there are no users dependent on a general purpose financial report. The financial statement is therefore a special purpose financial report that has been prepared in order to meet the requirements of the *Australian Charities and Not-for-Profits Commission Act 2012* and for distribution to the members of the College Council.

The financial statements have been prepared in accordance with Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board under the reporting requirements of the *Australian Charities and Not-for-Profits Commission Act 2012*, the recognition and measurement requirements specified by all Australian Accounting Standards and Interpretations, and the disclosure requirements of:

AASB 101: Presentation of Financial Statements
AASB 107: Statement of Cash Flows
AASB 108: Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1054: Australian Additional Disclosures

The College is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

The accounting policies used in the preparation of this report as described below are consistent with the financial reporting requirements of the College and are in the opinion of the Council appropriate to meet the needs of the users identified above.

(b) **Basis of Consolidation**

The special purpose financial report of the College represents an aggregation of the financial position and the results of the operations of St John's College, including an Endowment Fund which incorporates a Scholarship Fund, Library Fund and a Building Conservation and Heritage Fund. All inter-group transactions are eliminated in full on consolidation.

(c) **Income Tax**

In accordance with the provisions of the *Australian Income Tax Assessment Act 1997*, the College is exempt from income tax.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) **Revenue from Contracts with Customers**

Revenue is recognised at an amount that reflects the consideration to which the consolidated entity is expected to be entitled in exchange for transferring goods or services to a customer. For each contract with a customer, the consolidated entity: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

Variable consideration within the transaction price, if any, reflects concessions provided to the customer such as discounts, rebates and refunds, any potential bonuses receivable from the customer and any other contingent events. Such estimates are determined using either the 'expected value' or 'most likely amount' method. The measurement of variable consideration is subject to a constraining principle whereby revenue will only be recognised to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue recognised will not occur. The measurement constraint continues until the uncertainty associated with the variable consideration is subsequently resolved. Amounts received that are subject to the constraining principle are recognised as a refund liability.

Student Residential Fees

Revenue from student residential fees is recognised over the period of the residency commencing on the occupation of the applicable rooms.

Sales revenue

Events and car park revenue are recognised when received or receivable.

Donations

Donations are recognised at the time the cash is received.

Rent

Rent revenue is recognised on a straight-line basis over the lease term. Lease incentives granted are recognised as part of the rental revenue. Contingent rentals are recognised as income in the period when earned.

Interest

Interest revenue is recognised as interest accrues using the effective interest method. This is a method of calculating the amortised cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Revenue From Contracts With Customers (Continued)

Other revenue

Other revenue is recognised when it is received or when the right to receive payment is established.

(e) Cash and Cash Equivalents

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

(f) Trade and Other Receivables

Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

(g) Financial Instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. For financial assets, this is equivalent to the date that the Company commits itself to either the purchase or sale of the asset (i.e. trade date accounting is adopted).

Financial instruments are initially measured at fair value adjusted for transaction costs, except where the instrument is classified as fair value through profit or loss, in which case transaction costs are immediately recognised as expenses in profit or loss.

Classification of financial assets

Financial assets recognised by the Company are subsequently measured in their entirety at either amortised cost or fair value, subject to their classification and whether the Company irrevocably designates the financial asset on initial recognition at fair value through other comprehensive income (FVtOCI) in accordance with the relevant criteria in AASB 9.

(h) Government Grants

Government grants are recognised when there is reasonable certainty that the grant will be received, and all grant conditions are met. Government grants include amounts received or receivable under the Federal Government's JobKeeper Payment Scheme and Cash Flow Boost, which provide temporary subsidies to eligible businesses significantly affected by coronavirus (COVID-19).

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Financial Instruments (Continued)

Financial assets not irrevocably designated on initial recognition at FVtOCI are classified as subsequently measured at amortised cost, FVtOCI or fair value through profit or loss (FVtPL) on the basis of both:

- (a) the Company's business model for managing the financial assets; and
- (b) the contractual cash flow characteristics of the financial asset.

Classification of financial liabilities

Financial liabilities classified as held-for-trading and financial liabilities designated at FVtPL, are subsequently measured at fair value.

All other financial liabilities recognised by the Company are subsequently measured at amortised cost.

Trade and other receivables

Trade and other receivables arise from the Company's transactions with its customers.

Consistent with both the Company's business model for managing the financial assets and the contractual cash flow characteristics of the assets, trade and other receivables are subsequently measured at amortised cost.

(h) Property, Plant and Equipment

Property, plant and equipment are stated at cost and independent valuation less accumulated depreciation and any impairment in value.

The depreciable amount of all fixed assets including buildings, but excluding freehold land, are depreciated on a straight-line basis over the estimated useful life commencing from the time the asset is ready for use as follows:

Computer Equipment	3 years
Furniture and Fittings	5 years
Catering Equipment	10 years
Office Equipment	5 years
Student Accommodation Buildings	150 years
Other Buildings	30 – 40 years

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

(i) Impairment of Financial Assets

A financial asset is assessed at each reporting date to determine whether there is any objective evidence that the asset may be impaired. A financial asset is considered impaired if the evidence indicates one or more events have had a negative effect on the estimated future cash inflows of that asset.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(j) **Impairment of Non-Financial Assets**

At each reporting date, the company assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the company makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset's value in use cannot be estimated to be close to its fair value less costs to sell and it does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

(k) **Trade and Other Payables**

Trade and other payables are recognised when the College becomes obliged to make future payments resulting from the purchase of goods and services.

(l) **Employee Entitlements**

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

Other long-term employee benefits

The liability for annual leave and long service leave not expected to be settled within 12 months of the reporting date are measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method. Consideration is given to expected future wage and salary levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the reporting date on national government bonds with terms to maturity and currency that match, as closely as possible, the estimated future cash outflows.

Defined contribution superannuation expense

Contributions to defined contribution superannuation plans are expensed in the period in which they are incurred.

(m) **Goods and Service Tax**

Revenue, expenses and assets are recognised net of the amounts of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense.

Receivables and payables are stated with the amount of GST included.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(m) Goods and Service Tax (Continued)

The net amount recoverable from, or payable to, the ATO is included as a current asset or liability in the Statement of Financial Position.

(n) Lease assets and lease liabilities

A Leased asset is recognised at the commencement date of a lease. The Leased asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before the commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Leased assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is the shorter. Where the college expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

The group has elected not to recognise a Leased asset and corresponding lease liability for short-term leases with terms of 12 months or less and leases of low-value assets. Lease payments on these assets are expensed to profit or loss as incurred.

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the college's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) New or amended Accounting Standards and Interpretations adopted

The college has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

(p) Critical Accounting Estimates and Judgements

The Council evaluates estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the College.

Key estimates:

Estimation of useful lives of assets

The college determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment. The useful lives of plant and equipment could change significantly as a result of technical innovations or some other event. The heritage nature of college buildings are also taken into account in determining their useful lives. The depreciation and amortisation charge will increase where the useful lives of assets are less than previously estimated or technically obsolete.

THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 \$	2019 \$
2. REVENUE		
<i>Revenue from contracts with customers</i>		
Student Residential Fee Revenue	4,517,102	7,083,728
Parking Fees	1,191,193	1,478,936
Conferences and Visitor Accommodation	-	94,031
External Functions	-	33,870
Apartment Accommodation	31,920	36,576
Total revenue from contracts with customers	<u>5,740,215</u>	<u>8,727,141</u>
<i>Other Revenue</i>		
Interest Income		
St John's College	42,680	90,774
Endowment Fund	38,590	41,279
Lease Income	389,739	324,025
Donations and Funding Received		
St John's College	25,439	-
Endowment Fund		
Scholarship Fund	427,945	267,600
Library Fund (Nagle Bequest)	6,000	-
Building & Heritage Fund	41,625	50,500
Sundry Revenue	6,844	324,819
Government Grant received	639,400	-
Investment Revenue	260,898	298,106
Total other revenue	<u>1,879,160</u>	<u>1,397,103</u>
3. OPERATING SURPLUS		
Operating Surplus has been arrived at after charging / (crediting) the following items:		
Depreciation on:		
Computer & Equipment	111,646	124,392
Furniture & Fittings	100,510	75,350
Catering Equipment	4,094	7,650
Buildings	539,242	527,349
	<u>755,492</u>	<u>734,741</u>
Movements in Provisions:		
Annual & Long Service Leave	<u>84,119</u>	<u>61,118</u>
Doubtful Debts	<u>-</u>	<u>-</u>

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ABN: 77 142 270 315

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 \$	2019 \$
4. CASH AND CASH EQUIVALENTS		
Current		
St John's College	4,311,040	3,764,125
Endowment Fund		
JBWere Cash Trust	643,703	257,746
Scholarship Fund	2,487	1,077
Library Fund	116	195
Building Conservation and Heritage Fund	5,857	12
	<u>4,963,203</u>	<u>4,023,155</u>
5. TRADE AND OTHER RECEIVABLES		
Current		
Trade Debtors and Other Receivables	267,289	294,419
Provision for expected credit losses	-	-
	<u>267,289</u>	<u>294,419</u>
6. OTHER ASSETS		
Current		
Prepayments	<u>133,968</u>	<u>99,710</u>

THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 \$	2020 \$
7. PROPERTY, PLANT AND EQUIPMENT		
Non-Current		
Land - at Fair Value	80,800,000	62,500,000
Computer and Other Equipment - at Cost	870,962	843,547
Less: Accumulated Depreciation	<u>637,230</u>	<u>525,585</u>
	<u>233,732</u>	<u>317,962</u>
Furniture and Fittings - at Cost	837,721	776,430
Less: Accumulated Depreciation	<u>627,729</u>	<u>527,219</u>
	<u>209,992</u>	<u>249,211</u>
Catering Equipment - at Cost	118,729	113,807
Less: Accumulated Depreciation	<u>111,079</u>	<u>106,984</u>
	<u>7,650</u>	<u>6,823</u>
Buildings & Improvements - at Fair Value	87,134,656	69,867,500
Less: Accumulated Depreciation	<u>54,356,417</u>	<u>45,770,646</u>
	<u>32,778,239</u>	<u>24,096,854</u>
Building Improvements	-	9,691,174
Less: Accumulated Depreciation	<u>-</u>	<u>676,404</u>
	<u>-</u>	<u>9,014,770</u>
Capital WIP	<u>274,708</u>	<u>484,678</u>
Total Property, Plant and Equipment	<u>114,304,321</u>	<u>96,670,298</u>

The basis of the valuation of land and buildings is fair value. The land and buildings were revalued in October 2020 based on independent assessments of Nicholas Garnsey of Cushman & Wakefield (Valuation) Pty Ltd, having recent experience in the location and category of land and buildings being valued. The valuation received is dated 5 August 2020 and was issued on 6 October 2020. Valuations are based on current prices for similar properties in the same location and condition.

THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
ABN: 77 142 270 315

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 \$	2019 \$
8. WORKS OF ART AND ANTIQUES		
Non-Current		
Works of Art and Antiques	<u>5,242,511</u>	<u>4,822,276</u>
The College's Works of Art and Antiques were revalued October 2020 by an Independent Valuer Peter Marejka of James R Lawson Pty Limited Auctioneers and Valuers. The valuation was carried out on the basis of replacement value for the purposes of assessing the College's insurance requirements for each individual work of art and antique.		
9. FINANCIAL ASSETS		
Non-Current		
Shares at Market Value	3,686,347	3,671,398
Fixed Interest Securities at Market Value	<u>2,755,865</u>	<u>2,777,365</u>
	<u>6,442,212</u>	<u>6,448,763</u>
10. TRADE AND OTHER PAYABLES		
Current		
Trade Creditors	403,190	144,318
Other Payables & Accruals	<u>312,528</u>	<u>310,786</u>
	<u>715,718</u>	<u>455,104</u>
11. PROVISIONS		
Current		
Annual Leave	167,127	114,245
Long Service Leave	31,230	21,950
Other Provisions	<u>-</u>	<u>260,000</u>
	<u>198,357</u>	<u>396,195</u>
Non-Current		
Long Service Leave	<u>83,109</u>	<u>61,082</u>

THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
ABN: 77 142 270 315

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 \$	2019 \$
12. OTHER LIABILITIES		
Current		
Income Received in Advance	29,644	26,819
Refundable Bonds and Other Liabilities	<u>146,000</u>	<u>226,000</u>
	<u>175,644</u>	<u>252,819</u>
Non-Current		
Refundable Bonds and Other Liabilities	<u>585,950</u>	<u>458,150</u>
13. RESERVES		
Asset Revaluation Reserve		
- Work of Art & Antique Revaluation	4,832,026	4,464,415
- Buildings Revaluation	4,075,890	4,486,165
- Land Revaluation	<u>80,800,000</u>	<u>62,500,000</u>
	<u>89,707,916</u>	<u>71,450,580</u>
14. RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES		
Net surplus for the period	602,118	2,760,700
<i>Non-Cash Flows in Operating Surplus:</i>		
Depreciation	755,492	734,741
Impairment	-	-
Net income from Investments	(238,811)	(851,946)
<i>Changes in Assets and Liabilities:</i>		
(Increase) / Decrease in Receivables	32,305	(10,995)
(Increase) / Decrease in Other Assets	(34,258)	46,090
Increase / (Decrease) in Payables	238,336	46,162
Increase / (Decrease) in Provision	<u>(175,811)</u>	<u>48,026</u>
Net Cash Provided by Operating Activities	<u>1,179,371</u>	<u>2,772,778</u>

THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
ABN: 77 142 270 315

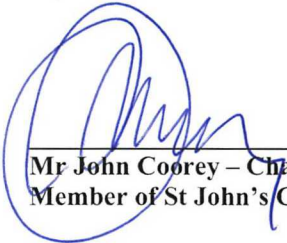
FOR THE YEAR ENDED 31 DECEMBER 2020

COUNCIL'S DECLARATION

In the opinion of the Council of St John's College ("the College"):

- (a) the financial statements and notes of the College, as set out on pages 4 to 20, are in accordance with the *Australian Charities and Not-for-Profits Commission Act 2012*, including:
 - (i) giving a true and fair view of the College's financial position as at 31 December 2020 and of its performance, as represented by the results of its operations and its cash flows, for the financial year ended on that date in accordance with the basis of accounting described in Note 1; and
 - (ii) complying with Australian Accounting Standards as detailed in note 1 and the *Australian Charities and Not-for-Profits Commission Regulation 2013*.
- (b) there are reasonable grounds to believe that the College can meet its debts as and when they become due and payable.

Signed in accordance with a resolution of the Council:



Mr John Coorey – Chair
Member of St John's College Council



Mr Adrian Diethelm – Rector
Member of St John's College Council

Dated at Sydney: 3 June 2021

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE RESPONSIBLE ENTITIES' OF
THE RECTOR AND FELLOWS OF ST JOHNS COLLEGE
ABN 77 142 270 315**

I declare that to the best of my knowledge and belief, during the year ended 31 December 2020 there have been no contraventions of:

- i. the auditor's independence requirements as set out in the *Australian Charities and Not-for-profits Commission Act 2012* in relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.



J S GAVLJAK
Partner

PITCHER PARTNERS
Sydney

3 June 2021

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**INDEPENDENT AUDITOR'S REPORT
TO THE COUNCIL MEMBERS OF THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
ABN 77 142 270 315**

Report on the Financial Report

Opinion

We have audited the financial report, being a special purpose financial report of The Rector and Fellows of St John's College ("the College"), which comprises the statement of financial position as at 31 December 2020 the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the council's declaration.

In our opinion the financial report of The Rector and Fellows of St John's College has been prepared in accordance with Division 60 of the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- (a) giving a true and fair view of the College's financial position as at 31 December 2020 and of its financial performance for the year then ended; and
- (b) complying with the accounting policies described in Note 1 to the financial statements and Division 60 of the *Australian Charities and Not-for-profits Commission Regulation 2013*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the College in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* "ACNC Act" and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* "the Code" that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist the College to meet the requirements of the ACNC Act. As a result, the financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

**INDEPENDENT AUDITOR'S REPORT
TO THE COUNCIL MEMBERS OF THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
ABN 77 142 270 315**

Other Information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditors report is information included in the Directors Report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon. In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Council Members for the Financial Report.

The Council Members are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Reduced Disclosure Requirements (including Australian Accounting Interpretations) and the ACNC Act, and for such internal control as the responsible entities determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, Council Members are responsible for assessing the College's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Council Members either intends to liquidate the College or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the College's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Council Members.
- Conclude on the appropriateness of the Responsible Entity's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the

**INDEPENDENT AUDITOR'S REPORT
TO THE COUNCIL MEMBERS OF THE RECTOR AND FELLOWS OF ST JOHN'S COLLEGE
ABN 77 142 270 315**

College's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the College to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



J S GAVLJAK

Partner



PITCHER PARTNERS

Sydney

3 June 2021