

Note 20 Borrowings (continued)**Queensland Treasury Corporation (continued)****Bank loan facilities**

	Consolidated		Parent entity	
	2009	2008	2009	2008
	\$'000	\$'000	\$'000	\$'000
Total facilities	30,000	40,650	30,000	40,650
Used (Drawdown) at balance date	20,498	30,000	20,498	30,000
Available facilities at balance date	<u>9,502</u>	<u>10,650</u>	<u>9,502</u>	<u>10,650</u>

(i) \$15 million fixed loan facility. The loan is repayable in quarterly instalments of equal size such that the advance amount and interest (including capitalised interest) and fees calculated thereon are fully repaid at the end of the expected term of 17 years.

(ii) QTC Debt Pools -

- \$10 million 9 Year Debt Pool (adjusted from 15 Year Debt Pool on 6 October 2008), expected term of 10 years
- \$5 million 3 Year Debt Pool commenced 27 July 2006, expected term of 10 years

(iii) \$4million Overdraft/short term funding facility. No overdraft exists at balance sheet date as funds are currently being drawn from the QTC Capital Guarantee Fund.

Department of Tourism, Regional Development and Industry**Bank loan facilities**

Total facilities	2,160	2,160	2,160	2,160
Used (Drawdown) at balance date	2,160	1,417	2,160	1,417
Available facilities at balance date	<u>-</u>	<u>743</u>	<u>-</u>	<u>743</u>

(i) \$2.16 million available loan facility to be drawdown in stages in accordance with milestones met. A total of \$2.151 million was required and has been fully drawdown at 31 December 2008. Loan commenced 1 February 2007 with an expected term of 12 years. Quarterly repayments commence on the 28th September 2009 with equal instalments of \$72k. The final repayment scheduled for June 2019.

(c) Fair value

All QTC borrowings are recorded at book value.

Market Value of QTC borrowings as at 31 December 2009 is \$20,182,903.44 (2008 \$23,740,224.43).

The effective book interest rates as at balance date on fixed rate borrowings range from 5.70% to 6.71% (2008 5.70% to 6.43%).

Expected final repayment dates vary from 10 March 2011 to 15 September 2022.

The fair value of the loan with the State Government is carried at the principal amount drawdown.

(d) Risk exposures

The exposure of the Group's and parent entity's borrowings to interest rate changes is considered minimal as all major borrowings are held with State Government entities in fixed rate arrangements.

The carrying amounts of the Group's and parent entity's borrowings are in Australian Dollars.

For an analysis of the sensitivity of borrowings to interest rate risk refer to Note 29.

	Consolidated		Parent entity	
	2009 \$'000	2008 \$'000	2009 \$'000	2008 \$'000
21 Provisions				
Current provisions expected to be settled within 12 months				
Employee benefits				
Annual leave	3,672	3,183	3,656	3,167
Long service leave	2,788	2,064	2,788	2,064
Workers' compensation and insurances clearance	740	616	740	616
Australian Government Financial Assistance Repayment	-	2,876	-	2,876
Total current	7,200	8,739	7,184	8,723
Non-Current				
Employee benefits				
Long service leave	1,602	1,520	1,574	1,500
Total non-current	1,602	1,520	1,574	1,500
Total provisions	8,802	10,259	8,758	10,223

(i) Workers' compensation and insurances clearance

This provision is based on recovered oncost from wages and salaries and is designed to offset the cost of Workers' Compensation Insurance and other insurance cost contingencies where actual insurance cost overrun budget estimates.

(ii) Australian Government Financial Assistance Repayment

This provision is based on the expected repayment required in relation to excess 2008 Commonwealth funding received.

(iii) Employee Benefits

This provision is based on employee benefits arising from services rendered by employees at balance date that are expected to be settled within 12 months of the reporting date.

(a) Movements in provisions

Movements in each class of provision during the financial year, other than employee benefits, are set out below.

Consolidated - 2008

	Workers' Compensation and Insurances	Aust Government Financial Assistance	Total \$'000
Current			
Carrying amounts at start of year	616	2,876	3,492
Additional provisions recognised (Net)	124	(2,876)	(2,752)
Unused amounts reversed	-	-	-
Carrying amounts at end of year	740	0	740

	Consolidated		Parent entity	
	2009	2008	2009	2008
	\$'000	\$'000	\$'000	\$'000
Note 22 Other liabilities				
Current				
Income in advance	3,216	4,038	3,278	4,037
Other liabilities	358	359	358	359
Total other liabilities	3,574	4,397	3,636	4,396

Note 23 Reserves and retained surplus**(a) Reserves**

Property, plant & equipment revaluation reserve	70,221	63,061	70,221	63,061
Total reserves	70,221	63,061	70,221	63,061

Movements:

Property, plant & equipment revaluation reserve				
Balance 1 January	63,061	54,123	63,061	54,123
Revaluation - gross	7,160	8,938	7,160	8,938
Balance 31 December	70,221	63,061	70,221	63,061

(b) Retained surplus

Movements in retained surplus were as follows:

Retained surplus at 1 January	77,429	63,741	77,337	63,712
Net operating result for the year	17,500	13,688	17,473	13,625
Retained surplus at 31 December	94,929	77,429	94,810	77,337

Note 24 Key management personnel disclosures**(a) Names of responsible persons and executive officers**

Details of the University's Council Membership are located in the Governance Section of the Annual Report.

Executive Officers

Prof Paul Thomas (VC and President)
Prof Greg Hill (DVC)

Prof Robert Elliot (PVC)
Prof Michael Hefferan (PVC)
Mr Peter Sullivan (PVC)

(b) Remuneration of Council members, executives and key management personnel**Remuneration of executive officers**

No Council Member received remuneration for duties performed in their role as a Council Member. No Council Member is entitled to any Retirement Benefit arising from their role as a Council Member.

	Consolidated		Parent entity	
	2009	2008	2009	2008
\$210,000 to \$219,999	1	-	1	-
\$250,000 to \$259,999	-	1	-	1
\$280,000 to \$289,999	1	-	1	-
\$290,000 to \$299,999	-	1	-	1
\$310,000 to \$319,999	1	-	1	-
\$350,000 to \$359,999	1	-	1	-
\$520,000 to \$529,999	-	1	-	1
\$610,000 to \$619,999	1	-	1	-

(c) Key management personnel compensation

Short-term employee benefits	1,777	1,083	1,777	1,083
Post-employment benefits	-	-	-	-
Other long-term	-	-	-	-
Termination benefits	-	-	-	-
	1,777	1,083	1,777	1,083

(d) Loans to key management personnel

No loans were made to any key management personnel during the period.

Consolidated		Parent entity	
2009	2008	2009	2008
\$'000	\$'000	\$'000	\$'000

Note 25 Remuneration of auditors

During the year the following fees were paid for services provided by the auditor of the parent entity, its related practices and non-related audit firms:

Assurance services**1. Audit services**

Fees paid to the Queensland Audit Office:

Audit and review of financial reports and other audit work under the Corporations Act 2001 and the Financial Accountability Act 2009

126	112	110	112
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2. Other assurance services

AUQA

-	5	-	5
-	5	-	5

Total remuneration of auditors

126	117	110	117
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It is not the University's policy to employ QAO (the main auditor) on assignments additional to their statutory audit duties where QAO expertise and experience with the consolidated entity are important. It is the University's policy to seek competitive tenders for all major consulting projects where tendering is considered likely to deliver value for money.