

# Grain Industry Research and Development Fund

2020-21 Annual Report

## Introduction

The *Primary Industry Funding Schemes Act 1998* was established to provide South Australian primary industries with a legislative based ability to raise funds within their sector to fund projects and services for the benefit of their sector.

Section 4 of the Act allows the Governor to make regulations establishing a fund for a particular sector of primary industry. All existing regulations are administered by the Minister for Primary Industries and Regional Development.

This is the Grain Industry Research and Development Fund Annual Report for the year ended 30 June 2021, prepared under section 11 of the Act.

## Overview

The Grain Industry Research and Development Fund is established by the *Primary Industry Funding Schemes (Grain Industry Research and Development Fund) Regulations 2013*. The purpose is to allow funds to be raised for research and development activities that provide benefit to South Australian grain growers.

The contribution rate for this fund is prescribed in regulation 5 as follows:

Contribution rate	\$0.30 per tonne
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Contributors may seek a refund of their contributions as provided for in regulation 6.

The purposes for which the fund can be applied by the Minister are outlined in regulation 7, which names the Trustees of the South Australian Grain Industry Trust to which payments from the fund may be made.

## Operation of the fund

The Department of Primary Industries and Regions (PIRSA) manages the operations of the fund on behalf of the Minister.

The five-year fund management plan current as at the year ended 30 June 2021 was prepared in accordance with section 9 of the Act. The plan was presented at a public meeting held on 29 June 2021 and was publicly available on the PIRSA website. It is attached to this report.

Payments from the fund were made to the trustees of the South Australian Grain Industry Trust Fund in accordance with regulation 7(a).

Where requested, refunds of contributions were paid in accordance with regulation 6.

In accordance with regulation 7(c), the fund was also applied to administration expenses.

The fund accounts for the year ended 30 June 2021 have been audited by the Auditor General's Department. The audited financial statements and audit report are attached.



Mehdi Doroudi

**CHIEF EXECUTIVE**

**DEPARTMENT OF PRIMARY INDUSTRIES AND REGIONS**

06 /07 /2022

# Grain Industry Research and Development Fund

Management Plan 2020-21 to 2024-25

*Primary Industry Funding Schemes (Grain Industry Research and Development Fund) Regulations 2013*



Government  
of South Australia

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[https://www.pir.sa.gov.au/primary\\_industry/crops\\_and\\_pastures/grain\\_industry\\_funds](https://www.pir.sa.gov.au/primary_industry/crops_and_pastures/grain_industry_funds)

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Revised plan released for consultation	31/3/2021
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# Introduction

The [Primary Industry Funding Schemes Act 1998](#) (the Act) was established to provide South Australian primary industries with a legislative instrument to raise funds within their sector to undertake activities that support and develop the sector, to maximise strategic advantage and to meet new industry challenges.

Section 4 of the Act allows the Governor to make regulations to establish a fund for a particular primary industry sector. The Minister for Primary Industries and Regional Development (the Minister) administers all existing funds under the Act, ensuring appropriate accountability for the use of funds for various functions and activities for industry benefit. The Department of Primary Industries and Regions (PIRSA) administers the funds on behalf of the Minister.

The Grain Industry Research and Development Fund (the fund) established by the [Primary Industry Funding Schemes \(Grain Industry Research and Development Fund\) Regulations 2013](#) (the regulations) came into effect on 8 August 2013.

Contributions are payable at the rate prescribed in the regulations, the initial rate being 30 cents per tonne of grain. All South Australian grain growers are required to contribute to the fund.

Collection agents for this fund are the first purchasers of grain who are required by the regulations to deduct the contributions from the payment to the grower and forward them to the Minister for payment into the fund account.

Grain grower contributors may seek a refund of their contributions. If a refund is paid to a contributor, they are deemed to be “in default of the regulations” and not entitled to receive benefits or services funded by payments from the fund.

Payments are made from the fund for purposes defined in regulation 7 and in this management plan.

In accordance with section 9 of the Act, this management plan has been developed in consultation with the South Australian grain industry. It covers a five-year period and must be updated annually, but may be updated at any time. This management plan should be read in conjunction with the Act and the regulations, which are available at [www.legislation.sa.gov.au](http://www.legislation.sa.gov.au).

This management plan guides the operation of the fund and helps contributors understand how their contributions are used. Section 9 of the Act describes the requirements of a management plan.

## Estimate of contributions to the fund

The regulations require grain growers to contribute to the fund. The contribution rate for this fund is prescribed by regulation 5 to be \$0.30 per tonne of South Australian grown grain sold. Regulation 5 also permits rate changes to some other amount specified by a ministerial notice in the South Australian Government Gazette.

The estimated contribution income for the most recent and next five financial years is provided in Table 1.

The estimated grain sales have been derived from total crop production estimates published in the PIRSA Crop and Pasture Report. This estimate of contributions to the fund is based on grain sold rather than total grain produced. The estimated purchases for 2018-19 is based on a portion of the total grain production estimate for the 2018-19 production season. While production estimates may provide a reasonable degree of accuracy for the current season, average production estimates are used in forward years. The actual amount of income to the fund will vary according to seasonal conditions that cannot be predicted.

**Table 1 – Contribution rates and estimated income**

	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Contribution rate	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30	\$0.30
Estimated sales	5,300,000	8,000,000	7,500,000	7,500,000	7,500,000	7,500,000
Estimated income	\$1,580,000	\$2,400,000	\$2,250,000	\$2,250,000	\$2,250,000	\$2,250,000

The regulations require the purchaser to remit contributions to PIRSA within 28 days following the month in which the grain was purchased.

Grain purchasers that only deal in small quantities of grain may make application to the Minister to remit quarterly or annually instead of monthly.

A contribution rate change is not anticipated to occur in 2020-21 financial year.

## Investment of the fund

PIRSA administers the financial operations of the fund on behalf of the Minister for Primary Industries and Regional Development and in accordance with the regulations and the [Public Finance and Audit Act 1987](#).

Contributions are invested in a separate interest bearing account at the Department of Treasury and Finance. Interest is paid monthly on monies held, and is treated as income to the fund in accordance with the Act section 4(6)(b) and regulation 4(3)(b).

Any balance not immediately required for the purposes of the fund will be retained in the fund and interest earned deemed as an investment in accordance with the Act section 4(7).

# Purposes of the fund

Payments from the fund must be made in accordance with the regulation 7:

## 7—Application of the Fund

The Fund may be applied by the Minister for any of the following purposes:

- (a) payments to the trustees of the South Australian Grains Industry Trust Fund for 1 or more of the following purposes:
  - (i) the reasonable operating and management expenses of the Trust;
  - (ii) funding research and development into the growing, harvesting, storage, processing and marketing of grain;
  - (iii) dissemination of technical information to persons associated with the grains industry;
  - (iv) collection and dissemination to grain growers of information relevant to research and development into grains;
  - (v) other purposes of the Trust;
- (b) payments for other purposes related to the funding of research and development into grains;
- (c) payment of the expenses of administering the Fund;
- (d) repayment of contributions to the Fund under regulation 6. The Fund may be applied by the Minister for any of the following purposes:

## Eligible activities

This management plan further defines the scope of eligible activities to include those identified by grain growers in the consultations for this management plan. The following eligible activities comply with the legislated applications of the fund (regulation 7 prescribed activities) and project outcomes which deliver the eligible functions and activities that may be included in the Trust's business plan and funded by the fund include:

- Reasonable operating expenses associated with the approved and funded activities.
- The collection and dissemination of information relevant to the grain industry to the fund contributors including the publication or dissemination of project outcomes to the fund contributors.

## Ineligible activities

Activities that will not be funded include:

- Commercial activities such as grain trading or speculative investments with a speculative investment defined as the act of trading in an asset or conducting a financial transaction that has a significant risk of losing most or all of the initial outlay in expectation of a substantial gain.



# Funding guidelines

## Eligible organisations

The trustees of the South Australian Grain Industry Trust Fund (trustees) are named in regulation 7(a) as the body to which the Minister may make payments from the fund.

## Payment terms

Payments to the trustees may be made monthly. The amount of any payment will not exceed the available balance of the fund at the time, less an amount not less than \$30,000, which is considered sufficient to cover audit and administrative costs plus an allowance for any refunds to contributors in accordance with regulation 7(d). A monthly payment will not be paid if the fund balance is insufficient.

## Reporting requirements

The trustees are to provide a report within one month of the end of the financial year, which shows the projects supported with monies from the fund and including a statement of acquittal of funds to inform the Minister that all monies are expended for appropriate purposes.

The trust may be required to provide the following information (regulation 9):

- A copy of the financial statements of the Trust and
- A copy of the annual report of the Trust and
- A copy of the business plan of the Trust
- Any other information reasonably required for the purposes of the fund.

## Fund administration

### Changing the contribution rate

The contribution rate is established by regulation 5 at 30 cents per tonne of grain. The Minister may vary the contribution rate by publishing a ministerial notice in the South Australian Government Gazette.

A change to the contribution rate may be initiated by the Minister or by industry, but can only be made following consultation with the grain grower contributors. Grain Producers SA Ltd in conjunction with the trustees may write to the Minister recommending the contribution rate be varied. Consultation is expected to be coordinated through Grain Producers SA Ltd as the current recognised grain grower representative body in South Australia or any successor organisation to Grain Producers SA Ltd that in the opinion of the Minister represents grain growers.

Acceptable evidence of support for a variation to the contribution rate is to include results of any contributor survey held for the purpose and may include outcomes of any other consultation with industry. The evidence must demonstrate a genuine attempt to engage with the majority of contributors.

The new contribution rate will be implemented at the start of the financial year with sufficient notice provided to the industry so that grain purchasers can implement the new rate prior to commencement of grain harvest.

## Updating the management plan

Section 9 of the Act requires that this management plan is updated annually. Table 2 is a guide to the expected timing and process.

PIRSA will ordinarily commence the review of the management plan around January each year, posting the draft management plan on the PIRSA website providing an opportunity to the industry for comment. Feedback will be considered and the management plan finalised and provided to the Minister.

PIRSA will aim to present the management plan at a public meeting no later than April, enabling applications for funding to be prepared based on the newly revised management plan.

The management plan will be posted on the PIRSA website to meet the requirements of section 9 (7) of the Act, in a manner permitted by section 51 of the [Acts Interpretation Act 1915](#), which provides for 'production of records kept by computer or other process.'

The management plan may also be updated at any time.

Table 2 – Revising the management plan	
Timing	Activity
January	Initial Comments sought on the Current Management plan, Draft prepared
February	Consultation on revised draft management plan
March	Minister approves management plan Advertise public meeting
April	Public meeting to present management plan



**Government  
of South Australia**



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## **To the Minister for Primary Industries and Regional Development – Grain Industry Research and Development Fund**

### **Qualified opinion**

I have audited the financial report of the Minister for Primary Industries and Regional Development – Grain Industry Research and Development Fund (the Fund) for the financial year ended 30 June 2021.

In my opinion, except for the effects of the possible matter described in the 'Basis for qualified opinion' section of my report, the accompanying financial report gives a true and fair view of the financial position of the Minister for Primary Industries and Regional Development – Grain Industry Research and Development Fund as at 30 June 2021, its financial performance and its cash flows for the year then ended in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards.

The financial report comprises:

- a Statement of Comprehensive Income for the year ended 30 June 2021
- a Statement of Financial Position as at 30 June 2021
- a Statement of Changes in Equity for the year ended 30 June 2021
- a Statement of Cash Flows for the year ended 30 June 2021
- notes, comprising significant accounting policies and other explanatory information
- a Certificate from the Chief Executive, Department of Primary Industries and Regions (the Chief Executive), signed for and on behalf of the Minister for Primary Industries and Regional Development (the Minister) and the Chief Financial Officer, Department of Primary Industries and Regions.

### **Basis for qualified opinion**

As referred to in note 2.1 to the financial statements, pursuant to regulation 5 of the *Primary Industry Funding Schemes (Grain Industry Research and Development Fund) Regulations 2013*, under the *Primary Industry Funding Schemes Act 1998*, contributions are required to be paid into the fund for each tonne of grain produced and sold by a grain grower. While there are adequate internal controls over contributions actually received, there are insufficient



controls in place to ensure the contributions received represent the actual tonnage of grain produced and sold. Consequently, I am unable to express an opinion on whether income recognised as contributions from industry of \$2 232 200 (\$1 631 088) is complete.

I conducted the audit in accordance with the *Public Finance and Audit Act 1987* and Australian Auditing Standards. My responsibilities under those standards are further described in the 'Auditor's responsibilities for the audit of the financial report' section of my report. I am independent of the Minister and the Department of Primary Industries and Regions which administers the Fund on the Minister's behalf. The *Public Finance and Audit Act 1987* establishes the independence of the Auditor-General. In conducting the audit, the relevant ethical requirements of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* have been met.

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

### **Responsibilities of the Minister and the Chief Executive for the financial report**

The Chief Executive is responsible for the preparation of the financial report that gives a true and fair view in accordance with relevant Treasurer's Instructions issued under the provisions of the *Public Finance and Audit Act 1987* and Australian Accounting Standards, and for such internal control as the Chief Executive determines is necessary to enable the preparation of the financial report that gives a true and fair view and that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Chief Executive is responsible for assessing the entity's ability to continue as a going concern, taking into account any policy decisions the government has made which affect the continued existence of the entity. The Chief Executive is also responsible for disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the assessment indicates that it is not appropriate.

The Minister is responsible for overseeing the entity's financial reporting process.

### **Auditor's responsibilities for the audit of the financial report**

As required by section 31(1)(b) of the *Public Finance and Audit Act 1987*, I have audited the financial report of the Minister for Primary Industries and Regional Development – Grain Industry Research and Development Fund for the financial year ended 30 June 2021.

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

reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

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

- identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Chief Executive
- conclude on the appropriateness of the Chief Executive's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify the opinion. My conclusion is based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause an entity to cease to continue as a going concern
- evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

My report refers only to the financial report described above and does not provide assurance over the integrity of electronic publication by the entity on any website nor does it provide an opinion on other information which may have been hyperlinked to/from the report.

I communicate with the Chief Executive about, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during the audit.



Andrew Richardson

**Auditor-General**

10 December 2021



**Minister for Primary Industries and Regional  
Development**

**Grain Industry Research and Development Fund**

**Financial Statements**

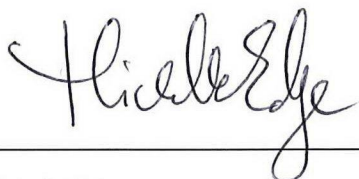
For the year ended 30 June 2021

**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund  
Certification of Financial Statements  
for the year ended 30 June 2021**

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We certify that the:

- financial statements of the Minister for Primary Industries and Regional Development – Grain Industry Research and Development Fund:
  - are in accordance with the accounts and records of the Grain Industry Research and Development Fund;
  - comply with relevant Treasurer's Instructions;
  - comply with relevant accounting standards; and
  - present a true and fair view of the financial position of the Grain Industry Research and Development Fund at the end of the financial year and the result of its operation and cash flows for the financial year.
- internal controls employed by the Minister for Primary Industries and Regional Development - Grain Industry Research and Development Fund for the financial year over its financial reporting and its preparation of financial statements have been effective.



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Michelle Edge

Chief Executive

Department of Primary Industries and Regions

For and on behalf of the Minister for Primary  
Industries and Regional Development

Per authorisation dated 28 June 2021

7 December 2021



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Will Kent

Chief Financial Officer

Department of Primary Industries and Regions

7 December 2021



**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund  
Statement of Comprehensive Income  
for the year ended 30 June 2021**

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	Note	2021 \$	2020 \$
<b>Income</b>			
Contributions from Industry	2.1	2 232 200	1 631 088
Interest		24	995
<b>Total income</b>		<b>2 232 224</b>	<b>1 632 083</b>
<b>Expenses</b>			
Transfers to industry	4.1	2 152 967	1 631 360
Refund of contributions		374	418
Supplies and services	4.2	13 349	13 307
Auditor's remuneration		7 500	7 300
<b>Total expenses</b>		<b>2 174 190</b>	<b>1 652 385</b>
<b>Net result</b>		<b>58 034</b>	<b>(20 302)</b>
<b>Total comprehensive result</b>		<b>58 034</b>	<b>(20 302)</b>

The accompanying notes form part of these financial statements.

The net result and total comprehensive result are attributable to the SA Government as owner

**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund  
Statement of Financial Position  
as at 30 June 2021**

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	Note	2021 \$	2020 \$
<b>Current assets</b>			
Cash and cash equivalents	5.1	132 547	72 338
Receivables	5.2	76 987	48 821
<b>Total current assets</b>		<b>209 534</b>	<b>121 159</b>
<b>Total assets</b>		<b>209 534</b>	<b>121 159</b>
<b>Current liabilities</b>			
Payables	6.1	62 615	32 274
<b>Total current liabilities</b>		<b>62 615</b>	<b>32 274</b>
<b>Total liabilities</b>		<b>62 615</b>	<b>32 274</b>
<b>Net assets</b>		<b>146 919</b>	<b>88 885</b>
<b>Equity</b>			
Retained earnings		146 919	88 885
<b>Total equity</b>		<b>146 919</b>	<b>88 885</b>

The accompanying notes form part of these financial statements.

The total equity is attributable to the SA Government as owner

**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund  
Statement of Changes in Equity  
for the year ended 30 June 2021**

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	Retained earnings \$	Total equity \$
<b>Balance at 1 July 2019</b>	<b>53 158</b>	<b>53 158</b>
Changes in accounting policy on adoption of AASB1058	56 029	56 029
<b>Adjusted balance at 1 July 2019</b>	<b>109 187</b>	<b>109 187</b>
 Net result for 2019-20	 (20 302)	 (20 302)
<b>Total comprehensive result for 2019-20</b>	<b>(20 302)</b>	<b>(20 302)</b>
 <b>Balance at 30 June 2020</b>	 <b>88 885</b>	 <b>88 885</b>
 Net result for 2020-21	 58 034	 58 034
<b>Total comprehensive result for 2020-21</b>	<b>58 034</b>	<b>58 034</b>
 <b>Balance at 30 June 2021</b>	 <b>146 919</b>	 <b>146 919</b>

The accompanying notes form part of these financial statements.

All changes in equity are attributable to the SA Government as owner

**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund  
Statement of Cash Flows  
for the year ended 30 June 2021**

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	2021	2020
	\$	\$
<b>Cash flows from operating activities</b>		
<b>Cash inflows</b>		
Contributions from industry	2 204 018	1 638 312
Interest received	40	1 097
<b>Cash generated from operating activities</b>	<b>2 204 058</b>	<b>1 639 409</b>
<b>Cash outflows</b>		
Transfers to industry	(2 130 185)	(1 634 679)
Refund of contributions	(374)	(418)
Payments for supplies and services	(13 290)	(13 297)
Auditor's remuneration	-	(7 100)
<b>Cash used in operating activities</b>	<b>(2 143 849)</b>	<b>(1 655 494)</b>
<b>Net cash provided by / (used in) operating activities</b>	<b>60 209</b>	<b>(16 085)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>60 209</b>	<b>(16 085)</b>
Cash and cash equivalents at the beginning of the reporting period	72 338	88 423
<b>Cash and cash equivalents at the end of the reporting period</b>	<b>132 547</b>	<b>72 338</b>

The accompanying notes form part of these financial statements.



**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2021*

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**1. About the Grain Industry Research and Development Fund**

The Grain Industry Research and Development Fund (the Fund) is established pursuant to the *Primary Industry Funding Schemes (Grain Industry Research and Development Fund) Regulations 2013* (Regulations), administered by the Minister for Primary Industries and Regional Development and is controlled by the Crown. The Department of Primary Industries and Regions (PIRSA) provides administrative support services to the Fund.

**1.1. Basis of preparation**

The financial statements are general purpose financial statements prepared in compliance with:

- section 23 of the *Public Finance and Audit Act 1987*;
- Treasurer's Instructions and Accounting Policy Statements issued by the Treasurer under the *Public Finance and Audit Act 1987*; and
- relevant Australian Accounting Standards with reduced disclosure requirements.

The financial statements are prepared based on a 12 month reporting period and presented in Australian currency. The historical cost convention is used unless a different measurement basis is specifically disclosed in the note associated with the item measured.

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

The Fund has applied Australian Accounting Standards that are applicable to not-for-profit entities, as the Fund is a not-for-profit entity.

The Fund is not subject to Income Tax. The Fund is liable for Goods and Services Tax (GST). GST collections and payments are carried out by PIRSA on behalf of the Fund. GST in relation to the Fund is reported in the PIRSA Controlled Financial Statements.

**1.2. Objectives of the Fund**

The Fund was established by Regulations under the *Primary Industry Funding Schemes Act 1998* on 8 August 2013.

The primary purposes of the Fund are to make:

- payments to the trustees of the South Australian Grains Industry Trust Fund for one or more of the following purposes:
  - (a) reasonable operating and management expenses of the Trust
  - (b) funding research and development into the growing, harvesting, storage, processing and marketing of grain
  - (c) disseminating of technical information to persons associated with the grain industry
  - (d) collecting and disseminating to grain growers information relevant to research and development into grains
- payments for other purposes related to the funding of research and development into grains
- payment of the expenses of administering the Fund
- repayment of contributions to the Fund.

**1.3. Impact of COVID-19 pandemic on the Fund**

The COVID-19 pandemic has not had a material impact on the operations of the Fund in 2020-21.

**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund  
Notes to and forming part of the financial statements  
for the year ended 30 June 2021**

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**2. Income**

**2.1. Contributions from industry**

Contributions payable to the Minister for payment into the Fund are made pursuant to Regulation 5.

Contributions are recognised as revenue under AASB 1058 when the Fund obtains control of the contributions, or obtains the right to receive the contributions (that is, when information becomes available to the Fund regarding contributions due for the prescribed period).

**3. Board, committees and employees**

**3.1. Key management personnel**

Key management personnel of the Fund includes the Minister for Primary Industries and Regional Development who has responsibility for the strategic direction and management of the Fund.

The Minister's remuneration and allowances are set by the *Parliamentary Remuneration Act 1990* and the Remuneration Tribunal of SA respectively and are payable from the Consolidated Account (via the Department of Treasury and Finance) under section 6 of the *Parliamentary Remuneration Act 1990*.

**Transactions with key management personnel and other related parties**

There were no transactions with key management personnel and other related parties entered into by the Fund.

**4. Expenses**

**4.1. Transfers to industry**

	2021	2020
	\$	\$
South Australian Grains Industry Trust Fund	2 152 967	1 631 360
<b>Total transfers to industry</b>	<b>2 152 967</b>	<b>1 631 360</b>

Regulations provide that the Fund may be applied for a number of specific purposes and that payments from the Fund may be made to the trustees of the South Australian Grain Industry Fund. The amounts transferred enable projects and activities to be delivered by the industry to meet its management plan.

For transfers payable, the payments will be recognised as a liability and expense when the Fund has a present obligation to pay the transfer and the expense recognition criteria are met.

All payments from the Fund are made in accordance with the Fund's Regulations and the management plan developed in consultation with the industry.

**4.2. Supplies and services**

	2021	2020
	\$	\$
Administrative and operating costs <sup>(1)</sup>	13 349	13 307
<b>Total supplies and services</b>	<b>13 349</b>	<b>13 307</b>

<sup>(1)</sup> Includes fees for administration and preparation of the financial statements.



**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund  
Notes to and forming part of the financial statements  
for the year ended 30 June 2021**

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**5. Financial assets**

**5.1. Cash and cash equivalents**

Cash in the Statement of Financial Position comprises deposits at call with the Department of Treasury and Finance.

**5.2. Receivables**

	2021	2020
	\$	\$
Accrued interest - Department of Treasury and Finance	-	16
Receivables – Contributions from industry	76 987	48 805
<b>Total receivables</b>	<b>76 987</b>	<b>48 821</b>

Receivables – Contributions from industry are recognised as statutory receivables under AASB 9 when information becomes available to the Fund regarding contributions due for the prescribed period.

**6. Liabilities**

**6.1. Payables**

	2021	2020
	\$	\$
Audit fee payable to the Auditor-General's Department	14 800	7 300
South Australian Grains Industry Trust Fund	47 265	24 424
Other payables	550	550
<b>Total payables</b>	<b>62 615</b>	<b>32 274</b>

Goods and services provided and unpaid at the end of the reporting period are recognised as other payables.

All payables are measured at their nominal amount, are unsecured and are normally settled within 30 days from the date of the invoice or date the invoice is first received.

**7. Outlook**

**7.1. Contingent liabilities**

*Refunds of contributions*

Under Regulation 6(1) a grain grower may, by notice in writing to the Minister, within the 12 months following a financial year in respect of which contributions have been paid on behalf of the grain grower, make a claim for a refund in respect of those contributions.

At the reporting date the possible emergence of valid refund requests within the 12 month period is present. However, as uncertainty exists as to the number of refund requests that will be received, and their timing and amount, these potential obligations cannot be reliably estimated and therefore represent a contingent liability for the Fund.

Once a valid refund request has been received from a past contributor and it is approved by the Minister or delegate, a present obligation to pay the refund arises. The refund amount is then recognised as a liability and expense of the Fund.

**7.2. COVID-19 pandemic outlook for the Fund**

The COVID-19 pandemic is not expected to have a material impact on the operations of the Fund in 2021-22.

**Minister for Primary Industries and Regional Development – Grain Industry  
Research and Development Fund**  
**Notes to and forming part of the financial statements**  
*for the year ended 30 June 2021*

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**7.3. Events after the reporting period**

No events have occurred after balance date that are expected to materially affect the Fund in subsequent years.

**8. Measurement and risk**

**8.1. Financial instruments**

**Liquidity risk**

The Fund's revenue comes from contributions received from industry members at rates prescribed in the Regulations for the Fund. All payments from the Fund are made in accordance with the Fund's Regulations and the management plan developed in consultation with the industry.

The continued existence of the Fund in its present form, and with its present programs, is dependent on State Government policy and the industry's on-going support for the Fund.