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To the Chief Executive Department for Environment and Water

Opinion

I have audited the financial report of the Department for Environment and Water for the financial year ended 30 June 2026.

In my opinion, the accompanying financial report gives a true and fair view of the financial position of the Department for Environment and Water as at 30 June 2026, its financial performance and its cash flows for 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 2026
- a Statement of Financial Position as at 30 June 2026
- a Statement of Changes in Equity for the year ended 30 June 2026
- a Statement of Cash Flows for the year ended 30 June 2026
- notes, comprising material accounting policy information and other explanatory information
- a Statement of Administered Comprehensive Income for the year ended 30 June 2026
- a Statement of Administered Financial Position as at 30 June 2026
- a Statement of Administered Cash Flows for the year ended 30 June 2026
- a Statement of Income and Expenses attributable to Administered Activities for the year ended 30 June 2026
- notes, comprising material accounting policy information and other explanatory information for administered items
- a Certificate from the Chief Executive and the Chief Financial Officer.

Basis for opinion

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 Department for Environment and Water. 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 opinion.

Responsibilities of 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 management 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 or funding 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.

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 Department for Environment and Water for the financial year ended 30 June 2026.

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 Department for Environment and Water'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.



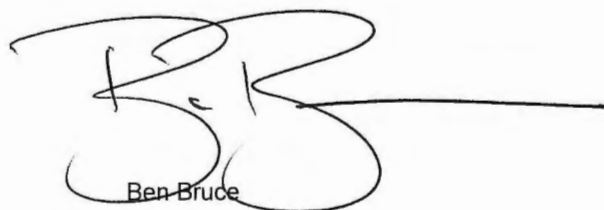
Andrew Blaskett
Auditor-General

22 September 2026

Department for Environment and Water
Certification of the Financial Statements
for the year ended 30 June 2026

We certify that the:

- financial statements of the Department for Environment and Water (DEW):
 - are in accordance with the accounts and records of DEW;
 - comply with relevant Treasurer's Instructions;
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of DEW at the end of the financial year and the result of its operations and cash flows for the financial year.
- internal controls employed by the Department for Environment and Water for the financial year over its financial reporting and its preparation of financial statements have been effective.



Ben Bruce

Chief Executive

15 September 2026



Shaun O'Brien

Chief Financial Officer

15 September 2026

Department for Environment and Water
Statement of Comprehensive Income
for the year ended 30 June 2026

		2026	2025
	Note	\$'000	\$'000
Income			
Appropriation	3.1	175 857	214 993
Fees and charges	3.2	41 205	40 394
Grants and subsidies	3.3	159 891	95 286
Intra-government transfers	3.4	11 244	1 449
Sales of goods and services	3.5	63 843	58 955
Interest	3.6	1 078	1 281
Net gain from disposal of property, plant and equipment	3.7	196	39
Resources received free of charge	3.8	16 835	9 725
Other income	3.9	32 205	17 739
Total income		502 354	439 861
Expenses			
Employee related expenses	4.1	173 100	157 519
Supplies and services	4.2	139 468	138 246
Grants and subsidies	4.3	84 037	48 067
Depreciation and amortisation	5.5,5.7	46 710	41 062
Borrowing costs		15	131
Impairment loss on receivables	5.2	75	1 151
Assets transferred for nil or nominal consideration	4.4	15 706	17 934
Other expenses	4.5	9 154	3 401
Total expenses		468 265	407 511
Net result		34 089	32 350
Other comprehensive income			
Changes in property, plant and equipment asset revaluation surplus	5.5	34 413	114 569
Total other comprehensive income		34 413	114 569
Total comprehensive result		68 502	146 919

The accompanying notes form part of these financial statements. The net result and total comprehensive result are attributable to the SA Government as owner.

Department for Environment and Water
Statement of Financial Position
as at 30 June 2026

		2026	2025
	Note	\$'000	\$'000
Current assets			
Cash and cash equivalents	5.1	305 224	259 804
Receivables	5.2	9 099	21 386
Inventories	5.3	1 698	2 071
Total current assets		316 021	283 261
Non-current assets			
Receivables	5.2	62	60
Property, plant and equipment	5.5	1 093 986	1 072 351
Intangible assets	5.7	21 964	22 925
Total non-current assets		1 116 012	1 095 336
Total assets		1 432 033	1 378 597
Current liabilities			
Payables	6.1	18 310	27 917
Other financial liabilities	6.2	204	194
Employee related liabilities	6.3	19 640	16 920
Contract liabilities	6.4	3 302	7 902
Provisions	6.5	1 045	1 012
Other non-financial liabilities	6.6	4 327	3 516
Total current liabilities		46 828	57 461
Non-current liabilities			
Other financial liabilities	6.2	345	549
Employee related liabilities	6.3	30 023	29 036
Provisions	6.5	3 319	3 652
Other non-financial liabilities	6.6	4 299	6 438
Total non-current liabilities		37 986	39 675
Total liabilities		84 814	97 136
Net assets		1 347 219	1 281 461
Equity			
Contributed capital		22 612	22 612
Retained earnings		567 444	536 099
Asset revaluation surplus		757 163	722 750
Total equity		1 347 219	1 281 461

The accompanying notes form part of these financial statements. The total equity is attributable to the SA Government as owner.

Department for Environment and Water
Statement of Changes in Equity
for the year ended 30 June 2026

		Contributed capital \$'000	Asset revaluation surplus \$'000	Retained earnings \$'000	Total equity \$'000
Balance at 1 July 2024		22 612	608 181	503 749	1 134 542
Net result for 2024-25		-	-	32 350	32 350
Gain on revaluation of property, plant and equipment	5.5	-	114 569	-	114 569
Total comprehensive result for 2024-25		-	114 569	32 350	146 919
Balance at 30 June 2025		22 612	722 750	536 099	1 281 461
Net result for 2025-26		-	-	34 089	34 089
Gain on revaluation of property, plant and equipment	5.5	-	34 413		34 413
Total comprehensive result for 2025-26		-	34 413	34 089	68 502
Transactions with SA Government as owner					
Crown land transferred to Northern Parklands Trust		-	-	(3 144)	(3 144)
Transfers from DEW Administered		-	-	400	400
Balance at 30 June 2026		22 612	757 163	567 444	1 347 219

The accompanying notes form part of these financial statements. All changes in equity are attributable to the SA Government as owner.

Department for Environment and Water
Statement of Cash Flows
for the year ended 30 June 2026

		2026	2025
	Note	\$'000	\$'000
Cash flows from operating activities			
<u>Cash inflows</u>			
Appropriation		175 857	214 993
Fees and charges		48 963	34 756
Receipts from Commonwealth-sourced grants		114 164	61 422
SA Government grants, subsidies and transfers		56 971	31 613
Sales of goods and services		63 843	58 894
Interest received		1 078	1 306
GST recovered		16 389	18 478
Other receipts		26 778	14 049
<u>Cash outflows</u>			
Employee related payments		(169 698)	(154 173)
Payments for supplies and services		(154 494)	(149 716)
Payments of grants and subsidies		(88 293)	(53 056)
Interest paid		(15)	(131)
Other payments		(823)	(1 418)
Net increase from operating activities	7.2	90 720	77 017
Cash flows from investing activities			
<u>Cash inflows</u>			
Proceeds from the sale of property, plant and equipment	3.7	650	78
<u>Cash outflows</u>			
Purchase of property, plant and equipment		(45 756)	(49 905)
Net cash used in investing activities		(45 106)	(49 827)
Cash flows from financing activities			
<u>Cash outflows</u>			
Repayment of principal portion of lease liabilities		(194)	(1 322)
Net cash used in financing activities		(194)	(1 322)
Net increase in cash and cash equivalents		45 420	25 868
Cash and cash equivalents at the beginning of the reporting period		259 804	233 936
Cash and cash equivalents at the end of the reporting period	5.1	305 224	259 804

The accompanying notes form part of these financial statements.

Department for Environment and Water
Notes to and forming part of the financial statements
for the year ended 30 June 2026

1. About the Department for Environment and Water

The Department for Environment and Water (DEW) is a government department of the State of South Australia established pursuant to the *Public Sector Act 2009* as an administrative unit acting on behalf of the Crown.

DEW does not control any other entity and has no interests in unconsolidated structured entities. The financial statements and accompanying notes include all the controlled activities of DEW.

DEW has administered activities and resources. Administered financial statements relating to administered resources are presented separately. Except as otherwise disclosed administered items are accounted for on the same basis and using the same accounting policies as for DEW transactions.

1.1. Basis of preparation

The financial statements are general purpose financial statements prepared in accordance 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.

For the purposes of preparing the financial statements, the department is a not-for-profit entity. 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.

All amounts in the financial statements and accompanying notes are rounded to the nearest thousand dollars (\$'000).

Income, expenses and assets are recognised net of the amount of GST except:

- when the GST incurred on a purchase of goods or services is not recoverable from the Australian Taxation Office, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item applicable; and
- receivables and payables, which are stated with the amount of GST included.

DEW prepares a Business Activity Statement on behalf of its administered items and other clients to which it provides business services under the grouping provisions of the GST legislation. Under the grouping provisions, DEW is liable for the GST payments and entitled to the GST receipts associated with these entities and items.

Assets and liabilities that are to be sold, consumed or realised as part of the normal operating cycle have been classified as current assets. Liabilities that are due to be settled within 12 months after the end of the reporting period or for which the department has no right to defer the settlement for at least 12 months after the end of the reporting period are classified as current liabilities. All other assets and liabilities are classified as non-current.

Cash flows are included in the Statement of Cash Flows on a gross basis. However, the GST components of cash flows arising from investing and financing activities recoverable from, or payable to, the ATO are classified as operating cash flows.

Department for Environment and Water
Notes to and forming part of the financial statements
for the year ended 30 June 2026

1.2. Objectives and programs

Objectives

DEW works to help South Australians conserve, sustain and prosper. In partnership with a diverse cohort of boards, councils, stakeholders and volunteers, DEW delivers and implements policies and programs through three complementary goals:

A healthy, resilient environment to ensure:

- South Australia's natural environment is valued and prioritised
- Declines in biodiversity are reversed and ecosystems are adaptive to climate change
- Our state's landscapes and aquatic environments are sustainably managed
- A comprehensive, adequate and representative network of marine and terrestrial protected areas, across public and private ownership, is in place.

Improved liveability and wellbeing in South Australia by:

- Making communities safer through increased preparedness and effective response to bushfires and floods
- Enhancing connection to Country and waters for First Nations Australians
- Ensuring state heritage and botanic gardens are protected and activated
- Ensuring communities have access to adequate, fit-for-purpose water supplies
- Managing Adelaide's beaches to protect coastal infrastructure and the environment for the enjoyment of all
- Improving health and wellbeing through an increased connection with nature

Supporting a prosperous South Australia for current and future generations by:

- Securing water supplies to support sustainable economic growth
- Positioning South Australia as a destination of choice for nature based travellers
- Ensuring South Australia's green economic credentials are respected globally
- Ensuring regulatory processes are transparent and streamlined, and provide certainty
- Making cities and towns cooler and climate resilient, which enhances liveability and the sustainability of population growth.

Department for Environment and Water
Notes to and forming part of the financial statements
for the year ended 30 June 2026

1.2. Objectives and programs (continued)

Programs

In achieving its objectives, DEW provides a range of services classified into the following programs:

National Parks, Public Lands and Heritage

National Parks and Crown Land are managed and State Heritage places are protected and activated to enrich our identity, benefit our community, support tourism, and the economic, social and environmental prosperity of the state.

Water and the River Murray

Water is managed sustainably for the benefit of the community, environment, industry and economy.

Biodiversity and Nature Economy

Develop and deliver strategies, policies and projects that protect and conserve the state's environment and support sustainable development, in partnership with key bodies, in the face of a changing climate.

The table on the following page presents income and expenses attributable to each program. DEW cannot reliably attribute assets and liabilities across activities. Hence only income and expenses are disclosed.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

1.2. Objectives and programs (continued)

Income and expenses by program

	National Parks, Public Lands and Heritage		Water and the River Murray		Biodiversity and Nature Economy		Total	
	2026	2025	2026	2025	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income								
Appropriation	100 087	120 659	38 982	53 166	36 788	41 168	175 857	214 993
Fees and charges	2 335	2 684	37 728	37 063	1 142	647	41 205	40 394
Grants and subsidies	29 769	14 957	94 800	58 948	35 322	21 381	159 891	95 286
Intra-government transfers	3 211	956	7 012	463	1 021	30	11 244	1 449
Sales of goods and services	34 513	32 400	17 942	16 291	11 388	10 264	63 843	58 955
Interest	128	120	941	1 150	9	11	1 078	1 281
Net gain from disposal of property, plant and equipment	196	39	-	-	-	-	196	39
Resources received free of charge	13 767	6 228	1 534	2 666	1 534	831	16 835	9 725
Other income	17 781	13 750	10 545	1 235	3 879	2 754	32 205	17 739
Total income	201 787	191 793	209 484	170 982	91 083	77 086	502 354	439 861
Expenses								
Employee related expenses	91 550	84 766	42 948	39 481	38 602	33 272	173 100	157 519
Supplies and services	57 310	55 223	44 297	40 331	37 861	42 692	139 468	138 246
Grants and subsidies	9 252	6 437	56 530	35 361	18 255	6 269	84 037	48 067
Depreciation and amortisation	25 404	23 599	19 178	15 105	2 128	2 358	46 710	41 062
Borrowing costs	9	75	3	31	3	25	15	131
Impairment loss on receivables	75	282	-	618	-	251	75	1 151
Assets transferred for nil or nominal consideration	15 661	17 128	45	806	-	-	15 706	17 934
Other expenses	6 443	2 577	2 593	735	118	89	9 154	3 401
Total expenses	205 704	190 087	165 594	132 468	96 967	84 956	468 265	407 511
Net result	(3 917)	1 706	43 890	38 514	(5 884)	(7 870)	34 089	32 350

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

1.3. Budget performance

The budget performance table compares DEW's outcomes against budget information presented to Parliament (2025-26 Budget Paper 4). Appropriation reflects appropriation issued to special deposit accounts controlled by DEW. The budget amounts have not been adjusted to reflect revised budgets or administrative restructures. The budget process is not subject to audit.

		Original budget 2026 \$'000	Actual 2026 \$'000	Variance \$'000
Statement of Comprehensive Income	Note			
Income				
Appropriation		192 478	175 857	(16 621)
Fees and charges		38 442	41 205	2 763
Grants and subsidies	a	117 367	159 891	42 524
Intra-government transfers		-	11 244	11 244
Sales of goods and services		57 546	63 843	6 297
Interest		51	1 078	1 027
Net gain from disposal of property, plant and equipment		-	196	196
Resources received free of charge		-	16 835	16 835
Other income	b	2 241	32 205	29 964
Total income		408 125	502 354	94 229
Expenses				
Employee related expenses		158 228	173 100	14 872
Supplies and services		143 066	139 468	(3 598)
Grants and subsidies	c	54 563	84 037	29 474
Depreciation and amortisation		43 204	46 710	3 506
Borrowing costs		-	15	15
Impairment loss on receivables		-	75	75
Assets transferred for nil or nominal consideration		-	15 706	15 706
Other expenses		6 845	9 154	2 309
Total expenses		405 906	468 265	62 359
Net result		2 219	34 089	31 870
Other comprehensive income				
<i>Items that will not be reclassified to net result</i>				
Changes in property, plant and equipment asset revaluation surplus		-	34 413	34 413
Total other comprehensive income		-	34 413	34 413
Total comprehensive result		2 219	68 502	66 283

Explanations are provided for variances where the variance exceeds the greater of 10 per cent of the original budgeted amount and 5 per cent of original budgeted total expenses.

- a. Higher actuals primarily due to increased funding for a number of Commonwealth funded projects, including Alternative Water Supply Efficiency Program, Healthy Coorong Healthy Basin Program, and Australian Bushland Program, as well as increased funding from Green Industry Fund for specific climate change initiatives.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

1.3. Budget performance (continued)

- b. Higher actuals primarily due to insurance recoveries received in 2025-26 relating to the 2022-23 River Murray Flood event, as well as asset related adjustments during 2025-26.
- c. Higher actuals primarily due to increased Commonwealth funding for the SA Alternative Water Supply Efficiency Measures Program, additional contributions relating to the States obligations under the Murray-Darling Basin Joint Programs, and additional funding approved by Cabinet to the National Trust for the restoration of Ayers House restoration. All of these increases were approved after the original budget.

	Note	Original budget 2026 \$'000	Actual 2026 \$'000	Variance \$'000
Investing expenditure summary				
Total new projects	d	30 557	10 803	(19 754)
Total existing projects	e	28 051	14 938	(13 113)
Total annual program	f	12 508	16 547	4 039
Total investing expenditure		71 116	42 288	(28 828)

- d. Lower actuals primarily due to project delays with River Murray in South Australia Constraints Measure Program and Wetland Habitat Project.
- e. Lower actuals primarily relate to project delays with the Steam Ranger Bridge Remediation, the Healthy Coorong, Healthy Basin Program, and the East End Kangaroo Island Project.
- f. Higher actuals relate to additional budget approvals for some minor capital works projects undertaken in 2025-26 as well as the shifting of some other minor works expenses that were previously budgeted for as operating expenditure into investing expenditure.

1.4. Significant transactions with government related entities

Significant transactions with the SA Government are identifiable throughout this financial report.

- Accommodation expenses relate to accommodation supplied by the Department for Infrastructure and Transport (DIT) (Refer to note 4.2)
- Revenue from the provision of corporate services and salary recoveries relating to DEW employees providing services to various Boards and Green Adelaide (Refer to note 3.5)
- Funding received from the Green Industry Fund for Climate Change Initiatives (Refer to note 3.3)
- Community Emergency Services Funding from the South Australian Fire and Emergency Services Commission for the funding of emergency services and related activities (Refer to note 3.3)
- Revenue from SA Water for water planning management activities (Refer to note 3.2)
- Insurance recoveries from the South Australian Government Financing Authority (SAFA) as an interim settlement for the River Murray floods (Refer to note 3.9)

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

1.5. Co-Management Boards

DEW is responsible for establishing and managing parks and reserves in South Australia, in some instances this is achieved through a co-management arrangement. Co-management in South Australia is a partnership between the state government and Aboriginal groups to manage our national parks and conservation parks and combines traditional knowledge with contemporary park management.

There are nine co-management boards currently across the State. Eight of these boards were established under the *National Parks and Wildlife Act 1972*, (NP&W Act), refer below:

- Dhilba Guuranda-Innes National Park Co-management Board
- Gawler Ranges Parks Co-management Board
- Ikara-Flinders Ranges National Park Co-management Board
- Kanku-Breakaways Conservation Park Co-management Board
- Ngaut Ngaut Conservation Park Co-Management Board
- Vulkathunha-Gammon Ranges National Park Co-management Board
- Witjira National Park Co-management Board
- Yumbarra Conservation Park Co-management Board

The Mamungari Conservation Park Co-Management Board was established under section 15B(1) of the *Maralinga Tjarutja Land Rights Act 1984*.

Where co-management boards have been established over Crown owned parks the boards are advisory in nature and provide assistance to DEW in the running of these parks, however the Boards have no financial authority in relation to the operation of these national parks or conservation parks as this rests with DEW. As such there are no financial transactions to report for these co-management boards, except for the payment of board member sitting fees which have been captured in note 2.2 of these financial statements.

The Mamungari Conservation Park and Kanku-Breakaways co-management boards have been established for parks over Aboriginal owned land, as such these two boards are incurring certain revenues and expenses in the operation of these parks. These activities are captured in the respective financial statements of the co-management boards which are separate to DEW's financial statements.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

2. Board and committees

2.1. Key management personnel

Key management personnel of DEW include the Minister for Climate, Environment and Water, the Chief Executive and the nine members of the Executive Team who have responsibility for the strategic direction and management of DEW.

Total compensation for key management personnel was \$2.241 million in 2025-26 and \$2.482 million in 2024-25.

The compensation detailed below excludes salaries and other benefits received by the Minister. 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 (DTF) under section 6 the *Parliamentary Remuneration Act 1990*. See administered items for disclosures of the Minister's remuneration paid via the Consolidated Account under the *Parliamentary Remuneration Act 1990*.

	2026	2025
	\$'000	\$'000
Compensation		
Salaries and other short term employee benefits	1 997	2 220
Post-employment benefits	244	262
Total compensation	2 241	2 482

Transactions with key management personnel and other related parties

Except for the remuneration of key management personnel, DEW does not have material transactions with key management personnel, their close family members and/or their controlled or jointly controlled entities.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

2.2. Board and committee members

Members during 2025-26 financial year were:

Animal Welfare Advisory Committee

A L Whittaker
B M Irving
C J Donhardt
C L Trengrove
M Gehrig
P J Ainsley
S J Dudley
S N Fruean* (Chair)

Witjira National Park Board of Management

R D Anderson* (Chair)
R Aitken
K A Hillyard*
A S Mcinerney*
B Shields
F Peckham
L Stuart
C Ah Chee (Deputy Member)

Vulkathunha-Gammon Ranges National Park Co-Management Board

J Irving* (Chair)
T L Naismith
D Coulthard*
I D Johnson
J Pitman*
C I Waye
M L Read*
R J Wilton
M R Stephens* (Deputy Member)

Ikara Flinders Ranges National Park Co-Management Board

M J Williams* (Chair)
P J McKenzie (Deputy Chair)
P G Gillen* (Deputy Member)
L M Loan*
E Fielding
C R Jackson
A B Magor*
R J Spencer
H S Bromley
S A M Paul* (Deputy Member)
J Johnson (Deputy Member)
L Richards-Briscoe (Deputy Member)

Premier's Climate Change Council

M K Haese (Presiding Member)
C N Wilkins
D J Bennett
P J Schulz
S J Smith
D J Spencer
S B Jeanes
T J Adamson
A J Evans
J M Van Deventer

South Australian Heritage Council

S M J Verschoor (Chair)
E Walters
J R Botten
V A Lee
D M Lindsay
D W E Brooks* (Deputy Chair)
T J Lloyd
M M Toft
S G Schrapel
S G Weidenhofer
E K Liebelt

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

2.2. Board and committee members (continued)

Kangaroo Management Reference Group

L Loan* (Chair)
L Button
R Borda
C Crabbe
G Fennell
A Whittaker
I Morris
I Adams (Deputy Member)
S Dudley (Deputy Member)
C Jackson
A Freebairn* (Deputy Member)
P O'Leary

Yandruwandha Yawarrawarrka Parks Advisory Committee (Coongie Lakes National Park)

R Singleton* (Chair)
J L Gregg-Smith*
A M Paterson
J A Gates*
L Harris Jnr
S A M Paul*
A C Singleton
A Allen*
C Sauer* (Deputy Member)
E Ginman* (Deputy Member)
P J Strachan* (Deputy Member)

Parks and Wilderness Council

M J Williams* (Ex Officio)
V J Russell (Presiding Member)
M I Bossley
P J Mckenzie
S J De Bruyn
A Thomas
W D Mackenzie
W R McIntosh
N Davis
R A Davis
D N J Milera

Ngaut Ngaut Conservation Park Co-Management Board

M Campbell (Deputy Member)
P G Gillen* (Deputy Chair)
I L Campbell (Chair)
J Pearson
S Stewart (Deputy Member)
M E Barker*
M Rodgers*
J Tesoriero*
S T Dominell* (Deputy Member)
K A Nicolai* (Deputy Member)
T Sandeman*

DEW Audit and Risk Committee

J Riedstra (Chair)
S Carruthers*
M Martin*
R Ambler*
D Mutton
L Loan*
T N Ryan*
K Pryde*

Gawler Ranges Parks Co-Management Board

T A Hall
T R Cox*
G Peacey*
E Pool
Z Saunders (Deputy Chair)
J L Clark* (Chair)
T A Reid
P Wilkins* (Deputy Member)
S Reid (Deputy Member)
D Downing
A Macumber*
M Heard* (Deputy Member)

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

2.2. Board and committee members (continued)

Nullarbor Wilderness Protection Area Co-Management

Advisory Committee

C L Lawrie
 MA M Healy* (Deputy Chair)
 M J Anderson*
 K D Wombat* (Deputy Member)
 K S Pobke* (Deputy Member)
 T A Hall
 A A Lawrie
 R G Sleep* (Deputy Member)
 L M Halliday* (Deputy Member)
 K Krebs*
 J Scott
 J Lennon (Deputy Member)
 B Willis (Deputy Member)

Dhilba Guuranda-Innes National Park Co-management Board

G A Pelton* (Chair)
 L Newchurch
 C L Nixon*
 K Nicolai*
 C B Sansbury
 S Goldworthy
 R Angie (Deputy Member)
 Y Buza
 L Dahl-helm
 K Stansbury (Deputy Member)
 E Sansbury (Deputy Member)
 J Williams

Kaurna Parks Advisory Committee

S Paul*
 T Taylor
 J Newchurch
 L Wanganeen
 M Nam
 S M Carruthers*
 B Dillon*
 B P Gear*

Yumbarra Conservation Park Co-management Board

W Miller
 M J Anderson*
 G Peel
 E Miller (Deputy Member)
 K Ware (Chair)
 K S Pobke*
 J Higham*
 L Hunt*
 K Ware

Pastoral Board

A H Smart
 R B Wickes (Presiding Member)
 A Collins
 L Edwards (Deputy Member)
 E C Jenke
 J L Read
 V M Linton (Deputy Member)
 S Oldfield
 L Young
 P B Copley (Deputy Member)
 I Morris (Deputy Member)
 M Clinch (Deputy Member)
 Z Bull (Deputy Member)

* These board members are current SA Government employees. In accordance with the Premier and Cabinet's Circular Number 16, government employees did not receive any remuneration for board/committee duties during the financial year.

Department for Environment and Water
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For the year ended 30 June 2026

2.2. Board and committee members (continued)

Board and committee remuneration

The number of members whose remuneration received/receivable falls within the following bands:

	2026	2025
\$0	75	126
\$1 - \$19 999	92	86
\$20 000 - \$39 999	1	1
Total number of members	168	213

The total remuneration received or receivable by members was \$315 000 (2025: \$361 000). Remuneration of members reflects all costs of performing board/committee member duties including sitting fees, superannuation contributions, salary sacrifice benefits and fringe benefits and any related fringe benefits tax paid.

3. Income

3.1. Appropriation

	2026	2025
	\$'000	\$'000
Appropriation from Consolidated Account pursuant to the Appropriation Act	175 857	207 402
Appropriation from Governor's Appropriation Fund	-	7 591
Total appropriation	175 857	214 993

Appropriations are recognised on receipt.

Appropriation revenue consists of \$160.637 million (2025: \$189.903 million) for operational funding and \$15.220 million (2025: \$25.090 million) for capital projects.

Department for Environment and Water
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For the year ended 30 June 2026

3.2. Fees and charges

	2026	2025
	\$'000	\$'000
Fees and charges revenue recognised under AASB 15		
Fees and licences	5 164	5 227
Total revenues from fees and charges recognised under AASB 15	5 164	5 227

	2026	2025
	\$'000	\$'000
Fees and charges revenue recognised under AASB 1058		
Water planning management	36 007	35 136
Fines and penalties	34	31
Total revenues from fees and charges recognised under AASB 1058	36 041	35 167
Total fees and charges	41 205	40 394

Fees and licences revenue is recognised under AASB 15 as this revenue arises from contracts with customers.

This revenue is recognised when the rights under the Acts are transferred to the customer as this is when the sole performance obligation is met.

Fees and charges revenue recognised under AASB 1058 is recognised as income on receipt.

Pursuant to the Section 6 of the *Public Corporations Act 1993*, SA Water are directed to pay DEW an amount in order to support water planning and management activities.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

3.3. Grants and subsidies

	2026	2025
	\$'000	\$'000
Commonwealth-sourced grants		
Supply and Constraints Measures in the Murray Darling	22 836	14 189
Coorong, Lower Lakes and Murray Mouth - Long Term Plan	19 693	4 822
Alternative Water Supply Efficiency Program	15 500	5 500
Wetland Habitat Project	10 352	2 959
SA Riverland Floodplain Integrated Infrastructure Program	9 480	11 698
Australian Bushland Program	5 700	-
Protecting Important Biodiversity Areas	4 053	-
HPAI Bird Flu	3 172	-
Flows for the Future	2 198	3 400
National Water Grid Fund	1 712	3 250
The Living Murray - Chowilla	1 657	1 162
Implementing Water Reform in the Murray-Darling Basin	1 648	1 683
The Living Murray - Lower Lakes, Coorong and Murray Mouth	1 478	1 095
Murray Darling Basin Authority River Management	1 404	910
Enhanced Environmental Water Delivery Supply	1 207	812
Regional Pilot Plan Program	800	3 000
Murray-Darling Basin Telemetry Uplift Program	750	500
Improving Great Artesian Basin Drought Resilience	518	1 650
Investing Nations Culture and Heritage	110	140
World Heritage	100	200
SA IRMU Delivery	32	301
Flinders Island Safe Haven	-	3 200
Bio Data SA-Digital Environmental Assessments Program	-	1 200
Scotdesco Water Security	-	250
Other	2 784	1 067
Total Commonwealth-sourced grants	107 184	62 988
SA Government grants and subsidies		
Climate Change Initiatives	24 472	9 482
Community Emergency Services Funding	13 521	13 133
Adelaide Living Beaches strategy	3 253	3 174
Algal Bloom	2 820	-
Dynamic Bushfire Fuel Mapping	2 025	-
Levee Bank Management	1 225	1 250
Mundoo Island Acquisition	892	-
Port Pirie Greening Program	810	1 412
Community Based Shellfish Reefs	800	-
State Water Demand and Supply	628	616
Department for Energy and Mining	471	493
Giant Pine Scale Response	-	884
Other	1 790	1 854
Total SA Government grants and subsidies	52 707	32 298
Total Grants and subsidies	159 891	95 286

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

3.3. Grants and subsidies (continued)

Commonwealth-sourced (National Partnership Programs) grants and funding are recognised as income on receipt, except for those involving asset construction or acquisition. In that case the capital component is recognised on construction of the asset and the operating component is recognised on receipt, refer to note 6.4 for further information on this revenue.

3.4. Intra-government transfers

	2026 \$'000	2025 \$'000
Transfers received from other SA Government entities		
Contingency funding provided by DTF	11 039	1 404
Other	205	45
Total Intra-government transfers	11 244	1 449

Intra-government transfers are recognised as income on receipt.

During 2025-26, DTF paid DEW \$6.14 million for the Murray Darling Basin Joint Program and \$4.059 million to supplement the Enterprise Bargaining Agreement that passed in 2025-26.

3.5. Sales of goods and services

	2026 \$'000	2025 \$'000
Sales of goods and services revenue recognised under AASB 15		
Admissions and guided tours	14 242	14 594
Salary recoveries	13 299	13 042
Sale of goods (includes sale of spatial information and water sales)	11 507	8 364
Corporate Services Fee	8 552	7 895
Sale of services (includes professional services, provision of services)	7 661	6 628
Sale of freehold titles	132	188
Total revenues from sales of goods and services revenue recognised under AASB 15	55 393	50 711
Sales of goods and services revenue recognised under AASB 1058		
Water Planning and Management Fees	8 450	8 244
Total revenues from sales of goods and services revenue recognised under AASB 1058	8 450	8 244
Total sales of goods and services	63 843	58 955

Revenue is measured based on the consideration specified in the contract with the customer. DEW recognises revenue when it transfers control of a good or service to the customer, i.e., when, or as, the performance obligations for the sale of goods and services to the customer are satisfied.

Corporate service fees and salary recoveries relate to the provision of corporate services to other SA Government entities and the recovery of salaries that DEW has paid on behalf of SA Government entities. Revenue is recognised based on the actual service provided to the end of the reporting period. The customer receives and uses the benefits of the services provided simultaneously, as such revenue is recognised in the period in which the services are rendered.

Admissions and guided tours revenue is recognised as revenue when the services are provided to the customer.

Sales of goods, sales of services and sale of freehold titles are recognised on transfer of the goods or services to the customer, which is the sole performance obligation.

Department for Environment and Water
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3.6. Interest

DEW earns a floating interest rate, based on daily bank deposit rates. Interest income is recognised on an accrual basis. The total of interest income recognised was \$1.078 million (2025: \$1.281 million).

3.7. Net gain from disposal of property, plant and equipment

	2026	2025
	\$'000	\$'000
Plant and equipment		
Net proceeds from disposal	650	78
Less carrying amount of assets disposed	(454)	(39)
Total net gain from disposal of property, plant and equipment	196	39

Gains on disposal are recognised at the date control of the asset is passed to the buyer and are determined after deducting the cost of the asset from the proceeds at that time.

3.8. Resources received free of charge

	2026	2025
	\$'000	\$'000
Assets received free of charge	9 594	2 745
Services received free of charge - Shared Services SA	5 050	4 971
Services received free of charge - Shared Services SA ICT	1 608	1 568
Audit Office of South Australia - audit services	405	368
Services received free of charge - DPC media monitoring services	56	55
Services received free of charge - other	122	18
Total resources received free of charge	16 835	9 725

Contributions of services are recognised only when a fair value can be determined reliably and the services would be purchased if they had not been donated.

DEW receives Financial Accounting, Taxation, Payroll and Accounts Payable services from Shared Services SA free of charge. ICT services are received from the Department of Treasury and Finance, and media monitoring services are received from the Department of the Premier and Cabinet.

DEW also receives audit services free of charge from the Audit Office of South Australia.

Department for Environment and Water
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3.9. Other income

	2026	2025
	\$'000	\$'000
Insurance recoveries	10 349	150
Grants from private industry and local government	6 704	4 222
Asset related adjustments	5 427	2 972
Property rental and related income	4 520	4 677
Reimbursement of expenses	4 166	4 188
Sponsorships, donations, commissions and bequests	20	33
Movement in inventory	-	212
Reversal of impairment loss	-	481
Leased Vehicle Recovery from Landscape Boards	-	32
Other sundry revenue	1 019	772
Total other income	32 205	17 739

Other income is recognised on receipt.

Property rental and related income is recognised on an accrual basis under AASB 16.

Insurance recoveries primarily relate to \$9.98 million received as an interim settlement from SAFA for the River Murray floods.

4. Expenses

4.1. Employee related expenses

	2026	2025
	\$'000	\$'000
Salaries and wages	130 012	118 467
Superannuation	17 254	15 139
Annual leave	11 801	10 518
Long service leave (LSL)	3 596	2 610
Skills and experience retention leave (SERL)	807	749
Board and committee fees	445	402
Voluntary Separation Packages	347	-
Workers compensation	971	2 619
Other employee related expenses	7 867	7 015
Total employee related expenses	173 100	157 519

Superannuation

The superannuation expense represents DEW's contributions to superannuation plans in respect of current services of current employees.

Department for Environment and Water
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4.1. Employee related expenses (continued)

Employee remuneration

The number of employees whose remuneration received or receivable falls within the following bands:

	2026	2025
	Number	Number
\$171 001 - \$177 000 [^]	N/A	3
\$177 001 - \$197 000	5	2
\$197 001 - \$217 000	4	4
\$217 001 - \$237 000	6	7
\$237 001 - \$257 000	7	6
\$257 001 - \$277 000	2	-
\$277 001 - \$297 000	1	2
\$297 001 - \$317 000	-	1
\$317 001 - \$337 000	1	2
\$337 001 - \$357 000	2	-
\$417 001 - \$437 000	-	1
\$437 001 - \$457 000	1	-
Total	29	28

[^]This band has been included for the purposes of reporting comparative figures based on the executive base level remuneration rate for 2025-26.

The table includes all employees who received remuneration equal to or greater than the base executive remuneration level during the year. The total remuneration received by those employees for the year was \$7.206 million (2025: \$6.812 million).

Remuneration of employees reflects all costs of employment including salaries and wages, payments in lieu of leave, superannuation contributions, salary sacrifice benefits, and any related fringe benefits paid.

Voluntary Separation Packages (VSPs)

The number of employees who accepted a VSP during the reporting period was 4 (2025:Nil).

	2026	2025
	\$'000	\$'000
Amounts paid to separated employees:		
Voluntary separation packages	347	-
Leave paid to separated employees	84	-
Net cost to DEW	431	-

Department for Environment and Water
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4.2. Supplies and services

	2026	2025
	\$'000	\$'000
Adelaide Beach Management	15 241	25 892
Accommodation	13 968	14 822
Professional, scientific and technical services	13 871	7 991
General administration	11 549	11 192
Minor works, maintenance and equipment	11 325	16 691
Information technology and communication	10 729	9 863
Fee for service - Biodiversity and Nature Economy	9 671	7 251
Fee for service - National Parks and Public Lands	8 069	8 359
Fee for service - Water and River Murray	7 396	6 295
Vehicle and aircraft	7 060	5 137
Water acquisition	4 724	296
Contractors	4 696	4 797
Fee for service - Corporate, Heritage and Climate Action	2 930	1 357
Cost of goods sold	2 789	2 633
Legal costs	2 433	3 154
Travel and accommodation	2 045	1 822
Staff development	1 659	1 588
Monitoring fees	437	813
Transportation	261	259
Consultants	43	288
Bore drilling services	-	307
Other	8 572	7 439
Total supplies and services	139 468	138 246

Accommodation

Most of DEW's accommodation is provided by DIT under Memoranda of Administrative Arrangements issued in accordance with Government-wide accommodation policies. These accommodation costs are recognised as expenses as they become due, because the arrangements do not meet the definition of a lease set out in AASB 16. Information about accommodation incentives relating to these arrangements are shown at note 6.6.

Department for Environment and Water
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4.3. Grants and subsidies

	2026	2025
	\$'000	\$'000
Murray Darling Basin Authority	32 981	25 809
Alternative Water Supply Efficiency Program	14 639	-
Algal Bloom Response	7 760	-
Administration of the Animal Welfare Act 1985	7 217	3 900
Ayers House Restoration	4 700	-
Constraints Early Works Program	4 262	5 011
Heritage Grants	2 108	2 010
HPAI Bird Flu	1 101	-
Parks 2025	1 039	1 601
Grants to private landholders	752	658
Wildlife Carer Reforms	748	-
South Australian Riverland Floodplains Integrated Infrastructure Program	674	590
Port Pirie Greening Program	656	867
Friends of the Park	614	786
Wetland Habitat Project	510	-
Citizen Science Fund	317	316
Healthy Coorong Healthy Basin	215	131
National Water Grid	-	859
Conservation Science	-	275
Climate Change Resilience	-	200
Other	3 744	5 054
Total grants and subsidies	84 037	48 067

Department for Environment and Water
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4.4. Assets transferred for nil or nominal consideration

	2026	2025
	\$'000	\$'000
Plant and equipment	206	958
Park infrastructure	230	1 959
Roads, tracks and trails	-	17
Building and improvement	153	402
Land	15 117	14 567
Surface water monitoring network	-	31
Total assets transferred for nil or nominal consideration	15 706	17 934

Assets to the value of \$0.544 million (2025: \$2.160 million) were transferred to the Board of the Botanic Gardens and State Herbarium, land to the value of \$9.117 million (2025: \$6.867 million) were transferred to Administered Crown Land, plant and equipment to the value of \$0 (2025: \$0.695 million) were donated to landholders under Flows for the Future Program; surface water monitoring network assets to the value \$0 (2025: \$0.031 million) were transferred to the Murraylands and Riverland Landscape Board, and assets to the value of \$0.044 million (2025: \$0.081 million) were transferred to the South Eastern Water Conservation and Drainage Board.

Land to the value of \$6 million was transferred to a non-government entity. Ayers House was donated to the National Trust in 2025 (Land \$7.700 million, Building and improvement \$0.400 million).

4.5. Other expenses

	2026	2025
	\$'000	\$'000
Capital project costs not capitalised	7 619	2 735
Audit fees	506	526
Property, plant and equipment write-offs	790	128
Other	18	12
Movement in inventory	221	-
Total other expenses	9 154	3 401

Audit fees

Audit fees include fair value of resources received free of charge from the Audit Office of South Australia relating to work performed under the *Public Finance and Audit Act 1987* which were \$0.405 million (2025: \$0.368 million). No other services were provided by the Audit Office of South Australia.

Department for Environment and Water
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5. Assets

All financial assets are measured at amortised cost.

5.1. Cash and cash equivalents

	2026	2025
	\$'000	\$'000
Accrual Appropriation Excess Funds account	148 301	148 301
Deposits with the Treasurer	156 740	111 344
Cash on hand/imprest account	183	159
Total cash and cash equivalents	305 224	259 804

Deposits with the Treasurer

Special deposit accounts are established under section 8 of the *Public Finance and Audit Act 1987*. Special deposit accounts must be used in accordance with their approved purpose.

Some of DEW's appropriation is deposited into the Accrual Appropriation Excess Funds account (AAEFA). Although DEW controls the money reported above in the Accrual Appropriation Excess Funds account, its use must be approved by the Treasurer.

5.2. Receivables

	2026	2025
	\$'000	\$'000
<u>Current receivables</u>		
<u>Contractual receivables</u>		
From government entities	2 344	8 429
From non-government entities	1 624	5 200
Accrued revenues	2 539	186
Less impairment loss on receivables	(2 039)	(2 372)
Total contractual receivables	4 468	11 443
<u>Statutory receivables</u>		
GST receivable	3 256	4 303
Workers compensation recoveries	16	13
Total statutory receivables	3 272	4 316
Prepayments	1 359	5 627
Total prepayments	1 359	5 627
Total current receivables	9 099	21 386
<u>Non-current receivables</u>		
<u>Statutory receivables</u>		
Workers compensation recoveries	62	60
Total non-current receivables	62	60
Total receivables	9 161	21 446

Contractual receivables

Contractual receivables arise in the normal course of selling goods and services to other government agencies and to the public. Contractual receivables are normally settled within 30 days after the issue of an invoice or when the goods/services have been provided under a contractual arrangement.

Department for Environment and Water
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5.2. Receivables (continued)

Other than as recognised in the allowance for impairment loss on contractual receivables, it is not anticipated that counterparties will fail to discharge their obligations. The carrying amount of receivables approximates net fair value due to being receivable on demand. There is no concentration of credit risk.

Refer to note 9.2 for further information on risk management.

Impairment of receivables

DEW uses a combined approach to impairing receivables. DEW considers receivables that are impaired individually and then applies an allowance matrix to measure the expected credit loss of remaining receivables arising from contracts with customers that are external to Government.

	2026	2025
	\$'000	\$'000
Carrying amount at the beginning of the period	2 372	1 932
Amounts written off	(408)	(711)
Increase in the allowance recognised in profit or loss	75	1 151
Carrying amount at the end of the period	2 039	2 372

Refer to note 9.2 for details regarding credit risk and the methodology for determining impairment.

Statutory receivables

Statutory receivables do not arise from contracts with customers. They are related to taxes and equivalents as well as statutory fees and charges. Statutory receivables are recognised and measured similarly to contractual receivables. Statutory receivables are not financial assets.

Workers compensation recoveries are related to the interim benefits receivable from employees pursuant to section 32(3) of the *Return to Work Act 2014*. This receivable is recognised when the relevant employees' claims are rejected.

The net amount of GST receivable is included as a part of statutory receivables.

No impairment loss was recognised in relation to statutory receivables.

5.3. Inventories

	2026	2025
	\$'000	\$'000
Inventories held for resale - at cost		
Inventories held for resale - at cost	1 544	1 418
Total inventories held for resale - at cost	1 544	1 418
 Raw materials		
Raw materials	154	653
Total Raw materials	154	653
 Total inventories	1 698	2 071

Raw materials are measured at cost and adjusted when applicable for any loss of service potential. Inventories held for resale are measured at the lower of cost and their net realisable value.

Cost is assigned to high value, low volume inventory items on a specific identification of cost basis.

Cost for all other inventory is measured on the basis of the first-in, first-out method. Net realisable value is determined using the estimated sales proceeds less costs incurred in marketing, selling and distribution to customers.

Department for Environment and Water
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5.4. Useful life and depreciation of non-financial assets

Useful life

Depreciation and amortisation are calculated on a straight-line basis. Property, plant and equipment and intangible assets depreciation and amortisation are calculated over the estimated useful lives as follows:

Class of asset	Useful life (years)
<i>Property, plant and equipment</i>	
Buildings and improvements	5-189
Groundwater monitoring wells	47-50
Regulators and embankments	10-200
Park infrastructure	5-80
Patawalonga seawater circulation and Barcoo Outlet	10-100
Plant and equipment	3-50
Right-of-use buildings	8-12
Roads, tracks and trails	3-43
Salinity disposal schemes	6-100
Surface water monitoring network	5-120
Waste disposal stations	50
Sand pumping infrastructure	10-50
Leasehold improvements	12
Other	45-99
<i>Intangible assets</i>	
Externally acquired	6-10
Internally acquired	5-20
War services leases	45

Review of accounting estimates

Assets' residual values, useful lives and amortisation methods are reviewed and adjusted, if appropriate, on an annual basis. Changes in the expected life or the expected pattern of consumption of future economic benefits embodied in the asset are accounted for prospectively by changing the time period or method, as appropriate.

Depreciation and amortisation expenses are presented in the reconciliation tables in note 5.5 and 5.7.

Department for Environment and Water
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5.5. Property, plant and equipment by assets class

Property, plant and equipment comprises owned and right-of-use (leased) tangible assets. The assets presented below do not meet the definition of investment property.

	Land	Buildings & improvements	Park infrastructure	Roads, tracks & trails	Groundwater monitoring wells	Salinity disposal schemes
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at 1 July 2025	326 910	90 326	48 581	49 881	98 631	59 233
Acquisitions	16 642	-	-	-	-	-
Assets received free of charge	9 594	-	-	-	-	-
Assets transferred for nil consideration	(15 117)	(153)	(230)	-	-	-
Transfers out	(3 144)	-	-	-	-	-
Disposals	-	-	-	-	-	-
Write-offs	-	(223)	(429)	(138)	-	-
Transfers to/(from) capital works in progress	-	5 976	3 636	6 550	1 727	219
Capital WIP - expensed in current period	-	-	-	-	-	-
Subtotal:	7 975	5 600	2 977	6 412	1 727	219
Gains/(losses) for the period recognised in net result:						
Depreciation	-	(6 359)	(5 433)	(9 382)	(4 331)	(1 798)
Subtotal:	-	(6 359)	(5 433)	(9 382)	(4 331)	(1 798)
Gains/(losses) for the period recognised in other comprehensive income:						
Net revaluation increment/(decrement)*	34 413	-	-	-	-	-
Carrying amount at 30 June 2026	369 298	89 567	46 125	46 911	96 027	57 654
Gross carrying amount						
Gross carrying amount	369 298	373 896	354 836	377 810	332 852	101 855
Accumulated depreciation	-	(284 329)	(308 711)	(330 899)	(236 825)	(44 201)
Carrying amount at the end of the period	369 298	89 567	46 125	46 911	96 027	57 654

Department for Environment and Water
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5.5. Property, plant and equipment (continued)

	Patawalonga seawater circulation \$'000	Sand pumping infrastructure \$'000	Surface water monitoring network \$'000	Waste disposal stations \$'000	Regulators and embankments \$'000	Plant & equipment \$'000
Carrying amount at 1 July 2025	45 612	20 066	8 953	14 054	219 084	15 929
Acquisitions	-	-	-	-	-	921
Assets received free of charge	-	-	-	-	-	-
Assets transferred for nil consideration	-	-	-	-	-	(206)
Transfers out	-	-	-	-	-	-
Disposals	-	-	-	-	-	(454)
Write-offs	-	-	-	-	-	-
Transfers to/(from) capital works in progress	12 908	-	315	-	27 208	2 923
Capital WIP - expensed in current period	-	-	-	-	-	-
Subtotal:	12 908	-	315	-	27 208	3 184
Gains/(losses) for the period recognised in net result:						
Depreciation	(725)	(1 275)	(519)	(365)	(7 968)	(2 956)
Subtotal:	(725)	(1 275)	(519)	(365)	(7 968)	(2 956)
Gains/(losses) for the period recognised in other comprehensive income:						
Net revaluation increment/(decrement)*	-	-	-	-	-	-
Carrying amount at 30 June 2026	57 795	18 791	8 749	13 689	238 324	16 157
Gross carrying amount						
Gross carrying amount	73 509	33 580	19 863	19 699	365 486	53 952
Accumulated depreciation	(15 714)	(14 789)	(11 114)	(6 010)	(127 162)	(37 795)
Carrying amount at the end of the period	57 795	18 791	8 749	13 689	238 324	16 157

Department for Environment and Water
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For the year ended 30 June 2026

5.5. Property, plant and equipment (continued)

	Leasehold improvements	Other	Right-of-use buildings	Capital work in progress	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at 1 July 2025	5 172	1 108	669	68 142	1 072 351
Acquisitions	-	-	-	30 901	48 464
Assets received free of charge	-	-	-	-	9 594
Assets transferred for nil consideration	-	-	-	-	(15 706)
Transfers out	-	-	-	-	(3 144)
Disposals	-	-	-	-	(454)
Write-offs	-	-	-	-	(790)
Transfers to/(from) capital works in progress	-	-	-	(61 462)	-
Capital WIP - expensed in current period	-	-	-	(7 619)	(7 619)
Subtotal:	-	-	-	(38 180)	30 345
Gains/(losses) for the period recognised in net result:					
Depreciation	(1 825)	(4)	(183)	-	(43 123)
Subtotal:	(1 825)	(4)	(183)	-	(43 123)
Gains/(losses) for the period recognised in other comprehensive income:					
Net revaluation increment/(decrement)*	-	-	-	-	34 413
Carrying amount at 30 June 2026	3 347	1 104	486	29 962	1 093 986
Gross carrying amount					
Gross carrying amount	21 837	1 869	1 218	29 962	2 531 522
Accumulated depreciation	(18 490)	(765)	(732)	-	(1 437 536)
Carrying amount at the end of the period	3 347	1 104	486	29 962	1 093 986

Department for Environment and Water
Notes to and forming part of the financial statements
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5.5. Property, plant and equipment (continued)

	Land	Buildings & improvements	Park infrastructure	Roads, tracks & trails	Groundwater Salinity monitoring wells	Salinity disposal schemes
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Carrying amount at 1 July 2024	338 597	77 038	38 309	33 936	102 929	46 370
Acquisitions	1 230	-	32	-	-	-
Initial recognition	-	-	138	-	-	956
Assets received free of charge	1 650	-	-	-	-	-
Assets transferred for nil consideration	(14 567)	(402)	(1 959)	(17)	-	-
Disposals	-	-	-	-	-	-
Derecognition	-	-	-	-	-	-
Write-offs	-	(84)	(32)	(12)	-	-
Transfers to/(from) capital works in progress	-	23 620	13 137	5 284	-	-
Capital WIP - expensed in current period	-	-	-	-	-	-
Other changes	-	(234)	4 504	(2 072)	-	-
Subtotal:	(11 687)	22 900	15 820	3 183	-	956
Gains/(losses) for the period recognised in net result:						
Depreciation	-	(6 498)	(5 548)	(6 442)	(4 298)	(1 295)
Subtotal:	-	(6 498)	(5 548)	(6 442)	(4 298)	(1 295)
Gains/(losses) for the period recognised in other comprehensive income:						
Net revaluation increment/(decrement)**	-	(3 114)	-	19 204	-	13 202
Carrying amount at 30 June 2025	326 910	90 326	48 581	49 881	98 631	59 233
Gross carrying amount						
Gross carrying amount	326 910	368 299	351 909	371 400	331 125	101 636
Accumulated depreciation	-	(277 973)	(303 328)	(321 519)	(232 494)	(42 403)
Carrying amount at the end of the period	326 910	90 326	48 581	49 881	98 631	59 233

Department for Environment and Water
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5.5. Property, plant and equipment (continued)

	Patawalonga seawater circulation \$'000	Sand pumping infrastructure \$'000	Surface water monitoring network \$'000	Waste disposal stations \$'000	Regulators and embankments \$'000	Plant & equipment \$'000
Carrying amount at 1 July 2024	36 733	21 489	9 435	13 568	145 893	16 833
Acquisitions	-	-	-	-	-	1 230
Initial recognition	-	-	31	-	-	19
Assets received free of charge	-	-	-	-	-	-
Assets transferred for nil consideration	-	-	(31)	-	-	(958)
Disposals	-	-	-	-	-	(39)
Derecognition	-	-	-	-	-	-
Write-offs	-	-	-	-	-	-
Transfers to/(from) capital works in progress	-	-	124	-	2 590	3 019
Capital WIP - expensed in current period	-	-	-	-	-	-
Other changes	-	-	-	-	-	(1 772)
Subtotal:	-	-	124	-	2 590	1 499
Gains/(losses) for the period recognised in net result:						
Depreciation	(611)	(1 423)	(606)	(373)	(4 327)	(2 884)
Subtotal:	(611)	(1 423)	(606)	(373)	(4 327)	(2 884)
Gains/(losses) for the period recognised in other comprehensive income:						
Net revaluation increment/(decrement)**	9 490	-	-	859	74 928	-
Impairment loss	-	-	-	-	-	481
Carrying amount at 30 June 2025	45 612	20 066	8 953	14 054	219 084	15 929
Gross carrying amount						
Gross carrying amount	60 602	33 580	19 547	19 699	338 277	51 184
Accumulated depreciation	(14 990)	(13 514)	(10 594)	(5 645)	(119 193)	(35 255)
Carrying amount at the end of the period	45 612	20 066	8 953	14 054	219 084	15 929

Department for Environment and Water
Notes to and forming part of the financial statements
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5.5. Property, plant and equipment (continued)

	Leasehold improvements \$'000	Other \$'000	Right-of-use buildings \$'000	Right-of-use vehicles \$'000	Capital work in progress \$'000	Total \$'000
Carrying amount at 1 July 2024	6 997	1 112	852	3 323	68 080	961 494
Acquisitions	-	-	-	1 781	50 519	54 792
Initial recognition	-	-	-	-	-	1 144
Assets received free of charge	-	-	-	-	-	1 650
Assets transferred for nil consideration	-	-	-	-	-	(17 934)
Disposals	-	-	-	-	-	(39)
Derecognition	-	-	-	(3 675)	-	(3 675)
Write-offs	-	-	-	-	-	(128)
Transfers to/(from) capital works in progress	-	-	-	-	(47 774)	-
Capital WIP - expensed in current period	-	-	-	-	(2 683)	(2 683)
Other changes	-	-	-	(269)	-	157
Subtotal:	-	-	-	(2 163)	62	33 284
Gains/(losses) for the period recognised in net result:						
Depreciation	(1 825)	(4)	(183)	(1 160)	-	(37 477)
Subtotal:	(1 825)	(4)	(183)	(1 160)	-	(37 477)
Gains/(losses) for the period recognised in other comprehensive income:						
Net revaluation increment/(decrement)**	-	-	-	-	-	114 569
Impairment loss	-	-	-	-	-	481
Carrying amount at 30 June 2025	5 172	1 108	669	-	68 142	1 072 351
Gross carrying amount						
Gross carrying amount	21 837	1 867	1 218	-	68 142	2 467 232
Accumulated depreciation	(16 665)	(759)	(549)	-	-	(1 394 881)
Carrying amount at the end of the period	5 172	1 108	669	-	68 142	1 072 351

Department for Environment and Water
Notes to and forming part of the financial statements
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5.5. Property, plant and equipment (continued)

Property, plant and equipment with a value equal to or in excess of \$10 000 is capitalised, otherwise it is expensed.

Property, plant and equipment is recorded at fair value. Detail about DEW's approach to fair value is set out in note 9.1.

Revaluation and Impairment

Revaluation of property, plant and equipment is undertaken on a regular cycle and is revalued at least every six years by a professionally qualified valuer. If at any time management considers that the carrying amount of an asset materially differs from its fair value, then the asset will be revalued regardless of when the last valuation took place. In 2025-26 management deemed the carrying amount of land to be materially different to its fair value at 30 June 2026. As such a management revaluation was performed which considered environmental factors and other published data, as a result a revaluation increment of \$34.413 million was performed against the value of land*.

Independent valuations were performed for the Patawalonga seawater circulation and Barcoo outlet; regulators and embankments; salinity disposal schemes; waste disposal stations; roads, tracks and trails asset classes in the 2024-25 financial year. The total asset revaluation increment recognised against these asset classes as a result of the independent valuations was \$114.569 million**.

Property, plant and equipment owned by DEW are non-cash generating assets that are specialised in nature and held for continual use of their service capacity. These assets are tested for impairment when indicators of impairment arise.

5.6. Property, plant and equipment leased by DEW

Right-of-use assets leased by DEW are measured at cost.

Short term leases of 12 months or less and low value leases where the underlying asset value is less than \$15 000 are not recognised as right-of-use assets.

DEW has the following leases:

- One car park lease with Young St Auto Park. The lease term of 12 years commenced on 1 May 2016, with the possibility for a further 5 year extension. This extension option has not been incorporated into the calculation for the lease liability.
- One building lease with Forestry SA for a site in Mt Gambier. The lease term of 5 years commenced on 1 March 2022 for 5 years, with the possibility for a further 3 year extension. This extension option has been incorporated into the calculation for the lease liability.

The lease liabilities related to the right-of-use assets are disclosed in note 6.2. DEW's maturity analysis of its lease liabilities is disclosed in note 6.2. Cash flows related to leases are disclosed in note 7.2.

5.7. Intangible assets

Intangible assets are initially measured at cost and are tested for indications of impairment at each reporting date. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses.

The acquisition of or internal development of software is capitalised only when the expenditure meets the definition and recognition criteria and when the amount of expenditure is greater than or equal to \$10 000.

All research and development costs that do not meet the capitalisation criteria outlined in AASB 138 Intangible Assets are expensed.

The useful lives of intangible assets are assessed to be either finite or indefinite. The amortisation period and the amortisation method for intangible assets are reviewed on an annual basis.

Internally developed intangible assets

DEW has capitalised the internal development of software for the MyWater, State Flora Website and Asset Register and Management Information System (ARAMIS) software systems. In addition, certain costs have been capitalised in respect of the Water Connect Portal (Natural Resources Management Information System) and other software specific to DEW's core activities. Some intangibles are currently included in work in progress.

Externally developed intangible assets

Externally acquired computer software relates to the Aquarius water monitoring software.

Water licenses

An intangible asset for water licences has been recognised. These licences relate to environmental water holdings and are held at cost.

The acquisition and/or transfer of water licences for environmental purposes is linked to the provisions of Intergovernmental Agreements to which South Australia is party to, is generally expensed when such expenditure is incurred.

No amortisation is applied to water licenses included in acquired intangible assets as these have been assessed as having an indefinite term of future economic benefits.

War Services leases

The revenue stream relates to various property leases that were offered by the Commonwealth Government to ex-service personnel with Australian War Service history. DEW negotiated a contract to purchase the right to this revenue stream from the Commonwealth Government in 2005-06. The revenue stream is being amortised in accordance with the expected life of the revenue stream and has been based on both the unexpired portion of the leases and the rate of extinguishment of the leases.

Department for Environment and Water
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5.7. Intangible assets (continued)

Intangible asset movement reconciliation schedule

	Internally developed \$'000	Externally acquired \$'000	War Services Leases \$'000	Capital work in progress \$'000	Total \$'000
Carrying amount at 1 July 2025	12 837	3 679	573	5 836	22 925
Acquisitions	-	-	-	2 626	2 626
Transfers from capital works in progress	202	-	-	(202)	-
Subtotal:	13 039	3 679	573	8 260	25 551
Gains/(losses) for the period recognised in net result:					
Amortisation	(3 080)	(485)	(22)	-	(3 587)
Subtotal:	(3 080)	(485)	(22)	-	(3 587)
Carrying amount at 30 June 2026	9 959	3 194	551	8 260	21 964
Gross carrying amount					
Gross carrying amount	31 227	6 508	1 000	8 260	46 995
Accumulated amortisation	(21 268)	(3 314)	(449)	-	(25 031)
Carrying amount at the end of the period	9 959	3 194	551	8 260	21 964

	Internally developed \$'000	Externally acquired \$'000	War Services Leases \$'000	Capital work in progress \$'000	Total \$'000
Carrying amount at 1 July 2024	15 360	4 072	595	5 188	25 215
Acquisitions	-	-	-	1 347	1 347
Transfers from capital works in progress	552	95	-	(647)	-
Capital WIP - expensed in current period	-	-	-	(52)	(52)
Subtotal	15 912	4 167	595	5 836	26 510
Gains/(losses) for the period recognised in net result:					
Amortisation	(3 075)	(488)	(22)	-	(3 585)
Subtotal	(3 075)	(488)	(22)	-	(3 585)
Carrying amount at 30 June 2025	12 837	3 679	573	5 836	22 925
Gross carrying amount					
Gross carrying amount	31 025	6 508	1 000	5 836	44 369
Accumulated amortisation	(18 188)	(2 829)	(427)	-	(21 444)
Carrying amount at the end of the period	12 837	3 679	573	5 836	22 925

Department for Environment and Water
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6. Liabilities

6.1. Payables

	2026 \$'000	2025 \$'000
<u>Current</u>		
Contractual payables	18 273	27 843
Statutory payables	37	74
Total current payables	18 310	27 917
 Total payables	 18 310	 27 917

Payables and accrued expenses are recognised for all amounts owing but unpaid. All payables are non-interest bearing.

Contractual payables

Contractual payables are liabilities that arises from contracts. They include trade payables and accrued expenses. Accrued expenses are expenses incurred but not yet invoiced or paid. The balances are transferred to trade payables when invoices are received.

Contractual payables are normally settled within 15 days from the date the invoice is first received.

Statutory payables

Statutory payables do not arise from contracts. Statutory payables include government taxes and equivalents as well as statutory fees and charges.

6.2. Other financial liabilities

All other financial liabilities relate to lease liabilities. The current portion of financial liabilities is \$0.205 million (2025: \$0.194 million) and the non-current portion is \$0.344 million (2025: \$0.549 million).

Lease liabilities have been measured via discounting lease payments using either the interest rate implicit in the lease or using the incremental borrowing rates provided by the Department of Treasury and Finance.

A maturity analysis of lease liabilities used on undiscounted gross cash flows is reported in the table below, and may therefore not total to the carrying amount/fair value of the financial instrument:

	2026 \$'000	2025 \$'000
Lease liabilities		
Up to 1 year	215	211
1 to 5 years	355	570
	570	781

Department for Environment and Water
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6.3. Employee related liabilities

	2026	2025
	\$'000	\$'000
Current		
Annual leave	12 183	10 852
Long service leave	1 907	1 616
Accrued salaries and wages	1 077	614
Skills and experience retention leave	986	924
Employment on-costs	3 487	2 914
Total current employee related liabilities	19 640	16 920
Non-current		
Long service leave	27 172	26 279
Employment on-costs	2 851	2 757
Total non-current employee related liabilities	30 023	29 036
Total employee related liabilities	49 663	45 956

Employee related liabilities are accrued as a result of services provided up to the reporting date that remain unpaid. Apart from the long service leave liability, employee related liabilities are measured at nominal amounts.

Salaries and wages, annual leave, skills and experience retention leave (SERL) and sick leave

The liability for salaries and wages is measured as the amount unpaid at the reporting date at remuneration rates current at reporting date.

The annual leave liability and the SERL liability are expected to be paid within 12 months and are measured at the undiscounted amounts expected to be paid.

No provision has been made for sick leave as all sick leave is non-vesting and the average sick leave taken in future years by employees is estimated to be less than the annual entitlement of sick leave.

Long service leave

The liability for long service leave is measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The expected timing and amount of long service leave payments is determined through whole-of-government actuarial calculations, which are based on actuarial assumptions on expected future salary and wage levels, experience of employee departures and periods of service. These assumptions are based on employee data over SA Government entities.

The discount rate used in measuring the liability is reflective of the yield on long term Commonwealth Government bonds. The yield on long term Commonwealth Government bonds has increased from 4.25% in 2024-25 to 4.75% in 2025-26.

The net financial effect of the changes to actuarial assumptions in the current financial year is immaterial. The impact on future periods is impracticable to estimate as the long service leave liability is calculated using a number of demographical and financial assumptions - including the long-term discount rate.

Current long service leave reflects the portion of leave expected to be settled within the next 12 months, based on the average proportion of long service leave taken or paid over the last year.

Department for Environment and Water
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6.3. Employee related liabilities (continued)

Employment on-costs liabilities

Employment on-costs liabilities include payroll tax, Fringe Benefits Tax, Pay As You Go Withholding, ReturnToWorkSA levies and superannuation contributions. They are settled when the respective employee benefits that they relate to are discharged. These on-costs liabilities primarily relate to the balance of leave owing to employees. The estimated proportion of long service leave to be taken as leave, rather than to be paid on termination, affects the amounts of on-costs liabilities recognised as a consequence of long service leave liabilities.

DEW makes contributions to several State Government and externally managed superannuation schemes. These contributions are treated as an expense when they occur. There is no liability for payments to beneficiaries as they have been assumed by the respective superannuation schemes. The only liability outstanding at reporting date relates to any contributions due but not yet paid to respective superannuation schemes.

As a result of an actuarial assessment performed by DTF, the proportion of long service leave taken as leave has remained constant at 44%. The average factor for the calculation of employer superannuation on-costs has remained unchanged from the 2025 rate (12%). These rates are used in the employment on-cost calculation.

6.4. Contract liabilities

	2026	2025
	\$'000	\$'000
Grants and subsidies	2 614	7 095
Sales of goods and services	688	807
Total contract liabilities	3 302	7 902

Contract liabilities relate to the payments received from customers before the services are provided. Such advance payments have been made at the discretion of the customer, and therefore do not result in the contract having a significant financing component.

Contract liabilities associated with grants and subsidies relate to funding from the Commonwealth for the South Australian Floodplain Integrated Infrastructure Program (SARFIIP). The funding for which a contract liability has been recognised relates to revenue received for capital funding for the construction of assets that are retained by DEW (refer to note 3.3).

Contract liabilities for sales of goods and services relate to admissions and guided tours. Bookings made in advance are recognised as contract liabilities until the service has been provided (refer to note 3.5).

Revenue totalling \$6.451 million was recognised in 2025-26 which was included in contract liabilities at 1 July 2025. No revenue related to adjustments to prices for performance obligations satisfied or partially satisfied in prior periods.

Expected realisation of contract liabilities as revenue

All performance obligations are expected to be recognised in 2026-27.

Department for Environment and Water
Notes to and forming part of the financial statements
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6.5. Provisions

	2026	2025
	\$'000	\$'000
<u>Current</u>		
Provision for workers compensation	1 031	1 004
Additional compensation provisions	14	8
Total current provisions	1 045	1 012
<u>Non-current</u>		
Provision for workers compensation	3 137	3 506
Additional compensation provisions	182	146
Total non-current provisions	3 319	3 652
Total provisions	4 364	4 664
	2026	2025
	\$'000	\$'000
Reconciliation of workers compensation (statutory)		
Carrying amount at the beginning of the period	4 510	3 037
Reductions arising from payments	(854)	(876)
Additional provisions recognised	1 035	1 185
Increases/(decreases) resulting from remeasurement	(524)	1 164
Carrying amount at the end of the period	4 167	4 510
Movement in additional compensation provision		
Carrying amount at the beginning of the period	154	145
Additional provisions recognised	53	40
(Decreases) resulting from remeasurement	(10)	(31)
Carrying amount at the end of the period	197	154

A provision has been reported to reflect unsettled workers compensation claims. The workers compensation provision is based on an actuarial assessment of the outstanding liability as at 30 June 2026 provided by a consulting actuary engaged through the Office of the Commissioner for Public Sector Employment. The provision is for the estimated cost of ongoing payments to employees as required under current legislation.

DEW is responsible for the payment of workers compensation claims.

Department for Environment and Water
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6.6. Other non-financial liabilities

	2026	2025
	\$'000	\$'000
<u>Current</u>		
Accommodation incentive	2 112	2 112
Unearned revenue	1 435	808
Deposits held for the disposal of Crown Land	322	249
Other	458	347
Total current other non-financial liabilities	4 327	3 516
<u>Non-current</u>		
Accommodation incentive	1 760	3 871
Funds held for the Confined Well Rehabilitation Scheme	465	465
Unearned revenue	2 074	2 102
Total non-current other non-financial liabilities	4 299	6 438
Total other non-financial liabilities	8 626	9 954

Accommodation incentive liabilities relate to the office accommodation arrangements with DIT described in note 4.2. DIT has provided a range of incentives including a fit-out free of charge and cash back. The benefit of this incentive is spread over the accommodation term so that each year reported accommodation expenses reflect the economic substance of the office accommodation arrangements and related benefits provided.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

7. Other disclosures

7.1. Equity

The asset revaluation surplus is used to record increments and decrements in the fair value of property and plant and equipment to the extent that they offset one another. Relevant amounts are transferred to retained earnings when an asset is derecognised.

7.2. Cash flow

	2026	2025
	\$'000	\$'000
Reconciliation of net cash provided by operating activities to net result		
Net cash provided by operating activities	90 720	77 017
Add / (less) non-cash items		
Depreciation and amortisation	(46 710)	(41 062)
Capital work-in-progress write-offs and asset write-offs	(8 409)	(2 863)
Impairment of non-current assets	-	481
Gain on disposal of non-current assets	196	39
Assets transferred for nil consideration	(15 706)	(17 934)
Other asset related adjustments	5 427	2 972
Supplies and services not requiring cash	(7 241)	(6 612)
Asset received free of charge	9 594	2 745
Resources received free of charge	7 241	6 980
Movement in assets and liabilities		
Increase/(decrease) in receivables	(8 297)	10 382
(Decrease) in inventories	(373)	(493)
(Increase)/decrease in payables	8 940	(3 222)
(Increase) in employee benefits	(3 040)	(1 404)
(Increase)/decrease in provisions	300	(1 482)
Decrease in contract liabilities	119	3 761
Decrease in other liabilities	1 328	3 045
Net result	34 089	32 350

Total cash outflow for leases was \$210 000 (2025: \$1.453 million).

Department for Environment and Water
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7.3. South Australian Heritage Fund

The South Australian Heritage Fund (the Fund) was established under the *Heritage Places Act 1993* (the Act) to conserve places of heritage value. The Act requires proper accounts to be kept of the receipts and payments from the Fund. The assets and changes in equity of the Fund are disclosed below. It is noted that these amounts also form part of, and are incorporated within, DEW's financial statements. When incorporating these amounts into DEW's financial statements all transactions between the Fund and DEW have been eliminated.

No activity has occurred within the Fund during 2025-26 or 2024-25.

Statement of Financial Position

as at 30 June 2026

	2026 \$'000	2025 \$'000
Assets		
Cash and cash equivalents	348	348
Total assets	348	348
Total assets	348	348
Net assets	348	348
Equity		
Retained earnings	348	348
Total equity	348	348

Statement of Changes in Equity

for the year ended 30 June 2026

	Retained earnings \$'000	Total equity \$'000
Balance at 1 July 2024	348	348
Net result for 2024-25	-	-
Balance at 30 June 2025	348	348
Net result for 2025-26	-	-
Balance at 30 June 2026	348	348

Department for Environment and Water
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7.4. General Reserves Fund

The General Reserves Fund (the Fund) was established under section 45 of the *National Parks and Wildlife Act 1972* (the Act) to perform duties in relation to the development and management of reserves. Reserves include any national park, conservation park, game reserve, recreation park or regional reserve constituted under the Act. The functions of the Fund are to undertake programs that are directed to achieving the objectives prescribed in section 37 of the Act, through the operation of a Fund account. The Fund provisions are used as the mechanism to provide expanded visitor facilities and services to the park. The Act requires proper accounts to be kept of the receipts and payments from the Fund. The revenues, expenses, assets, liabilities, changes in equity and cash flows of the Fund are disclosed below. It is noted that these amounts also form part of, and are incorporated within, DEW's financial statements. When incorporating these amounts into DEW's financial statements, expense transactions between the Fund and DEW have been eliminated.

Statement of Comprehensive Income

	2026	2025
	\$'000	\$'000
Income		
Fees and charges	125	107
Sales of goods and services	19 256	18 487
Interest	103	115
Other income	1 741	1 590
Total income	21 225	20 299
Expenses		
Grants and subsidies	21 225	20 299
Total expenses	21 225	20 299
Net result	-	-

Statement of Financial Position

	2026	2025
	\$'000	\$'000
Assets		
Cash and cash equivalents	1 977	1 686
Receivables	976	1 539
Total current assets	2 953	3 225
Total assets	2 953	3 225
Liabilities		
Payables	-	9
Contract liabilities	688	936
Unearned revenue	-	15
Total current liabilities	688	960
Total liabilities	688	960
Net assets	2 265	2 265
Equity		
Retained earnings	2 265	2 265
Total equity	2 265	2 265

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

7.4. General Reserves Fund (continued)

Statement of Changes in Equity

	Retained earnings \$'000	Total equity \$'000
Balance at 1 July 2024	2 265	2 265
Net result for 2024-25	-	-
Balance at 30 June 2025	2 265	2 265
Net result for 2025-26	-	-
Balance at 30 June 2026	2 265	2 265

Statement of Cash Flows

	2026 \$'000	2025 \$'000
Cash flows from operating activities		
<u>Cash inflows</u>		
Fees, charges, sales and other income	21 424	19 575
Interest received	100	114
<u>Cash outflows</u>		
Payments of grants and subsidies	(21 233)	(20 289)
Net cash provided by operating activities	291	(600)
Net (decrease)/increase in cash and cash equivalents	291	(600)
Cash and cash equivalents at the beginning of the reporting period	1 686	2 286
Cash and cash equivalents at the end of the reporting period	1 977	1 686

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

8. Outlook

8.1. Unrecognised commitments

Commitments include operating, capital and outsourcing arrangements arising from contractual sources and are disclosed at their nominal value.

Contractual commitments to acquire property, plant and equipment

	2026	2025
	\$'000	\$'000
Within one year	11 712	6 401
Total contractual commitments to acquire property, plant and equipment	11 712	6 401

DEW's property, plant and equipment commitments include works for Water Infrastructure, facility upgrades and other capital works for the Adelaide Botanic Gardens and various national parks and visitor precinct projects.

Other contractual commitments

	2026	2025
	\$'000	\$'000
Within one year	42 192	40 292
Later than one year but not longer than five years	84 814	14 995
Total other contractual commitments	127 006	55 287

DEW's other contractual commitments are for:

- memoranda of administrative arrangements with DIT for accommodation
- the state's contribution to the Murray-Darling Basin Authority

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

8.2. Contingent assets and liabilities

Floods in 2022-23 caused damage to assets owned by DEW along the River Murray and an insurance claim is pending full settlement through SAFA. An interim payment was made to DEW during 2025-26, but the claim has not been completely finalised as at 30 June 2026.

As a result of financial assistance provided by the State Government to a private sector entity, in the event that land is sold the department may, under certain circumstances, receive a portion of the sales proceeds.

8.3. Impact of standards not yet effective

DEW have assessed the impact of new and changed Australian Accounting Standards and Interpretations not yet effective. DEW does not expect there will be any material impacts on the financial statements once adopted.

No Australian Accounting Standards have been early adopted.

8.4. Events after the reporting period

There were no events that occurred after the reporting period for the year ended 30 June 2026.

9. Measurement and risk

9.1. Fair value

AASB 13 *Fair Value Measurement* defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants, in the principal or most advantageous market, at the measurement date.

Initial recognition

Non-current assets are initially recorded at cost or at the value of any liabilities assumed, plus any incidental cost involved with the acquisition.

Where assets are acquired at no value, or minimal value, they are recorded at fair value in the Statement of Financial Position. However, if the assets are acquired at no or nominal value as part of a restructure of administrative arrangements, then the assets are recognised at book value (that is the amount recorded by the transferor public authority immediately prior to the restructure).

Minor assets with an individual value of less than \$10 000 are expensed in the Statement of Comprehensive Income at the time of acquisition, with the exception of network assets contained in the roads, tracks and trails, park infrastructure and groundwater monitoring wells asset classes due to the significant number and long useful lives of these assets. These assets have been recognised in the Statement of Financial Position regardless of their initial cost of acquisition.

Revaluation

Property, plant and equipment, other than right-of-use assets, is subsequently measured at fair value after allowing for accumulated depreciation.

The revaluation process is reviewed by the Chief Finance Officer each year.

Non-current tangible assets are valued at fair value and revaluation of non-current assets or a group of assets is only performed when the fair value at the time of acquisition is greater than \$1.5 million and estimated useful life is greater than three years.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

9.1. Fair value (continued)

For all property, plant and equipment assets that have been subject to an independent revaluation both the replacement cost and the associated accumulated depreciation have been presented on a gross basis.

For roads, tracks and trails, buildings and improvements, and park infrastructure the Data Dictionary model calculates a value for an asset based on description, grade / composition, condition and size / quantity. The model value is adjusted by a locality factor to take into account climatic conditions. The Data Dictionary model is contained within DEW's ARAMIS software system.

There is no active market for all other assets (other than land), the fair value of these assets was determined by using the cost approach to establish the current gross replacement cost to construct a modern equivalent asset. Current replacement costs were sourced from the department's costings, market related evidence, and current construction costing publications as adopted across the valuation industry. All replacement costs were based on modern equivalent assets and included all costs directly attributable to bringing the asset to working condition for its intended use including survey and design, materials, labour rates, project overheads, site establishment and professional fees.

The following table lists details of asset classes subject to independent revaluations including the approach to measuring fair value and the fair value hierarchy:

Class of asset	Date of last independent revaluation	Name of Valuer	Fair Value Input level	Fair Value Approach
Land	30 June 2024	Office of the Valuer-General	3	Market
Buildings and improvements (data dictionary & unique assets)	1 July 2021	Valcorp Aust. Pty Ltd	3	Cost
Park infrastructure (data dictionary & unique assets)	1 July 2021	Valcorp Aust. Pty Ltd	3	Cost
Roads, tracks and trails	30 June 2025	CBRE Valuation and Advisory Services	3	Cost
Groundwater monitoring wells	30 June 2023	Public Private Property Pty Ltd	3	Cost
Salinity disposal schemes	30 June 2025	CBRE Valuation and Advisory Services	3	Cost
Patawalonga seawater circulation and Barcoo outlet	30 June 2025	CBRE Valuation and Advisory Services	3	Cost
Sand pumping infrastructure	30 June 2024	Jones Lang LaSalle Inc.	3	Cost
Surface water monitoring network	30 June 2023	Valcorp Aust. Pty Ltd	3	Cost
Waste disposal stations	30 June 2025	CBRE Valuation and Advisory Services	3	Cost
Regulators and embankments	30 June 2025	CBRE Valuation and Advisory Services	3	Cost

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

9.1. Fair value (continued)

Fair value hierarchy

DEW classifies fair value measurement using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements, based on the data and assumptions used in the most recent revaluation:

- Level 1 – traded in active markets and is based on unadjusted quoted prices in active markets for identical assets or liabilities that the entity can access at measurement date.
- Level 2 – not traded in an active market and are derived from inputs (inputs other than quoted prices included within level 1) that are observable for the asset, either directly or indirectly.
- Level 3 – not traded in an active market and are derived from unobservable inputs.

DEW's policy is to recognise transfers into and out of fair value hierarchy levels as at the end of the reporting period. During 2025-26, no transfers between fair value hierarchy levels occurred.

Heritage assets

Heritage assets are recognised in the Statement of Financial Position as part of the aggregate value of relevant asset classes. Certain heritage assets and works of art that are unique due to their historical or cultural interest are not depreciated due to their long and indeterminate useful lives. Heritage assets that provide a functional service are depreciated and are recorded at fair value.

Land

Land primarily comprising National, Conservation and Recreation Parks and Wilderness Protection Areas and Reserves, generally has restrictions on use imposed by statute or regulation. These restrictions have been taken into account by the independent valuers when determining fair value.

DEW is also custodian of unallotted (unalienated) Crown Land, by virtue of its responsibilities under the *Crown Land Management Act 2009*. This land is considered to be administered on behalf of the Crown and is recognised in the Administered Statement of Financial Position. Land dedicated to the Minister and land held by the Minister, either as freehold or reverted land is also recognised as administered land.

9.2. Financial instruments

Financial risk management

Risk management is managed by DEW's corporate services section. Departmental risk management policies are in accordance with the *SA Government Risk Management Guide* and the principles established in the Australian Standard *Risk Management Principles and Guidelines*.

DEW's exposure to financial risk (liquidity risk, credit risk and market risk) is low due to the nature of the financial instruments held.

Liquidity risk

DEW is funded principally from appropriations by the SA Government. DEW works with DTF to determine the cash flows associated with its government-approved program of work and to ensure funding is provided through SA Government budgetary processes to meet the expected cash flows.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

9.2. Financial instruments (continued)

Credit risk

DEW has policies and procedures in place to ensure that transactions occur with customers with appropriate credit history.

No collateral is held as security and no credit enhancements relate to financial assets held by DEW.

Impairment of financial assets

DEW uses a combined approach to impairing contractual receivables. DEW considers receivables that are impaired individually and then applies an allowance matrix to measure the expected credit loss of receivables from the remaining non- government debtors. These comprise of a large number of small balances. Invoices worth \$1.928 million (2025: \$1.904 million) have not been included in the ECL model calculation. These invoices have unique circumstances and have been impaired separately. This amount, together with the ECL calculation below is included in impairment of receivables in note 5.2.

To measure the expected credit losses, receivables are grouped based on shared risk characteristics and the days past due. When estimating expected credit loss, DEW considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on DEW's historical experience and informed credit assessment, including forward-looking information.

The maximum period considered when estimating expected credit losses is the maximum contractual period over which DEW is exposed to credit risk.

The expected credit loss of government debtors is considered to be nil based on the external credit ratings and nature of the counterparties.

Loss rates are calculated based on the probability of a receivable progressing through stages to write off based on the common risk characteristics of the transaction and debtor.

The following table provides information about the exposure to credit risk and ECL for non-government debtors.

	Debtor gross carrying amount \$'000	Loss %	Lifetime expected losses \$'000
2026			
Current (not past due)	811	0%	3
1 - 30 days past due	48	1%	-
31 - 60 days past due	611	3%	17
61 - 90 days past due	32	8%	3
More than 90 days past due	110	75%	82
Loss allowance	1 612		105

Loss rates are based on actual history of credit loss, these rates have been adjusted to reflect differences between previous economic conditions, current conditions and DEW's view of the forecast economic conditions over the expected life of the receivables.

Impairment losses are presented as net impairment losses within net result, subsequent recoveries of amounts previously written off are credited against the same line item.

Department for Environment and Water
Notes to and forming part of the financial statements
For the year ended 30 June 2026

9.2. Financial instruments (continued)

Contractual receivables are written off when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include the failure of a debtor to enter into a payment plan with DEW and a failure to make contractual payments for a period of greater than 90 days past due.

Cash

DEW considers that its cash and cash equivalents have low credit risk based on the external credit ratings of the counterparties and therefore the expected credit loss is nil.

Market risk

DEW does not trade in foreign currency, nor enter into transactions for speculative purposes, nor for hedging. DEW does not undertake any hedging in relation to interest or foreign currency risk and manages its risk as per the government's risk management strategy articulated in TI 23 *Management of Foreign Currency Exposures*.

There have been no changes in risk exposure since the last reporting period.

Categorisation of financial instruments

Details of the material accounting policy information and methods adopted including the criteria for recognition, the basis of measurement, and the basis on which income and expenses are recognised with respect to each class of financial asset, financial liability and equity instrument are disclosed in the respective financial asset/financial liability note.

Classification of Financial Instruments

DEW measures all financial instruments at amortised cost.

Maturity analysis of financial instruments

All financial assets and liabilities are measured at amortised cost with the exception of lease liabilities for right-of-use assets. Lease liabilities for right-of-use assets are measured at present value of future cash flows using either the interest rate implicit in the lease (where it is readily determined) or the incremental borrowing rates provided by the Department of Treasury and Finance.

Receivables and payables at amortised cost are \$4.468 million (2025: \$11.443 million) and \$18.273 million (2025: \$27.843 million) respectively.

Statutory receivables and payables

Amounts relating to statutory receivables and payables (e.g. Commonwealth taxes etc) and prepayments are not considered as financial assets or liabilities.

**Department for Environment and Water Administered
(DEW)**

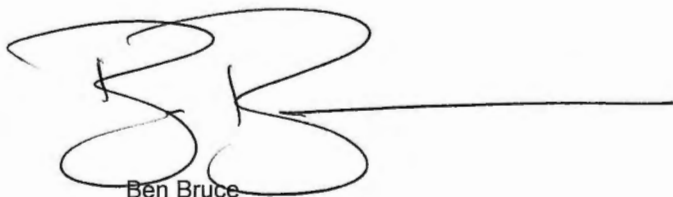
Administered Financial Statements

For the year ended 30 June 2026

**Department for Environment and Water Administered
Certification of the Administered Financial Statements
for the year ended 30 June 2026**

We certify that the:

- Administered financial statements for the Department for Environment and Water Administered:
 - are in accordance with the accounts and records of the department;
 - comply with relevant Treasurer's Instructions;
 - comply with relevant accounting standards; and
 - present a true and fair view of the financial position of the department at the end of the financial year and the result of its operations and cash flows for the financial year.
- internal controls employed by the Department for Environment and Water Administered for the financial year over its financial reporting and its preparation of administered financial statements have been effective.



Ben Bruce

Chief Executive

15 September 2026



Shaun O'Brien

Chief Financial Officer

15 September 2026

Department for Environment and Water Administered
Statement of Administered Comprehensive Income
for the year ended 30 June 2026

	Note	2026 \$'000	2025 \$'000
Administered income			
Appropriation	A2.1	23 975	30 275
Fees and charges	A2.2	89 282	80 962
Grants		1 115	354
Income associated with joint operation	A5.2	5 078	5 470
Interest	A2.3	668	726
Assets received free of charge	A2.4	15 117	8 083
Net gain from the disposal of non-current assets	A2.5	-	985
Intra-government transfers	A2.6	5 529	6 614
Impairment gain on receivables		-	353
Other income		145	48
Total administered income		140 909	133 870
Administered expenses			
Employee related expenses		434	437
Supplies and services		1 742	1 680
Grants and subsidies	A3.1	16 773	15 632
Intra-government transfers	A3.2	98 009	102 029
Assets transferred for nil consideration	A3.3	9 144	-
Net loss from the disposal of non-current assets	A2.5	387	-
Expenses associated with joint operation	A5.2	18 602	13 830
Payments to the Consolidated account		7 248	2 038
Impairment loss on receivables		1 600	-
Other expenses		3 988	-
Total administered expenses		157 927	135 646
Net result		(17 018)	(1 776)
Other comprehensive income			
<i>Items that will not be reclassified to net result:</i>			
Changes in property, plant and equipment asset revaluation surplus	A4.1	116 968	143 181
Total other comprehensive income		116 968	143 181
Total comprehensive result		99 950	141 405

The accompanying notes form part of these financial statements.

Department for Environment and Water Administered
Statement of Administered Financial Position
as at 30 June 2026

	Note	2026 \$'000	2025 \$'000
Administered current assets			
Cash and cash equivalents	A7.1	29 889	25 560
Receivables	A5.1	6 781	2 546
Total current assets		36 670	28 106
Administered non-current assets			
Property, plant and equipment	A4.1	1 809 556	1 707 804
Intangibles	A5.2	185 607	184 701
Total non-current assets		1 995 163	1 892 505
Total assets		2 031 833	1 920 611
Administered current liabilities			
Payables	A6.1	8 407	2 699
Total current liabilities		8 407	2 699
Total liabilities		8 407	2 699
Net assets		2 023 426	1 917 912
Administered equity			
Asset revaluation surplus		877 907	762 240
Retained earnings		1 145 519	1 155 672
Total equity		2 023 426	1 917 912

The accompanying notes form part of these financial statements.

Department for Environment and Water Administered
Statement of Administered Cash Flows
for the year ended 30 June 2026

		2026	2025
	Note	\$'000	\$'000
Cash flows from operating activities			
<u>Cash inflows</u>			
Appropriation		23 975	30 275
Fees and charges		83 443	81 937
Receipts from grants		1 115	354
Intra-government transfers		5 529	6 614
Interest received		672	730
Other receipts		145	48
Cash generated from operations		114 879	119 958
<u>Cash outflows</u>			
Employee related payments		(434)	(437)
Payments for supplies and services		(2 139)	(1 678)
Payments of grants and subsidies		(11 068)	(16 404)
Intra-government transfers		(98 009)	(102 029)
Payments to the Consolidated account		(7 248)	(2 789)
Net cash used in operations	A7.1	(4 019)	(3 379)
Cash flows from investing activities			
<u>Cash inflows</u>			
Proceeds from the sale of property, plant and equipment	A2.5	8 348	2 807
Net cash from investing activities		8 348	2 807
Net increase/(decrease) in cash and cash equivalents		4 329	(572)
Cash and cash equivalents at the beginning of the period		25 560	26 132
Cash and cash equivalents at the end of the period	A7.1	29 889	25 560

The accompanying notes form part of these financial statements.

Department for Environment and Water Administered
Statement of Income and Expenses attributable to Administered Activities
for the year ended 30 June 2026

Activities - refer note A1	Crown Lands		Minister's Other Payments		Special Acts Allocation	
	2026	2025	2026	2025	2026	2025
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Administered income						
Appropriation	-	-	20 358	17 777	435	435
Fees and charges	-	106	-	-	-	-
Grants	-	-	750	-	-	-
Income associated with joint operation	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Assets received free of charge	15 117	8 083	-	-	-	-
Net gain from the disposal of non-current assets	-	985	-	-	-	-
Intra-government transfers	-	-	-	1 500	-	-
Impairment gain on receivables	-	-	-	-	-	-
Other income	-	-	-	-	-	-
Total administered income	15 117	9 174	21 108	19 277	435	435
Administered expenses						
Employee related expenses	-	-	-	-	434	437
Supplies and services	808	1 243	-	-	-	-
Grants and subsidies	-	-	9 868	9 649	-	-
Intra-government transfers	-	-	11 251	9 625	-	-
Assets transferred for nil consideration	9 144	-	-	-	-	-
Net loss from disposal of non-current assets	387	-	-	-	-	-
Expenses associated with joint operation	-	-	-	-	-	-
Payments to the Consolidated account	7 228	2 018	-	-	-	-
Impairment loss on receivables	-	-	-	-	-	-
Other expenses	3 988	-	-	-	-	-
Total administered expenses	21 555	3 261	21 119	19 274	434	437
Net Result	(6 438)	5 913	(11)	3	1	(2)

Department for Environment and Water Administered
Statement of Income and Expenses attributable to Administered Activities
for the year ended 30 June 2026

Activities - refer note A1	Landscape Admin		Landscape Priorities		Qualco Sunlands	
	Fund		Fund			
	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000
Administered income						
Appropriation	3 136	12 023	-	-	23	20
Fees and charges	89 282	81 079	-	-	-	-
Grants	-	-	-	-	-	-
Income associated with joint operation	-	-	-	-	-	-
Interest	433	366	57	156	-	-
Assets received free of charge	-	-	-	-	-	-
Net gain from disposal of non-current assets	-	-	-	-	-	-
Intra-government transfers	196	-	5 333	5 111	-	-
Impairment gain on receivables	-	353	-	-	-	-
Other income	-	-	122	-	23	20
Total administered income	93 047	93 821	5 512	5 267	46	40
Administered expenses						
Employee related expenses	-	-	-	-	-	-
Supplies and services	197	108	-	-	-	-
Grants and subsidies	-	-	6 840	5 963	17	20
Intra-government transfers	86 758	92 404	-	-	-	-
Assets transferred for nil consideration	-	-	-	-	-	-
Net loss from disposal of non-current assets	-	-	-	-	-	-
Expenses associated with joint operation	-	-	-	-	-	-
Payments to the Consolidated account	-	-	-	-	20	20
Impairment loss on receivables	1 600	-	-	-	-	-
Other expenses	-	-	-	-	-	-
Total administered expenses	88 555	92 512	6 840	5 963	37	40
Net Result	4 492	1 309	(1 328)	(696)	9	-

Department for Environment and Water Administered
Statement of Income and Expenses attributable to Administered Activities
for the year ended 30 June 2026

Activities - refer note A1	SA Drought Resilience		Pastoral Board		National Action Plan for Salinity and Water Quality	
	Fund					
	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000
Administered income						
Appropriation	-	-	14	14	-	-
Fees and charges	-	-	-	-	-	-
Grants	-	-	-	-	-	-
Income associated with joint operation	-	-	-	-	-	-
Interest	167	177	9	9	2	2
Assets received free of charge	-	-	-	-	-	-
Net gain from disposal of non-current assets	-	-	-	-	-	-
Intra-government transfers	-	-	-	-	-	-
Impairment gain on receivables	-	-	-	-	-	-
Other income	-	-	-	-	-	4
Total administered income	167	177	23	23	2	6
Administered expenses						
Employee related expenses	-	-	-	-	-	-
Supplies and services	400	1	6	12	-	-
Grants and subsidies	-	-	-	-	-	-
Intra-government transfers	-	-	-	-	-	-
Assets transferred for nil consideration	-	-	-	-	-	-
Net loss from disposal of non-current assets	-	-	-	-	-	-
Expenses associated with joint operation	-	-	-	-	-	-
Payments to the Consolidated account	-	-	-	-	-	-
Impairment loss on receivables	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-
Total administered expenses	400	1	6	12	-	-
Net Result	(233)	176	17	11	2	6

Department for Environment and Water Administered
Statement of Income and Expenses attributable to Administered Activities
for the year ended 30 June 2026

Activities - refer note A1	National Landcare		Consumer Advocacy		DEW Corporate		Total	
	Program		Research Fund		Admin Items			
	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000	2026 \$'000	2025 \$'000
Administered income								
Appropriation	-	-	9	6	-	-	23 975	30 275
Fees and charges	-	-	-	-	-	(223)	89 282	80 962
Grants	-	-	365	354	-	-	1 115	354
Income associated with joint operation	-	-	-	-	5 078	5 470	5 078	5 470
Interest	-	16	-	-	-	-	668	726
Assets received free of charge	-	-	-	-	-	-	15 117	8 083
Net gain from disposal of non-current assets	-	-	-	-	-	-	-	985
Intra-government transfers	-	-	-	3	-	-	5 529	6 614
Impairment gain on receivables	-	-	-	-	-	-	-	353
Other income	-	-	-	24	-	-	145	48
Total administered income	-	16	374	387	5 078	5 247	140 909	133 870
Administered expenses								
Employee related expenses	-	-	-	-	-	-	434	437
Supplies and services	-	-	322	313	9	3	1 742	1 680
Grants and subsidies	-	-	48	-	-	-	16 773	15 632
Intra-government transfers	-	-	-	-	-	-	98 009	102 029
Assets transferred for nil consideration	-	-	-	-	-	-	9 144	-
Net loss from disposal of non-current assets	-	-	-	-	-	-	387	-
Expenses associated with joint operation	-	-	-	-	18 602	13 830	18 602	13 830
Payments to the Consolidated account	-	-	-	-	-	-	7 248	2 038
Impairment loss on receivables	-	-	-	-	-	-	1 600	-
Other expenses	-	-	-	-	-	-	3 988	-
Total administered expenses	-	-	370	313	18 611	13 833	157 927	135 646
Net Result	-	16	4	74	(13 533)	(8 586)	(17 018)	(1 776)

The above statement should be read in conjunction with the accompanying notes

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A1. About the Department for Environment and Water Administered

The activities of the administered items are:

Crown Lands

Crown lands activities include the recognition of land from other entities, both internal and external to the SA Government, and through the revocation by the Minister of land that was previously dedicated for a specific purpose. In 2025-26 land to the value of \$15.117 million (2025: \$8.083 million) was received free of charge. Land is also transferred out to entities via sale or for nil consideration. In 2025-26 \$9.144 million (2025: \$0) of land was transferred out for nil consideration.

Crown lands transactions are administered through the Sale of Government Land and Property account. This account was established by the Treasurer of South Australia to record the receipts and payments associated with the sale of Crown land and other surplus South Australian government land and property. The net revenues from these sales are returned to the DTF Consolidated Account with \$7.228 million being returned in 2025:26 (2025: \$2.018 million).

Minister's Other Payments

DEW receives appropriation and funding provisions for administered items that it transfers out as grants and subsidies and intra-government transfers.

Grants and subsidies payments of \$9.868 million (2025: \$9.649 million) approved by the Minister were made to community organisations, associations and local government in 2025-26. This includes grants made to Zoos SA \$7.858 million (2025: \$7.703 million) and Adelaide City Council \$2.010 million (2025: \$1.946 million).

Intra-government transfers of \$11.251 million (2025: \$9.625 million) approved by the Minister were made to SA government entities in 2025-26. This includes transfers to South Eastern Water Conservation and Drainage Board \$4.229 million (2025: \$2.775 million); Coast Protection Fund \$0.629 million (2025: \$0.613 million); and Stormwater Management Authority \$6.393 million (2025: \$6.237 million).

Special Acts Allocation

This item comprises salary and allowance payments for the Minister for Climate, Environment and Water.

Landscape Administration Fund

The Landscape Administration Fund (LAF) was established pursuant to section 90 of the *Landscape South Australia Act 2019* (Landscape SA Act) to receive and disburse fees, levies and other monies authorised by the Landscape SA Act.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A1. About the Department for Environment and Water Administered (continued)

Regional Landscape Boards and Green Adelaide

The regional landscape boards were established pursuant to subsection 13(1) of the Landscape SA Act. The Green Adelaide board was established pursuant to subsection 12(1) of the Landscape SA Act.

DEW administers various revenues and expenses on account of the regional landscape boards and Green Adelaide through the LAF.

Specific provisions of the Landscape SA Act require that the following revenues be paid into the LAF prior to being applied for the purposes of the Landscape SA Act:

- government appropriations
- land levies
- water levies
- penalties relating to water levies
- expiation fees and other penalties.

(i) Government appropriations

DEW receives recurrent funding, which is administered through the LAF and provided to regional landscape boards to support business operations and the administration of the Landscape SA Act. The funding is subsequently paid to regional landscape boards pursuant to subsection 90(4) of the Landscape SA Act.

	2026	2025
	\$'000	\$'000
Regional Landscape Board		
Alinytjara Wilurara Landscape Board	1 358	1 325
Kangaroo Island Landscape Board	1 358	1 325
South Australian Arid Lands Landscape Board	420	410
	3 136	3 060

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A1. About the Department for Environment and Water Administered (continued)

(ii) Land levies

Inside Council Areas

Land Levies are collected from constituent councils under section 66 of the Landscape SA Act. The levies are subsequently paid to regional landscape boards and Green Adelaide pursuant to subsection 90(4) of the Landscape SA Act.

Outside Council Areas

Land levies are collected from persons who occupy land outside of council areas under section 71 of the Landscape SA Act. The levies are subsequently paid to regional landscape boards pursuant to subsection 90(4) of the Landscape SA Act.

(iii) Water levies

Water levies are collected for prescribed water resources under section 76 of the Landscape SA Act. The levies are subsequently paid to the regional landscape boards and Green Adelaide pursuant to subsection 90(4) of the Landscape SA Act.

(iv) Penalties

Penalties declared in relation to the unauthorised or unlawful taking or use of water were raised pursuant to section 88 of the Landscape SA Act.

(v) Expiation fees and other penalties

Expiation fees and penalties are recovered in respect of offences against the Landscape SA Act (that is for unlawful possession of animals or plants).

Landscape Priorities Fund

The Landscape Priorities Fund was established under section 93 of the Landscape SA Act and receives annual revenue from the Green Adelaide Board. The contribution from the Green Adelaide Board is determined under subsection 89(1) of the Landscape SA Act and is a gazetted percentage of the total land and water levies received by the Board in a financial year. The rate remained unchanged in 2025-26 at 15%.

Payments from the fund are made in accordance with section 93(5) of the Landscape SA Act.

National Action Plan for Salinity and Water Quality

The National Action Plan (NAP) was a bilateral agreement between the Commonwealth and SA Governments signed in 2001 providing funds to address issues associated with salinity and water quality in priority regions in South Australia. Funding for NAP ceased on 30 June 2008 with the majority of projects completed by 31 December 2009.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A1. About the Department for Environment and Water Administered (continued)

Qualco Sunlands

The Ground Water (Qualco-Sunlands) Control Act 2000 established a scheme managed by a Trust to prevent, and reverse, the salinisation and water logging of horticultural land due to irrigation induced factors. Upon request from the Trust, DEW provides a temporary grant, sourced from the DTF, to carry out the specified works. The Trust facilitates the required work, and recharges irrigators for the work undertaken. Once fully collected, the Trust returns the temporary funds to DEW for on-passing back to the DTF.

SA Drought Resilience Fund

The South Australian Drought Resilience Fund (The Fund) was established pursuant to the Commonwealth's Water for Fodder program. The Fund received revenue from Southern Murray-Darling Basin irrigators in exchange for the transfer of South Australian water allocations in accordance with the Water for Fodder program. The Fund will be applied by the Minister towards programs and measures to build the resilience of River Murray water users and environment to withstand drought and longer term climate change, or improve the adequacy, security and quality of the State's water supply from the River Murray.

Pastoral Board

The Pastoral Board is responsible for the administration of the *Pastoral Land Management and Conservation Act 1989*. The Board provides advice to the Minister on the policies that should govern the administration of pastoral land.

Consumer Advocacy Research Fund

The Consumer Advocacy Research Fund (CARF) was established under section 87 of the *Water Industry Act 2012* (the Act). The purpose of the CARF is to support research or advocacy projects that promote the interests of water consumers with a disability, consumers on a low income, consumers who are located within a regional area of the state; or to support projects that advance the interests of consumers from an advocacy perspective.

The Minister's powers and functions under the Act, specifically associated with CARF, are set out in section 87 of the Act. The CARF consists of \$0.365 million in 2025-26 (indexed annually). The Department of Treasury and Finance (DTF) provides an annual grant to CARE to support the delivery of its services. The grant is funded from licence fees payable by water entities under section 24 of the Act.

Adelaide Dolphin Sanctuary Fund

The Adelaide Dolphin Sanctuary Fund was established under the *Adelaide Dolphin Sanctuary Act 2005* to:

- protect the dolphin population of the Port Adelaide River Estuary and Barker Inlet
- protect the natural habitat of the Dolphin population.

The Adelaide Dolphin Sanctuary Fund did not incur any material income or expenditure transactions for the current or prior periods and has therefore not been disclosed as part of the Statement of Income and Expenses.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A1.1. Administered item's financial arrangements

The financial activities of the administered items are conducted through a number of deposit accounts with DTF pursuant to the *Public Finance and Audit Act 1987*.

DEW conducts a large number of activities directed towards meeting the administered items objectives and responsibilities as specified in the legislation and/or other authoritative documentation that establishes the administered items. Many of the administered items, in accordance with the Acts, have delegated certain functions to officers within DEW, who provide technical and administrative support including the use of plant and equipment, office accommodation and various administrative services. The cost of the services provided that can be identified with the activities of the administered items and can be measured reliably are met by the administered items. Other support services that are not identifiable and/or cannot be measured reliably have not been recognised in the Administered financial statements.

A1.2. Basis of preparation and accounting policies

The basis of preparation for the administered financial statements is the same as the basis outlined in note 1.1 of the DEW financial statements. DEW applies the same accounting policies to the administered financial statements as set out in the notes to DEW's financial statements. Deviations from these policies are as follows:

Property, plant and equipment

The fair value approach of land in the Pastoral Land class is carried at cost and is not subject to revaluation.

Employee benefits

Employee benefits disclosed in the schedule of expenses and income relate to the Minister's salary.

In general, administered items utilise the services of contractors or DEW employees rather than recruiting and appointing employees in their own right. In the majority of cases, the services provided by DEW employees are provided free of charge and are not recognised in these statements. If, however, the services provided by DEW employees are directly attributable to the activities of an administered item and can be reliably measured, the services are charged to the administered item on a fee for service (cost recovery) basis. The liability for employee benefits arising from services rendered by DEW employees is not recognised in these statements as DEW is obligated to pay employees for services provided. Accordingly, employee benefits are recognised in DEW's financial statements.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A1.3. Budget performance

The budget performance table compares DEW's outcomes against budget information presented to Parliament (2025-26 Budget Paper 4). The budget amounts have not been adjusted to reflect revised budgets or administrative restructures. The budget process is not subject to audit.

		Original budget 2026 \$'000	Actual 2026 \$'000	Variance \$'000
Statement of Administered Comprehensive Income				
Appropriation	a	33 714	23 975	(9 739)
Fees and charges		83 964	89 282	5 318
Grants		750	1 115	365
Interest		460	668	208
Assets received free of charge	b	-	15 117	15 117
Income associated with joint operation	c	-	5 078	5 078
Intra-government transfers		5 636	5 529	(107)
Other income		250	145	(105)
Total administered income		124 774	140 909	16 135
Expenses				
Employee related expenses		444	434	(10)
Supplies and services		607	1 742	1 135
Grants and subsidies		20 246	16 773	(3 473)
Expenses associated with joint operation	c	-	18 602	18 602
Intra-government transfers		96 201	98 009	1 808
Assets transferred for nil consideration	d	-	9 144	9 144
Payments to the Consolidated account		6 370	7 248	878
Impairment loss on receivables		-	1 600	1 600
Net loss from the disposal of non-current assets		-	387	387
Other expenses		9 504	3 988	(5 516)
Total administered expenses		133 372	157 927	24 555
Net result		(8 598)	(17 018)	(8 420)

The following are brief explanations of variances between original budget and actual amounts. Explanations are required to be provided for variances where the variance exceeds the greater of 10 per cent of the original budgeted amount and 5 per cent of original budgeted total expenses.

- A lower appropriation was received due to the budget containing a working capital provision for the eight regional landscape boards and Green Adelaide. This was not required for use in 2025-26 therefore DTF withheld this amount from the appropriation provided.
- Actuals primarily relate to land received from DEW Controlled in addition to the recognition of Crown lands reverted to the Minister for Climate, Environment and Water that were not included in the original budget (see note A2.4)
- South Australia's share of the revenue and expenses associated with the joint operation was not included in the original budget (see note A5.2).
- Transfers of crown land to DEW Controlled (\$9.144 million) were not included in the original budget.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A2. Income

A2.1. Appropriation

	2026 \$'000	2025 \$'000
Appropriation from Consolidated Account pursuant to Appropriation Act	23 540	29 840
Appropriations under other Acts	435	435
Total appropriations	23 975	30 275

Appropriation is recognised on receipt.

A2.2. Fees and charges

	2026 \$'000	2025 \$'000
Fees and charges revenue recognised under AASB 15		
Water Levies received from licence holders	21 345	20 647
Total revenues from fees and charges recognised under AASB 15	21 345	20 647
 Fees and charges revenue recognised under AASB 1058		
Land Levies received from Councils	62 060	60 137
Land Levies received from out of Council areas	345	322
Fines and penalties	5 532	(27)
Reimbursement of Crown Lands costs	-	106
DEW Corporate Administered Items	-	(223)
Total revenues from fees and charges recognised under AASB 1058	67 937	60 315
 Total revenues from fees and charges	89 282	80 962

Revenue received from water levies and licence fees is recognised under AASB 15 as this is revenue from contracts with customers. The department recognises revenue when it transfers control of a good or service to the customer. In order to pay a water levy a customer is required to hold a valid water licence, allowing for the drawing of the water allocation.

Fees and charges revenue recognised under AASB 1058 is recognised as income on receipt. Land levies received from Councils are paid into the LAF prior to disbursement to the respective landscape boards. Refer to note A1.

A2.3. Interest revenues

DEW earns a floating interest rate, based on daily bank deposit rates. Interest income is recognised on an accrual basis. A total of \$668 000 (2025: \$726 000) for interest revenue was recognised.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A2.4. Assets received free of charge

	2026	2025
	\$'000	\$'000
Land	15 117	8 083
Total assets received free of charge	15 117	8 083

During 2025-26 the Minister revoked the dedication for specific land parcels valued at \$6.0 million (2025: \$6.868 million) pursuant to legislative powers vested to the Minister under the Crown Lands Management Act 2009.

Land valued at \$9.117 million (2025: \$1.215 million) was received from DEW controlled. This land will be transferred back to DEW controlled once it has been proclaimed as a National Park or Conservation Park.

A2.5. Net gain / (loss) from the disposal of non-current assets

	2026	2025
	\$'000	\$'000
Crown land		
Proceeds from disposal	8 348	2 807
Less net book value of assets disposed	(8 735)	(1 822)
Net loss from disposal of Crown land	(387)	985

A2.6. Intra-government transfers

	2026	2025
	\$'000	\$'000
Contribution to Landscape Priorities Fund*	5 333	5 111
Contingency funding provided by DTF	196	1 503
Total intra-government transfers	5 529	6 614

Intra-government transfers are recognised under AASB 1058 as income on receipt.

* Refer to note A1

A3. Expenses

A3.1. Grants and subsidies

	2026	2025
	\$'000	\$'000
Minister's other payments *	9 868	9 649
Landscape Priorities Fund **	6 840	5 963
Consumer Advocacy Research Fund	48	-
Qualco Sunlands	17	20
Total grants and subsidies	16 773	15 632

* Refer to note A1.

** Refer to note A2.6.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A3.2. Intra-government transfers

	2026	2025
	\$'000	\$'000
Land levy payments to landscape boards*	62 060	60 137
Water levy payments to landscape boards*	21 103	19 964
Minister's other payments**	11 251	9 625
Appropriation payments to landscape boards**	3 136	12 024
Out of Council land levy payments to landscape boards*	263	279
Contingency funding payments to landscape boards	196	-
Total intra-government transfers	98 009	102 029

* Refer note A2.2.

** Refer note A1.

A3.3. Assets transferred for nil consideration

	2026	2025
	\$'000	\$'000
Land	9 144	-
Total assets transferred for nil consideration	9 144	-

All land was transferred to DEW controlled for nil consideration for further transferring to entities internal and external to the SA Government.

Land to the value of \$6 million is to be transferred to a non-government entity and land to the value of \$3.144 million is to be transferred to the Northern Parklands Trust.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A4. Non-financial assets

A4.1. Property, plant and equipment

Movement reconciliation of property, plant and equipment

2026	Joint operation			Total
	Crown land	Pastoral land	PP&E	
	\$'000	\$'000	\$'000	\$'000
Carrying amount at 1 July 2025	616 589	69 177	1 022 038	1 707 804
Additions	5 963	-	-	5 963
Assets received for nil consideration	9 117	-	-	9 117
Assets transferred for nil consideration	(9 144)	-	-	(9 144)
Transfers in - CLMA 2009	6 000	-	-	6 000
Disposals	(8 735)	-	-	(8 735)
Other changes	(3 987)	-	-	(3 987)
Joint operations net additions, disposal, other movements	-	-	(14 430)	(14 430)
Subtotal	(786)	-	(14 430)	(15 216)
Gains/(losses) for the period recognised in other comprehensive income:				
Revaluation increments/(decrements)	61 285	-	55 683	116 968
Subtotal	61 285	-	55 683	116 968
Carrying amount at 30 June 2026	677 088	69 177	1 063 291	1 809 556
Gross carrying amount				
Gross carrying amount	677 088	69 177	1 063 291	1 809 556
Accumulated depreciation	-	-	-	-
Carrying amount at the end of the period	677 088	69 177	1 063 291	1 809 556

2025	Joint operation			Total
	Crown land	Pastoral land	PP&E	
	\$'000	\$'000	\$'000	\$'000
Carrying amount at 1 July 2024	610 328	69 177	888 206	1 567 711
Assets received for nil consideration	1 215	-	-	1 215
Transfers in - CLMA 2009	6 868	-	-	6 868
Disposals	(1 822)	-	-	(1 822)
Joint operations net additions, disposal, other movements	-	-	(9 349)	(9 349)
Subtotal	6 261	-	(9 349)	(3 088)
Gains/(losses) for the period recognised in other comprehensive income:				
Revaluation increments/(decrements)	-	-	143 181	143 181
Subtotal	-	-	143 181	143 181
Carrying amount at 30 June 2025	616 589	69 177	1 022 038	1 707 804
Gross carrying amount				
Gross carrying amount	616 589	69 177	1 022 038	1 707 804
Accumulated depreciation	-	-	-	-
Carrying amount at the end of the period	616 589	69 177	1 022 038	1 707 804

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A5. Financial assets

A5.1. Receivables

	2026 \$'000	2025 \$'000
Contractual receivables		
Water levies	1 299	1 098
Penalties	17 701	12 771
Other	1 712	1 193
Less impairment loss on receivables	(14 173)	(12 573)
Total contractual receivables	6 539	2 489
 Accrued revenues	 185	 -
Accrued interest	57	57
Total current receivables	6 781	2 546
Total receivables	6 781	2 546

Allowance for impairment loss on contractual receivables

	2026 \$'000	2025 \$'000
Carrying amount at the beginning of the period	12 573	12 926
(Decrease)/increase in the provision	1 600	(353)
Carrying amount at end of the period	14 173	12 573

Refer note 9.2 of the DEW Controlled financial statements for further information detailing credit risk and the methodology for determining impairment.

A5.2. Interest in joint operation

The Minister, on behalf of the state of South Australia, has an interest in a joint operation, the Murray Darling Basin Authority (MDBA) represented by the River Murray Operations and the Living Murray Initiative.

On 3 July 2008, the Commonwealth Government and the Governments of New South Wales, Victoria, Queensland, South Australia and the Australian Capital Territory (the participants) entered into the Intergovernmental agreement for the *Murray-Darling Basin Reform* (the Reform IGA). The Reform involved the government participants entering into a new *Murray-Darling Basin Agreement* (MDB Agreement) and the Intergovernmental Agreement on *Murray-Darling Basin Reform - referral* (the Referral IGA).

The MDB Agreement essentially dissolved the Murray-Darling Basin Commission (MDBC) and established the Murray-Darling Basin Authority (MDBA), Ministerial Council, Basin Officials Committee and the Basin Community Committee. Under the revised arrangement, the participants have a joint interest in the infrastructure assets and water rights of the MDBA. The state of South Australia's interest in the arrangement is 26.67%.

The MDBA was established under the Commonwealth *Water Act 2007* as an independent, expertise based statutory agency and are responsible for developing, implementing and monitoring the Basin Plans. The MDBA undertakes activities that support the sustainable and integrated management of the water resources of the Murray-Darling Basin in a way that meets the social, economic and environmental needs of the Basin and its communities.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A5.2. Interest in joint operation (continued)

Two unincorporated joint arrangements were established under the MDBA to hold assets on behalf of the participants through separate agreements called the "Asset Agreement for River Murray Operations Assets" (RMO) and the "Further Agreement on Addressing Over Allocation and Achieving Environmental Objectives in the Murray-Darling Basin - Control and Management of Living Murray Assets" (LMI). The principal place of the operation is in Australia. The participants are obliged to provide funding to the MDBA for the management of the RMO and LMI assets and operations, this funding is disclosed in the DEW controlled financial statements as a grants and subsidies expense at note 4.3.

The agreements in relation to the Murray Darling Basin Agreement joint arrangement require unanimous consent from all parties for all relevant activities. The participants own the infrastructure assets and water rights of the joint arrangements, which are being managed through the RMO and LMI and there are no liabilities held for either RMO or LMI. The arrangement is therefore classified as a joint operation and DEW recognises, on behalf of the state, its direct right to the jointly held assets, revenues and expenses based on the percentage interest as described in the table below.

Name of entity	Principal activity	Country of incorporation	Ownership interest	
			2026	2025
Murray-Darling Basin Authority	To undertake activities that support the sustainable and integrated management of water resources of the Murray-Darling Basin	Australia	26.67%	26.67%

Joint operation assets, income and expenses accounted for using the proportionate consolidation method are detailed below:

Murray-Darling Basin Authority	2026	2025
	\$'000	\$'000
Non-current assets		
<i>Property, plant and equipment</i>		
Infrastructure Assets	1 051 088	1 007 755
Work in Progress	7 094	9 275
Other property, plant and equipment assets	5 110	5 008
<i>Intangibles - Water entitlements</i>	185 607	184 701
Total non-current assets	1 248 899	1 206 739
Total assets	1 248 899	1 206 739
Income	5 078	5 470
Expenses	18 602	13 830

The 2025 and 2026 figures were based on the audited RMO and LMI financial statements.

Contingencies and commitments

There are no contingencies or commitments arising from DEW's interest in the joint operation.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
for the year ended 30 June 2026

A6. Liabilities

A6.1. Payables

	2026	2025
	\$'000	\$'000
Current		
Contractual payables	7 809	2 134
Other	598	565
Total current payables	8 407	2 699
 Total payables	 8 407	 2 699

Payables are recognised for all amounts owing but unpaid. All payables are non-interest bearing.

Contractual payables

Contractual payables are normally settled within 15 days from the date the invoice is first received.

Department for Environment and Water Administered
Notes to and forming part of the Administered financial statements
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A7. Other disclosures

A7.1. Administered cash flow reconciliation

	2026 \$'000	2025 \$'000
Reconciliation of cash and cash equivalents at the end of the reporting period		
National Landcare Program	-	399
Crown Lands	8 941	3 371
SA Drought Resilience Fund	4 218	4 453
Pastoral Board	239	223
Landscape Administration Fund	9 230	8 366
Landscape Priorities Fund	3 738	5 059
Consumer Advocacy Research Fund	67	245
Qualco Sunlands	29	20
National Action Plan for Salinity and Water Quality	43	42
Adelaide Dolphin Sanctuary	2	2
The Department's Corporate Administrative Items	3 382	3 380
Cash and cash equivalents disclosed in the Statement of Financial Position	29 889	25 560
Balance as per the Statement of Cash Flows	29 889	25 560
Reconciliation of net cash provided by / (used in) operating activities to net result		
Net cash used in operating activities	(4 019)	(3 379)
Add / (less) non-cash items		
Expenses associated with joint operation	(18 602)	(12 455)
Income associated with joint operation	5 078	4 095
Assets received free of charge	15 117	8 083
Other asset related adjustments	(3 988)	-
Net gain/(loss) on disposal of non-current assets	(387)	985
Assets transferred for nil consideration	(9144)	-
Movement in assets and liabilities		
Increase/(decrease) in receivables	4 235	(627)
(Increase)/decrease in payables	(5 308)	1 522
Net result	(17 018)	(1 776)

A8. Outlook

A8.1. Contingent assets and liabilities

A contingent asset is acknowledged whereby the Minister for Climate, Environment and Water has an exclusive right to access 40ML per day from the Langhorne and Currency Creek pipeline. The Minister has not exercised this right.

A8.2. Events after the reporting period

There were no events that occurred after the reporting period for the year ended 30 June 2026.