More Australian vice-chancellors earning A\$1 million

Average remuneration hits A\$982,900 (£543,800), Times Higher Education analysis shows

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John Ross (/author/john-ross)

Twitter: @JohnRoss49 (https://twitter.com/JohnRoss49)











Seven-figure salaries are becoming the norm for Australia's lavishly paid vice-chancellors, a *Times* Higher Education analysis has revealed.

The average remuneration package for bosses of Australia's 37 public universities reached A\$982,900 (£543,800) last year, with 16 leaders pocketing more than A\$1 million each – up from 13 in 2017 and 11 in 2016.

Vice-chancellors' earnings rose an average of A\$47,400 or 5.1 per cent in 2018. This compares with a mean salary increase of 2.3 per cent for



Source: Getty

the country's workers, suggesting that the pay gap between university bosses and their staff widened last year.

Australian vice-chancellors also widened the gap over their British counterparts, who typically earned about 55 per cent as much, down from 56 per cent in 2017. English university chiefs' remuneration averaged about £299,000 in the 2017-18 academic year (https://www.timeshighereducation.com/news/english-v-cs-overall-remuneration-tips-towardsps300k), up from £294,000 in 2016-17.

Higher education consultant Justin Bokor said that the pay disparity between UK and Australian vicechancellors negated one of the main rationales for the high antipodean remuneration (https://www.timeshighereducation.com/news/bias-towards-domestic-leaders-undermines-globalmarket-talent-talk). "The argument is that it's an international marketplace and you need to pay competitive salaries," Mr Bokor said.

"There is a fair bit of flow between the UK and Australia, so I'm not sure that argument holds." About half of Australia's 22 overseas-born vice-chancellors come from the UK.

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But Mr Bokor said the fuss over university bosses' pay was a "storm in a teacup". Australian vice-chancellors typically earned several hundred thousand dollars more than the heads of large government departments, which were not subject to the same competitive pressures as universities, but considerably less than the chief executives of stock market-listed companies, which are purely commercial organisations.

The best paid Australian university boss last year was departing University of Melbourne (https://www.timeshighereducation.com/world-university-rankings/university-melbourne) vice-chancellor Glyn Davis, whose valedictory package of A\$1.58 million was A\$285,000 higher than his 2017 earnings. A spokeswoman said the figure included a university residence which was also used for official functions.

Retiring vice-chancellors can pocket extra entitlements on their departure, with the University of Newcastle (https://www.timeshighereducation.com/world-university-rankings/university-newcastle)'s Caroline McMillen and Griffith University (https://www.timeshighereducation.com/world-university-rankings/griffith-university)'s Ian O'Connor – who likewise finished up in 2018 – also enjoying pay rises.

Three vice-chancellors' packages declined in 2018. However, 20 saw their remuneration rise by over A\$30,000, with 11 of them pocketing more than A\$50,000 extra. Five attracted pay increases of A\$100,000 or more.

If the earnings of those who did not serve the full year were recalculated on a pro rata basis, 18 vice-chancellors earned more than A\$1 million last year. And even allowing for the A\$285,000 paid to Peter Sherlock of the University of Divinity, a niche private institution that reports its accounts in a similar fashion to the public universities, the average university chief still earned around A\$965,000.

Grattan Institute analyst Andrew Norton said that the cost of vice-chancellors' remuneration was not "massive in the grand scheme of university finances". But universities kicked "own goals" with chief executive salaries that caused resentment and disrupted the collegial atmosphere.

"So many in the university are employed on a casual or fixed-term basis," he said. "You've got this very wide discrepancy between low-paid insecure people and very highly paid people up the top."

john.ross@timeshighereducation.com (mailto:john.ross@timeshighereducation.com)

Australian vice-chancellors' remuneration, 2018

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University	Vice-chancellor	Earnings, 2018 (A\$)	Earnings, 2017 (A\$)	Change (%)
<u>University of Melbourne</u>	Glyn Davis*	\$1,582,500	\$1,297,500	22
University of Sydney	Michael Spence	\$1,522,500	\$1,477,500***	3
Australian Catholic University	Greg Craven	\$1,325,000	\$1,305,000	1.5
UNSW Sydney	Ian Jacobs	\$1,292,500	\$1,247,500	3.6
University of Queensland	Peter Høj	\$1,192,500	\$1,157,000	3.1
Flinders University	Colin Stirling	\$1,175,000	\$1,075,000	9.3
Deakin University	Jane den Hollander	\$1,105,000	\$1,105,000***	0
RMIT University	Martin Bean	\$1,105,000	\$1,065,000	3.8
Monash University	Margaret Gardner	\$1,105,000	\$995,000	11.1
University of South Australia	David Lloyd	\$1,095,000	\$1,035,000	5.8
University of Western Australia	Dawn Freshwater	\$1,095,000	\$1,015,000	7.9
Griffith University	Ian O'Connor*	\$1,067,500	\$1,022,500	4.4
James Cook University	Sandra Harding	\$1,057,500	\$982,500	7.6
University of Technology Sydney	Attila Brungs	\$1,055,000	\$1,035,000	1.9
University of Adelaide	Peter Rathjen	\$1,052,500	\$722,500	NDC
University of Newcastle	Caroline McMillen*	\$1,039,000**	\$875,000	18.7
University of Tasmania	Rufus Black	\$1,034,200**	\$982,500	NDC
Macquarie University	Bruce Dowton	\$1,015,000	\$985,000	3
Swinburne University of Technology	Linda Kristjansen	\$975,000	\$955,000	2.1
La Trobe University	John Dewar	\$975,000	\$935,000***	4.3

Curtin University	Deborah Terry	\$975,000	\$905,000	7.7
University of Wollongong	Paul Wellings	\$935,000	\$905,000	3.3
Murdoch University	Eeva Leinonen	\$935,000	\$755,000	23.8
Western Sydney University	Barney Glover	\$904,181	\$904,181	0
Queensland University of <u>Technology</u>	Margaret Sheil	\$898,400**	\$1,265,000	NDC
Edith Cowan University	Stephen Chapman	\$825,000	\$845,000	-2.4
Southern Cross University	Adam Shoemaker	\$817,500	\$757,500	7.9
University of Canberra	Deep Saini	\$805,000	\$805,000	0
University of the Sunshine Coast	Greg Hill	\$785,000	\$745,000	5.4
Charles Sturt University	Andy Vann	\$768,781	\$757,791	1.5
Federation University Australia	Helen Bartlett	\$755,000	\$495,000	NDC
University of New England	Annabelle Duncan	\$735,000	\$735,000	0
<u>Victoria University</u>	Peter Dawkins	\$715,000	\$775,000	-7.7
Central Queensland University	Scott Bowman*	\$697,500	\$832,500	-16.2
Australian National University	Brian Schmidt	\$675,100****	\$662,500	1.9
<u>University of Southern</u> <u>Queensland</u>	Geraldine Mackenzie	\$652,500	\$577,500	13
Charles Darwin University	Simon Maddocks	\$622,500	\$622,500	0
University of Divinity	Peter Sherlock	\$285,000	\$265,000	7.5

Source: Universities' 2018 annual reports. Note: In most cases, stated figure is at mid-point of A\$10,000 or A\$15,000 remuneration range quoted in annual report. NDC = not directly comparable.

^{*} vice-chancellor resigned during 2018.

^{**} vice-chancellor not in office full year; 2018 remuneration estimated on a pro rata basis.

^{*** 2017} figure revised since THE's analysis last year due to methodological changes in calculating remuneration.

^{****} estimated figure. THE understands this vice-chancellor's 2018 remuneration rose roughly in line with consumer price index.